

FIRST CONFERENCE REPORT

The Committee of Conference on the matters of difference between the two Houses concerning

House Bill No. 5396, entitled

A bill to make, supplement, adjust, and consolidate appropriations for various state departments and agencies, the judicial branch, and the legislative branch for the fiscal year ending September 30, 2021; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations.

Recommends:

First: That the House and Senate agree to the Substitute of the Senate as passed by the Senate, amended to read as follows:

(attached)

Second: That the House and Senate agree to the title of the bill to read as follows:

A bill 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, 2020 and September 30, 2021; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

Rep. Shane Hernandez

Sen. Jim Stamas

Rep. Aaron Miller

Sen. Jon Bumstead

Rep. Jon Hoadley

Sen. Curtis Hertel Jr.

Conferees for the House

Conferees for the Senate





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H05565'20 (S-1) CR-1 cs

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**SENATE SUBSTITUTE FOR
HOUSE BILL NO. 5396**

A bill 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, 2020 and September 30, 2021; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 ARTICLE 1
2 DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT
3 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, 2021, from the following funds:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**APPROPRIATION SUMMARY**

Full-time equated unclassified positions	6.0	
Full-time equated classified positions	519.0	
GROSS APPROPRIATION		\$ 121,295,000

Total interdepartmental grants and intradepartmental transfers		324,400
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ADJUSTED GROSS APPROPRIATIONS		\$ 120,970,600
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Federal revenues:

Total federal revenues		13,129,500
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Special revenue funds:

Total local revenues		0
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Total private revenues		71,300
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Total other state restricted revenues		44,153,000
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State general fund/general purpose		\$ 63,616,800
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Sec. 102. DEPARTMENTAL ADMINISTRATION AND**SUPPORT**

Full-time equated unclassified positions	6.0	
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Full-time equated classified positions	27.0	
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Unclassified salaries--FTE positions	6.0	\$ 599,900
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Accounting service center		1,033,800
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Commissions and boards		23,800
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Emergency management--FTEs	4.0	1,328,000
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Executive direction--FTEs	23.0	3,262,800
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1	Property management		734,100
2	GROSS APPROPRIATION	\$	6,982,400
3	Appropriated from:		
4	Federal revenues:		
5	HHS, multiple grants		449,300
6	Special revenue funds:		
7	Agriculture licensing and inspection fees		44,300
8	Dairy and food safety fund		100,200
9	Feed control fund		8,100
10	Fertilizer control fund		10,000
11	Freshwater protection fund		60,900
12	Gasoline inspection and testing fund		25,000
13	Industry support funds		55,600
14	Michigan craft beverage council fund		8,800
15	Private forestland enhancement fund		15,600
16	Refined petroleum fund		20,000
17	Weights and measures regulation fees		5,000
18	State general fund/general purpose	\$	6,179,600
19	Sec. 103. INFORMATION AND TECHNOLOGY		
20	Information technology services and projects	\$	2,068,200
21	GROSS APPROPRIATION	\$	2,068,200
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from LARA (LCC), liquor quality testing		
25	fees		3,200
26	Special revenue funds:		
27	Agricultural preservation fund		200
28	Agriculture licensing and inspection fees		95,400



1	Dairy and food safety fund		62,200
2	Feed control fund		15,000
3	Freshwater protection fund		100
4	Gasoline inspection and testing fund		32,400
5	Michigan craft beverage council fund		500
6	State general fund/general purpose	\$	1,859,200
7	Sec. 104. FOOD AND DAIRY		
8	Full-time equated classified positions	139.0	
9	Food safety and quality assurance--FTEs	103.0	\$ 18,276,600
10	Milk safety and quality assurance--FTEs	36.0	5,785,100
11	GROSS APPROPRIATION		\$ 24,061,700
12	Appropriated from:		
13	Federal revenues:		
14	HHS, multiple grants		2,753,000
15	USDA, multiple grants		137,200
16	Special revenue funds:		
17	Consumer and industry food safety education		
18	fund		242,500
19	Dairy and food safety fund		5,473,600
20	Industry food safety education fund		114,100
21	Marihuana regulatory fund		350,000
22	Marihuana regulation fund		350,000
23	State general fund/general purpose	\$	14,641,300
24	Sec. 105. ANIMAL INDUSTRY		
25	Full-time equated classified positions	62.0	
26	Animal disease prevention and response--FTEs	62.0	\$ 9,669,700
27	Indemnification - livestock depredation		15,000
28	Michigan animal agriculture alliance		3,000,000



1	GROSS APPROPRIATION		\$	12,684,700
2	Appropriated from:			
3	Federal revenues:			
4	HHS, multiple grants			15,100
5	USDA, multiple grants			567,700
6	Special revenue funds:			
7	Agriculture licensing and inspection fees			72,100
8	Animal welfare fund			150,000
9	State general fund/general purpose		\$	11,879,800
10	Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT			
11	Full-time equated classified positions	95.0		
12	Animal feed safety--FTEs	10.0	\$	2,097,700
13	Pesticide and plant pest management--FTEs	85.0		14,243,700
14	GROSS APPROPRIATION		\$	16,341,400
15	Appropriated from:			
16	Federal revenues:			
17	Department of interior			101,800
18	EPA, multiple grants			566,200
19	HHS, multiple grants			391,800
20	USDA, multiple grants			717,700
21	Special revenue funds:			
22	Private - slow-the-spread foundation			21,300
23	Agriculture licensing and inspection fees			4,520,200
24	Commodity inspection fees			674,500
25	Feed control fund			1,392,400
26	Fertilizer control fund			1,338,200
27	Freshwater protection fund			157,500
28	Horticulture fund			40,000



1	Industrial hemp licensing and registration fund		602,900
2	Industry support funds		228,100
3	State general fund/general purpose	\$	5,588,800
4	Sec. 107. ENVIRONMENTAL STEWARDSHIP		
5	Full-time equated classified positions	65.5	
6	Agricultural preservation easement grants	\$	1,900,000
7	Environmental stewardship - MAEAP--FTEs	25.0	11,697,900
8	Farmland and open space preservation--FTEs	10.0	1,581,100
9	Intercounty drain--FTEs	6.0	846,300
10	Migrant labor housing--FTEs	9.0	1,331,400
11	Qualified forest program--FTEs	9.0	2,662,800
12	Right-to-farm--FTEs	6.5	1,003,800
13	GROSS APPROPRIATION	\$	21,023,300
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG from MDEGLE, biosolids		93,400
17	Federal revenues:		
18	Department of interior		96,300
19	EPA, multiple grants		562,700
20	USDA, multiple grants		1,322,300
21	Special revenue funds:		
22	Agricultural preservation fund		3,481,100
23	Freshwater protection fund		8,302,800
24	Migratory labor housing fund		140,100
25	Private forestland enhancement fund		1,080,100
26	State general fund/general purpose	\$	5,944,500
27	Sec. 108. LABORATORY PROGRAM		
28	Full-time equated classified positions	108.5	



1	Central licensing and customer call center--		
2	FTEs	12.5	\$ 1,447,800
3	Consumer protection program--FTEs	42.0	6,970,600
4	Laboratory services--FTEs	43.0	7,650,100
5	USDA monitoring--FTEs	11.0	1,683,900
6	GROSS APPROPRIATION		\$ 17,752,400
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG from LARA (LCC), liquor quality testing		
10	fees		227,800
11	Federal revenues:		
12	EPA, multiple grants		180,600
13	HHS, multiple grants		951,900
14	USDA, multiple grants		1,685,100
15	Special revenue funds:		
16	Agriculture licensing and inspection fees		348,800
17	Dairy and food safety fund		516,900
18	Feed control fund		191,700
19	Fertilizer control fund		24,900
20	Freshwater protection fund		47,300
21	Gasoline inspection and testing fund		1,415,700
22	Grain dealers fee fund		7,900
23	Industrial hemp licensing and registration fund		319,000
24	Migratory labor housing fund		29,400
25	Refined petroleum fund		3,396,700
26	Testing fees		353,900
27	Weights and measures regulation fees		737,700
28	State general fund/general purpose		\$ 7,317,100



1	Sec. 109. AGRICULTURE DEVELOPMENT		
2	Full-time equated classified positions	22.0	
3	Agriculture development--FTEs	13.0	\$ 4,752,700
4	Fair food network - double up food bucks		900,000
5	Food and agriculture investment program		2,470,600
6	Michigan craft beverage council--FTEs	3.0	936,600
7	Producer security/grain dealers--FTEs	5.0	747,000
8	Rural development fund grant program--FTE	1.0	2,004,800
9	GROSS APPROPRIATION		\$ 11,811,700
10	Appropriated from:		
11	Federal revenues:		
12	USDA, multiple grants		2,630,800
13	Special revenue funds:		
14	Private - commodity group revenue		50,000
15	Agriculture licensing and inspection fees		5,100
16	Grain dealers fee fund		699,700
17	Industry support funds		223,600
18	Michigan craft beverage council fund		891,200
19	Rural development fund		2,004,800
20	State general fund/general purpose		\$ 5,306,500
21	Sec. 110. FAIRS AND EXPOSITIONS		
22	County fairs, shows, and expositions		\$ 500,000
23	Fairs and racing		258,600
24	Licensed tracks - light horse racing		40,300
25	Light horse racing - breeders' awards		20,000
26	Purses and supplements - fairs/licensed tracks		708,300
27	Standardbred breeders' awards		345,900



1	Standardbred purses and supplements - licensed		
2	tracks		671,800
3	Standardbred sire stakes		275,000
4	Thoroughbred breeders' awards		368,600
5	Thoroughbred sire stakes		378,800
6	Thoroughbred supplements - licensed tracks		601,900
7	GROSS APPROPRIATION	\$	4,169,200
8	Appropriated from:		
9	Special revenue funds:		
10	Agriculture equine industry development fund		3,669,200
11	State general fund/general purpose	\$	500,000
12	Sec. 111. ONE-TIME ONLY APPROPRIATIONS		
13	Conservation reserve enhancement program	\$	4,400,000
14	GROSS APPROPRIATION	\$	4,400,000
15	Appropriated from:		
16	Special revenue funds:		
17	State general fund/general purpose	\$	4,400,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR

GENERAL SECTIONS

22 Sec. 201. Pursuant to section 30 of article IX of the
23 state constitution of 1963, total state spending from state
24 sources under part 1 for fiscal year 2020-2021 is
25 \$107,769,800.00 and state spending from state sources to be
26 paid to local units of government for fiscal year 2020-2021
27 is \$8,800,000.00. The itemized statement below identifies
28 appropriations from which spending to local units of
29 government will occur:



1	DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT		
2	Agriculture preservation easement grants	\$	1,900,000
3	Environmental stewardship/MAEAP		4,100,000
4	Qualified forest program		1,400,000
5	Rural development fund grant program		1,400,000
6	TOTAL	\$	8,800,000

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

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

11 (a) "Department" means the department of agriculture and
12 rural development.

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

14 (c) "Fiscal agencies" means the Michigan house fiscal
15 agency and the Michigan senate fiscal agency.

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

17 (e) "IDG" means interdepartmental grant.

18 (f) "MAEAP" means the Michigan agriculture environmental
19 assurance program.

20 (g) "MDEGLE" means the Michigan department of
21 environment, Great Lakes, and energy.

22 (h) "Subcommittees" means all members of the
23 subcommittees of the house and senate appropriations
24 committees with jurisdiction over the budget for the
25 department.

26 (i) "TB" means tuberculosis.

27 (j) "USDA" means the United States Department of
28 Agriculture.

29 Sec. 204. (1) The departments and agencies receiving



1 appropriations in part 1 shall use the internet to fulfill
2 the reporting requirements of this part. This requirement
3 shall include transmission of reports via electronic mail to
4 the recipients identified for each reporting requirement, and
5 shall include placement of reports on an internet site.

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

9 Sec. 205. Funds appropriated in part 1 shall not be used
10 for the purchase of foreign goods or services, or both, if
11 competitively priced and of comparable quality American goods
12 or services, or both, are available. Preference shall be
13 given to goods or services, or both, manufactured or provided
14 by Michigan businesses, if they are competitively priced and
15 of comparable quality. In addition, preference shall be given
16 to goods or services, or both, that are manufactured or
17 provided by Michigan businesses owned and operated by
18 veterans, if they are competitively priced and of comparable
19 quality.

20 Sec. 206. The director shall take all reasonable steps
21 to ensure businesses in deprived and depressed communities
22 compete for and perform contracts to provide services or
23 supplies, or both. Each director shall strongly encourage
24 firms with which the department contracts to subcontract with
25 certified businesses in depressed and deprived communities
26 for services or supplies, or both.

27 Sec. 207. The departments and agencies receiving
28 appropriations in part 1 shall prepare a report on out-of-
29 state travel expenses not later than January 1 of each year.



1 The travel report shall be a listing of all travel by
2 classified and unclassified employees outside this state in
3 the immediately preceding fiscal year that was funded in
4 whole or in part with funds appropriated in the department's
5 budget. The report shall be submitted to the house and senate
6 appropriations committees, the house and senate fiscal
7 agencies, and the state budget director. The report shall
8 include the following information:

9 (a) The dates of each travel occurrence.

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

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

23 Sec. 209. Not later than November 30, the state budget
24 office shall prepare and transmit a report that provides for
25 estimates of the total general fund/general purpose
26 appropriation lapses at the close of the prior fiscal year.
27 This report shall summarize the projected year-end general
28 fund/general purpose appropriation lapses by major
29 departmental program or program areas. The report shall be



1 transmitted to the chairpersons of the senate and house of
2 representatives standing committees on appropriations and the
3 senate and house fiscal agencies.

4 Sec. 210. (1) In addition to the funds appropriated in
5 part 1, there is appropriated an amount not to exceed
6 \$3,000,000.00 for federal contingency funds. These funds are
7 not available for expenditure until they have been
8 transferred to another line item in part 1 under section
9 393(2) of the management and budget act, 1984 PA 431, MCL
10 18.1393.

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

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

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

29 Sec. 211. The department shall cooperate with the



1 department of technology, management, and budget to maintain
2 a searchable website accessible by the public at no cost that
3 includes, but is not limited to, all of the following for
4 each department or agency:

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

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

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

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

13 (e) Job specifications and wage rates.

14 Sec. 212. Within 14 days after the release of the
15 executive budget recommendation, the department shall
16 cooperate with the state budget office to provide the senate
17 and house appropriations chairs, the subcommittees,
18 respectively, and the senate and house fiscal agencies with
19 an annual report on estimated state restricted fund balances,
20 state restricted fund projected revenues, and state
21 restricted fund expenditures for the fiscal years ending
22 September 30, 2020 and September 30, 2021.

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

27 Sec. 214. Total authorized appropriations from all
28 sources under part 1 for legacy costs for the fiscal year
29 ending September 30, 2021 is \$13,605,700.00. From this



1 amount, total agency appropriations for pension-related
2 legacy costs are estimated at \$6,528,200.00. Total agency
3 appropriations for retiree health care legacy costs are
4 estimated at \$7,077,500.00.

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

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

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

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

23 (2) By April 1 of the current fiscal year and
24 semiannually thereafter, the department shall report to the
25 senate and house appropriations committees, the senate and
26 house appropriations subcommittees on the department budget,
27 and the senate and house fiscal agencies the following
28 information:

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



1 in 2020.

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

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

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

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

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

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

26 Sec. 220. The department shall report no later than
27 April 1 on each specific policy change made to implement a
28 public act affecting the department that took effect during
29 the prior calendar year to the senate and house



1 appropriations committees, the senate and house subcommittees
2 on agriculture and rural development, the joint committee on
3 administrative rules, and the senate and house fiscal
4 agencies.

5

6 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

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

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

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

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

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

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

29 (3) The department shall notify the subcommittees, the



1 fiscal agencies, and the state budget office 30 days prior to
 2 proposing changes in fees authorized under this section or
 3 under section 5 of 1915 PA 91, MCL 285.35.

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

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

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

27

28 **FOOD AND DAIRY**

29 Sec. 401. (1) The department shall report on the



1 previous fiscal year's activities of the food and dairy
2 division. The report shall include information on activities
3 and outcomes of the dairy safety and inspection program, the
4 food safety inspection program, the foodborne illness and
5 emergency response program, and the food service program.

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

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

14

15 **ANIMAL INDUSTRY**

16 Sec. 451. From the funds appropriated in part 1 for
17 bovine TB, the department shall pay for all whole herd
18 testing costs and individual animal testing costs in the
19 modified accredited zone to maintain split-state status
20 requirements. These costs include indemnity and compensation
21 for injury causing death or downer to animals.

22 Sec. 452. (1) The department shall report on the
23 previous calendar year's activities of the animal industry
24 division. The report shall be transmitted to the
25 subcommittees, the fiscal agencies, and the state budget
26 office and posted to the department's website on or before
27 April 1 of each year.

28 (2) The department shall include in the report all
29 indemnification payments for livestock depredation made in



1 the previous calendar year and shall include all of the
2 following:

- 3 (a) The reason for the indemnification.
4 (b) The amount of the indemnification.
5 (c) The person for whom the indemnification was paid.

6 Sec. 454. The department shall use its resources to
7 collaborate with the USDA to monitor bovine TB, consistent
8 with the April 2019 memoranda of understanding between the
9 department and the USDA.

10 Sec. 457. (1) On or before October 15, 2020, the
11 department shall provide to the subcommittees, the fiscal
12 agencies, and the state budget office a report on bovine TB
13 status and department activities.

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



1 should be aware of that will promote or hinder efforts to
2 achieve bovine TB-free status for this state.

3 Sec. 458. From the funds appropriated in part 1 for
4 Michigan animal agriculture alliance, the department shall
5 work with animal industry representatives and state research
6 universities to establish an animal research grant program.

7

8 **PESTICIDE AND PLANT PEST MANAGEMENT**

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

15

16 **ENVIRONMENTAL STEWARDSHIP**

17 Sec. 601. The funds appropriated in part 1 for
18 environmental stewardship/MAEAP shall be used to support
19 department agriculture pollution prevention programs,
20 including groundwater and freshwater protection programs
21 under part 87 of the natural resources and environmental
22 protection act, 1994 PA 451, MCL 324.8701 to 324.8717, and
23 technical assistance in implementing conservation grants
24 available under the federal farm bill of 2014 and the federal
25 farm bill of 2018.

26 Sec. 602. The department shall report on the previous
27 calendar year's activities of the environmental stewardship
28 division. The report shall be transmitted to the
29 subcommittees, the fiscal agencies, and the state budget



1 office and posted to the department's website on or before
2 April 1 of each year.

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

10 Sec. 608. (1) The appropriations in part 1 for the
11 qualified forest program are for the purpose of increasing
12 the knowledge of nonindustrial private forestland owners of
13 sound forest management practices and increasing the amount
14 of commercial timber production from those lands.

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

20

21 **LABORATORY PROGRAM**

22 Sec. 651. The department shall report on the previous
23 calendar year's activities of the laboratory division. The
24 report shall be transmitted to the subcommittees, the fiscal
25 agencies, and the state budget office and posted to the
26 department's website on or before April 1 of each year.

27

28 **AGRICULTURE DEVELOPMENT**

29 Sec. 701. (1) From the funds appropriated in part 1 for



1 the food and agriculture investment program, the department
2 shall establish and administer a food and agriculture
3 investment program.

4 (2) The food and agriculture investment program shall
5 expand the Michigan food and agriculture sector, grow
6 Michigan exports, promote the development of value-added
7 agricultural production, food hubs, food incubators, and
8 community-based processing facilities, and the expansion of farm
9 markets and urban agriculture, including promotion of hoop
10 houses, and increase food processing activities within the
11 state by accelerating projects and infrastructure development
12 that support growth in the food and agriculture processing
13 industry.

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

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

28 (5) The department shall include in the agriculture
29 development annual report a report on the food and



1 agriculture investment program for the previous fiscal year
2 that includes a listing of the grantees, award amounts, match
3 funding, project locations, and project outcomes.

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

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

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

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

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

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

28 (8) The department may expend money from the funds
29 appropriated in part 1 for the food and agriculture



1 investment program, including all of the following
2 activities:

- 3 (a) Grants.
- 4 (b) Loans or loan guarantees.
- 5 (c) Infrastructure development.
- 6 (d) Other economic assistance.
- 7 (e) Program administration.
- 8 (f) Export assistance.
- 9 (g) The department shall expend no more than 5% from the
10 funds appropriated in part 1 for the food and agriculture
11 investment program for administrative purposes.

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

19 Sec. 703. (1) The department shall work with the
20 department of health and human services to do all of the
21 following:

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

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



1 up food bucks program, including information that explains
2 that when program recipients spend up to \$20.00 at
3 participating farmer's markets and grocery stores, the
4 recipient can receive an additional \$20.00 to buy Michigan
5 produce.

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

10 (3) On or before June 1, 2021, the department shall
11 submit a report on activities and outcomes of the double up
12 food bucks program to the subcommittees and the fiscal
13 agencies. The report shall contain all of the following:

14 (a) Counties in this state with participating double up
15 food bucks vendors, the number of vendors by county, and the
16 name and location of vendors, as of May 1, 2020.

17 (b) Counties in this state with participating double up
18 food bucks vendors, the number of vendors by county, and the
19 name of location of vendors, as of May 1, 2021. The report
20 shall highlight counties and vendors added to the program
21 since May 1, 2020.

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

24 (d) A breakdown of program participation by county and
25 by day of week.

26 (4) The report required under subsection (3) shall also
27 include a discussion of program evaluation criteria, as well
28 as recommendation of a reporting metric for tracking health
29 outcomes of program participants.



1 Sec. 706. (1) The department shall report on the
2 previous calendar year's activities of the agriculture
3 development division. The report shall be transmitted to the
4 subcommittees, the fiscal agencies, and the state budget
5 office and posted to the department's website on or before
6 April 1 of each year.

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

9 (a) The name of the grantee.

10 (b) The amount of the grant.

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

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

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

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

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

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

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

28
29 **FAIRS AND EXPOSITIONS**



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

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

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

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

14 (c) Any remaining funds collected through September 30,
15 2021, after the obligations in subdivisions (a) and (b) have
16 been met, shall be prorated equally among the supplements,
17 breeders' awards, and sire stakes awards to eligible race
18 meeting licensees in accordance with section 20 of the horse
19 racing law of 1995, 1995 PA 279, MCL 431.320.

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

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

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

29 (2) The department shall award grants on a competitive



1 basis to county fairs or other organizations from the funds
2 appropriated in part 1 for county fairs, shows, and
3 expositions grants. Grantees will be required to provide a
4 50% cash match with grant awards and identify measurable
5 project outcomes. A county fair organization that received a
6 county fair capital improvement grant in the prior fiscal
7 year shall not receive a grant from the appropriation in part
8 1.

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

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

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

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

27 (7) The unexpended portion of the county fairs, shows,
28 and expositions grants is considered a work project
29 appropriation in accordance with section 451a of the



1 management and budget act, 1984 PA 431, MCL 18.1451a. The
2 following apply to the project:

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

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

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

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

13 (8) The department shall provide a year-end report on
14 the county fairs, shows, and expositions grants no later than
15 December 1, 2021 to the subcommittees, the fiscal agencies,
16 and the state budget director that includes a listing of the
17 grantees, award amounts, match funding, and project outcomes.

18

19 **ONE-TIME BASIS ONLY APPROPRIATIONS**

20 Sec. 901. The unexpended funds appropriated in part 1
21 for the conservation reserve enhancement program are
22 designated as a work project appropriation, and any
23 unencumbered or unallotted funds shall not lapse at the end
24 of the fiscal year and shall be available for expenditures
25 under this section until the projects have been completed.
26 The following is in compliance with section 451a(1) of the
27 management and budget act, 1984 PA 431, MCL 18.1451a:

28 (a) The purpose of the project is to promote the
29 adoption of best practices on agricultural lands in order to



1 address algal blooms in the western Lake Erie basin, as well
2 as reducing nonpoint source pollution in the Saginaw Bay,
3 River Raisin, and Lake Macatawa watersheds.

4 (b) The project will be accomplished by the federal
5 government, conservation districts in the state, and Michigan
6 farmers.

7 (c) The estimated cost of this project is \$4,400,000.00.

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

10

11

ARTICLE 2

12

DEPARTMENT OF CORRECTIONS

13

PART 1

14

LINE-ITEM APPROPRIATIONS

15

Sec. 101. There is appropriated for the department of
16 corrections for the fiscal year ending September 30, 2021,
17 from the following funds:

18

DEPARTMENT OF CORRECTIONS

19

APPROPRIATION SUMMARY

20

Full-time equated unclassified positions 16.0

21

Full-time equated classified positions 13,686.8

22

GROSS APPROPRIATION \$ 2,060,788,400

23

Interdepartmental grant revenues:

24

Total interdepartmental grants and

25

intradepartmental transfers 0

26

ADJUSTED GROSS APPROPRIATION \$ 2,060,788,400

27

Federal revenues:

28

Total federal revenues 196,370,900



1	Special revenue funds:		
2	Total local revenues		9,680,600
3	Total private revenues		0
4	Total other state restricted revenues		45,478,500
5	State general fund/general purpose		\$ 1,809,258,400
6	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
7	SUPPORT		
8	Full-time equated unclassified positions	16.0	
9	Full-time equated classified positions	329.0	
10	Unclassified salaries--FTEs	16.0	\$ 1,971,300
11	Administrative hearings officers		3,200,300
12	Budget and operations administration--FTEs	241.0	34,669,500
13	Compensatory buyout and union leave bank		100
14	County jail reimbursement program		14,814,600
15	Employee wellness programming--FTEs	6.0	1,190,600
16	Equipment and special maintenance		1,559,700
17	Executive direction--FTEs	21.0	4,575,800
18	Judicial data warehouse user fees		50,600
19	New custody staff training		13,850,100
20	Prison industries operations--FTEs	61.0	10,137,300
21	Property management		2,455,100
22	Prosecutorial and detainer expenses		4,801,000
23	Sheriffs' coordinating and training office		100,000
24	Worker's compensation		9,714,400
25	GROSS APPROPRIATION		\$ 103,090,400
26	Appropriated from:		
27	Federal revenues:		
28	DOJ, prison rape elimination act grant		674,700



1	Special revenue funds:		
2	Correctional industries revolving fund		10,137,300
3	Correctional industries revolving fund 110		721,600
4	Jail reimbursement program fund		5,900,000
5	Local corrections officer training fund		100,000
6	Program and special equipment fund		100
7	State general fund/general purpose	\$	85,556,700
8	Sec. 103. OFFENDER SUCCESS ADMINISTRATION		
9	Full-time equated classified positions	340.4	
10	Community corrections comprehensive plans and		
11	services		\$ 13,198,100
12	Education/skilled trades/career readiness		
13	programs--FTEs	263.4	38,687,000
14	Enhanced food technology program--FTEs	12.0	1,750,000
15	Goodwill flip the script		1,250,000
16	Offender success community partners		14,500,000
17	Offender success federal grants		751,000
18	Offender success programming		16,772,800
19	Offender success services--FTEs	65.0	17,880,600
20	Public safety initiative		4,000,000
21	Residential probation diversions		16,575,500
22	GROSS APPROPRIATION	\$	125,365,000
23	Appropriated from:		
24	Federal revenues:		
25	Coronavirus relief fund		302,500
26	DOJ, prisoner reintegration		751,000
27	Federal education funding		1,579,900
28	Special revenue funds:		



1	Program and special equipment fund		14,326,000
2	State general fund/general purpose	\$	108,405,600
3	Sec. 104. FIELD OPERATIONS ADMINISTRATION		
4	Full-time equated classified positions	1,874.5	
5	Criminal justice reinvestment		\$ 3,748,400
6	Field operations--FTEs	1,843.5	222,516,700
7	Parole board operations--FTEs	31.0	3,887,900
8	Parole/probation services		940,000
9	Residential alternative to prison program		1,500,000
10	GROSS APPROPRIATION	\$	232,593,000
11	Appropriated from:		
12	Federal revenues:		
13	Coronavirus relief fund		62,400
14	Special revenue funds:		
15	Local - community tether program reimbursement		275,000
16	Reentry center offender reimbursements		10,000
17	Supervision fees		6,630,500
18	Supervision fees set-aside		940,000
19	State general fund/general purpose	\$	224,675,100
20	Sec. 105. CORRECTIONAL FACILITIES		
21	ADMINISTRATION		
22	Full-time equated classified positions	670.0	
23	Central records--FTEs	43.0	\$ 4,821,000
24	Correctional facilities administration--FTEs	37.0	6,624,300
25	Housing inmates in federal institutions		511,000
26	Inmate housing fund		100
27	Inmate legal services		290,900
28	Leased beds and alternatives to leased beds		100



1	Prison food service--FTEs	346.0	72,211,100
2	Prison store operations--FTEs	33.0	3,411,300
3	Public works program		1,000,000
4	Transportation--FTEs	211.0	30,993,600
5	GROSS APPROPRIATION		\$ 119,863,400
6	Appropriated from:		
7	Federal revenues:		
8	Coronavirus relief fund		5,130,200
9	DOJ-BOP, federal prisoner reimbursement		411,000
10	SSA-SSI, incentive payment		272,000
11	Special revenue funds:		
12	Correctional industries revolving fund 110		592,800
13	Public works user fees		1,000,000
14	Resident stores		3,411,300
15	State general fund/general purpose		\$ 109,046,100
16	Sec. 106. HEALTH CARE		
17	Full-time equated classified positions	1,469.3	
18	Clinical complexes--FTEs	1,033.3	\$ 149,096,900
19	Health care administration--FTEs	17.0	3,477,600
20	Healthy Michigan plan administration--FTEs	12.0	998,900
21	Hepatitis C treatment		8,810,700
22	Interdepartmental grant to health and human		
23	services, eligibility specialists		120,200
24	Mental health and substance abuse treatment		
25	services--FTEs	407.0	52,410,700
26	Prisoner health care services		94,793,600
27	Vaccination program		691,200
28	GROSS APPROPRIATION		\$ 310,399,800



1	Appropriated from:		
2	Federal revenues:		
3	Coronavirus relief fund		28,396,500
4	DOJ, Office of Justice Programs, RSAT		250,200
5	Federal revenues and reimbursements		397,300
6	Special revenue funds:		
7	Prisoner health care copayments		257,200
8	State general fund/general purpose	\$	281,098,600
9	Sec. 107. CORRECTIONAL FACILITIES		
10	Full-time equated classified positions	9,003.6	
11	Alger Correctional Facility - Munising--FTEs	259.0	\$ 32,147,800
12	Baraga Correctional Facility - Baraga--FTEs	295.8	38,293,600
13	Bellamy Creek Correctional Facility - Ionia--		
14	FTEs	392.2	47,064,600
15	Carson City Correctional Facility - Carson		
16	City--FTEs	421.4	51,524,800
17	Central Michigan Correctional Facility - St.		
18	Louis--FTEs	386.6	48,832,400
19	Charles E. Egeler Correctional Facility -		
20	Jackson--FTEs	386.6	48,325,300
21	Chippewa Correctional Facility - Kincheloe--		
22	FTEs	443.6	54,332,400
23	Cooper Street Correctional Facility - Jackson--		
24	FTEs	254.6	31,163,600
25	Detroit Detention Center--FTEs	69.1	9,405,600
26	Detroit Reentry Center--FTEs	237.9	8,714,700
27	Earnest C. Brooks Correctional Facility -		
28	Muskegon--FTEs	248.2	32,092,300



1	G. Robert Cotton Correctional Facility -		
2	Jackson--FTEs	395.0	47,914,500
3	Gus Harrison Correctional Facility - Adrian--		
4	FTEs	443.6	53,099,400
5	Ionia Correctional Facility - Ionia--FTEs	288.3	36,446,100
6	Kinross Correctional Facility - Kincheloe--FTEs	258.6	34,651,600
7	Lakeland Correctional Facility - Coldwater--		
8	FTEs	275.4	34,983,600
9	Macomb Correctional Facility - New Haven--FTEs	292.8	36,921,000
10	Marquette Branch Prison - Marquette--FTEs	319.7	40,083,300
11	Michigan Reformatory - Ionia--FTEs	319.8	37,738,600
12	Muskegon Correctional Facility - Muskegon--FTEs	207.0	27,793,300
13	Newberry Correctional Facility - Newberry--FTEs	198.1	25,754,600
14	Oaks Correctional Facility - Eastlake--FTEs	289.4	36,985,500
15	Parnall Correctional Facility - Jackson--FTEs	266.1	31,046,400
16	Richard A. Handlon Correctional Facility -		
17	Ionia--FTEs	255.7	32,734,500
18	Saginaw Correctional Facility - Freeland--FTEs	276.9	35,349,600
19	Special Alternative Incarceration Program -		
20	Cassidy Lake--FTEs	38.0	6,452,400
21	St. Louis Correctional Facility - St. Louis--		
22	FTEs	306.6	40,087,200
23	Thumb Correctional Facility - Lapeer--FTEs	283.6	35,716,400
24	Womens Huron Valley Correctional Complex -		
25	Ypsilanti--FTEs	505.1	63,278,200
26	Woodland Correctional Facility - Whitmore Lake-		
27	-FTEs	277.9	37,696,900



1	Northern region administration and support--		
2	FTEs	43.0	4,501,700
3	Southern region administration and support--		
4	FTEs	68.0	22,160,700
5	GROSS APPROPRIATION		\$ 1,123,292,600
6	Appropriated from:		
7	Federal revenues:		
8	Coronavirus relief fund		157,108,400
9	DOJ, state criminal assistance program		1,034,800
10	Special revenue funds:		
11	Local revenues		9,405,600
12	State restricted fees, revenues, and		
13	reimbursements		102,100
14	State general fund/general purpose		\$ 955,641,700
15	Sec. 108. INFORMATION TECHNOLOGY		
16	Information technology services and projects	\$	31,184,200
17	GROSS APPROPRIATION	\$	31,184,200
18	Appropriated from:		
19	Special revenue funds:		
20	Correctional industries revolving fund 110		182,000
21	Program and special equipment fund		452,800
22	Supervision fees set-aside		714,800
23	State general fund/general purpose	\$	29,834,600
24	Sec. 109. ONE-TIME APPROPRIATIONS		
25	John Does v MDOC settlement agreement	\$	15,000,000
26	GROSS APPROPRIATION	\$	15,000,000
27	Appropriated from:		
28	State general fund/general purpose	\$	15,000,000



1 PART 2
 2 PROVISIONS CONCERNING APPROPRIATIONS
 3 FOR FISCAL YEAR 2020-2021

4 **GENERAL SECTIONS**

5 Sec. 201. Pursuant to section 30 of article IX of the
 6 state constitution of 1963, total state spending from state
 7 sources under part 1 for fiscal year 2020-2021 is
 8 \$1,932,586,900.00 and state spending from state sources to be
 9 paid to local units of government for fiscal year 2020-2021
 10 is \$123,330,800.00. The itemized statement below identifies
 11 appropriations from which spending to local units of
 12 government will occur:

13 DEPARTMENT OF CORRECTIONS	
14 County jail reimbursement program	\$ 14,814,600
15 Community corrections comprehensive plans and 16 services	13,198,100
17 Field Operations	68,441,500
18 Leased beds and alternatives to leased beds	100
19 Public safety initiative	4,000,000
20 Prosecutorial and detainer expenses	4,801,000
21 Residential alternative to prison program	1,500,000
22 Residential probation diversions	16,575,500
23 TOTAL	\$ 123,330,800

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

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

28 (a) "Administrative segregation" means confinement for
 29 maintenance of order or discipline to a cell or room apart



1 from accommodations provided for inmates who are
2 participating in programs of the facility.

3 (b) "Cost per prisoner" means the sum total of the funds
4 appropriated under part 1 for the following, divided by the
5 projected prisoner population in fiscal year 2020-2021:

6 (i) New custody staff training.

7 (ii) Education/skilled trades/career readiness programs.

8 (iii) Offender success programming.

9 (iv) Central records.

10 (v) Correctional facilities administration.

11 (vi) Inmate legal services.

12 (vii) Prison food service.

13 (viii) Prison store operations.

14 (ix) Transportation.

15 (x) Clinical complexes.

16 (xi) Hepatitis C treatment.

17 (xii) Mental health and substance abuse treatment
18 services.

19 (xiii) Prisoner health care services.

20 (xiv) Vaccination program.

21 (xv) Correctional facilities.

22 (xvi) Northern and southern region administration and
23 support.

24 (c) "Department" or "MDOC" means the Michigan department
25 of corrections.

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

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

28 (f) "EPIC program" means the department's effective



1 process improvement and communications program.

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

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

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

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

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

17 (l) "MDHHS" means the Michigan department of health and
18 human services.

19 (m) "Medicaid benefit" means a benefit paid or payable
20 under a program for medical assistance under the social
21 welfare act, 1939 PA 280, MCL 400.1 to 400.119b.

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

29 (o) "OCC" means the office of community corrections.



1 (p) "Offender eligibility criteria" means particular
2 criminal violations, state felony sentencing guidelines
3 descriptors, and offender characteristics developed by
4 advisory boards and approved by local units of government
5 that identify the offenders suitable for community
6 corrections programs funded through the office of community
7 corrections.

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

15 (r) "Offender target populations" means felons or
16 misdemeanants who would likely be sentenced to imprisonment
17 in a state correctional facility or jail, who would not
18 likely increase the risk to the public safety based on an
19 objective risk and needs assessment that indicates that the
20 offender can be safely treated and supervised in the
21 community.

22 (s) "Offender who would likely be sentenced to
23 imprisonment" means either of the following:

24 (i) A felon or misdemeanant who receives a sentencing
25 disposition that appears to be in place of incarceration in a
26 state correctional facility or jail, according to historical
27 local sentencing patterns.

28 (ii) A currently incarcerated felon or misdemeanant who
29 is granted early release from incarceration to a community



1 corrections program or who is granted early release from
2 incarceration as a result of a community corrections program.

3 (t) "Programmatic success" means that the department
4 program or initiative has ensured that the offender has
5 accomplished all of the following:

6 (i) Obtained employment, has enrolled or participated in
7 a program of education or job training, or has investigated
8 all bona fide employment opportunities.

9 (ii) Obtained housing.

10 (iii) Obtained a state identification card.

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

13 (v) "RSAT" means residential substance abuse treatment.

14 (w) "Serious emotional disturbance" means that term as
15 defined in section 100d(2) of the mental health code, 1974 PA
16 258, MCL 330.1100d.

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

20 (y) "SSA" means the United States Social Security
21 Administration.

22 (z) "SSA-SSI" means SSA supplemental security income.

23 Sec. 204. The department shall use the internet to
24 fulfill the reporting requirements of this part. This
25 requirement shall include transmission of reports via
26 electronic mail to the recipients identified for each
27 reporting requirement and it shall include placement of
28 reports on an internet site.

29 Sec. 205. Funds appropriated in part 1 shall not be used



1 for the purchase of foreign goods or services, or both, if
2 competitively priced and of comparable quality American goods
3 or services, or both, are available. Preference shall be
4 given to goods or services, or both, manufactured or provided
5 by Michigan businesses, if they are competitively priced and
6 of comparable quality. In addition, preference shall be given
7 to goods or services, or both, that are manufactured or
8 provided by Michigan businesses owned and operated by
9 veterans, if they are competitively priced and of comparable
10 quality.

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

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

27 (a) The dates of each travel occurrence.

28 (b) The total transportation and related costs of each
29 travel occurrence, including the proportion funded with state



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

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

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

21 Sec. 210. In addition to the funds appropriated in part
22 1, there is appropriated an amount not to exceed
23 \$2,500,000.00 for federal contingency funds. These funds are
24 not available for expenditure until they have been
25 transferred to another line item in part 1 under section
26 393(2) of the management and budget act, 1984 PA 431, MCL
27 18.1393.

28 Sec. 211. The department shall cooperate with the
29 department of technology, management, and budget to maintain



1 a searchable website accessible by the public at no cost that
2 includes, but is not limited to, all of the following for the
3 department:

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

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

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

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

12 (e) Job specifications and wage rates.

13 Sec. 212. Within 14 days after the release of the
14 executive budget recommendation, the department shall
15 cooperate with the state budget office to provide the
16 chairpersons of the senate and house appropriations
17 committees, the chairpersons of the senate and house
18 appropriations subcommittees on corrections, and the senate
19 and house fiscal agencies with an annual report on estimated
20 state restricted fund balances, state restricted fund
21 projected revenues, and state restricted fund expenditures
22 for the prior 2 fiscal years.

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

27 Sec. 214. Total authorized appropriations from all
28 sources under part 1 for legacy costs for the fiscal year
29 ending September 30, 2021 are estimated at \$325,994,500.00.



1 From this amount, total department appropriations for
2 pension-related legacy costs are estimated at
3 \$156,416,200.00. Total department appropriations for retiree
4 health care legacy costs are estimated at \$169,578,300.00.

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

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

24 (a) A comparison by line item of the number of full-time
25 equated positions authorized from funds appropriated in part
26 1 to the actual number of full-time equated positions
27 employed by the department at the end of the reporting
28 period.

29 (b) A detailed accounting of all vacant positions that



1 exist within the department.

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

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

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

9 (2) By April 1 of the current fiscal year and
10 semiannually thereafter, the department shall report to the
11 senate and house appropriations committees, the senate and
12 house appropriations subcommittees on corrections, the senate
13 and house fiscal agencies, the legislative corrections
14 ombudsman, and the state budget office, the following
15 information:

16 (a) Number of employees that were engaged in remote work
17 in 2020.

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

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

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

24 (3) As used in this section, "vacant position" means any
25 position that has not been filled at any time during the past
26 12 calendar months.

27 Sec. 217. Any coronavirus relief funds appropriated in
28 part 1 for which expenditures have not been incurred as of
29 December 30, 2020 are unappropriated and immediately



1 reappropriated for deposit into the unemployment compensation
2 fund established under section 26 of the Michigan employment
3 security act, 1936 (Ex Sess) PA 1, MCL 421.26, to support
4 costs incurred from March 1, 2020 through December 30, 2020
5 due to the COVID-19 public health emergency.

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

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

20 (2) Revenues appropriated and collected for program and
21 special equipment funds shall be considered state restricted
22 revenue. Funding shall be used for prisoner programming,
23 special equipment, and security projects. Unexpended funds
24 remaining at the close of the fiscal year shall not lapse to
25 the general fund but shall be carried forward and be
26 available for appropriation in subsequent fiscal years.

27 (3) The department shall submit a report to the senate
28 and house appropriations subcommittees on corrections, the
29 senate and house fiscal agencies, the legislative corrections



1 ombudsman, and the state budget office by February 1
2 outlining revenues and expenditures from program and special
3 equipment funds. The report shall include all of the
4 following:

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

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

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

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

26 Sec. 221. The department shall receive and retain copies
27 of all reports funded from appropriations in part 1. Federal
28 and state guidelines for short-term and long-term retention
29 of records shall be followed. The department may



1 electronically retain copies of reports unless otherwise
2 required by federal and state guidelines.

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

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

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

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

22 Sec. 248. At the May 2021 consensus revenue estimating
23 conference, the senate and house fiscal agencies and the
24 state budget director, or state treasurer, shall establish a
25 projected prisoner population for fiscal year 2021-2022, and
26 a projected number of available beds based on the population
27 projection.

28

29 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**



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

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

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

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

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



1 (2) The department shall establish a staff recruitment
2 and retention advisory board that is similar to the wellness
3 program advisory board. At a minimum, the staff recruitment
4 and retention advisory board shall consist of representatives
5 from the department's human resources section, the
6 department's legal department, department-affiliated unions
7 selected by the union, and the department's nonexclusively
8 represented employees. The board shall meet quarterly and
9 serve to assist the department with shaping and enhancing
10 effectiveness of staff recruiting and retention strategies.
11 The department shall submit a status report by April 1 on the
12 creation of the board and the board's initial plans to the
13 senate and house appropriations subcommittees on corrections,
14 the senate and house committees on oversight, the senate and
15 house fiscal agencies, the legislative corrections ombudsman,
16 and the state budget office.

17 Sec. 303. From the funds appropriated in part 1, the
18 department shall submit a report by March 1 on the number of
19 employee departures to the senate and house appropriations
20 subcommittees on corrections, the senate and house committees
21 on oversight, the senate and house fiscal agencies, the
22 legislative corrections ombudsman, and the state budget
23 office. The report must include the number of corrections
24 officers that departed from employment at a state
25 correctional facility in the immediately preceding fiscal
26 year and the number of years they worked for the department.
27 The report shall include a chart that shows the normal
28 distribution of employee departures in these positions based
29 on years of service. Years of service shall be grouped into



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

11 Sec. 304. The department shall maintain a staff savings
12 initiative program in conjunction with the EPIC program for
13 employees to submit suggestions for efficiencies for the
14 department. The department shall consider each suggestion in
15 a timely manner. By March 1, the department shall report to
16 the senate and house appropriations subcommittees on
17 corrections, the senate and house fiscal agencies, the
18 legislative corrections ombudsman, and the state budget
19 office on process improvements that were implemented based on
20 suggestions that were recommended for implementation from the
21 staff savings initiative and EPIC programs.

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

29 Sec. 306. Funds included in part 1 for the sheriffs'



1 coordinating and training office are appropriated for and may
2 be expended to defray costs of continuing education,
3 certification, recertification, decertification, and training
4 of local corrections officers, the personnel and
5 administrative costs of the sheriffs' coordinating and
6 training office, the local corrections officers advisory
7 board, and the sheriffs' coordinating and training council
8 under the local corrections officers training act, 2003 PA
9 125, MCL 791.531 to 791.546.

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

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

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

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

25 Sec. 308. The department shall provide for the training
26 of all custody staff in effective and safe ways of handling
27 prisoners with mental illness and referring prisoners to
28 mental health treatment programs. Mental health awareness
29 training shall be incorporated into the training of new



1 custody staff.

2 Sec. 309. The department shall issue a report for all
3 correctional facilities to the senate and house
4 appropriations subcommittees on corrections, the senate and
5 house fiscal agencies, the legislative corrections ombudsman,
6 and the state budget office by January 1 setting forth the
7 following information for each facility: its name, street
8 address, and date of construction; its current maintenance
9 costs; any maintenance planned; its current utility costs;
10 its expected future capital improvement costs; the current
11 unspent balance of any authorized capital outlay projects,
12 including the original authorized amount; and its expected
13 future useful life. For facilities closed prior to November
14 1, 2018, the report shall include a list of costs associated
15 with maintenance and upkeep of closed facilities, by
16 facility, and estimated costs of demolition of closed
17 facilities.

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

29 Sec. 311. By December 1, the department shall provide a



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

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

16 (2) From the funds appropriated in part 1 for employee
17 wellness programming, \$50,000.00 shall be used to conduct a
18 comprehensive follow-up study to the initial study that was
19 conducted in fiscal year 2019, of the prevalence of post-
20 traumatic stress and other psychological issues among
21 department staff that are exacerbated by the corrections
22 environment and exposure to highly stressful situations.

23 (3) By September 30, the department shall submit a
24 report on the results of the study and on programs the
25 department has established, the level of employee
26 involvement, and expenditures made by the department for
27 employee wellness programming. The department shall submit
28 the report to the senate and house appropriations
29 subcommittees on corrections, the senate and house committees



1 on oversight, the senate and house fiscal agencies, the
2 legislative corrections ombudsman, and the state budget
3 office.

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

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

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

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

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

22 Sec. 314. From the funds appropriated in part 1, the
23 department shall submit a monthly report on the number of
24 overtime hours worked by all custody staff, by facility. The
25 report shall include for each facility, the number of
26 mandatory overtime hours worked, the number of voluntary
27 overtime hours worked, the reasons for overtime hours worked,
28 and the average number of overtime hours worked by active
29 employees. The report shall be submitted to the senate and



1 house appropriations subcommittees on corrections, the senate
2 and house committees on oversight, the senate and house
3 fiscal agencies, the legislative corrections ombudsman, and
4 the state budget office.

5 Sec. 315. From the funds appropriated in part 1, the
6 department shall conduct a survey of all corrections
7 officers, at every correctional facility, on whether the
8 officers want to have 12-hour shifts implemented. The
9 department shall submit a report by March 1 to the senate and
10 house appropriations subcommittees on corrections, the senate
11 and house fiscal agencies, the legislative corrections
12 ombudsman, and the state budget office on the results of the
13 survey. The report shall include, but not be limited to, the
14 number of officers surveyed by facility and the number of yes
15 and no votes.

16 Sec. 316. From the funds appropriated in part 1 for new
17 custody staff training, the department shall target training
18 at hiring a minimum of 700 corrections officers to address
19 higher than normal attrition of correction officers and to
20 decrease overtime costs.

21 Sec. 317. (1) From the funds appropriated in part 1, the
22 department shall submit a status report by November 1 on the
23 new corrections officer training academy to the senate and
24 house appropriations subcommittees on corrections, the senate
25 and house fiscal agencies, the legislative corrections
26 ombudsman, and the state budget office. The report shall
27 include, but not be limited to, a listing of all of the
28 structures, amenities of those structures, and expenditure
29 data associated with the structures and amenities.



1 (2) It is the intent of the legislature that the new
2 training academy have classrooms, administrative offices, a
3 gymnasium, a cafeteria, lodging facilities, an outdoor
4 training area, a memorial area for staff who have lost their
5 lives in the line of duty, and a firearm range. If the
6 academy does not have all of those amenities, the department
7 shall include in the report the projected costs of adding
8 each amenity that is not currently available on-site.

9 (3) The department shall name the training academy site.
10 As part of this naming process, the department shall solicit
11 site name ideas from department staff.

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

25

26 **OFFENDER SUCCESS ADMINISTRATION**

27 Sec. 401. The department shall submit 3-year and 5-year
28 prison population projection updates concurrent with
29 submission of the executive budget recommendation to the



1 senate and house appropriations subcommittees on corrections,
2 the senate and house fiscal agencies, the legislative
3 corrections ombudsman, and the state budget office. The
4 report shall include explanations of the methodology and
5 assumptions used in developing the projection updates.

6 Sec. 402. By March 1, the department shall provide a
7 report on offender success expenditures and allocations to
8 the senate and house appropriations subcommittees on
9 corrections, the senate and house fiscal agencies, the
10 legislative corrections ombudsman, and the state budget
11 office. At a minimum, the report shall include information on
12 both of the following:

13 (a) Details on prior-year expenditures, including
14 amounts spent on each project funded, itemized by service
15 provided and service provider.

16 (b) Allocations and planned expenditures for each
17 project funded and for each project to be funded, itemized by
18 service to be provided and service provider. The department
19 shall provide an amended report quarterly, if any revisions
20 to allocations or planned expenditures occurred during that
21 quarter.

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

28 Sec. 404. From the funds appropriated in part 1 for
29 offender success services, the department, when reasonably



1 possible, shall ensure that inmates have potential employer
2 matches in the communities to which they will return prior to
3 each inmate's initial parole hearing.

4 Sec. 405. By March 1, the department shall report to the
5 senate and house appropriations subcommittees on corrections,
6 the senate and house fiscal agencies, the legislative
7 corrections ombudsman, and the state budget office on
8 expenditures for substance abuse testing and treatment
9 services, substance abuse testing and treatment program
10 objectives, outcome measures, and results, including program
11 impact on offender success and programmatic success.

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

17 Sec. 408. The department shall measure the recidivism
18 rates of offenders.

19 Sec. 409. (1) The department shall engage with the
20 department of labor and economic opportunity and local
21 entities to design services and shall use appropriations
22 provided in part 1 for offender success and vocational
23 education programs. The department shall ensure that the
24 collaboration provides relevant professional development
25 opportunities to prisoners to ensure that the programs are
26 high quality, demand driven, locally receptive, and
27 responsive to the needs of communities where the prisoners
28 are expected to reside after their release from correctional
29 facilities. The programs shall begin upon the intake of the



1 prisoner into a department facility.

2 (2) The department shall continue to offer workforce
3 development programming through the entire duration of the
4 prisoner's incarceration to encourage employment upon
5 release.

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

12 Sec. 410. (1) The funds included in part 1 for community
13 corrections comprehensive plans and services are to encourage
14 the development through technical assistance grants,
15 implementation, and operation of community corrections
16 programs that enhance offender success and that also may
17 serve as an alternative to incarceration in a state facility
18 or jail. The comprehensive corrections plans shall include an
19 explanation of how the public safety will be maintained, the
20 goals for the local jurisdiction, offender target populations
21 intended to be affected, offender eligibility criteria for
22 purposes outlined in the plan, and how the plans will meet
23 the following objectives, consistent with section 8(4) of the
24 community corrections act, 1988 PA 511, MCL 791.408:

25 (a) Reduce admissions to prison of offenders who would
26 likely be sentenced to imprisonment, including probation
27 violators.

28 (b) Improve the appropriate utilization of jail
29 facilities, the first priority of which is to open jail beds



1 intended to house otherwise prison-bound felons, and the
2 second priority being to appropriately utilize jail beds so
3 that jail crowding does not occur.

4 (c) Open jail beds through the increase of pretrial
5 release options.

6 (d) Reduce the readmission to prison of parole
7 violators.

8 (e) Reduce the admission or readmission to prison of
9 offenders, including probation violators and parole
10 violators, for substance abuse violations.

11 (f) Contribute to offender success.

12 (2) The award of community corrections comprehensive
13 plans and residential services funds shall be based on
14 criteria that include, but are not limited to, the prison
15 commitment rate by category of offenders, trends in prison
16 commitment rates and jail utilization, historical trends in
17 community corrections program capacity and program
18 utilization, and the projected impact and outcome of annual
19 policies and procedures of programs on offender success,
20 prison commitment rates, and jail utilization.

21 (3) Funds awarded for residential services in part 1
22 shall provide for a per diem reimbursement of not more than
23 \$55.50.

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



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

3 Sec. 411. The comprehensive corrections plans shall also
4 include, where appropriate, descriptive information on the
5 full range of sanctions and services that are available and
6 utilized within the local jurisdiction and an explanation of
7 how jail beds, residential services, the special alternative
8 incarceration program, probation detention centers, the
9 electronic monitoring program for probationers, and treatment
10 and rehabilitative services will be utilized to support the
11 objectives and priorities of the comprehensive corrections
12 plans and the purposes and priorities of section 8(4) of the
13 community corrections act, 1988 PA 511, MCL 791.408, that
14 contribute to the success of offenders. The plans shall also
15 include, where appropriate, provisions that detail how the
16 local communities plan to respond to sentencing guidelines
17 found in chapter XVII of the code of criminal procedure, 1927
18 PA 175, MCL 777.1 to 777.69, and use the county jail
19 reimbursement program under section 414 of this part. The
20 state community corrections board shall encourage local
21 community corrections advisory boards to include in their
22 comprehensive corrections plans strategies to collaborate
23 with local alcohol and drug treatment agencies of the MDHHS
24 for the provision of alcohol and drug screening, assessment,
25 case management planning, and delivery of treatment to
26 alcohol- and drug-involved offenders.

27 Sec. 412. (1) The department shall submit to the senate
28 and house appropriations subcommittees on corrections, the
29 senate and house fiscal agencies, the legislative corrections



1 ombudsman, and the state budget office the following
2 information for each county and counties consolidated for
3 comprehensive corrections plans:

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

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

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

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

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

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

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

27 Sec. 413. (1) From the funds appropriated in part 1 for
28 public safety initiative, the law enforcement agency of the
29 county receiving the funding under part 1 shall report a



1 detailed listing of expenditures made for the prior three
2 fiscal years. The report must be submitted by February 1 to
3 the senate and house of representatives appropriations
4 subcommittees on corrections, the senate and house fiscal
5 agencies, the legislative corrections ombudsman, and the
6 state budget office and must include the purpose for which
7 the expenditures were made, the amounts of expenditures by
8 purpose, specific services that were provided, and number of
9 individuals served.

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

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

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

26 (a) The felon's sentencing guidelines recommended range
27 upper limit is more than 18 months, the felon's sentencing
28 guidelines recommended range lower limit is 12 months or
29 less, the felon's prior record variable score is 35 or more



1 points, and the felon's sentence is not for commission of a
2 crime in crime class G or crime class H or a nonperson crime
3 in crime class F under chapter XVII of the code of criminal
4 procedure, 1927 PA 175, MCL 777.1 to 777.69.

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

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

13 (3) State reimbursement under this section shall be
14 \$65.00 per diem per diverted offender for offenders with a
15 presumptive prison guideline score, \$55.00 per diem per
16 diverted offender for offenders with a straddle cell
17 guideline for a group 1 crime, and \$40.00 per diem per
18 diverted offender for offenders with a straddle cell
19 guideline for a group 2 crime. Reimbursements shall be paid
20 for sentences up to a 1-year total.

21 (4) As used in this section:

22 (a) "Group 1 crime" means a crime in 1 or more of the
23 following offense categories: arson, assault, assaultive
24 other, burglary, criminal sexual conduct, homicide or
25 resulting in death, other sex offenses, robbery, and weapon
26 possession as determined by the department based on specific
27 crimes for which counties received reimbursement under the
28 county jail reimbursement program in fiscal year 2007 and
29 fiscal year 2008, and listed in the county jail reimbursement



1 program document titled "FY 2007 and FY 2008 Group One Crimes
2 Reimbursed", dated March 31, 2009.

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

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

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

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



1 (7) Any county that enacts or enforces any law,
2 ordinance, policy, or rule that limits or prohibits a peace
3 officer or local official, officer, or employee from
4 communicating or cooperating with appropriate federal
5 officials concerning the immigration status of an individual
6 in this state is not eligible to receive reimbursement from
7 funds appropriated in part 1 to house in jails certain felons
8 who otherwise would have been sentenced to prison.

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

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

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

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

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

23 (e) The total amount paid to counties under each of the
24 3 categories: presumptive prison, group 1 crime, and group 2
25 crime in subsection (3).

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

29 (g) The estimated cost of housing inmates sentenced to



1 the custody of the sheriff and eligible for the county jail
2 reimbursement program as inmates of a state prison.

3 Sec. 417. (1) By March 1, the department shall report to
4 the senate and house appropriations subcommittees on
5 corrections, the senate and house fiscal agencies, the
6 legislative corrections ombudsman, and the state budget
7 office on both of the following programs from the previous
8 fiscal year:

9 (a) The drunk driver jail reduction and community
10 treatment program.

11 (b) Any new initiatives to control prison population
12 growth funded or proposed to be funded under part 1.

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

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

20 (b) Expenditures by location.

21 (c) The impact on jail utilization.

22 (d) The impact on prison admissions.

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

25 Sec. 418. (1) The department shall collaborate with the
26 state court administrative office on facilitating changes to
27 Michigan court rules that would require the court to collect
28 at the time of sentencing the state operator's license, state
29 identification card, or other documentation used to establish



1 the identity of the individual to be admitted to the
2 department. The department shall maintain those documents in
3 the prisoner's personal file.

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

11 (3) The department shall collaborate with the department
12 of military and veterans affairs to create and maintain a
13 process by which prisoners can obtain a copy of their DD Form
14 214 or other military discharge documentation if necessary.

15 Sec. 419. (1) The department shall provide weekly
16 electronic mail reports to the senate and house
17 appropriations subcommittees on corrections, the senate and
18 house fiscal agencies, the legislative corrections ombudsman,
19 and the state budget office on prisoner populations by
20 security levels by facility, prison facility capacities, and
21 parolee and probationer populations.

22 (2) The department shall provide monthly electronic mail
23 reports to the senate and house appropriations subcommittees
24 on corrections, the senate and house fiscal agencies, the
25 legislative corrections ombudsman, and the state budget
26 office. The reports shall include information on end-of-month
27 prisoner populations in county jails, the net operating
28 capacity according to the most recent certification report,
29 identified by date, the number of beds in currently closed



1 housing units by facility, and end-of-month data, year-to-
2 date data, and comparisons to the prior year for the
3 following:

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

6 (b) Parole populations.

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

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

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

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

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

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

27 Sec. 422. On a quarterly basis, the department shall
28 issue a report to the senate and house appropriations
29 subcommittees on corrections, the senate and house fiscal



1 agencies, the legislative corrections ombudsman, and the
2 state budget office, for the previous 4 quarters detailing
3 the outcomes of prisoners who have been reviewed for parole.
4 The report shall include all of the following:

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

6 (b) How many prisoners were granted parole.

7 (c) How many prisoners were denied parole.

8 (d) How many parole decisions were deferred.

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

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

16 (g) The reason for denying or deferring parole.

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

21 Sec. 425. (1) From the funds appropriated in part 1 for
22 offender success programming, \$1,000,000.00 shall be used by
23 the department to establish medication-assisted treatment
24 offender success pilot programs to provide prerelease
25 treatment and postrelease referral for opioid-addicted and
26 alcohol-addicted offenders who voluntarily participate in the
27 medication-assisted treatment offender success pilot
28 programs. The department shall collaborate with residential
29 and nonresidential substance abuse treatment providers and



1 with community-based clinics to provide postrelease
2 treatment. The programs shall employ a multifaceted approach
3 to treatment, including a long-acting nonaddictive medication
4 approved by the Food and Drug Administration for the
5 treatment of opioid and alcohol dependence, counseling, and
6 postrelease referral to community-based providers.

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

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

25 (4) The department shall submit a report by September 30
26 to the senate and house appropriations subcommittees on
27 corrections, the senate and house fiscal agencies, the
28 legislative corrections ombudsman, and the state budget
29 office on the number of offenders who received injections



1 upon release, the number of offenders who received injections
2 and tested positive for drugs or alcohol, the number of
3 offenders who received injections in the community for a
4 duration of at least 3 months, and the number of offenders
5 who received injections and were subsequently returned to
6 prison.

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

15 Sec. 437. (1) Funds appropriated in part 1 for Goodwill
16 Flip the Script shall be distributed to a Michigan-chartered
17 501(c)(3) nonprofit corporation operating in a county with
18 greater than 1,500,000 people for administration and
19 expansion of a program that serves a population of
20 individuals aged 16 to 39. The program shall target those who
21 are entering the criminal justice system for the first or
22 second time and shall assist those individuals through the
23 following program types:

24 (a) Alternative sentencing programs in partnership with
25 a local district or circuit court.

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

28 (c) Career development and continuing education for
29 women.



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

9
10 **FIELD OPERATIONS ADMINISTRATION**

11 Sec. 602. It is the intent of the legislature that the
12 department not extend any contracts for electronic monitoring
13 devices. When the current contract ends, a complete review of
14 all providers and technology must be conducted to determine
15 the efficacy.

16 Sec. 603. (1) Included in the appropriation in part 1 is
17 adequate funding to implement the curfew monitoring program
18 to be administered by the department. The curfew monitoring
19 program is intended to provide sentencing judges and county
20 sheriffs in coordination with local community corrections
21 advisory boards access to the state's curfew monitoring
22 program to reduce prison admissions and improve local jail
23 utilization. The department shall determine the appropriate
24 distribution of the curfew monitor units throughout the state
25 based upon locally developed comprehensive corrections plans
26 under the community corrections act, 1988 PA 511, MCL 791.401
27 to 791.414.

28 (2) For a fee determined by the department, the
29 department shall provide counties with the curfew monitor



1 equipment, replacement parts, administrative oversight of the
2 equipment's operation, notification of violators, and
3 periodic reports regarding county program participants.
4 Counties are responsible for curfew monitor equipment
5 installation and service. For an additional fee as determined
6 by the department, the department shall provide staff to
7 install and service the equipment. Counties are responsible
8 for the coordination and apprehension of program violators.

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

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

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



1 classes on job retention. Programming and support services
2 should begin before release and continue after release from
3 the county jail. To be eligible for funding, an organization
4 must show at least 2 years' worth of data that demonstrate
5 program success.

6 Sec. 605. From the funds appropriated in part 1 for
7 criminal justice reinvestment, the department shall allocate
8 \$250,000.00 to conduct a request for proposal for a vendor to
9 provide evidence-based mentoring, employment soft skills
10 training, and job placement assistance. The selected vendor
11 must demonstrate the ability to train individuals in
12 mediation and conflict resolution. The selected vendor must
13 provide evidence-based practices and community collaboration
14 for offenders that are released from prison. The department
15 shall issue a request for proposal no later than February 1
16 to acquire these services, with an awarded contract start
17 date no later than May 1.

18 Sec. 611. The department shall prepare by March 1
19 individual reports for the residential reentry program, the
20 electronic monitoring program, and the special alternative to
21 incarceration program. The reports shall be submitted to the
22 senate and house appropriations subcommittees on corrections,
23 the senate and house fiscal agencies, the legislative
24 corrections ombudsman, and the state budget office. Each
25 program's report shall include information on all of the
26 following:

27 (a) Monthly new participants by type of offender.
28 Residential reentry program participants shall be categorized
29 by reason for placement. For technical rule violators, the



1 report shall sort offenders by length of time since release
2 from prison, by the most recent violation, and by the number
3 of violations occurring since release from prison.

4 (b) Monthly participant unsuccessful terminations,
5 including cause.

6 (c) Number of successful terminations.

7 (d) End month population by facility/program.

8 (e) Average length of placement.

9 (f) Return to prison statistics.

10 (g) Description of each program location or locations,
11 capacity, and staffing.

12 (h) Sentencing guideline scores and actual sentence
13 statistics for participants, if applicable.

14 (i) Comparison with prior year statistics.

15 (j) Analysis of the impact on prison admissions and jail
16 utilization and the cost effectiveness of the program.

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

29 (2) By April 1, the department shall provide a report to



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

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

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

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

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

29 (e) The unduplicated number of offenders who



1 participated in substance abuse treatment programs, mental
2 health treatment programs, or both, while in prison, itemized
3 by diagnosis.

4 Sec. 613. When the department is determining where to
5 place a parolee with chronic technical violations, the
6 department shall give priority to placing a parolee in an
7 intensive detention program that offers specific programming
8 to address the behavioral needs of the parolee, and that
9 works on a plan with the parolee to ensure that once the
10 parolee is released he or she can remain in the community and
11 successfully complete his or her parole.

12 Sec. 615. (1) The department shall submit a report
13 detailing the number of prisoners who have received life
14 imprisonment sentences with the possibility of parole and who
15 are currently eligible for parole to the senate and house
16 appropriations subcommittees on corrections, the senate and
17 house fiscal agencies, the legislative corrections ombudsman,
18 and the state budget office by April 30.

19 (2) The report shall include the following information
20 on parolable lifers who have served more than 25 years:
21 prisoner name, MDOC identification number, prefix, offense
22 for which life term is being served, county of conviction,
23 age at time offense was committed, current age, race, gender,
24 true security classification, dates of parole board file
25 reviews, dates of parole board interviews, parole guideline
26 scores, and reason for decision not to release.

27 Sec. 617. From the funds appropriated in part 1 for the
28 residential alternative to prison program, the department
29 shall provide vocational, educational, and cognitive



1 programming in a secure environment to enhance existing
2 alternative sentencing options, increase employment readiness
3 and successful placement rates, and reduce new criminal
4 behavior for the west Michigan probation violator population.
5 The department shall measure and set the following metric
6 goals:

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

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

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

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

18

19 **HEALTH CARE**

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



1 expenditures from accounts. Reports shall include a breakdown
2 of all payments to the integrated care provider and to other
3 providers itemized by physical health care, mental health
4 care, pharmaceutical, and durable medical equipment
5 expenditures.

6 (2) By April 1, the department shall provide the senate
7 and house appropriations subcommittees on corrections, the
8 senate and house fiscal agencies, the legislative corrections
9 ombudsman, and the state budget office with a report on
10 pharmaceutical prescribing practices, including a detailed
11 accounting of expenditures on antipsychotic medications, and
12 any changes that have been made to the prescription drug
13 formularies.

14 Sec. 803. (1) The department shall assure that all
15 prisoners, upon any health care treatment, are given the
16 opportunity to sign a release of information form designating
17 a family member or other individual to whom the department
18 shall release records information regarding a prisoner. A
19 release of information form signed by a prisoner shall remain
20 in effect for 1 year, and the prisoner may elect to withdraw
21 or amend the release form at any time.

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

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

28 Sec. 804. The department shall report quarterly to the
29 senate and house appropriations subcommittees on corrections,



1 the senate and house fiscal agencies, the legislative
2 corrections ombudsman, and the state budget office on
3 prisoner health care utilization. The report shall include
4 the number of inpatient hospital days, outpatient visits,
5 emergency room visits, and prisoners receiving off-site
6 inpatient medical care in the previous quarter, by facility.

7 Sec. 807. The funds appropriated in part 1 for Hepatitis
8 C treatment shall be used only to purchase specialty
9 medication for Hepatitis C treatment in the prison
10 population. In addition to the above appropriation, any
11 rebates received from the medications used shall be used only
12 to purchase specialty medication for Hepatitis C treatment.
13 On a quarterly basis, the department shall issue a report to
14 the senate and house appropriations subcommittees on
15 corrections, the senate and house fiscal agencies, the
16 legislative corrections ombudsman, and the state budget
17 office, showing for the previous 4 quarters the total amount
18 spent on specialty medication for the treatment of Hepatitis
19 C, the number of prisoners that were treated, the amount of
20 any rebates that were received from the purchase of specialty
21 medication, and what outstanding rebates are expected to be
22 received.

23 Sec. 812. (1) The department shall provide the
24 department of health and human services with a monthly list
25 of prisoners newly committed to the department of
26 corrections. The department and the department of health and
27 human services shall enter into an interagency agreement
28 under which the department of health and human services
29 provides the department of corrections with monthly lists of



1 newly committed prisoners who are eligible for Medicaid
2 benefits in order to maintain the process by which Medicaid
3 benefits are suspended rather than terminated. The department
4 shall assist prisoners who may be eligible for Medicaid
5 benefits after release from prison with the Medicaid
6 enrollment process prior to release from prison.

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

12

13 **CORRECTIONAL FACILITIES ADMINISTRATION**

14 Sec. 901. From the funds appropriated in part 1 for the
15 enhanced food technology program, the department shall expand
16 the existing food technology education program to at least
17 700 inmates annually. A participant in the food technology
18 program shall complete 408 hours of on-the-job training in a
19 prison kitchen as a part of the program.

20 Sec. 902. (1) From the funds appropriated in part 1, the
21 department shall notify the senate and house appropriations
22 subcommittees on corrections, the senate and house fiscal
23 agencies, the legislative corrections ombudsman, and the
24 state budget office of the department's plans to eliminate
25 programming for prisoners. Notice shall be provided at least
26 1 month prior to program elimination.

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



1 Sec. 903. From the funds appropriated in part 1 for
2 prison food service, the department shall report biannually
3 to the senate and house appropriations subcommittees on
4 corrections, the senate and house fiscal agencies, the
5 legislative corrections ombudsman, and the state budget
6 office on the following:

7 (a) Average per-meal cost for prisoner food service.
8 Per-meal cost shall include all costs directly related to the
9 provision of food for the prisoner population, and shall
10 include, but not be limited to, actual food costs, total
11 compensation for all food service workers, including benefits
12 and legacy costs, and inspection and compliance costs for
13 food service.

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

16 (c) Major sanitation violations.

17 Sec. 904. The department shall calculate the cost per
18 prisoner/per day for each security custody level. This
19 calculation shall include all actual direct and indirect
20 costs for the previous fiscal year, including, but not
21 limited to, the value of services provided to the department
22 by other state agencies and the allocation of statewide
23 legacy costs. To calculate the cost per prisoner/per day, the
24 department shall divide these direct and indirect costs by
25 the average daily population for each custody level. For
26 multilevel facilities, the indirect costs that cannot be
27 accurately allocated to each custody level can be included in
28 the calculation on a per-prisoner basis for each facility. A
29 report summarizing these calculations and the direct and



1 indirect costs included in them shall be submitted to the
2 senate and house appropriations subcommittees on corrections,
3 the senate and house fiscal agencies, the legislative
4 corrections ombudsman, and the state budget office not later
5 than December 15.

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

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

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

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

29 (c) The steps the department has undertaken to improve



1 programs, track records, accommodate transfers and prisoners
2 with health care needs, and reduce waiting lists.

3 (d) The number of prisoners paroled without a high
4 school diploma and the number of prisoners paroled without a
5 high school equivalency.

6 (e) An explanation of the value and purpose of each
7 program, for example, to improve employability, reduce
8 recidivism, reduce prisoner idleness, or some combination of
9 these and other factors.

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

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

16 Sec. 908. From the funds appropriated in part 1, the
17 department may establish a pilot online high school diploma
18 and career certificate program to serve up to 400 inmates
19 through a provider that offers career-based online high
20 school diplomas designed to prepare adult inmates for
21 transition into the workplace. If a bid is awarded, the
22 department shall provide an initial report no later than June
23 1 on the progress of the inmates in the online high school
24 diploma and career certificate program to the senate and
25 house subcommittees on corrections, the senate and house
26 fiscal agencies, the legislative corrections ombudsman, and
27 the state budget office.

28 Sec. 910. The department shall allow the Michigan
29 Braille transcribing fund program to operate at designated



1 locations. The donations by the Michigan Braille transcribing
2 fund at the G. Robert Cotton Correctional Facility in Jackson
3 and the Womens Huron Valley Correctional Facility in
4 Ypsilanti are acknowledged and appreciated. The department
5 shall continue to encourage the Michigan Braille transcribing
6 fund program to produce high-quality materials for use by the
7 visually impaired.

8 Sec. 911. By March 1, the department shall report to the
9 senate and house appropriations subcommittees on corrections,
10 the senate and house fiscal agencies, the legislative
11 corrections ombudsman, and the state budget office the number
12 of critical incidents occurring each month by type and the
13 number and severity of assaults, escape attempts, suicides,
14 and attempted suicides occurring each month at each facility
15 during the immediately preceding calendar year.

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

24 Sec. 913. (1) From the funds appropriated in part 1, the
25 department shall focus on providing required programming to
26 prisoners who are past their earliest release date because of
27 not having received the required programming. Programming
28 includes, but is not limited to, violence prevention
29 programming, assaultive offender programming, sexual offender



1 programming, substance abuse treatment programming, thinking
2 for a change programming, and any other programming that is
3 required as a condition of parole.

4 (2) It is the intent of the legislature that any
5 prisoner required to complete a violence prevention program,
6 sexual offender program, or other program as a condition of
7 parole shall be placed on a waiting list for the appropriate
8 programming upon entrance to prison and transferred to a
9 facility where that program is available in order to
10 accomplish timely completion of that program prior to the
11 expiration of his or her minimum sentence and eligibility for
12 parole. Nothing in this section should be deemed to make
13 parole denial appealable in court.

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

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

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

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



1 Sec. 920. If a female prisoner consents to a visitor
2 being present, the department shall allow that 1 person to be
3 present during the prisoner's labor and delivery. The person
4 allowed to accompany the prisoner must be an immediate family
5 member, legal guardian, spouse, or domestic partner. The
6 department is authorized to deny access to a visitor if the
7 department has a safety concern with that visitor's access.
8 The department is authorized to conduct a criminal background
9 check on a visitor.

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

27 Sec. 925. By March 1, the department shall report to the
28 senate and house appropriations subcommittees on corrections,
29 the senate and house fiscal agencies, the legislative



1 corrections ombudsman, and the state budget office on the
2 annual number of prisoners in administrative segregation
3 between October 1, 2019 and September 30, 2020, and the
4 annual number of prisoners in administrative segregation
5 between October 1, 2019 and September 30, 2020 who at any
6 time during the current or prior prison term were diagnosed
7 with serious mental illness or have a developmental disorder
8 and the number of days each of the prisoners with serious
9 mental illness or a developmental disorder have been confined
10 to administrative segregation.

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

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

23 (b) Provide appropriate placement for prisoners less
24 than 18 years of age who have serious mental illness, serious
25 emotional disturbance, or a serious developmental disorder
26 and need to be housed separately from the general population.
27 Prisoners less than 18 years of age who have serious mental
28 illness, serious emotional disturbance, or a serious
29 developmental disorder shall not be removed from an existing



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

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

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

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

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

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



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

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

12 Sec. 942. The department shall ensure that any contract
13 with a public or private party to operate a facility to house
14 state prisoners includes a provision to allow access by both
15 the office of the legislative auditor general and the office
16 of the legislative corrections ombudsman to the facility and
17 to appropriate records and documents related to the operation
18 of the facility. These access rights for both offices shall
19 be the same for the contracted facility as for a general
20 state-operated correctional facility.

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



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

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

16 Sec. 946. It is the intent of the legislature that the
17 department consult with the legislature and other appropriate
18 state agencies to develop a framework to provide investment
19 in communities that have formerly operational state
20 correctional facilities that have been closed. This framework
21 shall include plans to ensure that vacant state correctional
22 facilities do not become a nuisance or danger to the
23 community.

24

25 **MISCELLANEOUS**

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



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

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

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

27

28

ARTICLE 3

29

DEPARTMENT OF EDUCATION



PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of education for the fiscal year ending September 30, 2021, from the following funds:

DEPARTMENT OF EDUCATION**APPROPRIATION SUMMARY**

Full-time equated unclassified positions	6.0	
Full-time equated classified positions	614.5	
GROSS APPROPRIATION		\$ 451,695,700

ADJUSTED GROSS APPROPRIATIONS		451,695,700
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Federal revenues:

Total federal revenues		343,701,700
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Special revenue funds:

Total local revenues		5,872,100
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Total private revenues		2,239,300
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Total other state restricted revenues		9,815,500
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State general fund/general purpose		\$ 90,067,100
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Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT

Full-time equated unclassified positions	6.0	
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Full-time equated classified positions	11.0	
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Unclassified positions--FTE positions	6.0	\$ 910,600
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Education commission of the states		120,800
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State board of education, per diem payments		24,400
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State board/superintendent operations--FTEs	11.0	2,282,500
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GROSS APPROPRIATION		\$ 3,338,300
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Appropriated from:



1	Federal revenues:		
2	Federal revenues		250,000
3	Special revenue funds:		
4	Private foundations		28,100
5	Certification fees		809,200
6	State general fund/general purpose	\$	2,251,000
7	Sec. 103. DEPARTMENTAL ADMINISTRATION AND		
8	SUPPORT		
9	Full-time equated classified positions	47.6	
10	Central support operations--FTEs	38.6	6,073,000
11	Federal and private grants		3,000,000
12	Grant and contract operations--FTEs	9.0	2,754,200
13	Property management		3,556,100
14	Terminal leave payments		353,300
15	Training and orientation workshops		150,000
16	Worker's compensation		65,700
17	GROSS APPROPRIATION	\$	15,952,300
18	Appropriated from:		
19	Federal revenues:		
20	Federal indirect revenues		2,954,300
21	Federal revenues		6,180,700
22	Special revenue funds:		
23	Private foundations		1,000,000
24	Certification fees		575,500
25	Teacher testing fees		4,400
26	Training and orientation workshop fees		150,000
27	State general fund/general purpose	\$	5,087,400
28	Sec. 104. INFORMATION TECHNOLOGY		



1	Information technology services and projects		4,968,300
2	GROSS APPROPRIATION	\$	4,968,300
3	Appropriated from:		
4	Federal revenues:		
5	Federal indirect revenues		1,964,600
6	Federal revenues		640,200
7	Special revenue funds:		
8	Certification fees		939,400
9	State general fund/general purpose	\$	1,424,100
10	Sec. 105. SPECIAL EDUCATION SERVICES		
11	Full-time equated classified positions	47.0	
12	Special education operations--FTEs	47.0	10,813,100
13	GROSS APPROPRIATION	\$	10,813,100
14	Appropriated from:		
15	Federal revenues:		
16	Federal revenues		8,723,500
17	Special revenue funds:		
18	Private foundations		110,100
19	Certification fees		46,800
20	State general fund/general purpose	\$	1,932,700
21	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND		
22	BLIND		
23	Full-time equated classified positions	82.0	
24	Camp Tuhsmeheeta--FTE	1.0	501,100
25	Low incidence outreach program		1,000,000
26	Michigan schools for the deaf and blind		
27	operations--FTEs	81.0	13,638,500
28	Private gifts - blind		200,000



1	Private gifts - deaf		150,000
2	GROSS APPROPRIATION	\$	15,489,600
3	Appropriated from:		
4	Federal revenues:		
5	Federal revenues		7,560,300
6	Special revenue funds:		
7	Local cost sharing (schools for deaf/blind)		5,872,100
8	Gifts, bequests, and donations		851,100
9	Low incidence outreach fund		1,000,000
10	Student insurance revenue		206,100
11	State general fund/general purpose	\$	0
12	Sec. 107. EDUCATOR EXCELLENCE		
13	Full-time equated classified positions	48.0	
14	Educator excellence operations--FTEs	48.0	10,989,700
15	GROSS APPROPRIATION	\$	10,989,700
16	Federal revenues:		
17	Federal revenues		4,668,000
18	Special revenue funds:		
19	Certification fees		4,097,000
20	Teacher testing fees		198,100
21	State general fund/general purpose	\$	2,026,600
22	Sec. 108. MICHIGAN OFFICE OF GREAT START		
23	Full-time equated classified positions	66.0	
24	Child development and care contracted services		12,400,000
25	Child development and care external support		30,809,900
26	Child development and care public assistance		241,622,000
27	Head start collaboration office--FTE	1.0	319,700
28	Office of great start operations--FTEs	65.0	13,564,300



1	T.E.A.C.H. Early Childhood Michigan scholarship		
2	program		5,000,000
3	GROSS APPROPRIATION		\$ 303,715,900
4	Appropriated from:		
5	Federal revenues:		
6	Federal revenues		262,051,500
7	Special revenue funds:		
8	Private foundations		250,000
9	Certification fees		64,600
10	State general fund/general purpose		\$ 41,349,800
11	Sec. 109. SYSTEMS, EVALUATION, AND TECHNOLOGY		
12	Full-time equated classified positions	10.0	
13	Office of systems, evaluation, and technology		
14	operations--FTEs	10.0	1,987,000
15	GROSS APPROPRIATION		\$ 1,987,000
16	Appropriated from:		
17	Federal revenues:		
18	Federal indirect revenues		139,000
19	Federal revenues		983,800
20	Special revenue funds:		
21	Certification fees		10,400
22	State general fund/general purpose		\$ 853,800
23	Sec. 110. STRATEGIC PLANNING AND IMPLEMENTATION		
24	Full-time equated classified positions	6.0	
25	Strategic planning and implementation		
26	operations--FTEs	6.0	1,083,000
27	GROSS APPROPRIATION		\$ 1,083,000
28	Appropriated from:		



1	Federal revenues:		
2	Federal revenues		559,000
3	State general fund/general purpose	\$	524,000
4	Sec. 111. ADMINISTRATIVE LAW SERVICES		
5	Full-time equated classified positions	2.0	
6	Administrative law operations--FTEs	2.0	1,423,500
7	GROSS APPROPRIATION	\$	1,423,500
8	Appropriated from:		
9	Federal revenues:		
10	Federal revenues		579,700
11	Special revenue funds:		
12	Certification fees		739,900
13	State general fund/general purpose	\$	103,900
14	Sec. 112. ACCOUNTABILITY SERVICES		
15	Full-time equated classified positions	63.6	
16	Accountability services operations--FTEs	63.6	14,881,400
17	GROSS APPROPRIATION	\$	14,881,400
18	Appropriated from:		
19	Federal revenues:		
20	Federal revenues		12,705,000
21	State general fund/general purpose	\$	2,176,400
22	Sec. 113. SCHOOL SUPPORT SERVICES		
23	Full-time equated classified positions	74.6	
24	Adolescent and school health		322,900
25	School support services operations--FTEs	74.6	13,775,900
26	GROSS APPROPRIATION	\$	14,098,800
27	Appropriated from:		
28	Federal revenues:		



1	Federal revenues		12,670,500
2	Special revenue funds:		
3	Commodity distribution fees		71,700
4	State general fund/general purpose	\$	1,356,600
5	Sec. 114. EDUCATIONAL SUPPORTS		
6	Full-time equated classified positions	82.7	
7	Educational supports operations--FTEs	82.7	15,434,300
8	GROSS APPROPRIATION	\$	15,434,300
9	Appropriated from:		
10	Federal revenues:		
11	Federal revenues		11,317,800
12	Special revenue funds:		
13	Certification fees		602,400
14	State general fund/general purpose	\$	3,514,100
15	Sec. 115. CAREER AND TECHNICAL EDUCATION		
16	Full-time equated classified positions	28.0	
17	Career and technical education operations--FTEs	28.0	5,398,700
18	GROSS APPROPRIATION	\$	5,398,700
19	Appropriated from:		
20	Federal revenues:		
21	Federal revenues		4,024,200
22	State general fund/general purpose	\$	1,374,500
23	Sec. 116. LIBRARY OF MICHIGAN		
24	Full-time equated classified positions	33.0	
25	Library of Michigan operations--FTEs	31.0	4,956,400
26	Library services and technology program--FTE	1.0	5,615,100
27	Michigan eLibrary--FTE	1.0	1,729,400
28	Renaissance zone reimbursements		2,200,000



1	State aid to libraries		13,067,700
2	GROSS APPROPRIATION	\$	27,568,600
3	Appropriated from:		
4	Federal revenues:		
5	Federal revenues		5,615,100
6	Special revenue funds:		
7	Library fees		300,000
8	State general fund/general purpose	\$	21,653,500
9	Sec. 117. PARTNERSHIP DISTRICT SUPPORT		
10	Full-time equated classified positions	13.0	
11	Partnership district support operations--FTEs	13.0	3,553,200
12	GROSS APPROPRIATION	\$	3,553,200
13	Appropriated from:		
14	Federal revenues:		
15	Federal revenues		114,500
16	State general fund/general purpose	\$	3,438,700
17	Sec. 118. ONE-TIME APPROPRIATION		
18	Educare		1,000,000
19	GROSS APPROPRIATION	\$	1,000,000
20	Appropriated from:		
21	State general fund/general purpose	\$	1,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2020-2021

GENERAL SECTIONS

26 Sec. 201. Pursuant to section 30 of article IX of the
 27 state constitution of 1963, total state spending from state
 28 sources under part 1 for fiscal year 2020-2021 is
 29 \$99,882,600.00 and state spending from state sources to be



1 paid to local units of government for fiscal year 2020-2021
 2 is \$15,267,700.00. The itemized statement below identifies
 3 appropriations from which spending to local units of
 4 government will occur:

5 DEPARTMENT OF EDUCATION		
6	Renaissance zone reimbursements	\$ 2,200,000
7	State aid to libraries	13,067,700
8	TOTAL	\$ 15,267,700

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

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

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

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

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

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

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

25 Sec. 204. The departments and agencies receiving
 26 appropriations in part 1 shall use the internet to fulfill
 27 the reporting requirements of this part. This requirement
 28 shall include transmission of reports via electronic mail to
 29 the recipients identified for each reporting requirement, or



1 it shall include placement of reports on an internet site.

2 Sec. 205. Funds appropriated in part 1 shall not be used
3 for the purchase of foreign goods or services, or both, if
4 competitively priced and of comparable quality American goods
5 or services, or both, are available. Preference shall be
6 given to goods or services, or both, manufactured or provided
7 by Michigan businesses, if they are competitively priced and
8 of comparable quality. In addition, preference shall be given
9 to goods or services, or both, that are manufactured or
10 provided by Michigan businesses owned and operated by
11 veterans, if they are competitively priced and of comparable
12 quality.

13 Sec. 206. The state superintendent of public instruction
14 shall take all reasonable steps to ensure businesses in
15 deprived and depressed communities compete for and perform
16 contracts to provide services or supplies, or both. The state
17 superintendent of public instruction shall strongly encourage
18 firms with which the department contracts to subcontract with
19 certified businesses in depressed and deprived communities
20 for services, supplies, or both.

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



1 agencies, and the state budget director. The report must
2 include the following information:

3 (a) The dates of each travel occurrence.

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

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

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

27 Sec. 210. (1) In addition to the funds appropriated in
28 part 1, there is appropriated an amount not to exceed
29 \$5,000,000.00 for federal contingency funds. These funds are



1 not available for expenditure until they have been
2 transferred to another line item in part 1 under section
3 393(2) of the management and budget act, 1984 PA 431, MCL
4 18.1393.

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

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

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

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

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

29 (b) Fiscal year-to-date expenditures by appropriation



1 unit.

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

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

7 (e) Job specifications and wage rates.

8 Sec. 212. Within 14 days after the release of the
9 executive budget recommendation, the department shall
10 cooperate with the state budget office to provide the senate
11 and house appropriations chairs, the chairs of the senate and
12 house appropriations subcommittees responsible for the
13 department budget, and the senate and house fiscal agencies
14 with an annual report on estimated state restricted fund
15 balances, state restricted fund projected revenues, and state
16 restricted fund expenditures for the fiscal years ending
17 September 30, 2020 and September 30, 2021.

18 Sec. 213. From the funds appropriated in part 1, the
19 department shall maintain, on a publicly accessible website,
20 a department scorecard that identifies, tracks, and regularly
21 updates key metrics that are used to monitor and improve the
22 department's performance.

23 Sec. 214. Total authorized appropriations from all
24 sources under part 1 for legacy costs for the fiscal year
25 ending September 30, 2021 are estimated at \$14,935,200.00.
26 From this amount, total agency appropriations for pension-
27 related legacy costs are estimated at \$7,166,100.00. Total
28 agency appropriations for retiree health care legacy costs
29 are estimated at \$7,769,100.00.



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

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

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

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

19 (2) By April 1 of the current fiscal year and
20 semiannually thereafter, the department shall report to the
21 senate and house appropriations committees, the senate and
22 house appropriations subcommittees on the department budget,
23 and the senate and house fiscal agencies the following
24 information:

25 (a) Number of employees that were engaged in remote work
26 in 2020.

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



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

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

4 Sec. 217. The department may assist the department of
5 health and human services, other departments, and local
6 school districts to secure reimbursement for eligible
7 services provided in Michigan schools from the federal
8 Medicaid program. The department may submit reports of direct
9 expenses related to this effort to the department of health
10 and human services for reimbursement.

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

18 Sec. 219. From the funds appropriated in part 1, the
19 department shall ensure that kindergarten benchmark data
20 include a method for information to be provided regarding a
21 child's participation in the great start readiness program.

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

28 Sec. 221. The department shall report no later than
29 April 1 on each specific policy change made to implement a



1 public act affecting the department that took effect during
2 the prior calendar year to the senate and house
3 appropriations committees, the senate and house subcommittees
4 responsible for the department budget, the joint committee on
5 administrative rules, and the senate and house fiscal
6 agencies.

7 Sec. 222. The department shall not take disciplinary
8 action against an employee of the department or departmental
9 agency in the state classified civil service because the
10 employee communicates with a member of the legislature or his
11 or her staff, unless the communication is prohibited by law
12 and the department or departmental agency taking disciplinary
13 action is exercising its authority as provided by law.

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

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

25 Sec. 226. From the funds appropriated in part 1, the
26 department shall coordinate with the other departments to
27 streamline state services and resources, reduce duplication,
28 and increase efficiency. This includes, but is not limited
29 to, working with the department of treasury to coordinate



1 with the financial independence team and overseeing deficit
2 districts and working with the department of health and human
3 services and department of licensing and regulatory affairs
4 to coordinate with early childhood programs and overseeing
5 child care providers.

6 Sec. 228. In collaboration with the DHHS, the department
7 shall promote and support initiatives in schools and other
8 educational organizations that include, but are not limited
9 to, training for educators, teachers, and other personnel in
10 school settings for all of the following:

11 (a) Utilization of trauma-informed practices.

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

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

16 Sec. 229. The department shall not submit federal
17 accountability plans or request amendments to federal
18 accountability plans until after notification of the content
19 to both the house and senate appropriations committees, house
20 and senate fiscal agencies, and the state budget director.

21 Sec. 230. From the funds appropriated in part 1, the
22 department shall compile a report that identifies any new, or
23 lack thereof, mandates required of nonpublic schools. In
24 compiling the report, the department may consult with
25 relevant statewide education associations in Michigan. The
26 report compiled by the department shall indicate the type of
27 mandate, including, but not limited to, student health,
28 student or building safety, accountability, and educational
29 requirements, and shall indicate whether a school has to



1 report on the specified mandates. The report required under
2 this section shall be completed by April 1, 2021 and
3 transmitted to the state budget director, the house and
4 senate appropriations subcommittees responsible for the
5 department of education, and the senate and house fiscal
6 agencies not later than April 15, 2021.

7 Sec. 231. From the funds appropriated in part 1, the
8 department shall collect information from all school
9 districts, intermediate school districts, and public school
10 academies that have not adopted any policies that were
11 specified by section 12b of the child protection law, 1975 PA
12 238, MCL 722.632b, during the fiscal year ending September
13 30, 2019, or that adopted new policies specified by section
14 12b of the child protection law, 1975 PA 238, MCL 722.632b,
15 during the fiscal year ending September 30, 2020. The
16 information collected shall be reported to the house and
17 senate appropriations committees, the house and senate fiscal
18 agencies, and the state budget office. The report shall
19 include a list of each school district, intermediate school
20 district, and public school academy that has adopted each
21 policy specified by section 12b of the child protection law,
22 1975 PA 238, MCL 722.632b.

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



1 Sec. 233. (1) From the funds appropriated in part 1 for
2 educator excellence, \$100.00 shall be used to develop and
3 implement a training program to provide resources and
4 programming to pupils in grades 9 to 12 who are interested in
5 a career in teaching and who are members of groups that are
6 underrepresented in the teaching profession in this state.

7 (2) The department shall do all of the following with
8 respect to the training program developed and implemented
9 under subsection (1):

10 (a) Create a process for nomination and admission of
11 pupils to the program.

12 (b) Advertise the program.

13 (c) Invite postsecondary institutions in this state that
14 operate a teacher preparation program to participate in the
15 training program.

16 (d) Connect pupils participating in the program to
17 representatives of teacher preparation programs at
18 postsecondary institutions in this state.

19 (e) At least once, conduct conferences for pupils
20 participating in the program in locations that are
21 geographically convenient for the majority of pupils
22 attending each conference.

23 (f) Provide all available research and resources to
24 pupils and postsecondary institutions participating in the
25 training program on at least all of the following:

26 (i) Successful activities and programs for recruiting
27 and retaining pupils who are members of groups that are
28 underrepresented in the teaching profession for participation
29 in postsecondary teacher preparation programs.



1 (ii) Teacher certification.

2 (iii) Employment as a teacher.

3 Sec. 234. (1) The department shall conduct a study
4 regarding the issues of school enrollment, performance, and
5 outcomes related to college acceleration programs, including,
6 but not limited to, international baccalaureate, advanced
7 placement, dual or concurrent enrollment, early or middle
8 college high schools, and career and technical education. The
9 study shall include, but is not limited to, all of the
10 following:

11 (a) The number of students participating in each type of
12 college acceleration program by subgroup and by course
13 subject.

14 (b) The number of higher education credits associated
15 with these programs earned in each type of college
16 acceleration program in a high school setting.

17 (c) To the extent practicable, the number of credits
18 successfully transferred into Michigan higher education
19 institutions.

20 (d) The degree attainment status of students and time-
21 to-degree for students participating in each college
22 acceleration program.

23 (e) The percentage of incomplete credits or courses for
24 each college acceleration program.

25 (2) The study described in subsection (1) shall be
26 completed by the department not later than May 1, 2021. The
27 department shall provide the study described in subsection
28 (1) to the state budget director, the house and senate
29 subcommittees that oversee the department of education, and



1 the house and senate fiscal agencies by May 1, 2021.

2
3 **STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT**

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

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

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

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

15
16 **SPECIAL EDUCATION SERVICES**

17 Sec. 350. From the funds in part 1 for special education
18 operations, the department shall use \$100,000.00 to design
19 and distribute to all parents and legal guardians of a
20 student with a disability information about federal and state
21 mandates regarding the rights and protections of students
22 with disabilities, including, but not limited to,
23 individualized education programs to ensure that parents and
24 legal guardians are fully informed about laws, rules,
25 procedural safeguards, problem-solving options, and any other
26 information the department determines is necessary so that
27 parents and legal guardians may be able to provide meaningful
28 input in collaboration with districts to develop and
29 implement an individualized education program.



1 Sec. 351. From the funds appropriated in part 1 for
2 special education operations, \$1,500,000.00 is allocated to
3 an association for administrators of special education
4 services to develop content for use by special education
5 students, teachers, and others. Any content that is developed
6 shall be accessible throughout the state of Michigan. The
7 funds may be used to support the development of assessment
8 tools to measure the needs of students with special education
9 needs in remote learning environments and the effectiveness
10 of various educational methods and tools, in collaboration
11 with the department. Funds are available to identify any
12 available federal funds for research related to special
13 education in remote learning.

14

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

16 Sec. 401. The employees at the Michigan Schools for the
17 Deaf and Blind who work on a school-year basis are considered
18 annual employees for purposes of service credits, retirement,
19 and insurance benefits.

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

27 Sec. 406. (1) The Michigan Schools for the Deaf and
28 Blind may promote its residential program as a possible
29 appropriate option for children who are deaf or hard of



1 hearing or who are blind or visually impaired. The Michigan
2 Schools for the Deaf and Blind shall distribute information
3 detailing its services to all intermediate school districts
4 in this state.

5 (2) Upon knowledge of or recognition by an intermediate
6 school district that a child in the district is deaf or hard
7 of hearing or blind or visually impaired, the intermediate
8 school district shall provide to the parents of the child the
9 literature distributed by the Michigan Schools for the Deaf
10 and Blind to intermediate school districts under subsection
11 (1).

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

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

20 Sec. 408. (1) The funds appropriated in part 1 for the
21 low incidence outreach fund are appropriated from money
22 collected by the Michigan Schools for the Deaf and Blind and
23 the low incidence outreach program for providing qualified
24 services and may be used for any expenses necessary to
25 provide the qualified services. Any money that is unexpended
26 at the end of the current fiscal year may be carried forward
27 into the succeeding fiscal year.

28 (2) As used in this section, "qualified services" means
29 document reproduction and services; conducting conferences,



1 workshops, and training classes; and providing specialized
2 equipment, facilities, and software.

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

11

12 **EDUCATOR EXCELLENCE**

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

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

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



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

9
10 **SCHOOL SUPPORT SERVICES**

11 Sec. 601. From the funds appropriated in part 1 for
12 adolescent and school health, there is appropriated
13 \$322,900.00 to replace federal funding reductions from the
14 HHS - Centers for Disease Control and Prevention to the
15 department and section 39a(2)(a) of the state school aid act
16 of 1979, 1979 PA 94, MCL 388.1639a.

17
18 **EDUCATIONAL SUPPORTS**

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

29 (2) The report described in subsection (1) shall



1 include, at a minimum:

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

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

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

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

17 (3) The department shall provide the report described in
18 subsection (1) to the state budget director, the house and
19 senate subcommittees that oversee the department of education
20 and school aid budgets, and the house and senate fiscal
21 agencies by September 30, 2021.

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

27

28 **LIBRARY OF MICHIGAN**

29 Sec. 801. (1) The funds appropriated in part 1 for



1 library fees are appropriated from money collected by the
2 Library of Michigan for providing qualified services and may
3 be used for any expenses necessary to provide the qualified
4 services. Any money that is unexpended at the end of the
5 current fiscal year may be carried forward into the
6 succeeding fiscal year.

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

11 Sec. 804. (1) The funds appropriated in part 1 for
12 renaissance zone reimbursements shall be used to reimburse
13 public libraries under section 12 of the Michigan renaissance
14 zone act, 1996 PA 376, MCL 125.2692, for taxes levied in
15 2020. The allocations shall be made not later than 60 days
16 after the department of treasury certifies to the department
17 and to the state budget director that the department of
18 treasury has received all necessary information to properly
19 determine the amounts due to each eligible recipient.

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

24

25 **MICHIGAN OFFICE OF GREAT START**

26 Sec. 1002. The department shall ensure that the final
27 child development and care provider reimbursement rates are
28 published on the department and Great Start to Quality
29 webpages.



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

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

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

13 (c) The grant recipients.

14 (d) The activities funded by each grant.

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

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

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

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

29 (b) Providers that are seeking to increase their great



1 start to quality star rating and are only restricted from
2 receiving the increased rating because they lack employees
3 with the proper education level.

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

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

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

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

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

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

27 (2) The progress reports shall be sent to the state
28 budget director, the house and senate subcommittees that
29 oversee the department of education, and the house and senate



1 fiscal agencies by April 1, 2021 and September 30, 2021.

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

10 Sec. 1009. From the funds appropriated in part 1 for
11 child development and care public assistance, the income
12 entrance eligibility threshold for the child development and
13 care program is set to 130% of the federal poverty guidelines
14 from October 1 to December 31 of the fiscal year. From
15 January 1 to September 30 of the fiscal year, the income
16 entrance eligibility threshold for the child development and
17 care program is set to 150% of the federal poverty
18 guidelines.

19 Sec. 1010. Within 10 days of the receipt of changes to
20 the federal child care and development program, the
21 department shall notify the house and senate chairpersons of
22 the appropriations subcommittees responsible for the
23 department budget, the house and senate fiscal agencies, and
24 the state budget director. The notification shall include,
25 but is not limited to:

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

29 (b) Changes to the amount of child care and development



1 block grant that is awarded to this state.

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

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

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

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

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

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

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



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ONE-TIME APPROPRIATIONS

Sec. 1101. From the funds appropriated in part 1 for Educare, \$1,000,000.00 shall be awarded by the department to an early childhood collaborative that serves students located in a county with a population of not less than 400,000 or more than 500,000 according to the most recent federal decennial census. The funds shall be used to continue the expansion of early childhood services because of a drinking water declaration of emergency.

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, 2021, 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	1,418.0	
GROSS APPROPRIATION		\$ 511,359,200
Total interdepartmental grants and intradepartmental transfers		3,337,700
ADJUSTED GROSS APPROPRIATIONS		\$ 508,021,500
Federal revenues:		

1	Total federal revenues		171,973,000
2	Special revenue funds:		
3	Total local revenues		0
4	Total private revenues		1,412,800
5	Total other state restricted revenues		275,191,800
6	State general fund/general purpose	\$	59,443,900
7	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
8	SUPPORT		
9	Full-time equated unclassified positions	6.0	
10	Full-time equated classified positions	106.0	
11	Unclassified salaries--FTE positions	6.0	\$ 828,600
12	Accounting service center		1,470,100
13	Administrative hearings officers		913,800
14	Environmental investigations--FTEs	12.0	2,554,900
15	Environmental support--FTEs	56.0	8,421,200
16	Environmental support projects		5,000,000
17	Executive direction--FTEs	14.0	2,385,000
18	Facilities management		1,000,000
19	Financial support--FTEs	24.0	3,489,500
20	Property management		8,557,900
21	GROSS APPROPRIATION	\$	34,621,000
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of state police		86,900
25	IDG from state transportation department		122,100
26	Federal revenues:		
27	Federal funds		604,700
28	Special revenue funds:		



1	Private funds	750,500
2	Air emissions fees	986,700
3	Aquatic nuisance control fund	87,500
4	Campground fund	29,100
5	Cleanup and redevelopment fund	2,206,600
6	Electronic waste recycling fund	42,400
7	Environmental education fund	196,300
8	Environmental pollution prevention fund	587,400
9	Fees and collections	25,000
10	Financial instruments	8,814,300
11	Great Lakes protection fund	47,900
12	Groundwater discharge permit fees	143,500
13	Infrastructure construction fund	5,300
14	Laboratory services fees	579,000
15	Land and water permit fees	224,000
16	Medical waste emergency response fund	42,400
17	Metallic mining surveillance fee revenue	10,500
18	Mineral well regulatory fee revenue	10,500
19	Nonferrous metallic mineral surveillance	50,700
20	NPDES fees	408,000
21	Oil and gas regulatory fund	829,200
22	Orphan well fund	98,200
23	Public swimming pool fund	58,500
24	Public utility assessments	685,700
25	Public water supply fees	430,300
26	Refined petroleum fund	3,554,200
27	Renew Michigan fund	3,090,300
28	Sand extraction fee revenue	10,500



1	Scrap tire regulatory fund		235,000
2	Septage waste program fund		47,900
3	Sewage sludge land application fee		79,700
4	Soil erosion and sedimentation control training		
5	fund		13,400
6	Solid waste management fund - staff account		1,135,500
7	Stormwater permit fees		204,300
8	Strategic water quality initiatives fund		114,400
9	Underground storage tank cleanup fund		270,900
10	Wastewater operator training fees		50,600
11	Water pollution control revolving fund		60,900
12	Water use reporting fees		23,800
13	State general fund/general purpose	\$	7,566,400
14	Sec. 103. OFFICE OF THE GREAT LAKES		
15	Full-time equated classified positions	15.0	
16	Great Lakes restoration initiative--FTEs	9.0 \$	2,598,800
17	Office of the Great Lakes--FTEs	6.0	825,300
18	GROSS APPROPRIATION	\$	3,424,100
19	Appropriated from:		
20	Federal revenues:		
21	Federal funds		2,624,800
22	Special revenue funds:		
23	Great Lakes protection fund		506,100
24	State general fund/general purpose	\$	293,200
25	Sec. 104. WATER RESOURCES DIVISION		
26	Full-time equated classified positions	321.0	
27	Aquatic nuisance control program--FTEs	6.0 \$	963,300
28	Coastal management grants--FTEs	7.0	2,518,500



1	Expedited water/wastewater permits--FTE	1.0	51,400
2	Federal - Great Lakes remedial action plan		
3	grants		583,800
4	Federal - nonpoint source water pollution		
5	grants		4,083,300
6	Fish contaminant monitoring		316,100
7	Great Lakes restoration initiative		3,608,200
8	Groundwater discharge permit program--FTEs	22.0	3,361,700
9	Land and water interface permit programs--FTEs	84.0	12,649,600
10	Nonpoint source pollution prevention and		
11	control project program		2,000,000
12	NPDES nonstormwater program--FTEs	83.0	13,685,200
13	Program direction and project assistance--FTEs	27.0	3,256,700
14	Sewage sludge land application program--FTEs	7.0	895,300
15	Stormwater activities--FTEs	27.5	5,327,200
16	Surface water--FTEs	51.5	8,685,000
17	Technology advancements for water monitoring		500,000
18	Water quality protection grants		100,000
19	Water withdrawal assessment program--FTEs	5.0	847,500
20	Wetlands program		1,000,000
21	GROSS APPROPRIATION		\$ 64,432,800
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from state transportation department		1,338,700
25	Federal revenues:		
26	Federal funds		26,710,300
27	Special revenue funds:		
28	Aquatic nuisance control fund		963,300



1	Clean Michigan initiative fund - clean water		
2	fund		2,617,100
3	Clean Michigan initiative fund - nonpoint		
4	source		2,000,000
5	Environmental response fund		579,800
6	Groundwater discharge permit fees		1,498,500
7	Infrastructure construction fund		51,400
8	Land and water permit fees		2,410,300
9	NPDES fees		4,305,100
10	Refined petroleum fund		452,000
11	Sewage sludge land application fee		897,100
12	Soil erosion and sedimentation control training		
13	fund		143,200
14	Stormwater permit fees		2,268,100
15	Wastewater operator training fees		304,800
16	Water pollution control revolving fund		146,800
17	Water quality protection fund		100,000
18	Water use reporting fees		257,300
19	State general fund/general purpose	\$	17,389,000
20	Sec. 105. AIR QUALITY DIVISION		
21	Full-time equated classified positions	187.0	
22	Air quality programs--FTEs	187.0	\$ 30,534,800
23	GROSS APPROPRIATION	\$	30,534,800
24	Appropriated from:		
25	Federal revenues:		
26	Federal funds		7,531,200
27	Special revenue funds:		
28	Air emissions fees		10,561,800



1	Fees and collections		213,400
2	Oil and gas regulatory fund		147,600
3	Public utility assessments		150,000
4	Refined petroleum fund		3,781,500
5	State general fund/general purpose	\$	8,149,300
6	Sec. 106. REMEDIATION AND REDEVELOPMENT		
7	DIVISION		
8	Full-time equated classified positions	308.0	
9	Contaminated site investigations, cleanup and		
10	revitalization--FTEs	130.0	\$ 19,167,200
11	Emergency cleanup actions		2,000,000
12	Environmental cleanup support		1,000,000
13	Federal cleanup project management--FTEs	40.0	7,292,500
14	Laboratory services--FTEs	39.0	6,995,400
15	Refined petroleum product cleanup program--FTEs	99.0	35,191,200
16	Superfund cleanup		1,000,000
17	GROSS APPROPRIATION	\$	72,646,300
18	Appropriated from:		
19	Federal revenues:		
20	Federal funds		6,558,000
21	Special revenue funds:		
22	Cleanup and redevelopment fund		24,280,500
23	Environmental response fund		1,442,100
24	Laboratory services fees		6,670,900
25	Public water supply fees		324,500
26	Refined petroleum fund		33,075,700
27	State general fund/general purpose	\$	294,600
28	Sec. 107. UNDERGROUND STORAGE TANK AUTHORITY		



1	Full-time equated classified positions	5.0		
2	Underground storage tank cleanup program--FTEs	5.0	\$	20,076,200
3	GROSS APPROPRIATION		\$	20,076,200
4	Appropriated from:			
5	Special revenue funds:			
6	Underground storage tank cleanup fund			20,076,200
7	State general fund/general purpose		\$	0
8	Sec. 108. RENEWING MICHIGAN'S ENVIRONMENT			
9	Full-time equated classified positions	133.0		
10	Mapping and other support--FTEs	5.0	\$	4,000,000
11	Renewing Michigan's environment program--FTEs	128.0		70,060,200
12	GROSS APPROPRIATION		\$	74,060,200
13	Appropriated from:			
14	Special revenue funds:			
15	Renew Michigan fund			70,060,200
16	State general fund/general purpose		\$	4,000,000
17	Sec. 109. INFORMATION TECHNOLOGY			
18	Information technology services and projects		\$	9,614,300
19	GROSS APPROPRIATION		\$	9,614,300
20	Appropriated from:			
21	Interdepartmental grant revenues:			
22	IDG from department of state police			25,600
23	IDG from state transportation department			36,800
24	Federal revenues:			
25	Federal funds			1,838,700
26	Special revenue funds:			
27	Private funds			15,200
28	Air emissions fees			292,000



1	Aquatic nuisance control fund	26,400
2	Campground fund	8,800
3	Cleanup and redevelopment fund	654,500
4	Electronic waste recycling fund	12,800
5	Environmental education fund	4,800
6	Environmental pollution prevention fund	167,200
7	Fees and collections	6,400
8	Financial instruments	1,136,100
9	Great Lakes protection fund	14,400
10	Groundwater discharge permit fees	41,600
11	Infrastructure construction fund	1,600
12	Laboratory services fees	173,600
13	Land and water permit fees	66,400
14	Medical waste emergency response fund	12,800
15	Metallic mining surveillance fee revenue	3,200
16	Mineral well regulatory fee revenue	3,200
17	Nonferrous metallic mineral surveillance	15,200
18	NPDES fees	122,400
19	Oil and gas regulatory fund	246,400
20	Orphan well fund	29,600
21	Public swimming pool fund	17,600
22	Public utility assessments	12,800
23	Public water supply fees	129,600
24	Refined petroleum fund	1,062,500
25	Renew Michigan fund	922,500
26	Sand extraction fee revenue	3,200
27	Scrap tire regulatory fund	70,400
28	Septage waste program fund	14,400



1	Sewage sludge land application fee		24,000
2	Soil erosion and sedimentation control training		
3	fund		4,000
4	Solid waste management fund - staff account		340,800
5	Stormwater permit fees		61,600
6	Strategic water quality initiatives fund		34,400
7	Underground storage tank cleanup fund		81,600
8	Wastewater operator training fees		15,200
9	Water pollution control revolving fund		18,400
10	Water use reporting fees		7,200
11	State general fund/general purpose	\$	1,838,400
12	Sec. 110. CLIMATE AND ENERGY		
13	Full-time equated classified positions	3.0	
14	Office of climate and energy--FTEs	3.0	\$ 263,800
15	GROSS APPROPRIATION	\$	263,800
16	Appropriated from:		
17	Federal revenues:		
18	Federal funds		49,700
19	Special revenue funds:		
20	Public utility assessments		39,700
21	State general fund/general purpose	\$	174,400
22	Sec. 111. DRINKING WATER AND ENVIRONMENTAL		
23	HEALTH		
24	Full-time equated classified positions	125.0	
25	Drinking water--FTEs	68.0	\$ 11,962,700
26	Drinking water program grants		830,000
27	Environmental health--FTEs	57.0	7,228,500
28	Noncommunity water grants		1,905,700



1	Septage waste compliance grants		275,000
2	GROSS APPROPRIATION	\$	22,201,900
3	Appropriated from:		
4	Federal revenues:		
5	Federal funds		10,602,600
6	Special revenue funds:		
7	Campground fund		310,200
8	Fees and collections		34,500
9	Public swimming pool fund		640,300
10	Public water supply fees		4,337,700
11	Refined petroleum fund		742,800
12	Septage waste program fund		501,900
13	Wastewater operator training fees		264,800
14	State general fund/general purpose	\$	4,767,100
15	Sec. 112. MATERIALS MANAGEMENT DIVISION		
16	Full-time equated classified positions	129.0	
17	Environmental sustainability and stewardship--		
18	FTEs	11.0	\$ 11,231,000
19	Hazardous waste management program--FTEs	45.0	5,851,200
20	Low-level radioactive waste authority--FTEs	2.0	246,200
21	Medical waste program--FTEs	2.0	321,200
22	Pollution prevention--FTEs	7.0	2,316,700
23	Radiological protection program--FTEs	12.0	2,042,900
24	Recycling initiative--FTEs	3.0	1,026,000
25	Scrap tire grants		6,500,000
26	Scrap tire regulatory program--FTEs	10.0	1,374,300
27	Solid waste management program--FTEs	37.0	6,674,200
28	GROSS APPROPRIATION	\$	37,583,700



1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from department of state police		1,727,600
4	Federal revenues:		
5	Federal funds		12,162,800
6	Special revenue funds:		
7	Private funds		647,100
8	Cleanup and redevelopment fund		1,026,000
9	Coal ash care fund		260,000
10	Community pollution prevention fund		250,000
11	Electronic waste recycling fund		321,100
12	Energy efficiency and renewable energy		
13	revolving loan fund		250,000
14	Environmental pollution prevention fund		3,989,100
15	Medical waste emergency response fund		321,200
16	Public utility assessments		1,785,800
17	Retired engineers technical assistance program		
18	fund		491,200
19	Scrap tire regulatory fund		7,874,300
20	Small business pollution prevention revolving		
21	loan fund		134,400
22	Solid waste management fund - staff account		6,093,100
23	Technologically enhanced naturally occurring		
24	radioactive material		250,000
25	State general fund/general purpose	\$	0
26	Sec. 113. OIL, GAS, AND MINERALS DIVISION		
27	Full-time equated classified positions	57.0	
28	Oil, gas, and mineral services--FTEs	57.0 \$	11,312,600



1	GROSS APPROPRIATION		\$	11,312,600
2	Appropriated from:			
3	Special revenue funds:			
4	Metallic mining surveillance fee revenue			92,500
5	Mineral well regulatory fee revenue			208,000
6	Native copper mine fund			50,000
7	Nonferrous metallic mineral surveillance			371,800
8	Oil and gas regulatory fund			3,758,200
9	Orphan well fund			2,334,800
10	Sand extraction fee revenue			85,800
11	State general fund/general purpose		\$	4,411,500
12	Sec. 114. WATER INFRASTRUCTURE			
13	Full-time equated classified positions	29.0		
14	Municipal assistance--FTEs	29.0	\$	5,027,500
15	Water state revolving funds			120,000,000
16	GROSS APPROPRIATION		\$	125,027,500
17	Appropriated from:			
18	Federal revenues:			
19	Federal funds			103,290,200
20	Special revenue funds:			
21	Revolving loan revenue bonds			15,000,000
22	Strategic water quality initiatives fund			1,224,400
23	Water pollution control revolving fund			512,900
24	State general fund/general purpose		\$	5,000,000
25	Sec. 115. ONE-TIME APPROPRIATIONS			
26	Blanchard Dam bond inspection and repair needs			
27	study		\$	10,000
28	Cooperative lakes monitoring program			150,000



1	Environmental cleanup project (one-time)	600,000
2	Lead and copper rule support	2,750,000
3	Michigan geological survey	500,000
4	Multistate aquifer study	500,000
5	Water treatment plant project	450,000
6	Watershed council grants	600,000
7	GROSS APPROPRIATION	\$ 5,560,000
8	Appropriated from:	
9	Special revenue funds:	
10	State general fund/general purpose	\$ 5,560,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR

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 2020-2021 is \$334,635,700.00 and state spending from state sources to be paid to local units of government for fiscal year 2020-2021 is \$44,000,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

24	Drinking water program grants	\$ 600,000
25	Emergency cleanup actions	116,000
26	Environmental cleanup project (one-time)	600,000



1	Lead and copper rule support	2,750,000
2	Medical waste program	70,000
3	Noncommunity water grants	1,866,600
4	Pollution prevention	250,000
5	Recycling initiative	\$ 500,000
6	Refined petroleum product cleanup program	5,000,000
7	Renewing Michigan's environment	25,000,000
8	Scrap tire grants	\$ 6,000,000
9	Septage waste compliance grants	138,000
10	Surface water	160,000
11	Technology advancements for water monitoring	500,000
12	Water treatment plant project	450,000
13	TOTAL	\$ 44,000,600

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

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

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

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

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

22 (d) "IDG" means interdepartmental grant.

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

25 Sec. 204. The department shall use the internet to
26 fulfill the reporting requirements of this part. This
27 requirement shall include transmission of reports via
28 electronic mail to the recipients identified for each
29 reporting requirement and it shall include placement of



1 reports on an internet site.

2 Sec. 205. Funds appropriated in part 1 shall not be used
3 for the purchase of foreign goods or services, or both, if
4 competitively priced and of comparable quality American goods
5 or services, or both, are available. Preference shall be
6 given to goods or services, or both, manufactured or provided
7 by Michigan businesses, if they are competitively priced and
8 of comparable quality. In addition, preference shall be given
9 to goods or services, or both, that are manufactured or
10 provided by Michigan businesses owned and operated by
11 veterans, if they are competitively priced and of comparable
12 quality.

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

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



1 (a) The dates of each travel occurrence.

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

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

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

24 Sec. 210. In addition to the funds appropriated in part
25 1, there is appropriated an amount not to exceed
26 \$3,000,000.00 for state restricted contingency funds. These
27 funds are not available for expenditure until they have been
28 transferred to another line item in part 1 under section
29 393(2) of the management and budget act, 1984 PA 431, MCL



1 18.1393.

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

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

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

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

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

15 (e) Job specifications and wage rates.

16 Sec. 212. Within 14 days after the release of the
17 executive budget recommendation, the department shall
18 cooperate with the state budget office to provide the
19 chairpersons of the senate and house appropriations
20 committees, the chairpersons of the senate and house
21 appropriations subcommittees on natural resources and
22 environmental quality, and the senate and house fiscal
23 agencies with an annual report on estimated state restricted
24 fund balances, state restricted fund projected revenues, and
25 state restricted fund expenditures for the prior 2 fiscal
26 years.

27 Sec. 213. The department shall maintain, on a publicly
28 accessible website, a department scorecard that identifies,
29 tracks, and regularly updates key metrics that are used to



1 monitor and improve the department's performance.

2 Sec. 214. Total authorized appropriations from all
3 sources under part 1 for legacy costs for the fiscal year
4 ending September 30, 2021 are estimated at \$38,906,900.00.
5 From this amount, total department appropriations for
6 pension-related legacy costs are estimated at \$18,668,000.00.
7 Total department appropriations for retiree health care
8 legacy costs are estimated at \$20,238,900.00.

9 Sec. 215. To the extent permissible under the management
10 and budget act, the director shall take all reasonable steps
11 to ensure businesses in deprived and depressed communities
12 compete for and perform contracts to provide services or
13 supplies, or both. The director shall strongly encourage
14 firms with which the department contracts to subcontract with
15 certified businesses in depressed and deprived communities
16 for services, supplies, or both.

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

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

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

28 (2) By April 1 of the current fiscal year and
29 semiannually thereafter, the department shall report to the



1 senate and house appropriations committees, the senate and
2 house appropriations subcommittees on the department budget,
3 and the senate and house fiscal agencies the following
4 information:

5 (a) Number of employees that were engaged in remote work
6 in 2020.

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

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

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

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

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

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



1 and state guidelines.

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

10 Sec. 221. (1) Funds appropriated in part 1 shall not be
11 used by the department to promulgate a rule that will apply
12 to a small business and that will have a disproportionate
13 economic impact on small businesses because of the size of
14 those businesses if the department fails to reduce the
15 disproportionate economic impact of the rule on small
16 businesses as provided under section 40 of the administrative
17 procedures act of 1969, 1969 PA 306, MCL 24.240.

18 (2) As used in this section:

19 (a) "Rule" means that term as defined under section 7 of
20 the administrative procedures act of 1969, 1969 PA 306, MCL
21 24.207.

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

25 Sec. 222. (1) The department shall report all of the
26 following information relative to allocations made from
27 appropriations for the environmental cleanup and
28 redevelopment program, state cleanups, emergency actions,
29 superfund cleanups, the revitalization revolving loan



1 program, the brownfield grants and loans program, the leaking
2 underground storage tank cleanup program, the contaminated
3 lake and river sediments cleanup program, the refined
4 petroleum product cleanup program, and the environmental
5 protection bond projects under section 19508(7) of the
6 natural resources and environmental protection act, 1994 PA
7 451, MCL 324.19508, to the state budget director, the senate
8 and house appropriations subcommittees on environmental
9 quality, and the senate and house fiscal agencies:

10 (a) The name and location of the site for which an
11 allocation is made.

12 (b) The nature of the problem encountered at the site.

13 (c) A brief description of how the problem will be
14 resolved if the allocation is made for a response activity.

15 (d) The estimated date that site closure activities will
16 be completed.

17 (e) The amount of the allocation, or the anticipated
18 financing for the site.

19 (f) A summary of the sites and the total amount of funds
20 expended at the sites by September 30, 2021.

21 (g) The number of brownfield projects that were
22 successfully redeveloped.

23 (2) The report prepared under subsection (1) shall also
24 include all of the following:

25 (a) The status of all state-owned facilities that are on
26 the list compiled under section 20108c of the natural
27 resources and environmental protection act, 1994 PA 451, MCL
28 324.20108c.

29 (b) The report shall include the total amount of funds



1 expended during the fiscal year and the total amount of funds
2 awaiting expenditure.

3 (c) The total amount of bonds issued for the
4 environmental protection bond program pursuant to part 193 of
5 the natural resources and environmental protection act, 1994
6 PA 451, MCL 324.19301 to 324.19306, and bonds issued pursuant
7 to the clean Michigan initiative act, 1998 PA 284, MCL
8 324.95101 to 324.95108.

9 (3) The report shall be made available by March 31 of
10 each year.

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

18 (2) Unexpended and unencumbered amounts remaining from
19 appropriations from the environmental protection bond fund
20 contained in 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA
21 63, and 2012 PA 236 are appropriated for expenditure for any
22 site listed in this part and part 1 and any site listed in
23 the public acts referenced in this section.

24 (3) Unexpended and unencumbered amounts remaining from
25 appropriations from the clean Michigan initiative fund -
26 response activities contained in 2000 PA 52, 2004 PA 309,
27 2005 PA 11, 2006 PA 343, 2007 PA 121, 2011 PA 63, 2013 PA 59,
28 2014 PA 252, 2015 PA 84, 2016 PA 268, and 2017 PA 107 are
29 appropriated for expenditure for any site listed in this part



1 and part 1 and any site listed in the public acts referenced
2 in this section.

3 (4) Unexpended and unencumbered amounts remaining from
4 appropriations from the refined petroleum fund activities
5 contained in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA
6 189, 2011 PA 63, 2012 PA 200, 2013 PA 59, 2014 PA 252, 2015
7 PA 84, 2016 PA 268, 2017 PA 107, 2018 PA 207, and 2019 PA 57
8 are appropriated for expenditure for any site listed in this
9 part and part 1 and any site listed in the public acts
10 referenced in this section.

11 (5) Unexpended and unencumbered amounts remaining from
12 the appropriations from the strategic water quality
13 initiatives fund contained in 2011 PA 50, 2011 PA 63, 2012 PA
14 200, 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, 2017
15 PA 107, and 2018 PA 207 are appropriated for expenditure for
16 any site listed in this part and part 1 and any site listed
17 in the public acts referenced in this section.

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

22 Sec. 235. The department shall prepare an annual report
23 to the legislature by March 31 that details all of the
24 following for each of the allocations from the clean Michigan
25 initiative bond fund as described in section 19607(1)(a) to
26 (i) of the natural resources and environmental protection
27 act, 1994 PA 451, MCL 324.19607:

28 (a) The progress of each project funded in each
29 category.



1 (b) The current cost to date of each project funded in
2 each category.

3 (c) The estimated remaining cost of each project funded
4 in each category.

5 (d) The remaining balance of money in the fund allocated
6 for each category.

7 (e) The total debt obligation on all clean Michigan
8 initiative bonds and the length of time remaining until full
9 bond repayment is achieved.

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

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

15 (b) The purpose for each expenditure.

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

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

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

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



1 city of Flint municipal water system.

2
3 **REMEDICATION AND REDEVELOPMENT DIVISION**

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

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

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

18 (2) By January 1, the department shall provide a report
19 to the house and senate subcommittees on environmental
20 quality and the state budget director on the refined
21 petroleum product cleanup program containing the following
22 information:

23 (a) A list of sites the department intends to work on
24 during the current fiscal year, including the fiscal year the
25 project began.

26 (b) A list of sites at which the department performed
27 corrective actions during the previous fiscal year.

28 (c) A list of sites the department closed during the
29 previous fiscal year.



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

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

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

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

16 (d) The tentative completion date is September 30, 2025.

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

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

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

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

29 (2) Upon the sale of bonds for projects described in



1 subsection (1), the department shall credit the general fund
2 of the state an amount equal to that expended from the
3 general fund.

4

5 **WATER RESOURCES DIVISION**

6 Sec. 401. From the funds appropriated in part 1 for land
7 and water interface permit programs, not less than
8 \$350,000.00 and not fewer than 2.0 FTE positions are
9 allocated for dam safety programs. These amounts are in
10 addition to any funding and FTEs utilized for this purpose in
11 the fiscal year ending September 30, 2020.

12 Sec. 405. If a certified health department does not
13 exist in a city, county, or district or does not fulfill its
14 responsibilities under part 117 of the natural resources and
15 environmental protection act, 1994 PA 451, MCL 324.11701 to
16 324.11720, then the department may spend funds appropriated
17 in part 1 under the septage waste compliance program in
18 accordance with section 11716 of the natural resources and
19 environmental protection act, 1994 PA 451, MCL 324.11716.

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

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

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

29 (c) A description of the work that has commenced on the



1 issue of dissolved reactive phosphorus, the expected
 2 objectives and outcomes of that work, and a list of the
 3 parties involved in that effort.

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

7

8 **UNDERGROUND STORAGE TANK AUTHORITY**

9 Sec. 701. The unexpended funds appropriated in part 1
 10 for the underground storage tank cleanup program are
 11 designated as a work project appropriation, and any
 12 unencumbered or unallotted funds shall not lapse at the end
 13 of the fiscal year and shall be available for expenditures
 14 for projects under this section until the projects have been
 15 completed. The following is in compliance with section
 16 451a(1) of the management and budget act, 1984 PA 431, MCL
 17 18.1451a:

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

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

22 (c) The total estimated cost of the project is
 23 \$20,000,000.00.

24 (d) The tentative completion date is September 30, 2025.

25

26 **MATERIALS MANAGEMENT DIVISION**

27 Sec. 901. In addition to the money appropriated in part
 28 1, the department may receive and expend money from the
 29 Volkswagen Environmental Mitigation Trust Agreement to



1 provide funding for activities as outlined within the State's
2 Mitigation Plan. The department shall prepare an annual
3 report to the appropriations subcommittees, the fiscal
4 agencies, and the state budget office by February 1, 2022 of
5 the expenditures incurred under this section during the
6 fiscal year ending September 30, 2021.

7 Sec. 902. From the funds appropriated in part 1 for
8 scrap tire grants, the department shall award \$3,000,000.00
9 for a project based on a previously submitted grant
10 application in a county with a population between 29,000 and
11 30,000 according to the most recent federal decennial census.

12

13 **ONE-TIME APPROPRIATIONS**

14 Sec. 1005. (1) If funds become available, the department
15 shall award grants to local health departments to provide
16 free or low-cost water testing to private well owners.

17 Testing offered shall include coliforms, nitrates/nitrites,
18 arsenic, and other contaminants as determined by application.

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

25 Sec. 1006. From the funds appropriated in part 1 for
26 Blanchard Dam bond inspection and repair needs study,
27 \$10,000.00 is allocated for the department to conduct a study
28 of dam repair needs and for dam inspection in a county with a
29 population between 70,000 and 70,500 according to the most



1 recent federal decennial census.

2 Sec. 1007. From funds appropriated in part 1 for
3 cooperative lakes monitoring program, \$150,000.00 is
4 allocated to the continuation of the department's contract
5 for the cooperative lakes monitoring program to ensure the
6 continued operation of the program.

7 Sec. 1008. From the funds appropriated in part 1 for
8 environmental cleanup project (one-time), \$600,000.00 shall
9 be awarded to a city with a population between 29,000 and
10 30,000 located in a county with a population between
11 1,000,000 and 1,500,000 according to the most recent federal
12 decennial census. The grant shall be used to support the
13 demolition costs of an electroplating services building.

14 Sec. 1009. (1) From the funds appropriated in part 1 for
15 lead and copper rule support, \$2,500,000.00 shall be awarded
16 to a city with a population of between 3,000 and 3,100
17 located in a county with a population of between 30,900 and
18 31,000 according to the most recent federal decennial census
19 for water line replacement.

20 (2) From the funds appropriated in part 1 for lead and
21 copper support, \$250,000.00 shall be awarded to a city with a
22 population of between 29,900 and 31,000 located in a county
23 with a population of between 425,700 and 425,800 according to
24 the most recent federal decennial census for water line
25 replacement.

26 Sec. 1010. (1) From the funds appropriated in part 1 for
27 Michigan geological survey, the department shall award
28 \$500,000.00 for the Michigan geological survey.

29 (2) The unexpended funds appropriated in part 1 for



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

8 (a) The purpose of the project is to provide funding for
9 the facilitation of basic and applied geological research of
10 Michigan's geological resources.

11 (b) The project will be accomplished through funding to
12 a 4-year state university for the operation and maintenance
13 of the survey.

14 (c) The total estimated cost of the work project is
15 \$500,000.00.

16 (d) The tentative completion date is September 30, 2022.

17 Sec. 1011. (1) From the funds appropriated in part 1 for
18 multistate aquifer study, the department, in coordination
19 with the United States Geological Survey, shall award an
20 amount not to exceed \$500,000.00 to support a study,
21 including the acquisition of necessary equipment, to
22 determine an estimated storage capacity and maximum yield of
23 the Michindoh Aquifer.

24 (2) The unexpended funds appropriated in part 1
25 multistate aquifer study are designated as a work project
26 appropriation, and any unencumbered or unallotted funds shall
27 not lapse at the end of the fiscal year and shall be
28 available for expenditures for projects under this section
29 until the projects have been completed. The following is in



1 compliance with section 451a of the management and budget
2 act, 1984 PA 431, MCL 18.1451a:

3 (a) The purpose of the project is to provide funding to
4 support a study on estimated storage capacity and maximum
5 yield of the Michindoh Aquifer.

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

8 (c) The total estimated cost of the work project is
9 \$500,000.00.

10 (d) The tentative completion date is September 30, 2022.

11 Sec. 1012. From the funds appropriated in part 1 for
12 water treatment plant project, \$450,000.00 shall be awarded
13 for a water treatment plant project located in a county with
14 a population of between 250,300 and 250,400 and in a city
15 with a population of between 1,800 and 1,900 according to the
16 most recent federal decennial census.

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

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

28

29

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, 2021, from the following funds:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions	78.5
Full-time equated classified positions	9,915.5

GROSS APPROPRIATION **\$ 6,052,943,700**

Total interdepartmental grants and intradepartmental transfers 1,099,669,700

ADJUSTED GROSS APPROPRIATION **\$ 4,953,274,000**

Federal revenues:

Total federal revenues 1,185,185,200

Special revenue funds:

Total local revenues 26,297,200

Total private revenues 11,950,100

Total other state restricted revenues 2,432,301,600

State general fund/general purpose **\$ 1,297,539,900**

Sec. 102. DEPARTMENT OF ATTORNEY GENERAL

(1) APPROPRIATION SUMMARY



1	Full-time equated unclassified positions	6.0	
2	Full-time equated classified positions	537.4	
3	GROSS APPROPRIATION		\$ 106,828,600
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and		
6	intradepartmental transfers		35,285,800
7	ADJUSTED GROSS APPROPRIATION		\$ 71,542,800
8	Federal revenues:		
9	Total federal revenues		9,906,100
10	Special revenue funds:		
11	Total local revenues		0
12	Total private revenues		0
13	Total other state restricted revenues		20,488,300
14	State general fund/general purpose		\$ 41,148,400
15	(2) ATTORNEY GENERAL OPERATIONS		
16	Full-time equated unclassified positions	6.0	
17	Full-time equated classified positions	537.4	
18	Unclassified positions--FTEs	5.0	\$ 828,500
19	Attorney general		112,500
20	Child support enforcement--FTEs	25.0	3,677,700
21	Operations--FTEs	494.4	96,003,900
22	Prosecuting attorneys coordinating council--		
23	FTEs	12.0	2,228,500
24	Public safety initiative--FTE	1.0	888,600
25	Sexual assault law enforcement--FTEs	5.0	1,459,500
26	GROSS APPROPRIATION		\$ 105,199,200
27	Appropriated from:		
28	Interdepartmental grant revenues:		



1	IDG from MDOC	699,600
2	IDG from MDE	791,300
3	IDG from EGLE	2,135,700
4	IDG from MDHHS, health policy	313,600
5	IDG from MDHHS, human services	6,535,400
6	IDG from MDHHS, medical services administration	734,300
7	IDG from MDHHS, WIC	354,700
8	IDG from MDIFS, financial and insurance	
9	services	1,219,600
10	IDG from LEO, Michigan occupational safety and	
11	health administration	200,000
12	IDG from LEO, workforce development	95,700
13	IDG from MDLARA, bureau of marijuana regulatory	
14	agency	1,468,300
15	IDG from MDLARA, fireworks safety fund	87,300
16	IDG from MDLARA, health professions	3,237,700
17	IDG from MDLARA, licensing and regulation fees	767,600
18	IDG from MDLARA, remonumentation fees	113,200
19	IDG from MDLARA, securities fees	744,900
20	IDG from MDLARA, unlicensed builders	1,128,300
21	IDG from MDMVA	176,100
22	IDG from MDOS, children's protection registry	45,000
23	IDG from MDOT, comprehensive transportation	
24	fund	107,800
25	IDG from MDOT, state aeronautics fund	188,200
26	IDG from MDOT, state trunkline fund	2,135,900
27	IDG from MDSP	277,400
28	IDG from MDTMB	1,285,700



1	IDG from MDTMB, civil service commission	327,400
2	IDG from MDTMB, risk management revolving fund	1,347,100
3	IDG from Michigan state housing development	
4	authority	1,227,600
5	IDG from Michigan strategic fund	192,400
6	IDG from treasury	7,348,000
7	DAG, state administrative match grant/food	
8	stamps	137,000
9	Federal revenues:	
10	Federal funds	3,316,500
11	HHS, medical assistance, medigrant	403,900
12	HHS-OS, state Medicaid fraud control units	5,927,500
13	National criminal history improvement program	121,200
14	Special revenue funds:	
15	Antitrust enforcement collections	813,000
16	Attorney general's operations fund	1,118,200
17	Auto repair facilities fees	351,600
18	Franchise fees	407,900
19	Game and fish protection fund	659,300
20	Human trafficking commission fund	170,000
21	Lawsuit settlement proceeds fund	2,643,900
22	Liquor purchase revolving fund	1,568,700
23	Michigan merit award trust fund	526,600
24	Michigan employment security act -	
25	administrative fund	2,387,700
26	Michigan state waterways fund	147,000
27	Mobile home code fund	263,900
28	Prisoner reimbursement	556,100



1	Prosecuting attorneys training fees		419,800
2	Public utility assessments		2,108,100
3	Reinstatement fees		273,600
4	Retirement funds		1,116,300
5	Second injury fund		638,200
6	Self-insurers security fund		392,800
7	Silicosis and dust disease fund		112,400
8	State building authority revenue		130,300
9	State casino gaming fund		1,892,700
10	State lottery fund		370,400
11	Utility consumer representation fund		1,031,800
12	Worker's compensation administrative revolving		
13	fund		388,000
14	State general fund/general purpose	\$	39,519,000
15	(3) INFORMATION TECHNOLOGY		
16	Information technology services and projects	\$	1,629,400
17	GROSS APPROPRIATION	\$	1,629,400
18	Appropriated from:		
19	State general fund/general purpose	\$	1,629,400
20	Sec. 103. DEPARTMENT OF CIVIL RIGHTS		
21	(1) APPROPRIATION SUMMARY		
22	Full-time equated unclassified positions	6.0	
23	Full-time equated classified positions	110.0	
24	GROSS APPROPRIATION	\$	18,037,400
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and		
27	intradepartmental transfers		299,800
28	ADJUSTED GROSS APPROPRIATION	\$	17,737,600



1	Federal revenues:		
2	Total federal revenues		2,868,200
3	Special revenue funds:		
4	Total local revenues		0
5	Total private revenues		18,700
6	Total other state restricted revenues		58,500
7	State general fund/general purpose	\$	14,792,200
8	(2) CIVIL RIGHTS OPERATIONS		
9	Full-time equated unclassified positions	6.0	
10	Full-time equated classified positions	110.0	
11	Unclassified salaries--FTEs	6.0	\$ 725,600
12	Complaint investigation and enforcement--FTEs	40.0	6,334,600
13	Division on deaf, deafblind, and hard of		
14	hearing--FTEs	6.0	736,600
15	Executive office--FTEs	24.0	3,141,600
16	Law and policy--FTEs	28.0	3,159,200
17	Museums support		1,500,000
18	Public affairs--FTEs	12.0	1,683,800
19	GROSS APPROPRIATION	\$	17,281,400
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from DTMB		299,800
23	Federal revenues:		
24	EEOC, state and local antidiscrimination agency		
25	contracts		1,242,800
26	HUD, grant		1,610,400
27	Special revenue funds:		
28	Private revenues		18,700



1	State restricted indirect funds		58,500
2	State general fund/general purpose	\$	14,051,200
3	(3) INFORMATION TECHNOLOGY		
4	Information technology services and projects	\$	756,000
5	GROSS APPROPRIATION	\$	756,000
6	Appropriated from:		
7	Federal revenues:		
8	EEOC, state and local antidiscrimination agency		
9	contracts		15,000
10	State general fund/general purpose	\$	741,000
11	Sec. 104. EXECUTIVE OFFICE		
12	(1) APPROPRIATION SUMMARY		
13	Full-time equated unclassified positions	10.0	
14	Full-time equated classified positions	79.2	
15	GROSS APPROPRIATION	\$	7,114,300
16	Interdepartmental grant revenues:		
17	Total interdepartmental grants and		
18	intradepartmental transfers		0
19	ADJUSTED GROSS APPROPRIATIONS	\$	7,114,300
20	Federal revenues:		
21	Total federal revenues		0
22	Special revenue funds:		
23	Total local revenues		0
24	Total private revenues		0
25	Total other state restricted revenues		0
26	State general fund/general purpose	\$	7,114,300
27	(2) EXECUTIVE OFFICE OPERATIONS		
28	Full-time equated unclassified positions	10.0	



1	Full-time equated classified positions	79.2	
2	Unclassified salaries--FTEs	8.0	\$ 1,360,200
3	Governor		159,300
4	Lieutenant governor		111,600
5	Executive office--FTEs	79.2	5,483,200
6	GROSS APPROPRIATION		\$ 7,114,300
7	Appropriated from:		
8	State general fund/general purpose		\$ 7,114,300
9	Sec. 105. LEGISLATURE		
10	(1) APPROPRIATION SUMMARY		
11	GROSS APPROPRIATION		\$ 202,453,800
12	Interdepartmental grant revenues:		
13	Total interdepartmental grants and		
14	intradepartmental transfers		6,250,400
15	ADJUSTED GROSS APPROPRIATIONS		\$ 196,203,400
16	Federal revenues:		
17	Total federal revenues		0
18	Special revenue funds:		
19	Total local revenues		0
20	Total private revenues		400,000
21	Total other state restricted revenues		6,776,800
22	State general fund/general purpose		\$ 189,026,600
23	(2) LEGISLATURE		
24	Senate		\$ 42,646,900
25	Senate automated data processing		2,731,600
26	Senate fiscal agency		4,050,400
27	Senate census tracking/reapportionment		170,000
28	House of representatives		62,900,200



1	House automated data processing	2,731,600
2	House fiscal agency	4,050,400
3	House of representatives census	
4	tracking/reapportionment	170,000
5	GROSS APPROPRIATION	\$ 119,451,100
6	Appropriated from:	
7	State general fund/general purpose	\$ 119,451,100
8	(3) LEGISLATIVE COUNCIL	
9	Legislative corrections ombudsman	\$ 1,006,900
10	Legislative council	14,253,500
11	Legislative IT systems design project	765,000
12	Legislative service bureau automated data	
13	processing	1,775,500
14	Michigan veterans facility ombudsman	315,200
15	National association dues	601,800
16	Worker's compensation	151,400
17	Independent citizens redistricting commission	3,149,400
18	GROSS APPROPRIATION	\$ 22,018,700
19	Appropriated from:	
20	Special revenue funds:	
21	Private - gifts and bequests	400,000
22	State general fund/general purpose	\$ 21,618,700
23	(4) LEGISLATIVE RETIREMENT SYSTEM	
24	General nonretirement expenses	\$ 5,370,700
25	GROSS APPROPRIATION	\$ 5,370,700
26	Appropriated from:	
27	Special revenue funds:	
28	Court fees	1,249,800



1	State general fund/general purpose	\$	4,120,900
2	(5) PROPERTY MANAGEMENT		
3	Binsfeld Office Building and other properties	\$	8,436,300
4	Cora Anderson Building		12,365,100
5	GROSS APPROPRIATION	\$	20,801,400
6	Appropriated from:		
7	State general fund/general purpose	\$	20,801,400
8	(6) STATE CAPITOL HISTORIC SITE		
9	Bond/lease obligations	\$	100
10	General operations		4,710,400
11	Restoration, renewal, and maintenance		3,387,500
12	GROSS APPROPRIATION	\$	8,098,000
13	Appropriated from:		
14	Special revenue funds:		
15	Capitol historic site fund		3,387,500
16	State general fund/general purpose	\$	4,710,500
17	(7) OFFICE OF THE AUDITOR GENERAL		
18	Unclassified positions	\$	370,700
19	Field operations		26,343,200
20	GROSS APPROPRIATION	\$	26,713,900
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG, emp ben div postemployment life insurance		
24	benefit		20,600
25	IDG from LEO, self-insurers security fund		87,400
26	IDG from DHHS, human services		33,500
27	IDG from MDLARA, liquor purchase revolving fund		105,000



1	IDG from MDMVA, Michigan veterans facility	
2	authority	53,600
3	IDG from MDOT, comprehensive transportation	
4	fund	42,600
5	IDG from MDOT, Michigan transportation fund	345,000
6	IDG from MDOT, state aeronautics fund	33,300
7	IDG from MDOT, state trunkline fund	801,500
8	IDG, legislative retirement system	31,900
9	IDG, single audit act	2,800,000
10	IDG, commercial mobile radio system emergency	
11	telephone fund	40,200
12	IDG, contract audit administration fees	61,800
13	IDG, deferred compensation funds	99,100
14	IDG, Michigan finance authority	321,900
15	IDG, Michigan economic development corporation	123,600
16	IDG, Michigan education trust fund	66,000
17	IDG, Michigan justice training commission fund	44,700
18	IDG, Michigan strategic fund	200,900
19	IDG, office of retirement services	854,000
20	IDG, other restricted funding sources	83,800
21	Special revenue funds:	
22	21st century jobs trust fund	105,300
23	Brownfield development fund	30,800
24	Clean Michigan initiative implementation bond	
25	fund	59,600
26	Game and fish protection fund	34,300
27	MDTMB, civil service commission	181,600



1	Michigan state housing development authority		
2	fees		124,100
3	Michigan veterans' trust fund		2,100
4	Michigan veterans' trust fund income and		
5	assessments		23,700
6	Motor transport revolving fund		8,000
7	Office services revolving fund		11,000
8	State disbursement unit, office of child		
9	support		62,700
10	State services fee fund		1,483,900
11	Waterways fund		12,400
12	State general fund/general purpose	\$	18,324,000
13	Sec. 106. DEPARTMENT OF STATE		
14	(1) APPROPRIATION SUMMARY		
15	Full-time equated unclassified positions	6.0	
16	Full-time equated classified positions	1,586.0	
17	GROSS APPROPRIATION	\$	254,297,500
18	Interdepartmental grant revenues:		
19	Total interdepartmental grants and		
20	intradepartmental transfers		20,000,000
21	ADJUSTED GROSS APPROPRIATION	\$	234,297,500
22	Federal revenues:		
23	Total federal revenues		1,460,000
24	Special revenue funds:		
25	Total local revenues		0
26	Total private revenues		50,100
27	Total other state restricted revenues		220,189,900
28	State general fund/general purpose	\$	12,597,500



1	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
2	Full-time equated unclassified positions	6.0	
3	Full-time equated classified positions	140.0	
4	Secretary of state		\$ 112,500
5	Unclassified salaries--FTEs	5.0	691,100
6	Executive direction--FTEs	30.0	4,836,500
7	Operations--FTEs	110.0	26,233,200
8	Property management		10,029,300
9	Worker's compensation		209,200
10	GROSS APPROPRIATION		\$ 42,111,800
11	Appropriated from:		
12	Special revenue funds:		
13	Abandoned vehicle fees		239,800
14	Auto repair facilities fees		131,900
15	Children's protection registry fund		270,700
16	Driver fees		2,496,000
17	Driver improvement course fund		308,200
18	Enhanced driver license and enhanced official		
19	state personal identification card fund		2,018,400
20	Parking ticket court fines		437,400
21	Personal identification card fees		288,100
22	Reinstatement fees - operator licenses		791,700
23	Scrap tire fund		78,600
24	Transportation administration collection fund		34,109,200
25	State general fund/general purpose		\$ 941,800
26	(3) LEGAL SERVICES		
27	Full-time equated classified positions	149.0	
28	Operations--FTEs	149.0	\$ 21,045,000



1	GROSS APPROPRIATION		\$ 21,045,000
2	Appropriated from:		
3	Special revenue funds:		
4	Auto repair facilities fees		3,065,500
5	Driver fees		1,594,300
6	Enhanced driver license and enhanced official		
7	state personal identification card fund		2,736,100
8	Reinstatement fees - operator licenses		952,800
9	Transportation administration collection fund		11,212,600
10	Vehicle theft prevention fees		1,108,200
11	State general fund/general purpose		\$ 375,500
12	(4) CUSTOMER DELIVERY SERVICES		
13	Full-time equated classified positions	1,252.0	
14	Branch operations--FTEs	925.0	\$ 93,070,500
15	Central operations--FTEs	325.0	48,876,800
16	Motorcycle safety education administration--		
17	FTEs	2.0	648,800
18	Motorcycle safety education grants		1,800,000
19	Organ donor program		129,100
20	GROSS APPROPRIATION		\$ 144,525,200
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG from MDOT, Michigan transportation fund		20,000,000
24	Federal revenues:		
25	DOT		860,000
26	OHSP		600,000
27	Special revenue funds:		
28	Private funds		100



1	Thomas Daley gift of life fund		50,000
2	Abandoned vehicle fees		450,900
3	Auto repair facilities fees		763,700
4	Child support clearance fees		363,600
5	Driver education provider and instructor fund		75,000
6	Driver fees		22,173,700
7	Driver improvement course fund		1,219,800
8	Enhanced driver license and enhanced official		
9	state personal identification card fund		10,864,600
10	Expedient service fees		2,931,000
11	Marine safety fund		1,553,700
12	Michigan state police auto theft fund		123,700
13	Mobile home commission fees		507,500
14	Motorcycle safety and education awareness fund		300,000
15	Motorcycle safety fund		1,848,800
16	Off-road vehicle title fees		170,700
17	Parking ticket court fines		1,640,000
18	Personal identification card fees		2,379,700
19	Recreation passport fee revenue		1,000,000
20	Reinstatement fees - operator licenses		2,368,800
21	Snowmobile registration fee revenue		390,000
22	State lottery fund		1,015,800
23	Transportation administration collection fund		67,549,100
24	Vehicle theft prevention fees		786,000
25	State general fund/general purpose	\$	2,539,000
26	(5) ELECTION REGULATION		
27	Full-time equated classified positions	45.0	
28	County clerk education and training fund	\$	100,000



1	Election administration and services--FTEs	45.0	7,487,700
2	Fees to local units		109,800
3	GROSS APPROPRIATION	\$	7,697,500
4	Appropriated from:		
5	Special revenue funds:		
6	Notary education and training fund		100,000
7	Notary fee fund		343,500
8	State general fund/general purpose	\$	7,254,000
9	(6) INFORMATION TECHNOLOGY		
10	Information technology services and projects	\$	38,918,000
11	GROSS APPROPRIATION	\$	38,918,000
12	Appropriated from:		
13	Special revenue funds:		
14	Administrative order processing fee		11,700
15	Auto repair facilities fees		129,000
16	Driver fees		785,700
17	Enhanced driver license and enhanced official		
18	state personal identification card fund		348,100
19	Expedient service fees		1,094,600
20	Parking ticket court fines		88,800
21	Personal identification card fees		172,900
22	Reinstatement fees - operator licenses		591,000
23	Transportation administration collection fund		34,028,400
24	Vehicle theft prevention fees		180,600
25	State general fund/general purpose	\$	1,487,200
26	Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT,		
27	AND BUDGET		
28	(1) APPROPRIATION SUMMARY		



1	Full-time equated unclassified positions	6.0	
2	Full-time equated classified positions	3,133.0	
3	GROSS APPROPRIATION		\$ 1,671,705,000
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and		
6	intradepartmental transfers		1,024,720,900
7	ADJUSTED GROSS APPROPRIATION		\$ 646,984,100
8	Federal revenues:		
9	Total federal revenues		5,139,300
10	Special revenue funds:		
11	Total local revenues		2,337,700
12	Total private revenues		134,600
13	Total other state restricted revenues		123,046,400
14	State general fund/general purpose		\$ 516,326,100
15	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
16	Full-time equated unclassified positions	6.0	
17	Full-time equated classified positions	851.5	
18	Unclassified salaries--FTEs	6.0	\$ 946,600
19	Administrative services--FTEs	165.5	25,279,200
20	Budget and financial management--FTEs	178.0	36,927,200
21	Building operation services--FTEs	255.0	94,123,600
22	Bureau of labor market information and		
23	strategies--FTEs	44.0	5,917,900
24	Business support services--FTEs	104.0	13,566,300
25	Design and construction services--FTEs	40.0	6,913,600
26	Executive operations--FTEs	12.0	2,510,700
27	Motor vehicle fleet--FTEs	39.0	82,043,000
28	Office of the state employer--FTEs	14.0	1,731,500



1	Property management	8,059,900
2	GROSS APPROPRIATION	\$ 278,019,500
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG from accounting service centers user	
6	charges	5,230,500
7	IDG from building occupancy and parking charges	96,276,000
8	IDG from MDHHS, community health	508,100
9	IDG from MDHHS, human services	236,300
10	IDG from MDLARA	100,000
11	IDG from motor transport fund	82,043,000
12	IDG from technology user fees	11,206,200
13	IDG from user fees	7,007,100
14	Federal revenues:	
15	Federal funds	5,139,300
16	Special revenue funds:	
17	Local - MPSCS subscriber and maintenance fees	21,200
18	Local funds	35,000
19	Private funds	134,600
20	Health management funds	425,600
21	Other agency charges	1,260,400
22	SIGMA user fees	2,150,000
23	Special revenue, internal service, and pension	
24	trust funds	19,519,600
25	State restricted indirect funds	3,175,100
26	State general fund/general purpose	\$ 43,551,500
27	(3) TECHNOLOGY SERVICES	
28	Full-time equated classified positions	1,641.5



1	Education services--FTEs	33.0	\$	4,932,700
2	Enterprise identity management--FTEs	17.0		9,706,200
3	General services--FTEs	356.5		130,561,500
4	Health and human services--FTEs	656.5		556,387,300
5	Homeland security initiative/cyber security--			
6	FTEs	25.0		14,174,700
7	Information technology investment fund			32,500,000
8	Michigan public safety communication system--			
9	FTEs	137.0		48,505,600
10	Public protection--FTEs	162.5		63,079,800
11	Resources services--FTEs	154.5		22,271,100
12	Transportation services--FTEs	99.5		39,048,400
13	GROSS APPROPRIATION		\$	921,167,300
14	Appropriated from:			
15	Interdepartmental grant revenues:			
16	IDG from technology user fees			816,280,800
17	Special revenue funds:			
18	Local - MPSCS subscriber and maintenance fees			2,281,500
19	State general fund/general purpose		\$	102,605,000
20	(4) STATEWIDE APPROPRIATIONS			
21	Professional development fund - AFSCME		\$	50,000
22	Professional development fund - MPE, SEIU,			
23	scientific and engineering unit			100,000
24	Professional development fund - MPE, SEIU,			
25	technical unit			50,000
26	Professional development fund - NERE			200,000
27	Professional development fund - UAW			700,000
28	GROSS APPROPRIATION		\$	1,100,000



1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from employer contributions		1,100,000
4	State general fund/general purpose	\$	0
5	(5) SPECIAL PROGRAMS		
6	Full-time equated classified positions	181.0	
7	Office of children's ombudsman--FTEs	14.0	\$ 1,931,400
8	Property management executive/legislative		1,285,200
9	Retirement services--FTEs	167.0	25,451,200
10	Venture Michigan fund II voucher purchase		37,200,000
11	GROSS APPROPRIATION	\$	65,867,800
12	Appropriated from:		
13	Special revenue funds:		
14	Deferred compensation		2,800,000
15	Pension trust funds		22,574,200
16	State general fund/general purpose	\$	40,493,600
17	(6) STATE BUILDING AUTHORITY RENT		
18	State building authority rent - community		
19	colleges		\$ 33,181,600
20	State building authority rent - state agencies		63,393,700
21	State building authority rent - universities		134,995,300
22	GROSS APPROPRIATION	\$	231,570,600
23	Appropriated from:		
24	State general fund/general purpose	\$	231,570,600
25	(7) CIVIL SERVICE COMMISSION		
26	Full-time equated classified positions	459.0	
27	Agency services--FTEs	115.0	\$ 17,580,700
28	Employee benefits--FTEs	25.0	7,846,700



1	Executive direction--FTEs	45.0	10,482,000
2	Human resources operations--FTEs	274.0	35,481,200
3	Information technology services and projects		3,637,100
4	GROSS APPROPRIATION	\$	75,027,700
5	Appropriated from:		
6	Special revenue funds:		
7	State restricted funds 1%		30,528,400
8	State restricted indirect funds		9,256,700
9	State sponsored group insurance		11,042,400
10	State general fund/general purpose	\$	24,200,200
11	(8) CAPITAL OUTLAY		
12	Enterprisewide special maintenance for state		
13	facilities	\$	28,000,000
14	Major special maintenance, remodeling, and		
15	addition for state agencies		3,800,000
16	GROSS APPROPRIATION	\$	31,800,000
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from building occupancy charges		3,800,000
20	State general fund/general purpose	\$	28,000,000
21	(9) INFORMATION TECHNOLOGY		
22	Information technology services and projects	\$	35,747,100
23	GROSS APPROPRIATION	\$	35,747,100
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from building occupancy and parking charges		723,200
27	IDG from user fees		209,700
28	Special revenue funds:		

1	Deferred compensation		2,600
2	Pension trust funds		10,992,800
3	SIGMA user fees		2,428,200
4	Special revenue, internal service, and pension		
5	trust funds		2,706,500
6	State restricted indirect funds		2,083,900
7	State general fund/general purpose	\$	16,600,200
8	(10) ONE-TIME APPROPRIATIONS		
9	Enterprisewide special maintenance for state		
10	facilities	\$	15,000,000
11	Retirement services customer relationship		
12	management replacement		2,100,000
13	Statewide broadband		14,305,000
14	GROSS APPROPRIATION	\$	31,405,000
15	Appropriated from:		
16	Special revenue funds:		
17	Pension trust funds		2,100,000
18	State general fund/general purpose	\$	29,305,000
19	Sec. 108. DEPARTMENT OF TREASURY		
20	(1) APPROPRIATION SUMMARY		
21	Full-time equated unclassified positions	10.0	
22	Full-time equated classified positions	1,924.5	
23	GROSS APPROPRIATION	\$	2,166,642,800
24	Interdepartmental grant revenues:		
25	Total interdepartmental grants and		
26	intradepartmental transfers		13,112,800
27	ADJUSTED GROSS APPROPRIATION	\$	2,153,530,000
28	Federal revenues:		



1	Total federal revenues		27,421,800
2	Special revenue funds:		
3	Total local revenues		13,059,500
4	Total private revenues		28,900
5	Total other state restricted revenues		1,789,352,600
6	State general fund/general purpose	\$	323,667,200
7	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
8	Full-time equated unclassified positions	10.0	
9	Full-time equated classified positions	442.5	
10	Unclassified salaries--FTEs	10.0	\$ 1,093,700
11	Department services--FTEs	75.0	9,236,000
12	Executive direction and operations--FTEs	64.5	9,107,300
13	Office of accounting services--FTEs	29.0	3,541,900
14	Collections services bureau--FTEs	206.0	30,017,100
15	Office of financial services--FTEs	40.0	5,041,300
16	Property management		6,906,300
17	Unclaimed property--FTEs	28.0	5,019,700
18	Worker's compensation		53,200
19	GROSS APPROPRIATION		\$ 70,016,500
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG, data/collection services fees		339,100
23	IDG from accounting service center user charges		398,600
24	IDG from MDHHS, title IV-D		807,500
25	IDG, levy/warrant cost assessment fees		3,738,100
26	IDG, state agency collection fees		4,519,000
27	Federal revenues:		
28	DED-OPSE, federal lenders allowance		488,900



1	DED-OPSE, higher education act of 1965 insured		
2	loans		528,800
3	Special revenue funds:		
4	Delinquent tax collection revenue		35,289,200
5	Escheats revenue		5,019,700
6	Garnishment fees		2,772,600
7	Justice system fund		451,700
8	Marihuana regulation fund		1,299,500
9	Marihuana regulatory fund		194,500
10	MFA, bond and loan program revenue		652,800
11	State lottery fund		311,600
12	State restricted indirect funds		288,900
13	State services fee fund		354,400
14	Treasury fees		47,200
15	State general fund/general purpose	\$	12,514,400
16	(3) LOCAL GOVERNMENT PROGRAMS		
17	Full-time equated classified positions	106.0	
18	Local finance--FTEs	18.0	\$ 2,487,600
19	Michigan infrastructure council--FTEs	3.0	850,000
20	Property tax assessor training--FTE	1.0	1,048,400
21	Supervision of the general property tax law--		
22	FTEs	84.0	17,824,200
23	GROSS APPROPRIATION	\$	22,210,200
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from MDOT, Michigan transportation fund		250,000
27	Special revenue funds:		
28	Local - assessor training fees		1,048,400



1	Local - audit charges		604,900
2	Local - equalization study charge-backs		40,000
3	Local - revenue from local government		100,000
4	Delinquent tax collection revenue		1,567,700
5	Land reutilization fund		2,061,500
6	Municipal finance fees		569,500
7	State general fund/general purpose	\$	15,968,200
8	(4) TAX PROGRAMS		
9	Full-time equated classified positions	753.0	
10	Bottle act implementation	\$	250,000
11	Home heating assistance		3,099,200
12	Insurance provider assessment program--FTEs	13.0	2,190,000
13	Office of revenue and tax analysis--FTEs	21.0	3,986,800
14	Tax and economic policy--FTEs	43.0	9,066,500
15	Tax compliance--FTEs	318.0	45,467,800
16	Tax processing--FTEs	347.0	42,463,800
17	Tobacco tax enforcement--FTEs	11.0	1,548,900
18	GROSS APPROPRIATION	\$	108,073,000
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from MDOT, Michigan transportation fund		2,366,700
22	IDG from MDOT, state aeronautics fund		72,200
23	Federal revenues:		
24	HHS-SSA, low-income energy assistance		3,099,200
25	Special revenue funds:		
26	Bottle deposit fund		250,000
27	Brownfield redevelopment fund		213,500
28	Delinquent tax collection revenue		73,940,100



1	Insurance provider fund		2,190,000
2	Marihuana regulation fund		2,345,100
3	Marihuana regulatory fund		120,000
4	Michigan state waterways fund		107,100
5	Tobacco tax revenue		4,205,500
6	State general fund/general purpose	\$	19,163,600
7	(5) FINANCIAL PROGRAMS		
8	Full-time equated classified positions	167.0	
9	Dual enrollment payments		\$ 2,332,600
10	Investments--FTEs	81.0	21,954,300
11	John R. Justice grant program		288,100
12	State and authority finance--FTEs	19.0	4,544,700
13	Student financial assistance programs--FTEs	67.0	25,206,700
14	GROSS APPROPRIATION		\$ 54,326,400
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG, fiscal agent service fees		212,900
18	Federal revenues:		
19	DED-OPSE, federal lenders allowance		3,347,000
20	DED-OPSE, higher education act of 1965, insured		
21	loans		19,028,400
22	Federal - John R. Justice grant		288,100
23	Special revenue funds:		
24	Defined contribution administrative fee revenue		300,000
25	Michigan finance authority bond and loan		
26	program revenue		2,803,300
27	Michigan merit award trust fund		1,220,000
28	Retirement funds		18,497,800



1	School bond fees	901,400
2	Treasury fees	3,379,600
3	State general fund/general purpose	\$ 4,347,900
4	(6) DEBT SERVICE	
5	Clean Michigan initiative	\$ 49,514,000
6	Great Lakes water quality bond	47,600,000
7	Quality of life bond	16,621,000
8	GROSS APPROPRIATION	\$ 113,735,000
9	Appropriated from:	
10	State general fund/general purpose	\$ 113,735,000
11	(7) GRANTS	
12	Convention facility development distribution	\$ 107,887,900
13	Emergency 911 payments	48,800,000
14	Health and safety fund grants	1,500,000
15	Recreational marihuana grants	23,400,000
16	Senior citizen cooperative housing tax	
17	exemption program	10,771,700
18	Wrongful imprisonment compensation fund	3,000,000
19	GROSS APPROPRIATION	\$ 195,359,600
20	Appropriated from:	
21	Special revenue funds:	
22	Convention facility development fund	107,887,900
23	Emergency 911 fund	48,800,000
24	Health and safety fund	1,500,000
25	Marihuana regulation fund	23,400,000
26	State general fund/general purpose	\$ 13,771,700
27	(8) BUREAU OF STATE LOTTERY	
28	Full-time equated classified positions	200.0



1	Lottery information technology services and		
2	projects		\$ 5,383,400
3	Lottery operations--FTEs	200.0	28,157,400
4	GROSS APPROPRIATION		\$ 33,540,800
5	Appropriated from:		
6	Special revenue funds:		
7	State lottery fund		33,540,800
8	State general fund/general purpose		\$ 0
9	(9) CASINO GAMING		
10	Full-time equated classified positions	181.0	
11	Casino gaming control operations--FTEs	151.0	\$ 31,905,800
12	Gaming information technology services and		
13	projects		3,486,200
14	Horse racing--FTEs	10.0	2,104,200
15	Michigan gaming control board		50,000
16	Millionaire party regulation--FTEs	20.0	3,110,700
17	GROSS APPROPRIATION		\$ 40,656,900
18	Appropriated from:		
19	Special revenue funds:		
20	Casino gambling agreements		1,001,900
21	Equine development fund		2,228,400
22	Fantasy contest fund		500,000
23	Internet gaming fund		2,575,000
24	Internet sports betting fund		2,375,000
25	Laboratory fees		411,300
26	State lottery fund		3,110,700
27	State services fee fund		28,454,600
28	State general fund/general purpose		\$ 0



1	(10) PAYMENTS IN LIEU OF TAXES		
2	Commercial forest reserve	\$	3,368,100
3	Purchased lands		9,318,500
4	Swamp and tax reverted lands		15,305,600
5	GROSS APPROPRIATION	\$	27,992,200
6	Appropriated from:		
7	Special revenue funds:		
8	Private funds		28,900
9	Game and fish protection fund		3,157,800
10	Michigan natural resources trust fund		2,374,500
11	Michigan state waterways fund		273,900
12	State general fund/general purpose	\$	22,157,100
13	(11) REVENUE SHARING		
14	City, village, and township revenue sharing	\$	261,024,600
15	Constitutional state general revenue sharing		
16	grants		851,870,300
17	County incentive program		43,329,300
18	County revenue sharing		183,200,100
19	Financially distressed cities, villages, or		
20	townships		2,500,000
21	GROSS APPROPRIATION	\$	1,341,924,300
22	Appropriated from:		
23	Special revenue funds:		
24	Sales tax		1,341,924,300
25	State general fund/general purpose	\$	0
26	(12) STATE BUILDING AUTHORITY		
27	Full-time equated classified positions	3.0	
28	State building authority--FTEs	3.0 \$	756,700



1	GROSS APPROPRIATION		\$	756,700
2	Appropriated from:			
3	Special revenue funds:			
4	State building authority revenue			756,700
5	State general fund/general purpose		\$	0
6	(13) CITY INCOME TAX ADMINISTRATION PROGRAM			
7	Full-time equated classified positions	72.0		
8	City income tax administration program--FTEs	72.0	\$	10,010,200
9	GROSS APPROPRIATION		\$	10,010,200
10	Appropriated from:			
11	Special revenue funds:			
12	Local - city income tax fund			10,010,200
13	State general fund/general purpose		\$	0
14	(14) INFORMATION TECHNOLOGY			
15	Treasury operations information technology			
16	services and projects		\$	39,216,000
17	GROSS APPROPRIATION		\$	39,216,000
18	Appropriated from:			
19	Interdepartmental grant revenues:			
20	IDG from MDOT, Michigan transportation fund			408,700
21	Federal revenues:			
22	DED-OPSE, federal lender allowance			641,400
23	Special revenue funds:			
24	Local - city income tax fund			1,256,000
25	Delinquent tax collection revenue			17,971,900
26	Marihuana regulation fund			792,000
27	Retirement funds			804,500
28	Tobacco tax revenue			132,200



1	State general fund/general purpose	\$	17,209,300
2	(15) ONE-TIME APPROPRIATIONS		
3	Gaming - case handling and information		
4	processing system	\$	4,025,000
5	Blight removal grants		800,000
6	Disaster relief		24,000,000
7	Historic preservation		5,000,000
8	School district debt relief support		2,000,000
9	School support staff COVID-19 grants		20,000,000
10	Teacher COVID-19 grants		53,000,000
11	GROSS APPROPRIATION	\$	108,825,000
12	Appropriated from:		
13	Special revenue funds:		
14	Fantasy contest fund		225,000
15	Internet gaming fund		950,000
16	Internet sports betting fund		950,000
17	State casino gaming fund		1,900,000
18	State general fund/general purpose	\$	104,800,000
19	Sec. 109. DEPARTMENT OF LABOR AND ECONOMIC		
20	OPPORTUNITY		
21	(1) APPROPRIATION SUMMARY		
22	Full-time equated unclassified positions		34.5
23	Full-time equated classified positions		2,545.4
24	GROSS APPROPRIATION	\$	1,625,864,300
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and		
27	intradepartmental transfers		0
28	ADJUSTED GROSS APPROPRIATION	\$	1,625,864,300



1	Federal revenues:		
2	Total federal revenues		1,138,389,800
3	Special revenue funds:		
4	Total local revenues		10,900,000
5	Total private revenues		11,317,800
6	Total other state restricted revenues		272,389,100
7	State general fund/general purpose	\$	192,867,600
8	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
9	Full-time equated unclassified positions	34.5	
10	Full-time equated classified positions	53.0	
11	Unclassified salaries--FTEs	34.5	\$ 4,073,100
12	Executive direction and operations--FTEs	53.0	8,980,400
13	Property management		6,054,300
14	GROSS APPROPRIATION	\$	19,107,800
15	Appropriated from:		
16	Federal revenues:		
17	DED, vocational rehabilitation and independent		
18	living		3,146,000
19	DOL-ETA, unemployment insurance		2,391,200
20	DOL, federal funds		3,202,500
21	DOL, occupational safety and health		713,800
22	Federal funds		2,500,000
23	Special revenue funds:		
24	Asbestos abatement fund		150,200
25	Corporation fees		1,571,300
26	Michigan state housing development authority		
27	fees and charges		622,800
28	Private occupational school fees		55,100



1	Radiological health fees		284,400
2	Safety education and training fund		755,800
3	Second injury fund		273,000
4	Securities fees		1,748,700
5	Self-insurers security fund		150,000
6	Silicosis and dust disease fund		112,700
7	Worker's compensation administrative revolving		
8	fund		88,400
9	State general fund/general purpose	\$	1,341,900
10	(3) WORKFORCE DEVELOPMENT		
11	Full-time equated classified positions	219.0	
12	At-risk youth grants	\$	3,750,000
13	Going pro		28,670,700
14	High school equivalency-to-school		250,000
15	Workforce development program		381,636,000
16	Workforce program administration--FTEs	219.0	36,286,000
17	GROSS APPROPRIATION	\$	450,592,700
18	Appropriated from:		
19	Federal revenues:		
20	DAG, employment and training		4,000,400
21	DED-OVAE, adult education		20,000,000
22	DED-OVAE, basic grants to states		19,000,000
23	DOL, federal funds		107,400,200
24	DOL-ETA, workforce investment act		173,488,600
25	Federal funds		3,440,200
26	Social security act, temporary assistance for		
27	needy families		63,698,800
28	Special revenue funds:		



1	Local revenues		500,000
2	Private funds		5,280,400
3	Contingent fund, penalty and interest account		22,108,500
4	Defaulted loan collection fees		175,300
5	State general fund/general purpose	\$	31,500,300
6	(4) REHABILITATION SERVICES		
7	Full-time equated classified positions	668.0	
8	Bureau of services for blind persons--FTEs	113.0	\$ 25,509,200
9	Independent living		15,531,700
10	Michigan rehabilitation services--FTEs	555.0	134,227,900
11	Subregional libraries state aid		451,800
12	GROSS APPROPRIATION	\$	175,720,600
13	Appropriated from:		
14	Federal revenues:		
15	DED, vocational rehabilitation and independent		
16	living		126,173,600
17	Federal funds		1,461,000
18	Supplemental security income		8,588,600
19	Special revenue funds:		
20	Local - blind services		100,000
21	Local - vocational rehabilitation match		5,300,000
22	Private - blind services		111,800
23	Private - gifts, bequests, and donations		531,500
24	Michigan business enterprise program fund		350,000
25	Rehabilitation services fees		150,000
26	Second injury fund		38,300
27	State general fund/general purpose	\$	32,915,800
28	(5) EMPLOYMENT SERVICES		



1	Full-time equated classified positions	376.4	
2	Bureau of employment relations--FTEs	22.0	\$ 4,452,000
3	Compensation supplement fund		820,000
4	First responder presumed coverage claims		4,000,000
5	Insurance funds administration--FTEs	23.0	4,725,500
6	Michigan occupational safety and health		
7	administration--FTEs	197.0	30,425,700
8	Office of global Michigan--FTEs	11.0	29,249,400
9	Private and occupational distance learning--		
10	FTEs	3.0	852,900
11	Radiation safety section--FTEs	21.4	3,429,500
12	Wage and hour program--FTEs	29.0	3,992,900
13	Workers' compensation board of magistrates--		
14	FTEs	10.0	2,243,900
15	Workers' disability compensation agency--FTEs	56.0	8,217,800
16	Workers' disability compensation appeals		
17	commission--FTEs	4.0	348,800
18	GROSS APPROPRIATION		\$ 92,758,400
19	Appropriated from:		
20	Federal revenues:		
21	DOL, occupational safety and health		12,385,300
22	HHS, mammography quality standards		513,300
23	HHS, refugee assistance program fund		28,769,000
24	Special revenue funds:		
25	Asbestos abatement fund		833,500
26	Corporation fees		10,248,300
27	Distance education fund		364,800
28	First responder presumed coverage fund		4,000,000



1	Private occupational school license fees		488,100
2	Radiological health fees		2,916,200
3	Safety education and training fund		10,416,200
4	Second injury fund		2,394,200
5	Securities fees		10,580,400
6	Self-insurers security fund		1,626,600
7	Silicosis and dust disease fund		704,700
8	Worker's compensation administrative revolving		
9	fund		1,875,100
10	State general fund/general purpose	\$	4,642,700
11	(6) UNEMPLOYMENT		
12	Full-time equated classified positions	744.0	
13	Unemployment insurance agency--FTEs	736.0	\$ 293,478,900
14	Unemployment insurance agency - advocacy		
15	assistance		1,500,000
16	Unemployment insurance appeals commission--FTEs	8.0	4,384,900
17	GROSS APPROPRIATION	\$	299,363,800
18	Appropriated from:		
19	Federal revenues:		
20	DOL-ETA, unemployment insurance		276,626,400
21	Special revenue funds:		
22	Contingent fund, penalty and interest account		22,737,400
23	State general fund/general purpose	\$	0
24	(7) COMMISSIONS		
25	Full-time equated classified positions	17.0	
26	Asian Pacific American affairs commission--FTE	1.0	\$ 137,400
27	Commission on Middle Eastern American affairs--		
28	FTE	1.0	125,000



1	Hispanic/Latino commission of Michigan--FTE	1.0	295,800
2	Michigan community service commission--FTEs	14.0	11,835,800
3	GROSS APPROPRIATION	\$	12,394,000
4	Appropriated from:		
5	Federal revenues:		
6	Federal funds		10,826,000
7	Special revenue funds:		
8	Private - gifts, bequests, and donations		44,100
9	State general fund/general purpose	\$	1,523,900
10	(8) INFORMATION TECHNOLOGY		
11	Information technology services and projects	\$	29,579,800
12	GROSS APPROPRIATION	\$	29,579,800
13	Appropriated from:		
14	Federal revenues:		
15	DED, vocational rehabilitation and independent		
16	living		3,141,200
17	DOL-ETA, unemployment insurance		22,867,300
18	DOL, occupational safety and health		373,100
19	Special revenue funds:		
20	Asbestos abatement fund		35,400
21	Corporation fees		290,000
22	Distance education fund		5,600
23	Private occupational school license fees		21,900
24	Radiological health fees		143,300
25	Safety education and training fund		404,200
26	Second injury fund		364,100
27	Securities fees		912,800
28	Self-insurers security fund		258,700



1	Silicosis and dust disease fund		78,400
2	State general fund/general purpose	\$	683,800
3	(9) MICHIGAN STRATEGIC FUND		
4	Full-time equated classified positions	174.0	
5	Administrative services--FTEs	37.0	\$ 3,143,500
6	Arts and cultural program		9,500,000
7	Business attraction and community		
8	revitalization		100,000,000
9	Community college skilled trades equipment		
10	program debt service		4,600,000
11	Community development block grants		62,000,000
12	Entrepreneurship ecosystem		15,650,000
13	Facility for rare isotope beams		7,300,000
14	Job creation services--FTEs	137.0	22,268,100
15	Lighthouse preservation program		307,500
16	Pure Michigan		25,000,000
17	GROSS APPROPRIATION	\$	249,769,100
18	Appropriated from:		
19	Federal revenues:		
20	HUD-CPD community development block grant		64,773,300
21	NFAH-NEA, promotion of the arts, partnership		
22	agreements		1,050,000
23	Special revenue funds:		
24	Local promotion fund		5,000,000
25	Private - Michigan council for the arts fund		100,000
26	Private - special project advances		250,000
27	Private promotion fund		5,000,000
28	21st century jobs trust fund		75,000,000



1	Contingent fund, penalty and interest account		4,600,000
2	Michigan lighthouse preservation fund		307,500
3	Michigan state housing development authority		
4	fees and charges		4,717,900
5	State general fund/general purpose	\$	88,970,400
6	(10) STATE LAND BANK AUTHORITY		
7	Full-time equated classified positions	9.0	
8	State land bank authority--FTEs	9.0	\$ 4,343,900
9	GROSS APPROPRIATION	\$	4,343,900
10	Appropriated from:		
11	Federal revenues:		
12	Federal revenues		1,000,000
13	Special revenue funds:		
14	Land bank fast track fund		3,343,900
15	State general fund/general purpose	\$	0
16	(11) MICHIGAN STATE HOUSING DEVELOPMENT		
17	AUTHORITY		
18	Full-time equated classified positions	273.0	
19	Housing and rental assistance--FTEs	273.0	\$ 46,903,200
20	Michigan state housing development authority		
21	technology services and projects		3,699,300
22	Payments on behalf of tenants		166,860,000
23	Property management		3,482,900
24	GROSS APPROPRIATION	\$	220,945,400
25	Appropriated from:		
26	Federal revenues:		
27	HUD, lower income housing assistance		166,860,000
28	Special revenue funds:		



1	Michigan state housing development authority		
2	fees and charges		54,085,400
3	State general fund/general purpose	\$	0
4	(12) ONE-TIME APPROPRIATIONS		
5	Full-time equated classified positions	12.0	
6	Coronavirus relief fund grants	\$	10,000,000
7	Michigan enhancement grants		31,288,800
8	Michigan reconnect grant program--FTEs	12.0	30,000,000
9	GROSS APPROPRIATION	\$	71,288,800
10	Appropriated from:		
11	Federal revenues:		
12	Coronavirus relief fund		10,000,000
13	Special revenue funds:		
14	Talent investment fund		30,000,000
15	State general fund/general purpose	\$	31,288,800

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2020-2021

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 2020-2021 is \$3,729,841,500.00 and state spending from state sources to be paid to local units of government for fiscal year 2020-2021 is \$1,629,433,100.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

1	Fees to local units	\$	34,500
2	Motorcycle safety grants		1,007,300
3	Subtotal	\$	1,041,800
4	DEPARTMENT OF TREASURY		
5	Airport parking distribution pursuant to		
6	section 909	\$	27,000,000
7	City, village, and township revenue sharing		261,024,600
8	Constitutional state general revenue sharing		
9	grants		851,870,300
10	Convention facility development fund		
11	distribution		107,887,900
12	County incentive program		43,329,300
13	County revenue sharing payments		183,200,100
14	Emergency 9-1-1 payments		48,800,000
15	Financially distressed cities, villages, or		
16	townships		2,500,000
17	Health and safety fund grants		1,500,000
18	Recreational marihuana grants		23,400,000
19	Payments in lieu of taxes		27,992,200
20	Senior citizen cooperative housing tax		
21	exemption		10,771,700
22	Subtotal	\$	1,589,276,100
23	DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY		
24	Going pro	\$	27,170,700
25	Welfare-to-work programs		10,680,000
26	Michigan rehabilitation services		262,200
27	Michigan community service commission		2,300
28	Arts and cultural program		1,000,000



1	Subtotal	\$	39,115,200
2	TOTAL	\$	1,629,433,100

3 (2) Pursuant to section 30 of article IX of the state
4 constitution of 1963, total state spending from state sources
5 for fiscal year 2020-2021 is estimated at \$35,359,071,900.00
6 in the 2020-2021 appropriations acts and total state spending
7 from state sources paid to local units of government for
8 fiscal year 2020-2021 is estimated at \$19,907,429,900.00. The
9 state-local proportion is \$19,907,429,900.00 estimated at
10 56.3% of total state spending from state sources.

11 (3) If payments to local units of government and state
12 spending from state sources for fiscal year 2020-2021 are
13 different than the amounts estimated in subsection (2), the
14 state budget director shall report the payments to local
15 units of government and state spending from state sources
16 that were made for fiscal year 2020-2021 to the senate and
17 house of representatives standing committees on
18 appropriations within 30 days after the final book-closing
19 for fiscal year 2020-2021.

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

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

24 (a) "ATM" means automated teller machine.

25 (b) "COBRA" means the consolidated omnibus budget
26 reconciliation act of 1985, Public Law 99-272, 100 Stat 82.

27 (c) "DAG" means the United States Department of
28 Agriculture.

29 (d) "DED" means the United States Department of



1 Education.

2 (e) "DED-OESE" means the DED Office of Elementary and
3 Secondary Education.

4 (f) "DED-OPSE" means the DED Office of Postsecondary
5 Education.

6 (g) "DED-OVAE" means the DED Office of Vocational and
7 Adult Education.

8 (h) "DOE-OEERE" means the United States Department of
9 Energy, Office of Energy Efficiency and Renewable Energy.

10 (i) "DOL" means the United States Department of Labor.

11 (j) "DOL-ETA" means the United States Department of
12 Labor, Employment and Training Administration.

13 (k) "EEOC" means the United States Equal Employment
14 Opportunity Commission.

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

16 (m) "Fund" means the Michigan strategic fund.

17 (n) "GEAR-UP" means gaining early awareness and
18 readiness for undergraduate programs.

19 (o) "GED" means a general educational development
20 certificate.

21 (p) "GF/GP" means general fund/general purpose.

22 (q) "HHS" means the United States Department of Health
23 and Human Services.

24 (r) "HHS-OS" means the HHS Office of the Secretary.

25 (s) "HHS-SSA" means the HHS Social Security
26 Administration.

27 (t) "HUD" means the United States Department of Housing
28 and Urban Development.

29 (u) "HUD-CPD" means the United States Department of



1 Housing and Urban Development - Community Planning and
2 Development.

3 (v) "IDG" means interdepartmental grant.

4 (w) "JCOS" means the joint capital outlay subcommittee.

5 (x) "MAIN" means the Michigan administrative information
6 network.

7 (y) "MCL" means the Michigan Compiled Laws.

8 (z) "MDE" means the Michigan department of education.

9 (aa) "MDEGLE" means the Michigan department of
10 environment, Great Lakes, and energy.

11 (bb) "MDHHS" means the Michigan department of health and
12 human services.

13 (cc) "MDLARA" means the Michigan department of licensing
14 and regulatory affairs.

15 (dd) "MDLEO" means the Michigan department of labor and
16 economic opportunity.

17 (ee) "MDMVA" means the Michigan department of military
18 and veterans affairs.

19 (ff) "MDOT" means the Michigan department of
20 transportation.

21 (gg) "MDSP" means the Michigan department of state
22 police.

23 (hh) "MDTMB" means the Michigan department of
24 technology, management, and budget.

25 (ii) "MEDC" means the Michigan economic development
26 corporation, which is the public body corporate created under
27 section 28 of article VII of the state constitution of 1963
28 and the urban cooperation act of 1967, 1967 (Ex Sess) PA 7,
29 MCL 124.501 to 124.512, by contractual interlocal agreement



1 effective April 5, 1999, between local participating economic
 2 development corporations formed under the economic
 3 development corporations act, 1974 PA 338, MCL 125.1601 to
 4 125.1636, and the Michigan strategic fund.

5 (jj) "MEGA" means the Michigan economic growth
 6 authority.

7 (kk) "MFA" means the Michigan finance authority.

8 (ll) "MPE" means the Michigan public employees.

9 (mm) "MSF" means the Michigan strategic fund.

10 (nn) "MSHDA" means the Michigan state housing
 11 development authority.

12 (oo) "NERE" means nonexclusively represented employees.

13 (pp) "NFAH-NEA" means the National Foundation of the
 14 Arts and the Humanities - National Endowment for the Arts.

15 (qq) "PA" means public act.

16 (rr) "PATH" means Partnership. Accountability. Training.
 17 Hope.

18 (ss) "RFP" means a request for a proposal.

19 (tt) "SEIU" means Service Employees International Union.

20 (uu) "SIGMA" means statewide integrated governmental
 21 management applications.

22 (vv) "WDA" means the workforce development agency.

23 (ww) "WIC" means women, infants, and children.

24 Sec. 204. The departments and agencies shall use the
 25 internet to fulfill the reporting requirements of this part.
 26 This requirement may include transmission of reports via
 27 electronic mail to the recipients identified for each
 28 reporting requirement, and it shall include placement of
 29 reports on an internet site.



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

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

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

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

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

23 Sec. 207. For the purposes of implementing section 217
24 of the management and budget act, 1984 PA 431, MCL 18.1217,
25 the departments and agencies receiving appropriations in part
26 1 shall prepare a report on out-of-state travel expenses not
27 later than January 1 of each year. The travel report shall be
28 a listing of all travel by classified and unclassified
29 employees outside this state in the immediately preceding



1 fiscal year that was funded in whole or in part with funds
2 appropriated in the department's budget. The report shall be
3 submitted to the house and senate appropriations committees,
4 the chairpersons of the relevant appropriations
5 subcommittees, the house and senate fiscal agencies, and the
6 state budget director. The report shall include the following
7 information:

8 (a) The dates of each travel occurrence.

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

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

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



1 Sec. 210. (1) Pursuant to section 352 of the management
 2 and budget act, 1984 PA 431, MCL 18.1352, which provides for
 3 a transfer of state general fund revenue into or out of the
 4 countercyclical budget and economic stabilization fund, the
 5 calculations required by section 352 of the management and
 6 budget act, 1984 PA 431, MCL 18.1352, are determined as
 7 follows:

	2019	2020	2021
8 Michigan personal income (millions)	\$502,540	\$513,596	\$503,324
9 less: transfer payments	105,366	140,870	113,775
10 Subtotal	<u>\$397,174</u>	<u>\$372,726</u>	<u>\$389,549</u>
11			
12 Divided by: Detroit Consumer Price			
13 Index for 12 months ending December 31	2.353	2.353	2.378
14 Equals: real adjusted Michigan			
15 personal income	\$168,819	\$158,393	\$163,786
16 Percentage change	N/A	-6.2%	3.4%
17 Growth rate in excess of 2%?	N/A	0.0%	1.4%
18 Equals: countercyclical budget and			
19 economic stabilization fund pay-in			
20 calculation for the fiscal year ending			
21 September 30, 2021 (millions)	N/A	NO	NO
22 Growth rate less than 0%?	N/A	YES	NO
23 Equals: countercyclical budget and			
24 economic stabilization fund pay-out			
25 calculation for the fiscal year ending			
26 September 30, 2020 (millions)	N/A		\$287.2

27 (2) Notwithstanding subsection (1), there is
 28 appropriated for the fiscal year ending September 30, 2021,
 29 from GF/GP revenue for deposit into the countercyclical



1 budget and economic stabilization fund the sum of
2 \$35,000,000.00.

3 (3) In addition to the appropriation to the
4 countercyclical budget and economic stabilization fund in
5 subsection (2), there is appropriated to the countercyclical
6 budget and economic stabilization fund for the fiscal year
7 ending September 30, 2021, from general fund/general purpose
8 an amount equal to 100% of the fiscal year 2019-2020 general
9 fund/general purpose unassigned fund balance recorded as part
10 of the state book-closing process for the 2019-2020 fiscal
11 year.

12 Sec. 211. The departments and agencies shall cooperate
13 with the MDTMB to maintain a searchable website that is
14 updated at least quarterly and that is accessible by the
15 public at no cost that includes, but is not limited to, all
16 of the following for each department or agency:

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

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

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

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

25 (e) Job specifications and wage rates.

26 Sec. 212. Within 14 days after the release of the
27 executive budget recommendation, the departments and agencies
28 receiving appropriations in part 1 shall cooperate with the
29 state budget director to provide the chairs of the senate and



1 house of representatives standing committees on
2 appropriations, the chairs of the senate and house of
3 representatives standing committees on appropriations
4 subcommittees on general government, and the senate and house
5 fiscal agencies with an annual report on estimated state
6 restricted fund balances, state restricted fund projected
7 revenues, and state restricted fund expenditures for the
8 prior 2 fiscal years.

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

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

25 Sec. 216. (1) On a quarterly basis, the departments and
26 agencies receiving appropriations in part 1 shall report to
27 the senate and house appropriations committees, the senate
28 and house appropriations subcommittees on the department
29 budget, and the senate and house fiscal agencies the



1 following information:

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

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

8 (2) By April 1 of the current fiscal year and
9 semiannually thereafter, the department or agency shall
10 report to the senate and house appropriations committees, the
11 senate and house appropriations subcommittees on the
12 department budget, and the senate and house fiscal agencies
13 the following information:

14 (a) Number of employees that were engaged in remote work
15 in 2020.

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

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

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

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

26 Sec. 218. If the state administrative board, acting
27 under section 3 of 1921 PA 2, MCL 17.3, transfers funds from
28 an amount appropriated under this article, the legislature
29 may, by a concurrent resolution adopted by a majority of the



1 members elected to and serving in each house, intertransfer
2 funds within this article for the particular department,
3 board, commission, officer, or institution.

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

11 Sec. 220. Each department and agency shall report no
12 later than April 1 on each specific policy change made to
13 implement a public act affecting the department that took
14 effect during the prior calendar year to the senate and house
15 of representatives standing committees on appropriations
16 subcommittees on general government, the joint committee on
17 administrative rules, and the senate and house fiscal
18 agencies.

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

22 Sec. 222. From October 1, 2020 through January 31, 2021,
23 the state budget director shall provide written notification
24 to the senate and house appropriations committees and the
25 senate and house fiscal agencies on any changes in work
26 planned spending categories for work projects containing
27 coronavirus relief funds for the fiscal year ending September
28 30, 2020 prior to expenditures occurring from new or
29 increased spending categories.



1 Sec. 223. Any coronavirus relief funds appropriated in
2 part 1 for which expenditures have not been incurred as of
3 December 30, 2020 are unappropriated and immediately
4 reappropriated for deposit into the unemployment compensation
5 fund established under section 26 of the Michigan employment
6 security act, 1936 (Ex Sess) PA 1, MCL 421.26, to support
7 costs incurred from March 1, 2020 through December 30, 2020
8 due to the COVID-19 public health emergency.

9 Sec. 224. Funds appropriated in part 1 shall not be used
10 by this state, a department, an agency, or an authority of
11 this state to purchase an ownership interest in a casino
12 enterprise or a gambling operation as those terms are defined
13 in the Michigan Gaming Control and Revenue Act, 1996 IL 1,
14 MCL 432.201 to 432.226.

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

28 (2) If the office of the auditor general does not
29 receive the required report regarding initiatives related to



1 savings and efficiencies within the 6-month time frame, the
2 office of the auditor general may charge noncompliant
3 executive branch departments and agencies for the cost of
4 performing a subsequent audit to ensure that the initiatives
5 related to savings and efficiencies have been implemented.

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

14 Sec. 237. All information technology projects funded by
15 appropriations in part 1 must utilize information technology
16 project management best practices and services as defined or
17 recommended by the enterprise portfolio management office of
18 MDTMB and comply with the requirements of the state unified
19 information technology environment methodology as it applies
20 to all information technology project management processes.

21 Sec. 240. (1) Concurrently with the submission of the
22 fiscal year 2021-2022 executive budget recommendations, the
23 state budget office shall provide the senate and house
24 appropriations committees, the chairpersons of the relevant
25 appropriations subcommittees, the senate and house fiscal
26 agencies, and the policy offices a report that lists each new
27 program or program enhancement for which funds in excess of
28 \$500,000.00 are appropriated in part 1 of each departmental
29 appropriation act.



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

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

19
20 **DEPARTMENT OF ATTORNEY GENERAL**

21 Sec. 301. (1) In addition to the funds appropriated in
22 part 1, there is appropriated an amount not to exceed
23 \$750,000.00 for federal contingency funds. These funds are
24 not available for expenditure until they have been
25 transferred to another line item in part 1 under section
26 393(2) of the management and budget act, 1984 PA 431, MCL
27 18.1393.

28 (2) In addition to the funds appropriated in part 1,
29 there is appropriated an amount not to exceed \$750,000.00 for



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

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

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

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

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

29 (3) The attorney general shall perform the duties



1 specified in 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232,
2 MCL 14.101 to 14.102, and as otherwise provided by law.

3 Sec. 303. The attorney general may sell copies of the
4 biennial report in excess of the 350 copies that the attorney
5 general may distribute on a gratis basis. Gratis copies shall
6 not be provided to members of the legislature. Electronic
7 copies of biennial reports shall be made available on the
8 department of attorney general's website. The attorney
9 general shall sell copies of the report at not less than the
10 actual cost of the report and shall deposit the money
11 received into the general fund.

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

19 Sec. 305. In addition to the funds appropriated in part
20 1, not more than \$400,000.00 shall be reimbursed per fiscal
21 year for food stamp fraud cases heard by the third circuit
22 court of Wayne County that were initiated by the department
23 of attorney general pursuant to the existing contract between
24 the department of health and human services, the Prosecuting
25 Attorneys Association of Michigan, and the department of
26 attorney general. The source of this funding is money earned
27 by the department of attorney general under the agreement
28 after the allowance for reimbursement to the department of
29 attorney general for costs associated with the prosecution of



1 food stamp fraud cases. It is recognized that the federal
2 funds are earned by the department of attorney general for
3 its documented progress on the prosecution of food stamp
4 fraud cases according to the United States Department of
5 Agriculture regulations and that, once earned by this state,
6 the funds become state funds.

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

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

19 (2) Any unexpended funds from antitrust, securities
20 fraud, or consumer protection or class action enforcement
21 revenues at the end of the fiscal year, including antitrust
22 funds in part 1, may be carried forward for expenditure in
23 the following fiscal year up to the maximum authorization of
24 \$250,000.00.

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



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

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

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

17 Sec. 309. (1) From the prisoner reimbursement funds
18 appropriated in part 1, the department may spend up to
19 \$556,100.00 on activities related to the state correctional
20 facility reimbursement act, 1935 PA 253, MCL 800.401 to
21 800.406. In addition to the funds appropriated in part 1, if
22 the department collects in excess of \$1,131,000.00 in gross
23 annual prisoner reimbursement receipts provided to the
24 general fund, the excess, up to a maximum of \$1,000,000.00,
25 is appropriated to the department of attorney general and may
26 be spent on the representation of the department of
27 corrections and its officers, employees, and agents,
28 including, but not limited to, the defense of litigation
29 against the state, its departments, officers, employees, or



1 agents in civil actions filed by prisoners.

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

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

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

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

29 Sec. 312. The department of attorney general shall not



1 receive and expend funds in addition to those authorized in
2 part 1 for legal services provided specifically to other
3 state departments or agencies except for costs for expert
4 witnesses, court costs, or other nonsalary litigation
5 expenses associated with a pending legal action.

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

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

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

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

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

23 Sec. 314. (1) From the lawsuit settlement proceeds fund
24 appropriated in part 1, the department may spend the funds
25 for the costs of all associated expenses related to the
26 declaration of emergency due to drinking water contamination
27 up to \$2,643,900.00.

28 (2) The attorney general's office must submit a
29 quarterly report to the house and senate standing committees



1 on appropriations, the house and senate appropriations
2 subcommittees on general government, the senate and house
3 fiscal agencies, and the state budget director, detailing how
4 funds in subsection (1) and all other currently and
5 previously budgeted funds associated with legal costs
6 pertaining to the Flint water declaration of emergency were
7 expended. The report must itemize expenditures by case,
8 purpose, hourly rate of retained attorney, and department
9 involved.

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

16 Sec. 315. Total authorized appropriations from all
17 sources under part 1 for legacy costs for the fiscal year
18 ending September 30, 2021 are \$18,984,500.00. From this
19 amount, total agency appropriations for pension-related
20 legacy costs are estimated at \$9,109,000.00. Total agency
21 appropriations for retiree health care legacy costs are
22 estimated at \$9,875,500.00.

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

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



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

3 (c) To provide victim services.

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

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

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

13 (c) A detailed work and spending plan outlining
14 anticipated litigation action and expenditures resulting from
15 findings of the sexual assault kit testing. The report shall
16 be submitted to the state budget office, the senate and house
17 fiscal agencies, and the senate and house of representatives
18 standing committees on appropriations subcommittees on
19 general government.

20 (3) Any funds remaining after the department has met the
21 obligations required under subsection (1) may be used for the
22 purpose of retesting any previously tested sexual assault
23 kits across this state using currently available DNA testing.
24 Funds only may be used for DNA testing on previously tested
25 kits that were not tested for DNA. If there are remaining
26 untested sexual assault kits on January 31, 2021, funds
27 appropriated in part 1 shall only be used for the testing of
28 those kits.

29 Sec. 317. (1) The department of attorney general shall



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

10 (2) At the conclusion of all attorney general
11 investigations related to the declaration of emergency due to
12 drinking water contamination, all materials related to any
13 investigations shall be preserved pursuant to applicable
14 document retention policies.

15 Sec. 319. From the funds appropriated in part 1, the
16 attorney general shall provide a quarterly report on the
17 wrongful imprisonment compensation fund to the chairpersons
18 of the appropriations subcommittees on general government,
19 the senate and house fiscal agencies, and the state budget
20 director. The report shall include at least the following:

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

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

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

29 (d) The number of known cases seeking a settlement, but



1 do not have a final judgment, and the dollar amount of each
2 potential payment for these known cases, and the total of
3 these payments.

4 (e) The balance of the wrongful imprisonment fund at the
5 end of the previous quarter.

6 Sec. 320. From the funds appropriated in part 1, the
7 department of attorney general shall do all of the following:

8 (a) Notify the appropriation chairs and fiscal agencies
9 of all lawsuit settlements with a fiscal impact of
10 \$2,000,000.00 or more no later than 10 days after a
11 settlement is reached. It is the intent of the legislature
12 that any lawsuit settlement must take into consideration the
13 potential cost and tax dollar impact to Michigan taxpayers as
14 part of the settlement negotiations process.

15 (b) Not enter into any lawsuit that is contrary to the
16 laws of this state.

17 (c) Enforce the laws of this state.

18 Sec. 321. Upon entering into a lawsuit against the
19 federal government, either on this state's own accord or
20 accompanied by other states, the department of attorney
21 general must submit a notification of the lawsuit filing to
22 the chairpersons of the house and senate appropriations
23 subcommittees on general government. The notification must
24 include an estimate of all financial costs to this state for
25 participating in the legal action.

26 Sec. 322. (1) The department must provide a quarterly
27 report to the chairpersons of the appropriations
28 subcommittees on general government, the house and senate
29 fiscal agencies, and the state budget director on the total



1 dollar expenditure amount related to each of the following
2 department initiatives and activities:

- 3 (a) Catholic church investigation.
4 (b) Elder abuse task force.
5 (c) Conviction integrity unit.
6 (d) Opioid litigation.
7 (e) Hate crimes unit.
8 (f) Michigan State University investigation.
9 (g) PFAS contamination.
10 (h) Human trafficking.
11 (i) Robocall enforcement.

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

15

16 **DEPARTMENT OF CIVIL RIGHTS**

17 Sec. 401. (1) In addition to the funds appropriated in
18 part 1, there is appropriated an amount not to exceed
19 \$1,000,000.00 for federal contingency funds. These funds are
20 not available for expenditure until they have been
21 transferred to another line item in part 1 under section
22 393(2) of the management and budget act, 1984 PA 431, MCL
23 18.1393.

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



1 Sec. 402. (1) In addition to the appropriations
2 contained in part 1, the department of civil rights may
3 receive and expend funds from local and private sources, up
4 to a combined total of \$85,000.00, for all of the following
5 purposes:

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

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

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

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

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

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

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

20 (2) The department of civil rights shall annually report
21 to the state budget director, the senate and house of
22 representatives standing committees on appropriations, the
23 chairpersons of the relevant appropriations subcommittees,
24 and the senate and house fiscal agencies the amount of funds
25 received and expended for purposes authorized under this
26 section.

27 Sec. 403. The department of civil rights may contract
28 with local units of government to review equal employment
29 opportunity compliance of potential contractors and may



1 charge for and expend amounts received from local units of
2 government for the purpose of developing and providing these
3 contractual services.

4 Sec. 404. (1) The department of civil rights shall
5 prepare and transmit a detailed report that includes, but is
6 not limited to, the following information for the most recent
7 fiscal year:

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

9 (b) A detailed description of all subunits within the
10 department, including FTE positions associated with each
11 subunit, responsibilities of each subunit, and all revenues
12 and expenditures for each subunit.

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

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

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

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

20 (g) Expenditures associated with complaint investigation
21 and enforcement.

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

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

26 (j) Productivity projections for the current fiscal
27 year, including investigations closed per FTE, complaint
28 evaluations completed per FTE, and average time expended
29 investigating complaints.



1 (k) Revenues and expenditures associated with section
2 403 of this part by local unit.

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

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

17 Sec. 410. Total authorized appropriations from all
18 sources under part 1 for legacy costs for the fiscal year
19 ending September 30, 2021 are \$2,788,400.00. From this
20 amount, total agency appropriations for pension-related
21 legacy costs are estimated at \$1,337,900.00. Total agency
22 appropriations for retiree health care legacy costs are
23 estimated at \$1,450,500.00.

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



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

6 (3) From the funds appropriated in part 1 for museums
7 support, \$500,000.00 shall be awarded to support a memorial
8 center in a county with a population between 1,000,000 and
9 1,700,000 and in a city with a population between 79,000 and
10 80,000 according to the most recent federal decennial census
11 to expand educational access.

12
13 **LEGISLATURE**

14 Sec. 600. The senate, the house of representatives, or
15 an agency within the legislative branch may receive, expend,
16 and transfer funds in addition to those authorized in part 1.

17 Sec. 601. (1) Funds appropriated in part 1 to an entity
18 within the legislative branch shall not be expended or
19 transferred to another account without written approval of
20 the authorized agent of the legislative entity. If the
21 authorized agent of the legislative entity notifies the state
22 budget director of its approval of an expenditure or transfer
23 before the year-end book-closing date for that legislative
24 entity, the state budget director shall immediately make the
25 expenditure or transfer. The authorized legislative entity
26 agency shall be designated by the speaker of the house of
27 representatives for house entities, the senate majority
28 leader for senate entities, and the legislative council for
29 legislative council entities.



1 (2) Funds appropriated within the legislative branch, to
2 a legislative council component, shall not be expended by any
3 agency or other subgroup included in that component without
4 the approval of the legislative council.

5 Sec. 602. The senate may charge rent and assess charges
6 for utility costs. The amounts received for rent charges and
7 utility assessments are appropriated to the senate for the
8 renovation, operation, and maintenance of the Binsfeld Office
9 Building.

10 Sec. 603. (1) From the appropriation contained in part 1
11 for national association dues, the first \$34,800.00 shall be
12 paid to the National Conference of Commissioners of Uniform
13 State Laws. The remaining funds shall be distributed
14 accordingly by the legislative council.

15 (2) If any funds remain after all required dues payments
16 have been made as specified in subsection (1), the
17 Legislative Council may approve the use of up to \$10,000.00
18 to pay for the registration fees of any state employees who
19 serve as board members to any of the national associations
20 receiving state funds for annual dues to attend that national
21 association's annual conference. If any of the \$10,000.00
22 remains after national board member's registration fees are
23 paid, the remaining funds may be used to pay for the
24 registration fees for any other state employees to attend the
25 annual conference of any of the national associations
26 receiving state funds for annual dues as prescribed in
27 subsection (1).

28 Sec. 604. (1) The appropriation in part 1 to the
29 Michigan state capitol historic site includes funds to



1 operate the legislative parking facilities in the capitol
2 area. The Michigan state capitol commission shall establish
3 rules regarding the operation of the legislative parking
4 facilities.

5 (2) The Michigan state capitol commission shall collect
6 a fee from state employees and the general public using
7 certain legislative parking facilities. The revenues received
8 from the parking fees are appropriated upon receipt and shall
9 be allocated by the Michigan state capitol commission.

10 Sec. 605. The unexpended funds appropriated in part 1
11 for the legislative council are designated as a work project
12 appropriation, and any unencumbered or unallotted funds shall
13 not lapse at the end of the fiscal year and shall be
14 available for expenditures for projects under this section
15 until the projects have been completed. The following is in
16 compliance with section 451a of the management and budget
17 act, 1984 PA 431, MCL 18.1451a:

18 (a) The purpose of the project is publication of the
19 Michigan manual.

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

22 (c) The total estimated cost of the project is
23 \$3,000,000.00.

24 (d) The tentative completion date is September 30, 2025.

25 Sec. 606. The unexpended funds appropriated in part 1
26 for property management are designated as a work project
27 appropriation, and any unencumbered or unallotted funds shall
28 not lapse at the end of the fiscal year and shall be
29 available for expenditures for projects under this section



1 until the projects have been completed. The following is in
2 compliance with section 451a of the management and budget
3 act, 1984 PA 431, MCL 18.1451a:

4 (a) The purpose of the project is to purchase equipment
5 and services for building maintenance in order to ensure a
6 safe and productive work environment.

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

9 (c) The total estimated cost of the project is
10 \$2,000,000.00.

11 (d) The tentative completion date is September 30, 2025.

12 Sec. 607. The unexpended funds appropriated in part 1
13 for automated data processing are designated as a work
14 project appropriation, and any unencumbered or unallotted
15 funds shall not lapse at the end of the fiscal year and shall
16 be available for expenditures for projects under this section
17 until the projects have been completed. The following is in
18 compliance with section 451a of the management and budget
19 act, 1984 PA 431, MCL 18.1451a:

20 (a) The purpose of the project is to purchase equipment,
21 software, and services in order to support and implement data
22 processing requirements and technology improvements.

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

25 (c) The total estimated cost of the project is
26 \$3,000,000.00.

27 (d) The tentative completion date is September 30, 2025.

28 Sec. 608. In addition to funds appropriated in part 1,
29 the Michigan capitol committee publications save the flags



1 fund account may accept contributions, gifts, bequests,
2 devises, grants, and donations. Those funds that are not
3 expended in the fiscal year ending September 30 shall not
4 lapse at the close of the fiscal year, and shall be carried
5 forward for expenditure in the following fiscal years.

6 Sec. 613. The unexpended funds appropriated in part 1
7 for senate census tracking/reapportionment are designated as
8 a work project appropriation, and any unencumbered or
9 unallotted funds shall not lapse at the end of the fiscal
10 year and shall be available for expenditures for projects
11 under this section until the projects have been completed.
12 The following is in compliance with section 451a of the
13 management and budget act, 1984 PA 431, MCL 18.1451a:

14 (a) The purpose of the project is to purchase equipment,
15 supplies, and services needed for tracking and reporting
16 census and reapportionment information for this state.

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

19 (c) The total estimated cost of the project is
20 \$170,000.00.

21 (d) The tentative completion date is September 30, 2025.

22 Sec. 614. The unexpended funds appropriated in part 1
23 for house of representatives census tracking/reapportionment
24 are designated as a work project appropriation, and any
25 unencumbered or unallotted funds shall not lapse at the end
26 of the fiscal year and shall be available for expenditures
27 for projects under this section until the projects have been
28 completed. The following is in compliance with section 451a
29 of the management and budget act, 1984 PA 431, MCL 18.1451a:



1 (a) The purpose of the project is to purchase equipment,
2 supplies, and services needed for tracking and reporting
3 census and reapportionment information for this state.

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

6 (c) The total estimated cost of the project is
7 \$170,000.00.

8 (d) The tentative completion date is September 30, 2025.

9 Sec. 615. Total authorized appropriations from all
10 sources under part 1 for legacy costs for the fiscal year
11 ending September 30, 2021 are \$31,774,700.00. From this
12 amount, total agency appropriations for pension-related
13 legacy costs are estimated at \$15,245,800.00. Total agency
14 appropriations for retiree health care legacy costs are
15 estimated at \$16,528,900.00.

16 Sec. 616. From the funds appropriated in part 1, the
17 council administrator shall assist in administering
18 compensation, benefits, and other personnel support, subject
19 to the legislative council act, 1986 PA 268, MCL 4.1101 to
20 4.1901, for the members, employees, staff, and consultants of
21 the independent citizens redistricting commission.

22 Sec. 617. From the funds appropriated in part 1, on a
23 quarterly basis, the independent citizens redistricting
24 commission shall issue a report to the senate and house
25 appropriations subcommittees on general government, the
26 senate and house fiscal agencies, and the state budget
27 director that provides a detailed listing of expenditures
28 related to independent citizens redistricting commission
29 activities. In addition to providing a listing of



1 expenditures, the report must also include a detailed
2 description of activities undertaken to fulfill the
3 independent citizens redistricting commission's
4 constitutional responsibilities.
5

6 **LEGISLATIVE AUDITOR GENERAL**

7 Sec. 620. Pursuant to section 53 of article IV of the
8 state constitution of 1963, the auditor general shall conduct
9 audits of the executive, judicial, and legislative branches.

10 Sec. 621. (1) The auditor general shall take all
11 reasonable steps to ensure that certified minority- and
12 women-owned and operated accounting firms, and accounting
13 firms owned and operated by persons with disabilities
14 participate in the audits of the books, accounts, and
15 financial affairs of each principal executive department,
16 branch, institution, agency, and office of this state.

17 (2) The auditor general shall strongly encourage firms
18 with which the auditor general contracts to perform audits of
19 the principal executive departments and state agencies to
20 subcontract with certified minority- and women-owned and
21 operated accounting firms, and accounting firms owned and
22 operated by persons with disabilities.

23 (3) The auditor general shall compile an annual report
24 regarding the number of contracts entered into with certified
25 minority- and women-owned and operated accounting firms, and
26 accounting firms owned and operated by persons with
27 disabilities. The auditor general shall deliver the report to
28 the state budget director and the senate and house of
29 representatives standing committees on appropriations



1 subcommittees on general government by November 1 of each
2 year.

3 Sec. 622. From the funds appropriated in part 1 to the
4 legislative auditor general, the auditor general's salary and
5 the salaries of the remaining 2.0 FTE unclassified positions
6 shall be set by the speaker of the house of representatives,
7 the senate majority leader, the house of representatives
8 minority leader, and the senate minority leader.

9 Sec. 623. Any audits, reviews, or investigations
10 requested of the auditor general by the legislature or by
11 legislative leadership, legislative committees, or individual
12 legislators shall include an estimate of the additional costs
13 involved and, when those costs exceed \$50,000.00, should
14 provide supplemental funding. The auditor general shall
15 determine whether to perform those activities in keeping with
16 Operations Manual Policy No. 2-26, which describes the office
17 of the auditor general's policy on responding to legislative
18 requests.

19 Sec. 624. If the auditor general conducts a subsequent
20 audit pursuant to section 229 of this part, the auditor
21 general may charge fees and collect revenues in excess of
22 appropriations in part 1 not to exceed the cost of any audit
23 conducted pursuant to section 229 of this part. Any revenues
24 and fees collected pursuant to this section are appropriated
25 for expenditure for all expenses associated with an audit
26 conducted pursuant to section 229 of this part.

27 Sec. 625. It is the intent of the legislature that the
28 auditor general be authorized to access and examine
29 confidential information of each branch, department, office,



1 board, commission, agency, authority, and institution of the
2 state. The auditor general would be subject to the same duty
3 of confidentiality imposed by law on the entity providing the
4 confidential information.

5 Sec. 627. The unexpended funds appropriated in part 1
6 for field operations are designated as a work project
7 appropriation, and any unencumbered or unallotted funds shall
8 not lapse at the end of the fiscal year and shall be
9 available for expenditures for projects under this section
10 under this section until the projects have been completed.
11 The following is in compliance with section 451a of the
12 management and budget act, 1984 PA 431, MCL 18.1451a:

13 (a) The purpose of the project is to conduct the state
14 of Michigan comprehensive annual financial report.

15 (b) The project will be accomplished by utilizing state
16 employees.

17 (c) The total estimated cost of the project is
18 \$3,000,000.00.

19 (d) The tentative completion date is September 30, 2025.
20

21 **DEPARTMENT OF STATE**

22 Sec. 701. (1) In addition to the funds appropriated in
23 part 1, there is appropriated an amount not to exceed
24 \$500,000.00 for federal contingency funds. These funds are
25 not available for expenditure until they have been
26 transferred to another line item in part 1 under section
27 393(2) of the management and budget act, 1984 PA 431, MCL
28 18.1393.

29 (2) In addition to the funds appropriated in part 1,



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

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

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

18 Sec. 703. From the funds appropriated in part 1, the
19 department of state shall sell copies of records including,
20 but not limited to, records of motor vehicles, off-road
21 vehicles, snowmobiles, watercraft, mobile homes, personal
22 identification cardholders, drivers, and boat operators and
23 shall charge \$11.00 per record sold only as authorized in
24 section 208b of the Michigan vehicle code, 1949 PA 300, MCL
25 257.208b, section 7 of 1972 PA 222, MCL 28.297, and sections
26 80130, 80315, 81114, and 82156 of the natural resources and
27 environmental protection act, 1994 PA 451, MCL 324.80130,
28 324.80315, 324.81114, and 324.82156. The revenue received
29 from the sale of records shall be credited to the



1 transportation administration collection fund created under
2 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
3 257.810b. The department of state shall provide quarterly
4 reports to the legislature, the chairpersons of the relevant
5 appropriations subcommittees, and the senate and house fiscal
6 agencies. The report shall be provided within 15 days of the
7 close of the quarter and shall include the number of records
8 sold and the revenues collected.

9 Sec. 704. From the funds appropriated in part 1, the
10 secretary of state may enter into agreements with the
11 department of corrections for the manufacture of vehicle
12 registration plates 15 months before the registration year in
13 which the registration plates will be used.

14 Sec. 705. (1) The department of state may accept gifts,
15 donations, contributions, and grants of money and other
16 property from any private or public source to underwrite, in
17 whole or in part, the cost of a departmental publication that
18 is prepared and disseminated under the Michigan vehicle code,
19 1949 PA 300, MCL 257.1 to 257.923. A private or public
20 funding source may receive written recognition in the
21 publication and may furnish a traffic safety message, subject
22 to departmental approval, for inclusion in the publication.
23 The department may reject a gift, donation, contribution, or
24 grant. The department may furnish copies of a publication
25 underwritten, in whole or in part, by a private source to the
26 underwriter at no charge.

27 (2) The department of state may sell and accept paid
28 advertising for placement in a departmental publication that
29 is prepared and disseminated under the Michigan vehicle code,



1 1949 PA 300, MCL 257.1 to 257.923. The department may charge
2 and receive a fee for any advertisement appearing in a
3 departmental publication and shall review and approve the
4 content of each advertisement. The department may refuse to
5 accept advertising from any person or organization. The
6 department may furnish a reasonable number of copies of a
7 publication to an advertiser at no charge.

8 (3) Pending expenditure, the funds received under this
9 section shall be deposited in the Michigan department of
10 state publications fund created by section 211 of the
11 Michigan vehicle code, 1949 PA 300, MCL 257.211. Funds given,
12 donated, or contributed to the department from a private
13 source are appropriated and allocated for the purpose for
14 which the revenue is furnished. Funds granted to the
15 department from a public source are allocated and may be
16 expended upon receipt. The department shall not accept a
17 gift, donation, contribution, or grant if receipt is
18 conditioned upon a commitment of state funding at a future
19 date. Revenue received from the sale of advertising is
20 appropriated and may be expended upon receipt.

21 (4) Any unexpended revenues received under this section
22 shall be carried over into subsequent fiscal years and shall
23 be available for appropriation for the purposes described in
24 this section.

25 (5) On March 1 of each year, the department of state
26 shall file a report with the senate and house of
27 representatives standing committees on appropriations, the
28 chairpersons of the relevant appropriations subcommittees,
29 the senate and house fiscal agencies, and the state budget



1 director. The report shall include all of the following
2 information:

3 (a) The amount of gifts, contributions, donations, and
4 grants of money received by the department under this section
5 for the prior fiscal year.

6 (b) A listing of the expenditures made from the amounts
7 received by the department as reported in subdivision (a).

8 (c) A listing of any gift, donation, contribution, or
9 grant of property other than funding received by the
10 department under this section for the prior year.

11 (d) The total revenue received from the sale of paid
12 advertising accepted under this section and a statement of
13 the total number of advertising transactions.

14 (6) In addition to copies delivered without charge as
15 the secretary of state considers necessary, the department of
16 state may sell copies of manuals and other publications
17 regarding the sale, ownership, or operation or regulation of
18 motor vehicles, with amendments, at prices to be established
19 by the secretary of state. As used in this subsection, the
20 term "manuals and other publications" includes videos and
21 proprietary electronic publications. All funds received from
22 sales of these manuals and other publications shall be
23 credited to the Michigan department of state publications
24 fund.

25 Sec. 707. Funds collected by the department of state
26 under section 211 of the Michigan vehicle code, 1949 PA 300,
27 MCL 257.211, are appropriated for all expenses necessary to
28 provide for the costs of the publication. Funds are allotted
29 for expenditure when they are received by the department of



1 treasury and shall not lapse to the general fund at the end
2 of the fiscal year.

3 Sec. 708. From the funds appropriated in part 1, the
4 department of state shall use available balances at the end
5 of the state fiscal year to provide payment to the department
6 of state police in the amount of \$332,000.00 for the services
7 provided by the traffic accident records program as first
8 appropriated in 1990 PA 196 and 1990 PA 208.

9 Sec. 709. From the funds appropriated in part 1, the
10 department of state may restrict funds from miscellaneous
11 revenue to cover cash shortages created from normal branch
12 office operations. This amount shall not exceed \$50,000.00 of
13 the total funds available in miscellaneous revenue.

14 Sec. 711. Collector plate and fund-raising registration
15 plate revenues collected by the department of state are
16 appropriated and allotted for distribution to the recipient
17 university or public or private agency overseeing a state-
18 sponsored goal when received. Distributions shall occur on a
19 quarterly basis or as otherwise authorized by law. Any
20 revenues remaining at the end of the fiscal year shall not
21 lapse to the general fund but shall remain available for
22 distribution to the university or agency in the next fiscal
23 year.

24 Sec. 712. The department of state may produce and sell
25 copies of a training video designed to inform registered
26 automotive repair facilities of their obligations under
27 Michigan law. The price shall not exceed the cost of
28 production and distribution. The money received from the sale
29 of training videos shall revert to the department of state



1 and be placed in the auto repair facility account.

2 Sec. 713. (1) The department of state, in collaboration
3 with the gift of life transplantation society or its
4 successor federally designated organ procurement
5 organization, may develop and administer a public information
6 campaign concerning the Michigan organ donor program.

7 (2) The department of state may solicit funds from any
8 private or public source to underwrite, in whole or in part,
9 the public information campaign authorized by this section.
10 The department may accept gifts, donations, contributions,
11 and grants of money and other property from private and
12 public sources for this purpose. A private or public funding
13 source underwriting the public information campaign, in whole
14 or in substantial part, shall receive sponsorship credit for
15 its financial backing.

16 (3) Funds received under this section, including grants
17 from state and federal agencies, shall not lapse to the
18 general fund at the end of the fiscal year but shall remain
19 available for expenditure for the purposes described in this
20 section.

21 (4) Funding appropriated in part 1 for the organ donor
22 program shall be used for producing a pamphlet to be
23 distributed with driver licenses and personal identification
24 cards regarding organ donations. The funds shall be used to
25 update and print a pamphlet that will explain the organ donor
26 program and encourage people to become donors by marking a
27 checkoff on driver license and personal identification card
28 applications.

29 (5) The pamphlet shall include a return reply form



1 addressed to the gift of life organization. Funding
2 appropriated in part 1 for the organ donor program shall be
3 used to pay for return postage costs.

4 (6) In addition to the appropriations in part 1, the
5 department of state may receive and expend funds from the
6 organ and tissue donation education fund for administrative
7 expenses.

8 (7) The department must submit a report to the house and
9 senate appropriations subcommittees on general government,
10 the senate and house fiscal agencies, and the state budget
11 director by March 1 that provides the amount of revenue
12 collected by the department of state authorized under this
13 section, the purpose of each expenditure, and the amount of
14 revenue carried forward.

15 Sec. 714. (1) Except as otherwise provided under
16 subsection (2), at least 180 days before closing a branch
17 office or consolidating a branch office and at least 60 days
18 before relocating a branch office, the department of state
19 shall inform members of the senate and house of
20 representatives standing committees on appropriations and
21 legislators who represent affected areas regarding the
22 details of the proposal. The information provided shall be in
23 written form and include all analyses done regarding criteria
24 for changes in the location of branch offices, including, but
25 not limited to, branch transactions, revenue, and the impact
26 on citizens of the affected area. The impact on citizens
27 shall include information regarding additional distance to
28 branch office locations resulting from the plan. The written
29 notice provided by the department of state shall also include



1 detailed estimates of costs and savings that will result from
2 the overall changes made to the branch office structure and
3 the same level of detail regarding costs for new leased
4 facilities and expansions of current leased space.

5 (2) If the consolidation of a branch office is with
6 another branch office that is located within the same local
7 unit of government or the relocation of a branch office is to
8 another location that is located within the same local unit
9 of government, the department of state is not required to
10 provide the notification or written information described in
11 subsection (1).

12 (3) As used in this section, "local unit of government"
13 means a city, village, township, or county.

14 Sec. 715. (1) Any service assessment collected by the
15 department of state from the user of a credit or debit card
16 under section 3 of 1995 PA 144, MCL 11.23, may be used by the
17 department for necessary expenses related to that service and
18 may be remitted to a credit or debit card company, bank, or
19 other financial institution.

20 (2) The service assessment imposed by the department of
21 state for credit and debit card services may be based either
22 on a percentage of each individual credit or debit card
23 transaction, or on a flat rate per transaction, or both,
24 scaled to the amount of the transaction. However, the
25 department shall not charge any amount for a service
26 assessment which exceeds the costs billable to the department
27 for service assessments.

28 (3) If there is a balance of service assessments
29 received from credit and debit card services remaining on



1 September 30, the balance may be carried forward to the
2 following fiscal year and appropriated for the same purpose.

3 (4) As used in this section, "service assessment" means
4 and includes costs associated with service fees imposed by
5 credit and debit card companies and processing fees imposed
6 by banks and other financial institutions.

7 Sec. 717. (1) The department of state may accept
8 nonmonetary gifts, donations, or contributions of property
9 from any private or public source to support, in whole or in
10 part, the operation of a departmental function relating to
11 licensing, regulation, or safety. The department may
12 recognize a private or public contributor for making the
13 contribution. The department may reject a gift, donation, or
14 contribution.

15 (2) The department of state shall not accept a gift,
16 donation, or contribution under subsection (1) if receipt of
17 the gift, donation, or contribution is conditioned upon a
18 commitment of future state funding.

19 (3) On March 1 of each year, the department of state
20 shall file a report with the senate and house of
21 representatives standing committees on appropriations, the
22 chairpersons of the relevant appropriations subcommittees,
23 the senate and house fiscal agencies, and the state budget
24 director. The report shall list any gift, donation, or
25 contribution received by the department under subsection (1)
26 for the prior calendar year.

27 Sec. 719. From the funds appropriated in part 1 for
28 election administration and services, the department of state
29 shall make available at least 1 voting machine to at least 1



1 high school per regional prosperity region for the purpose of
2 allowing pupils to familiarize themselves with the voting
3 procedure through a simulated election to be determined by
4 the high schools receiving a voting machine. The voting
5 machines shall be made available to the selected high schools
6 at no cost to the high school or school district in which the
7 high school is located.

8 Sec. 721. From the funds appropriated in part 1, the
9 department of state must submit a quarterly report of all
10 department expenditures, itemized by purpose, associated with
11 its role as serving as secretary of the citizens
12 redistricting commission, and all other department activities
13 related to implementing section 6 of article IV of the state
14 constitution of 1963. The report must be submitted to the
15 house and senate appropriations subcommittees on general
16 government, the house and senate fiscal agencies, and the
17 state budget office.

18 Sec. 721a. From the funds appropriated in part 1, the
19 department of state must submit a quarterly report of all
20 department expenditures, itemized by purpose, associated with
21 implementing changes and new procedures and purchasing
22 equipment as a result of section 4 of article II of the state
23 constitution of 1963. The report must be submitted to the
24 house and senate appropriations subcommittees on general
25 government, the house and senate fiscal agencies, and the
26 state budget office.

27 Sec. 722. (1) From the funds appropriated in part 1 for
28 information technology services and projects, the department
29 of state shall continue implementation of a legacy



1 modernization project. The purpose of this project is
2 modernization of the entire system and removal of existing
3 programs from the legacy mainframes.

4 (2) The department of state shall provide a report on
5 the status of the legacy modernization project that includes,
6 but is not limited to, itemization of all expenditures made
7 on behalf of the project, anticipated completion date of the
8 project, time frame of each phase of the project, the cost of
9 the project, the number of employees assigned to implement
10 each phase of the project, the contracts entered into for the
11 project, anticipated overall cost of the project, and any
12 other information the department considers necessary. The
13 plan shall be distributed to the senate and house of
14 representatives standing committees on appropriations
15 subcommittees on general government, the senate and house
16 fiscal agencies, and the state budget director by January 1.

17 Sec. 723. The funds appropriated in part 1 for county
18 clerk education and training shall only be used for costs
19 associated with the training of local clerks in preparation
20 for elections. The department of state shall not allocate any
21 funds appropriated for county clerk education and training
22 for any other purposes.

23 Sec. 725. Total authorized appropriations from all
24 sources under part 1 for legacy costs for the fiscal year
25 ending September 30, 2021 are estimated at \$33,185,900.00.
26 From this amount, total agency appropriations for pension-
27 related legacy costs are estimated at \$15,923,000.00. Total
28 agency appropriations for retiree health care legacy costs
29 are estimated at \$17,262,900.00.



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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 funds. 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 funds. 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 funds. 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 funds. 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,



1 salvage, or scrap property made pursuant to section 267 of
2 the management and budget act, 1984 PA 431, MCL 18.1267, are
3 appropriated to the department to offset costs incurred in
4 the acquisition and distribution of surplus property. The
5 MDTMB shall provide consolidated internet auction services
6 through the state's contractors for all local units of
7 government.

8 Sec. 803. (1) The MDTMB may receive and expend funds in
9 addition to those authorized by part 1 for maintenance and
10 operation services provided specifically to other principal
11 executive departments or state agencies, the legislative
12 branch, the judicial branch, or private tenants, or provided
13 in connection with facilities transferred to the operational
14 jurisdiction of the department.

15 (2) The MDTMB may receive and expend funds in addition
16 to those authorized by part 1 for real estate, architectural,
17 design, and engineering services provided specifically to
18 other principal executive departments or state agencies, the
19 legislative branch, the judicial branch, or private tenants.

20 (3) The MDTMB may receive and expend funds in addition
21 to those authorized in part 1 for mail pickup and delivery
22 services provided specifically to other principal executive
23 departments and state agencies, the legislative branch, or
24 the judicial branch.

25 (4) The MDTMB may receive and expend funds in addition
26 to those authorized in part 1 for purchasing services
27 provided specifically to other principal executive
28 departments and state agencies, the legislative branch, or
29 the judicial branch.



1 Sec. 804. (1) Financing in part 1 for statewide
2 appropriations shall be funded by assessments against
3 longevity and insurance appropriations throughout state
4 government in a manner prescribed by the department. Funds
5 shall be used as specified in joint labor/management
6 agreements or through the coordinated compensation hearings
7 process. Any deposits made under this subsection and any
8 unencumbered funds are restricted revenues, may be carried
9 over into the succeeding fiscal years, and are appropriated.

10 (2) In addition to the funds appropriated in part 1 for
11 statewide appropriations, the MDTMB may receive and expend
12 funds in such additional amounts as may be specified in joint
13 labor/management agreements or through the coordinated
14 compensation hearings process in the same manner and subject
15 to the same conditions as prescribed in subsection (1).

16 Sec. 805. To the extent a specific appropriation is
17 required for a detailed source of financing included in part
18 1 for the MDTMB appropriations financed from special revenue
19 and internal service and pension trust funds, or SIGMA user
20 charges, the specific amounts are appropriated within the
21 special revenue internal service and pension trust funds in
22 portions not to exceed the aggregate amount appropriated in
23 part 1.

24 Sec. 806. In addition to the funds appropriated in part
25 1 to the MDTMB, the MDTMB may receive and expend funds from
26 other principal executive departments and state agencies to
27 implement administrative leave bank transfer provisions as
28 may be specified in joint labor/management agreements. The
29 amounts may also be transferred to other principal executive



1 departments and state agencies under the joint agreement and
2 any amounts transferred under the joint agreement are
3 authorized for receipt and expenditure by the receiving
4 principal executive department or state agency. Any amounts
5 received by the MDTMB under this section and intended, under
6 the joint labor/management agreements, to be available for
7 use beyond the close of the fiscal year and any unencumbered
8 funds may be carried over into the succeeding fiscal year.

9 Sec. 807. Financing in part 1 for SIGMA shall be funded
10 by proportionate charges assessed against the respective
11 state funds benefiting from this project in the amounts
12 determined by the department.

13 Sec. 808. (1) Deposits against the interdepartmental
14 grant from building occupancy and parking charges
15 appropriated in part 1 shall be collected, in part, from
16 state agencies, the legislative branch, and the judicial
17 branch based on estimated costs associated with maintenance
18 and operation of buildings managed by the department. To the
19 extent excess revenues are collected due to estimates of
20 building occupancy charges exceeding actual costs, the excess
21 revenues may be carried forward into succeeding fiscal years
22 for the purpose of returning funds to state agencies.

23 (2) Appropriations in part 1 to the MDTMB, for
24 management and budget services for building occupancy charges
25 and parking charges, may be increased to return excess
26 revenue collected to state agencies.

27 Sec. 809. On a quarterly basis, the MDTMB shall notify
28 the chairpersons of the senate and house of representatives
29 standing committees on appropriations, the chairpersons of



1 the senate and house of representatives standing committees
2 on appropriations subcommittees on general government, the
3 house and senate fiscal agencies, and the state budget
4 director on any revisions either individually or in the
5 aggregate that increase or decrease current contracts by more
6 than \$250,000.00 for computer software development, hardware
7 acquisition, or quality assurance.

8 Sec. 810. From the funds appropriated in part 1, MDTMB
9 shall maintain an internet website that contains notice of
10 all solicitations, invitations for bids, and requests for
11 proposals over \$50,000.00 issued by MDTMB or by any state
12 agency operating under delegated authority, except for
13 solicitations up to \$500,000.00 in accordance with department
14 policy regarding providing opportunities to Michigan small
15 businesses, geographically disadvantaged business
16 enterprises, Michigan veteran-owned business, Michigan
17 service disabled veteran-owned businesses, or Michigan
18 recognized community rehabilitation organizations, or in
19 situations where it would be in the best interest of this
20 state and documented by MDTMB. This information must appear
21 on the first page of each department or state agency
22 dashboard. MDTMB shall not set the due date for acceptance of
23 an invitation for bid or request for proposal to less than 14
24 days after the notice is made available on the internet
25 website, except in situations where it would be in the best
26 interest of this state and documented by the department. In
27 addition to the requirements of this section, MDTMB may
28 advertise the solicitations, invitations for bids, and
29 requests for proposals in any manner MDTMB determines



1 appropriate, in order to give the greatest number of
2 individuals and businesses the opportunity to respond, or
3 make bids or requests for proposals.

4 Sec. 811. The MDTMB may receive and expend funds from
5 the Vietnam veterans memorial monument fund as provided in
6 the Michigan Vietnam veterans memorial act, 1988 PA 234, MCL
7 35.1051 to 35.1057. Funds are appropriated and allocated when
8 received and may be expended upon receipt.

9 Sec. 812. The Michigan veterans' memorial park
10 commission may receive and expend money from any source,
11 public or private, including, but not limited to, gifts,
12 grants, donations of money, and government appropriations,
13 for the purposes described in Executive Order No. 2001-10.
14 Funds are appropriated and allocated when received and may be
15 expended upon receipt. Any deposits made under this section
16 and unencumbered funds are restricted revenues and may be
17 carried over into succeeding fiscal years.

18 Sec. 813. (1) Funds in part 1 for motor vehicle fleet
19 are appropriated to the MDTMB for administration and for the
20 acquisition, lease, operation, maintenance, repair,
21 replacement, and disposal of state motor vehicles.

22 (2) The appropriation in part 1 for motor vehicle fleet
23 shall be funded by revenue from rates charged to principal
24 executive departments and agencies for utilizing vehicle
25 travel services provided by the MDTMB. Revenue in excess of
26 the amount appropriated in part 1 from the motor transport
27 fund and any unencumbered funds are restricted revenues and
28 may be carried over into the succeeding fiscal year.

29 (3) Pursuant to the MDTMB's authority under sections 213



1 and 215 of the management and budget act, 1984 PA 431, MCL
2 18.1213 and 18.1215, the MDTMB shall maintain a plan
3 regarding the operation of the motor vehicle fleet. The plan
4 shall include the number of vehicles assigned to, or
5 authorized for use by, state departments and agencies,
6 efforts to reduce travel expenditures, the number of cars in
7 the motor vehicle fleet, the number of miles driven by fleet
8 vehicles, and the number of gallons of fuel consumed by fleet
9 vehicles. The plan shall include a calculation of the amount
10 of state motor vehicle fuel taxes that would have been
11 incurred by fleet vehicles if fleet vehicles were required by
12 law to pay motor fuel taxes. The plan shall include a
13 description of fleet garage operations, the goods sold and
14 services provided by the fleet garage, the cost to operate
15 the fleet garage, the number of fleet garage locations, and
16 the number of employees assigned to each fleet garage. The
17 plan may be adjusted during the fiscal year based on needs
18 and cost savings to achieve the maximum value and efficiency
19 from the state motor fleet. Within 60 days after the close of
20 the fiscal year, the MDTMB shall provide a report to the
21 senate and house of representatives standing committees on
22 appropriations, the chairpersons of the relevant
23 appropriations subcommittees, the senate and house fiscal
24 agencies, and the state budget director detailing the current
25 plan and changes made to the plan during the fiscal year. The
26 plan shall also be posted on the department website.

27 (4) The MDTMB may charge state agencies for fuel cost
28 increases that exceed \$3.04 per gallon of unleaded gasoline.
29 The MDTMB shall notify state agencies, in writing or by



1 electronic mail, at least 30 days before implementing
2 additional charges for fuel cost increases. Revenues received
3 from these charges are appropriated upon receipt.

4 (5) The state budget director, upon notification to the
5 senate and house of representatives standing committees on
6 appropriations, may adjust spending authorization and the IDG
7 from motor transport fund in the MDTMB in order to ensure
8 that the appropriations for motor vehicle fleet in the MDTMB
9 budget equal the expenditures for motor vehicle fleet in the
10 budgets for all executive branch agencies.

11 Sec. 814. The MDTMB shall develop a plan regarding the
12 use of the funds appropriated in part 1 for the information
13 technology investment fund. The plan shall include, but not
14 be limited to, a description of proposed information
15 technology investment projects, the time frame for completion
16 of the information technology investment projects, the
17 proposed cost of the information technology investment
18 projects, the number of employees assigned to implement each
19 information technology investment project, the contracts
20 entered into for each information technology investment
21 project, and any other information the MDTMB deems necessary.
22 The plan shall be distributed to the senate and house of
23 representatives standing committees on appropriations
24 subcommittees on general government, the senate and house
25 fiscal agencies, and the state budget director on a quarterly
26 basis. The submitted plan shall also include anticipated
27 spending reductions or overages for each of the proposed
28 information technology investment projects. The MDTMB shall
29 notify the senate and house of representatives standing



1 committees on appropriations subcommittees on general
2 government, the senate and house fiscal agencies, and the
3 state budget director when a project funded under an
4 information technology investment project line item in part 1
5 is expected to require a transfer of dollars from another
6 project in excess of \$500,000.00.

7 Sec. 814a. The funds appropriated in part 1 for
8 information technology investment fund shall be used for the
9 modernization of state information technology systems,
10 improvement of the state's cyber security framework, and to
11 achieve efficiencies.

12 Sec. 816. An RFP issued for the purpose of privatization
13 shall include all factors used in evaluating and determining
14 price.

15 Sec. 818. In addition to the funds appropriated in part
16 1, the MDTMB may receive and expend money from the Michigan
17 law enforcement officers memorial monument fund as provided
18 in the Michigan law enforcement officers memorial act, 2004
19 PA 177, MCL 28.781 to 28.787.

20 Sec. 820. The MDTMB shall make available to the public a
21 list of all parcels of real property owned by the state that
22 are available for purchase. The list shall be posted on the
23 internet through the MDTMB's website.

24 Sec. 821. (1) From the funds appropriated in part 1, the
25 office of retirement services within MDTMB must produce an
26 annual report by September 30 on the judges' retirement
27 system, the military retirement system, the Michigan public
28 school employees' retirement system, the state employees'
29 retirement system, and the state police retirement system.



1 The report shall be distributed to the senate and house of
2 representatives standing committees on appropriations, the
3 senate and house fiscal agencies, and the state budget
4 office.

5 (2) The report must include, but is not limited to, the
6 following information for each of the aforementioned
7 retirement systems:

8 (a) A chart and table detailing annual required
9 contribution flow per year for fiscal year 2021-2022 and the
10 subsequent 24 fiscal years.

11 (b) Separate annual required contribution payment charts
12 and tables for pension and other postemployment benefits.

13 (c) Separate annual required contribution payment charts
14 and tables for the current annualized rate of return, an
15 annualized rate of return 50 basis points less than the
16 current annualized rate of return, and an annualized rate of
17 return 100 basis points less than the current annualized rate
18 of return.

19 (d) Separate annual required contribution payment charts
20 and tables by normal cost and unfunded actuarial accrued
21 liability.

22 (e) A justification if the payroll growth assumption is
23 maintained at or above 0% for any pension or OPEB plan. The
24 report must include an analysis as of active employee plan
25 member forecasts.

26 (3) The report must include the following items specific
27 to the Michigan public school employees' retirement system:

28 (a) A copy of the retirement plan election guide that is
29 provided to new Michigan public school employees' retirement



1 system hires as of the due date of the report.

2 (b) The number of new Michigan public school employees'
3 retirement system employees who entered the defined
4 contribution plan and pension plus II plan during no later
5 than 14 days after the end of the current fiscal year.

6 (c) An explanation of how the retirement plan election
7 guide explains that pension plus II members must pay 50% of
8 any future unfunded actuarial accrued liability payments.

9 (d) An explanation of how the retirement plan election
10 guide explains that defined contribution plan members have
11 annuity options that allow for guaranteed retirement income
12 available through a private insurance company.

13 (e) If any calculations are provided to plan members for
14 expected retirement income, then the following items must be
15 included:

16 (i) An explanation of how the retirement plan election
17 guide demonstrates a range of potential outcomes.

18 (ii) The underlying assumptions the retirement plan
19 election guide uses to calculate expected future retirement
20 income.

21 (iii) How underlying assumptions are disclosed in the
22 guide.

23 (4) The report must include the amount of money that
24 each school district received, on a per pupil basis, in
25 foundation allowances that was spent on Michigan public
26 school employees' retirement system costs in the previous
27 fiscal year.

28 (5) Beginning at the end of the fiscal year, the office
29 of retirement services has 90 days to post the most recent



1 year's comprehensive annual financial report for each plan
2 described in subsection (1).

3 Sec. 822. The MDTMB shall compile a report by January 1
4 pertaining to the salaries of unclassified employees, and
5 gubernatorial appointees, within all state departments and
6 agencies. The report shall enumerate each unclassified
7 employee and gubernatorial appointee and his or her annual
8 salary individually. The report shall be distributed to the
9 chairs of the senate and house of representatives standing
10 committees on appropriations subcommittees on general
11 government, the senate and house fiscal agencies, and the
12 state budget director and be made available electronically.

13 Sec. 822c. The funds appropriated in part 1 shall not be
14 used to support any staff effort, projects, consultant
15 expenses, or any other activity related to the development,
16 financing, construction, operation, or implementation of the
17 Gordie Howe International Crossing or any successor project
18 unless the project is approved by the legislature and signed
19 into law.

20 Sec. 822d. By December 31, the MDTMB shall provide a
21 report to the senate and house appropriations subcommittees
22 on general government and the senate and house fiscal
23 agencies that identifies fee and rate schedules to be used by
24 state departments and agencies for services, including
25 information technology, provided by the MDTMB during fiscal
26 year 2020-2021. The report shall also identify changes from
27 fees and rates charged in fiscal year 2019-2020 and include
28 an explanation of the factors that justify each fee and rate
29 increase.



1 Sec. 822e. Total authorized appropriations from all
2 sources under part 1 for legacy costs for the fiscal year
3 ending September 30, 2021 are estimated at \$93,732,800.00.
4 From this amount, total agency appropriations for pension-
5 related legacy costs are estimated at \$44,974,200.00. Total
6 agency appropriations for retiree health care legacy costs
7 are estimated at \$48,758,600.00.

8 Sec. 822g. The MDTMB shall report quarterly to the
9 senate and house of representatives standing committees on
10 appropriations, the senate and house appropriations
11 subcommittees on general government, and the senate and house
12 fiscal agencies on legal service fund expenditures. The
13 report shall itemize expenditures by case, purpose, and
14 department involved and shall include expenditures related to
15 all previously appropriated funds.

16 Sec. 822m. (1) From the funds appropriated in part 1,
17 the MDTMB shall establish a system that collaborates with
18 other departments to keep track of the performance of vendors
19 in fulfilling contract obligations. The performance of these
20 vendors shall be recorded and used as a factor to determine
21 future contracts awarded in the procurement process.

22 (2) By March 15 the MDTMB shall provide a complete
23 listing of all state departments and agencies that have not
24 complied with the requirements of this section by March 1.
25 The report listing noncompliant state departments and
26 agencies shall be submitted no later than March 15 to the
27 chairpersons of the house and senate appropriations
28 subcommittees on general government, the house and senate
29 fiscal agencies, and the state budget director.



1 Sec. 822n. From the funds appropriated in part 1,
2 beginning on October 1, the MDTMB shall ensure that all new
3 requests for proposals that are publicly displayed on the
4 webpage include the proposal's corresponding department and
5 agency for the purpose of searching for requests for
6 proposals by department and agency.

7
8 **INFORMATION TECHNOLOGY**

9 Sec. 823. (1) The MDTMB may sell and accept paid
10 advertising for placement on any state website under its
11 jurisdiction. The MDTMB shall review and approve the content
12 of each advertisement. The MDTMB may refuse to accept
13 advertising from any person or organization or require
14 modification to advertisements based upon criteria determined
15 by the MDTMB. Revenue received under this subsection shall be
16 used for operating costs of the MDTMB and for future
17 technology enhancements to state of Michigan e-government
18 initiatives. Funds received under this subsection shall be
19 limited to \$250,000.00. Any funds in excess of \$250,000.00
20 shall be deposited in the state general fund.

21 (2) The MDTMB may accept gifts, donations,
22 contributions, bequests, and grants of money from any public
23 or private source to assist with the underwriting or
24 sponsorship of state webpages or services offered on those
25 webpages. A private or public funding source may receive
26 recognition in the webpage. The MDTMB may reject any gift,
27 donation, contribution, bequest, or grant.

28 (3) Funds accepted by the MDTMB under subsection (1) or
29 (2) are appropriated and allotted when received and may be



1 expended upon approval of the state budget director. The
2 state budget office shall notify the senate and house of
3 representatives standing committees on appropriations
4 subcommittees on general government and the senate and house
5 fiscal agencies within 10 days after the approval is given.
6 The MDTMB shall provide a report to the senate and house of
7 representatives appropriations subcommittees on general
8 government, the house and senate fiscal agencies, and the
9 state budget director that details the funds accepted for the
10 prior fiscal year by November 1.

11 Sec. 824. The MDTMB may enter into agreements to supply
12 spatial information and technical services to other principal
13 executive departments, state agencies, local units of
14 government, and other organizations. The MDTMB may receive
15 and expend funds in addition to those authorized in part 1
16 for providing information and technical services,
17 publications, maps, and other products. The MDTMB may expend
18 amounts received for salaries, supplies, and equipment
19 necessary to provide informational products and technical
20 services. Prior to December 31 of each year, the MDTMB shall
21 provide a report to the senate and house of representatives
22 standing committees on appropriations subcommittees on
23 general government and the state budget office detailing the
24 sources of funding and expenditures made under this section.

25 Sec. 825. The legislature shall have access to all
26 historical and current data contained within SIGMA, or its
27 predecessor, pertaining to state departments. State
28 departments shall have access to all historical and current
29 data contained within SIGMA or its predecessor.



1 Sec. 826. When used in this part and part 1,
2 "information technology services" means services involving
3 all aspects of managing and processing information,
4 including, but not limited to, all of the following:

5 (a) Application and mobile development and maintenance.

6 (b) Desktop computer support and management.

7 (c) Cyber security.

8 (d) Social media.

9 (e) Mainframe computer support and management.

10 (f) Server support and management.

11 (g) Local area network support and management,
12 including, but not limited to, wired and wireless network
13 build-out, support, and management.

14 (h) Information technology project management.

15 (i) Information technology planning and budget
16 management.

17 (j) Telecommunication services, infrastructure, and
18 support.

19 Sec. 827. (1) Funds appropriated in part 1 for the
20 Michigan public safety communications system shall be
21 expended upon approval of an expenditure plan by the state
22 budget director.

23 (2) The MDTMB shall assess all subscribers of the
24 Michigan public safety communications system reasonable
25 access and maintenance fees and shall deposit the fees in the
26 Michigan public safety communications systems fees fund.

27 (3) All money received by the MDTMB under this section
28 shall be expended for the support and maintenance of the
29 Michigan public safety communications system.



1 (4) The department must provide a report to the senate
2 and house of representatives standing committees on
3 appropriations, the senate and house fiscal agencies, and the
4 state budget office by April 15, indicating the amount of
5 revenue collected under this section and expended for support
6 and maintenance of the Michigan public safety communication
7 system for the immediately preceding 6-month period. Any
8 deposits made under this section and unencumbered funds are
9 restricted revenues and shall be carried forward into
10 succeeding fiscal years.

11 Sec. 828. The MDTMB shall submit a report for each
12 fiscal quarter to the senate and house of representatives
13 standing committees on appropriations subcommittees on
14 general government, the house and senate fiscal agencies, and
15 the state budget director not later than 30 calendar days
16 after each fiscal quarter. The report shall include the
17 following:

18 (a) The estimated total amount of funding appropriated
19 for information technology services and projects, by funding
20 source, for all principal executive departments and agencies
21 for each fiscal quarter.

22 (b) A listing of the expenditures made from the amounts
23 received by the department as reported in subdivision (a).

24 Sec. 829. The MDTMB shall provide a report that analyzes
25 and makes recommendations on the life-cycle of information
26 technology hardware and software. The report shall be
27 submitted to the senate and house of representatives standing
28 committees on appropriations subcommittees on general
29 government and the senate and house fiscal agencies by March



1 1.

2 Sec. 830. (1) The department of technology, management,
3 and budget, enterprise portfolio management office (EPMO),
4 must provide a report on a quarterly basis providing key
5 information on all executive branch department and
6 enterprisewide information technology projects. The report
7 must be submitted to the senate and house appropriations
8 subcommittees on general government, the senate and house
9 fiscal agencies, and the state budget director as well as
10 being posted online.

11 (2) The report must contain the following information,
12 as applicable, for each active information technology project
13 and each completed information technology project closed
14 within the 2-year period immediately preceding the quarterly
15 due date of the report:

16 (a) The client department, agency, or organization for
17 which the project is being undertaken.

18 (b) The active or completed status.

19 (c) For active projects, the number of days the current
20 approved completion date differs from the initial planned
21 completion date.

22 (d) For active projects, the dollar amount the current
23 approved budget differs from the initial planned budget.

24 (e) For completed projects, the number of days the
25 actual completion date differed from the initial planned
26 completion date.

27 (f) For completed projects, the dollar amount the actual
28 cost differed from the initial planned budget.

29 (g) The project name.



1 (h) The purpose of the project described in terms of the
2 needs of end users of the project and an explanation of the
3 project's origination, including whether the project
4 originated from state mandate, federal mandate, court order,
5 or department initiative.

6 (i) Whether the project is managed by MDTMB's enterprise
7 portfolio management office.

8 (j) The initial planned budget.

9 (k) The revised budget if there is any increase or
10 decrease to the project's initial budget.

11 (l) The actual cost to date.

12 (m) The planned start date.

13 (n) The actual start date.

14 (o) The initial planned completion date.

15 (p) The revised planned completion date if there is a
16 change from the initial planned completion date.

17 (q) The actual completion date.

18 (r) A brief description of the benefit or justification
19 of changes by project change request that impact a project's
20 schedule or budget and whether the change request is the
21 result of state mandate, federal mandate, court order, or
22 department initiative.

23 (s) Whether quality assurance services are assigned to
24 the project.

25 (t) The project success score after project closure.

26 (u) The customer satisfaction rating after project
27 closure.

28 (v) The percentage of days a project is over its initial
29 scheduled completion date.



1 (3) The report must include the total number of
2 completed projects for which costs exceeded the initial
3 budget, the total number of completed projects for which the
4 completion date occurred after the initial planned completion
5 date, the total number of completed projects that exceeded
6 both the initial planned budget and schedule, and the
7 corresponding percentages of each of these numbers of all
8 completed projects.

9 Sec. 831. The MDTMB shall submit monthly invoices for
10 information technology services provided by MDTMB either
11 directly or through contracted vendors during that month to
12 departments or agencies by no later than 45 days after
13 receiving approval to pay vendor invoices from departments
14 and agencies for the information technology services
15 provided.

16 Sec. 832. (1) The MDTMB shall inform the senate and
17 house appropriations subcommittees on general government and
18 the senate and house fiscal agencies within 30 days of any
19 potential or actual penalties assessed by the federal
20 government for failure of the Michigan child support
21 enforcement system to achieve certification by the federal
22 government.

23 (2) If potential penalties are assessed by the federal
24 government, the MDTMB shall submit a report to the senate and
25 house appropriations subcommittees on general government and
26 the senate and house fiscal agencies within 90 days
27 specifying the MDTMB's plans to avoid actual penalties and
28 ensure federal certification of the Michigan child support
29 enforcement system.



1 Sec. 833. (1) The state budget director, upon
2 notification to the senate and house of representatives
3 standing committees on appropriations, may adjust spending
4 authorization and user fees in the MDTMB in order to ensure
5 that the appropriations for information technology in the
6 MDTMB equal the appropriations for information technology in
7 the budgets for all executive branch agencies.

8 (2) If during the course of the fiscal year a transfer
9 or supplemental to or from the information technology line
10 item within an agency budget is made under section 393 of the
11 management and budget act, 1984 PA 431, MCL 18.1393, there is
12 appropriated an equal amount of user fees in the MDTMB to
13 accommodate an increase or decrease in spending
14 authorization.

15 Sec. 834. (1) Revenue collected from licenses issued
16 under the antenna site management project shall be deposited
17 into the antenna site management revolving fund created for
18 this purpose in the MDTMB. The MDTMB may receive and expend
19 money from the fund for costs associated with the antenna
20 site management project, including the cost of a third-party
21 site manager. Any excess revenue remaining in the fund at the
22 close of the fiscal year shall be proportionately transferred
23 to the appropriate state restricted funds as designated in
24 statute or by constitution.

25 (2) An antenna shall not be placed on any site pursuant
26 to this section without complying with the respective local
27 zoning codes and local unit of government processes.

28 Sec. 835. (1) In addition to the funds appropriated in
29 part 1, the funds collected by the MDTMB for supplying



1 census-related information and technical services,
2 publications, statistical studies, population projections and
3 estimates, and other demographic products are appropriated
4 for all expenses necessary to provide the required services.
5 These funds are available for expenditure when they are
6 received and may be carried forward into the next succeeding
7 fiscal year.

8 (2) The MDTMB must submit a report to the house and
9 senate appropriations subcommittees on general government,
10 the senate and house fiscal agencies, and the state budget
11 office by March 1 that provides the amount of revenue
12 collected by the MDTMB from the authorization in subsection
13 (1) and the amount of revenue carried forward.

14 Sec. 836. From the funds appropriated in part 1 for the
15 information technology investment fund, the MDTMB shall
16 provide for the modernization of state information technology
17 systems, and integrate state system interfaces to improve
18 customer service.

19 Sec. 838. Not later than October 1, 2020, MDTMB must
20 develop policies and procedures that require all procurement
21 contracts entered into by MDTMB or a state agency, including
22 departments that have delegated procurement authority under
23 the management and budget act, 1984 PA 431, MCL 18.1101 to
24 18.1594, to include performance-related liquidated damages or
25 performance targets with incentives in all procurement
26 contracts. The MDTMB must also develop policies and
27 procedures that require MDTMB or a state agency to enforce
28 these provisions. Departments or state agencies acting under
29 delegated authority must inform the MDTMB of relevant



1 performance issues. Exceptions to the inclusion or
2 enforcement of performance-related contract provisions may
3 only be granted by MDTMB as provided in a written or
4 electronic record by MDTMB.

5 Sec. 840. From the funds appropriated in part 1 for
6 enterprise identity management, the MDTMB shall utilize
7 specific outcomes and performance measures including, but not
8 limited to, the following:

9 (a) Implement enhanced IT project management service
10 delivery through statewide application of best practice
11 models and services.

12 (b) Collaborate with state agencies to bring all project
13 management and project control office contracts under the
14 enterprise portfolio management office.

15 (c) Initiate steps to improve the state unified
16 information technology environment compliance rating.

17 Sec. 841. (1) As used in this section:

18 (a) "Applicant" means an internet service provider that
19 submits an application for a grant after collaborating with
20 the community in the unserved area.

21 (b) "Broadband service" means a retail service, not
22 including a satellite service, capable of delivering high-
23 speed internet access at speeds of at least 25 megabits per
24 second downstream and 3 megabits per second upstream.

25 (c) "Deployed" means that a provider meets either of the
26 following:

27 (i) Currently provides broadband service of at least 25
28 megabits per second download and 3 megabits per second upload
29 in the specific geographic area of the proposed project of



1 the applicant.

2 (ii) Is able to provide broadband service of at least 25
3 megabits per second download and 3 megabits per second upload
4 in a specific geographic area of the proposed project of the
5 applicant to a customer that requests that service not later
6 than 30 days after the customer requests installation of that
7 service and without an extraordinary commitment of resources
8 or construction charges or fees exceeding an ordinary service
9 activation fee. The 30-day time period is extended to 60 days
10 if permits are needed before the broadband service is
11 activated.

12 (d) "Internet service provider" means any of the
13 following:

14 (i) An entity holding a license under the Michigan
15 telecommunications act, 1991 PA 179, MCL 484.2101 to
16 484.2603.

17 (ii) An entity holding a franchise under the uniform
18 video services local franchise act, 2006 PA 480, MCL 484.3301
19 to 484.3315.

20 (iii) An entity currently providing broadband service in
21 this state.

22 (e) "Person" includes an individual, community
23 organization, cooperative association, corporation, federally
24 recognized Indian tribe, limited liability company, nonprofit
25 corporation, partnership, or political subdivision of this
26 state.

27 (f) "Trade secrets" means trade secret as that term is
28 defined in section 2 of the uniform trade secrets act, 1998
29 PA 448, MCL 445.1902.



1 (g) "Unserved area" means any of the following:

2 (i) A census block lacking access to broadband service
3 from at least 1 internet service provider.

4 (ii) An area lacking access to broadband service from at
5 least 1 internet service provider according to the most
6 accurate and granular data on the broadband map created by
7 the Federal Communications Commission.

8 (iii) An area delineated by the MDTMB by the process
9 established in subsection (16).

10 (2) From the funds appropriated in part 1 for statewide
11 broadband, the MDTMB shall maintain a statewide broadband
12 grant program called the connecting Michigan communities
13 broadband grant program within 60 days of enactment. Money
14 for the program must be provided by appropriation of state or
15 federal funding as provided by law and managed by the MDTMB.

16 (3) The MDTMB shall only use money from the grant
17 program to award grants to applicants for projects that
18 exclusively extend broadband service into unserved areas in
19 this state and for the MDTMB's costs to administer the
20 program.

21 (4) The MDTMB shall not, directly or indirectly, award
22 grant money to a governmental entity or educational
23 institution or an affiliate, to own, purchase, construct,
24 operate, or maintain a communications network, or to provide
25 service to any residential or commercial premises.

26 (5) The MDTMB shall not, as a condition of an award of
27 grant money, impose an open network architecture requirement,
28 rate regulation, or other term or condition of service that
29 differs from the applicant's terms or conditions of service



1 in its other service areas.

2 (6) An applicant shall not receive a grant for the same
3 project or geographic area for which the applicant has
4 obtained federal, state, or local government funding awarded
5 specifically to support the expansion of broadband networks.
6 The MDTMB shall not award more than \$5,000,000.00 to any 1
7 project or to any 1 applicant. The MDTMB shall award initial
8 grant money within 270 days after the money is made available
9 under this program.

10 (7) An award of funds must be issued by a competitive
11 grant process. The grant process must be technology neutral,
12 and result in awards to applicants proposing projects based
13 on objective and efficient procedures. The criteria for
14 determining the award of funds must include the following:

15 (a) The applicant's experience and financial
16 wherewithal.

17 (b) The readiness to build, operate, and maintain the
18 project.

19 (c) The long-term viability of the project.

20 (d) The scalability of the network.

21 (e) The applicant's ability to leverage broadband for
22 community and economic development.

23 (f) The applicant's ability to provide discounted
24 broadband service throughout the unserved area to low-income
25 households.

26 (8) Priority must be given to projects that demonstrate
27 collaboration to achieve community investment and economic
28 development goals of the area impacted, and that are able to
29 demonstrate that they have the managerial, financial, and



1 technical ability to build, operate, and manage a broadband
2 network.

3 (9) Within 30 days after receiving an appropriation or
4 federal funding to implement this section, the MDTMB shall
5 establish and publish on the MDTMB's website the criteria for
6 competitively scoring applications. Within 60 days after the
7 MDTMB publishes the criteria, applicants shall submit their
8 applications for funding of their proposed project.

9 (10) An applicant for a grant under this section shall
10 provide the following information on the application:

11 (a) The location of the project in the unserved area
12 described by either the specific street addresses to be
13 served or a shapefile as that term is defined in 47 USC 641.

14 (b) The kind and amount of broadband infrastructure to
15 be purchased for the project.

16 (c) Evidence regarding the unserved nature of the
17 community in which the project is to be located.

18 (d) The number of households that will have access to
19 broadband service as a result of the project, or whose
20 internet access service will be upgraded to broadband service
21 as a result of the project.

22 (e) The significant community institutions that will
23 benefit from the proposed project.

24 (f) Evidence of community support for the project with a
25 narrative on the impact that the investment will have on
26 community and economic development efforts in the area.

27 (g) The total cost of the project and a detailed budget
28 and schedule for the project.

29 (h) All sources of funding or in-kind contributions for



1 the project in addition to any grant award.

2 (i) The internet service provider's experience and
3 financial wherewithal.

4 (11) The applicant's trade secrets, financial
5 information, and proprietary information submitted under this
6 section as part of an application are exempt from disclosure
7 under the freedom of information act, 1976 PA 442, MCL 15.231
8 to 15.246.

9 (12) After scoring and considering all grant
10 applications, the MDTMB shall make grant award
11 recommendations. The MDTMB shall give priority in making
12 grant award recommendations to applications that demonstrate
13 1 or more of the following:

14 (a) Collaboration to achieve community investment and
15 economic development goals of an impacted area.

16 (b) The applicant has the managerial, financial, and
17 technical ability to build, operate, and manage a broadband
18 network.

19 (c) The likelihood that the unserved area will not be
20 served without state grant funding.

21 (d) The project will serve a larger unserved area or a
22 greater number of locations within an unserved area than
23 other proposed applications.

24 (e) The ability of the applicant to commit to providing
25 at least 50% of the cost to deploy the project set forth in
26 the application.

27 (13) Within 30 days after the award recommendations have
28 been made, the MDTMB shall publish on its website the grant
29 applications, redacted according to section 14 of the freedom



1 of information act, 1976 PA 442, MCL 15.244, the proposed
2 geographic broadband service area, and the proposed broadband
3 service speeds for each application that receives an award
4 recommendation.

5 (14) Before granting an award to an applicant, the MDTMB
6 shall establish a period of at least 60 days after the date
7 the award recommendations are published on the MDTMB's
8 website, during which time the MDTMB shall accept comments or
9 objections concerning each application. The MDTMB shall
10 consider all comments or objections received, and investigate
11 them as needed, in deciding whether an applicant is eligible
12 for a grant. If an objection submitted by a provider contains
13 information that requires an investigation and the objection
14 is found to be inaccurate, the provider shall reimburse the
15 MDTMB for the cost of verifying the information.

16 (15) The MDTMB shall not award a grant to an applicant
17 if verifiable information is made available that shows any of
18 the following:

19 (a) The proposed project includes an area where at least
20 1 provider has deployed broadband service.

21 (b) The MDTMB receives a sworn statement from an officer
22 of an internet service provider that the proposed project
23 includes an area where construction of a network to provide
24 broadband service is underway, and the construction is
25 scheduled to be completed within 1 year after the date of the
26 application.

27 (c) The MDTMB receives a sworn statement from an officer
28 of an internet service provider that the proposed project
29 includes either of the following:



1 (i) A specific geographical area where an internet
2 service provider has been selected to receive, provisionally
3 or otherwise, funding by the Federal Communications
4 Commission or the United States Department of Agriculture
5 specifically for the expansion of broadband services. This
6 subparagraph does not apply to an area once either of the
7 following has occurred:

8 (A) The internet service provider does not complete the
9 requirements for obtaining the funding described in this
10 subparagraph.

11 (B) The time period for the internet service provider to
12 receive the funding described in this subparagraph has
13 expired.

14 (ii) An area where the construction of a network to
15 provide broadband service is to be completed no later than 2
16 years after the date of an application.

17 (16) As part of an application under this section, an
18 applicant may request that the MDTMB specifically delineate
19 an area within a census block as being an unserved area. To
20 tentatively establish an unserved area within a census block,
21 an applicant must attest to all of the following:

22 (a) The delineated area within the census block is
23 unserved and does not have access to broadband service.

24 (b) To the best of the applicant's knowledge, no other
25 internet service provider has plans to provide broadband
26 service within the delineated area within 3 years after the
27 date of the application.

28 (c) The delineated area is not within a census block
29 that has been selected to receive, provisionally or



1 otherwise, funding to support the expansion of broadband
2 networks from the Federal Communications Commission or the
3 United States Department of Agriculture.

4 (17) If a delineated area within a census block is
5 tentatively determined by the MDTMB to be an unserved area,
6 the recommended grant award for the application is still
7 subject to a challenge by internet service providers under
8 subsections (14) and (15).

9 (18) At the time a grant is awarded to an applicant, the
10 MDTMB shall immediately provide notice on its website of each
11 application receiving a grant, including the name of the
12 entity, the amount of money being received, the broadband
13 speed, and the unserved area for which the applicant is
14 receiving the grant.

15 (19) The MDTMB shall require an applicant awarded a
16 grant to submit a semiannual report from the time the
17 applicant receives the grant to 3 years after completion of
18 the project. The semiannual reports must be made available on
19 the MDTMB's website with any proprietary information
20 redacted. The reports must be in a format specified by the
21 MDTMB and give an accounting by the applicant of the use of
22 the money received and the progress toward fulfilling the
23 objectives for which the money was granted, including all of
24 the following:

25 (a) The number and location of residences and businesses
26 that will have access to the broadband service.

27 (b) The speed of broadband service.

28 (c) The average price of broadband service.

29 (d) The broadband service adoption rates.



1 (20) A person that files a false statement under this
2 section is ineligible to receive a grant under this section
3 the next time grants are issued after filing that false
4 statement.

5
6 **STATE BUILDING AUTHORITY RENT**

7 Sec. 842. (1) The state building authority rent
8 appropriations in part 1 may also be expended for the payment
9 of required premiums for insurance on facilities owned by the
10 state building authority or payment of costs that may be
11 incurred as the result of any deductible provisions in such
12 insurance policies.

13 (2) If the amount appropriated in part 1 for state
14 building authority rent is not sufficient to pay the rent
15 obligations and insurance premiums and deductibles identified
16 in subsection (1) for state building authority projects,
17 there is appropriated from the general fund of the state the
18 amount necessary to pay such obligations.

19
20 **CIVIL SERVICE COMMISSION**

21 Sec. 850. (1) In accordance with section 5 of article XI
22 of the state constitution of 1963, all restricted funds shall
23 be assessed a sum not less than 1% of the total aggregate
24 payroll paid from those funds for financing the civil service
25 commission on the basis of actual 1% restricted sources total
26 aggregate payroll of the classified service for the preceding
27 fiscal year. This includes, but is not limited to, restricted
28 funds appropriated in part 1 of any appropriations act.
29 Unexpended 1% appropriated funds shall be returned to each 1%



1 fund source at the end of the fiscal year.

2 (2) The appropriations in part 1 are estimates of actual
3 charges based on payroll appropriations. With the approval of
4 the state budget director, the commission is authorized to
5 adjust financing sources for civil service charges based on
6 actual payroll expenditures, provided that such adjustments
7 do not increase the total appropriation for the civil service
8 commission.

9 (3) The financing from restricted sources shall be
10 credited to the civil service commission by the end of the
11 second fiscal quarter.

12 Sec. 851. Except where specifically appropriated for
13 this purpose, financing from restricted sources shall be
14 credited to the civil service commission. For restricted
15 sources of funding within the general fund that have the
16 legislative authority for carryover, if current spending
17 authorization or revenues are insufficient to accept the
18 charge, the shortage shall be taken from carryforward
19 balances of that funding source. Restricted revenue sources
20 that do not have carryforward authority shall be utilized to
21 satisfy commission operating deducts first and civil service
22 obligations second. General fund dollars are appropriated for
23 any shortfall, pursuant to approval by the state budget
24 director.

25 Sec. 852. The appropriation in part 1 to the civil
26 service commission, for state-sponsored group insurance,
27 flexible spending accounts, and COBRA, represents amounts, in
28 part, included within the various appropriations throughout
29 state government for the current fiscal year to fund the



1 flexible spending account program included within the civil
2 service commission. Deposits against state-sponsored group
3 insurance, flexible spending accounts, and COBRA for the
4 flexible spending account program shall be made from
5 assessments levied during the current fiscal year in a manner
6 prescribed by the civil service commission. Unspent employee
7 contributions to the flexible spending accounts may be used
8 to offset administrative costs for the flexible spending
9 account program, with any remaining balance of unspent
10 employee contributions to be lapsed to the general fund.

11

12 CAPITAL OUTLAY

13 Sec. 860. As used in sections 861 through 875 of this
14 part:

15 (a) "Board" means the state administrative board.

16 (b) "Community college" means a community college
17 organized under the community college act of 1966, 1966 PA
18 331, MCL 389.1 to 389.195, or under part 25 of the revised
19 school code, 1976 PA 451, MCL 380.1601 to 380.1607, and does
20 not include a state agency or university.

21 (c) "Department" means the department of technology,
22 management, and budget.

23 (d) "Director" means the director of the department of
24 technology, management, and budget.

25 (e) "State agency" means an agency of state government.
26 State agency does not include a community college or
27 university.

28 (f) "State building authority" means the authority
29 created under 1964 PA 183, MCL 830.411 to 830.425.



1 (g) "University" means a 4-year university supported by
2 the state. University does not include a community college or
3 a state agency.

4 Sec. 861. Each capital outlay project authorized in this
5 part and part 1 or any previous capital outlay act shall
6 comply with the procedures required by the management and
7 budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

8 Sec. 862. (1) The department shall provide the JCOS,
9 state budget director, and the senate and house fiscal
10 agencies with reports relative to the status of each planning
11 or construction project financed by the state building
12 authority, by this part and part 1, or by previous acts.

13 (2) Before the end of each fiscal year, the department
14 shall report to the JCOS, state budget director, and the
15 senate and house fiscal agencies for each capital outlay
16 project other than lump sums all of the following:

17 (a) The account number and name of each construction
18 project.

19 (b) The balance remaining in each account.

20 (c) The date of the last expenditure from the account.

21 (d) The anticipated date of occupancy if the project is
22 under construction.

23 (e) The appropriations history for the project.

24 (f) The professional service contractor.

25 (g) The amount of the project financed with federal
26 funds.

27 (h) The amount of the project financed through the state
28 building authority.

29 (i) The total authorized cost for the project and the



1 state authorized share if different than the total.

2 (3) Before the end of each fiscal year, the department
3 shall report the following for each project by a state
4 agency, university, or community college that is authorized
5 for planning but is not yet authorized for construction:

6 (a) The name of the project and account number.

7 (b) Whether a program statement is approved.

8 (c) Whether schematics are approved by the department.

9 (d) Whether preliminary plans are approved by the
10 department.

11 (e) The name of the professional service contractor.

12 (4) As used in this section, "project" includes
13 appropriation line items made for purchase of real estate.

14 Sec. 864. The appropriations in part 1 for capital
15 outlay shall be carried forward at the end of the fiscal year
16 consistent with the provisions of section 248 of the
17 management and budget act, 1984 PA 431, MCL 18.1248.

18 Sec. 865. (1) A site preparation economic development
19 fund is created in the department. As used in this section,
20 "economic development sites" means those state-owned sites
21 declared as surplus property pursuant to section 251 of the
22 management and budget act, 1984 PA 431, MCL 18.1251, that
23 would provide economic benefit to the area or to the state.
24 The MEDC board and the state budget director shall determine
25 whether or not a specific state-owned site qualifies for
26 inclusion in the fund created under this subsection.

27 (2) Proceeds from the sale of any sites designated in
28 subsection (1) shall be deposited into the fund created in
29 subsection (1) and shall be available for site preparation



1 expenditures, unless otherwise provided by law. The economic
2 development sites authorized in subsection (1) are authorized
3 for sale consistent with state law. Expenditures from the
4 fund are authorized for site preparation activities that
5 enhance the marketable sale value of the sites. Site
6 preparation activities include, but are not limited to,
7 demolition, environmental studies and abatement, utility
8 enhancement, and site excavation.

9 (3) A cash advance in an amount of not more than
10 \$25,000,000.00 is authorized from the general fund to the
11 site preparation economic development fund.

12 (4) An annual report shall be transmitted to the senate
13 and house of representatives standing committees on
14 appropriations not later than December 31 of each year. This
15 report shall detail both of the following:

16 (a) The revenue and expenditure activity in the fund for
17 the preceding fiscal year.

18 (b) The sites identified as economic development sites
19 under subsection (1).

20

21 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

22 Sec. 873. (1) This section applies only to projects for
23 community colleges.

24 (2) State support is directed towards the remodeling and
25 additions, special maintenance, or construction of certain
26 community college buildings. The community college shall
27 obtain or provide for site acquisition and initial main
28 utility installation to operate the facility. Funding shall
29 be composed of local and state shares and not more than 50%



1 of a capital outlay project, not including a lump-sum special
2 maintenance project or remodeling and addition project, for a
3 community college shall be appropriated from state and
4 federal funds, unless otherwise appropriated by the
5 legislature.

6 (3) An expenditure under this part and part 1 is
7 authorized when the release of the appropriation is approved
8 by the board upon the recommendation of the director. The
9 director may recommend to the board the release of any
10 appropriation in part 1 only after the director is assured
11 that the legal entity operating the community college to
12 which the appropriation is made has complied with this part
13 and part 1 and has matched the amounts appropriated as
14 required by this part and part 1. A release of funds in part
15 1 shall not exceed 50% of the total cost of planning and
16 construction of any project, not including lump-sum
17 remodeling and additions and special maintenance, unless
18 otherwise appropriated by the legislature. Further planning
19 and construction of a project authorized by this part and
20 part 1 or applicable sections of the management and budget
21 act, 1984 PA 431, MCL 18.1101 to 18.1594, shall be in
22 accordance with the purpose and scope as defined and
23 delineated in the approved program statements and planning
24 documents. This part and part 1 are applicable to all
25 projects for which planning appropriations were made in
26 previous acts.

27 (4) The community college shall take the steps necessary
28 to secure available federal construction and equipment money
29 for projects funded for construction in this part and part 1



1 if an application was not previously made. If there is a
2 reasonable expectation that a prior year unfunded application
3 may receive federal money in a subsequent year, the college
4 shall take whatever action necessary to keep the application
5 active.

6 Sec. 874. If university and community college matching
7 revenues are received in an amount less than the
8 appropriations for capital projects contained in this part
9 and part 1, the state funds shall be reduced in proportion to
10 the amount of matching revenue received.

11 Sec. 875. (1) The director may require that community
12 colleges and universities that have an authorized project
13 listed in part 1 submit documentation regarding the project
14 match and governing board approval of the authorized project
15 not more than 60 days after the beginning of the fiscal year.

16 (2) If the documentation required by the director under
17 subsection (1) is not submitted, or does not adequately
18 authenticate the availability of the project match or board
19 approval of the authorized project, the authorization may
20 terminate. The authorization terminates 30 days after the
21 director notifies the JCOS of the intent to terminate the
22 project unless the JCOS convenes to extend the authorization.

23

24 DEPARTMENT OF TREASURY

25 OPERATIONS

26 Sec. 901. (1) In addition to the funds appropriated in
27 part 1, there is appropriated an amount not to exceed
28 \$500,000.00 for federal contingency funds. These funds are
29 not available for expenditure until they have been



1 transferred to another line item in part 1 under section
2 393(2) of the management and budget act, 1984 PA 431, MCL
3 18.1393.

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

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

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

22 Sec. 902. (1) Amounts needed to pay for interest, fees,
23 principal, mandatory and optional redemptions, arbitrage
24 rebates as required by federal law, and costs associated with
25 the payment, registration, trustee services, credit
26 enhancements, and issuing costs in excess of the amount
27 appropriated to the department of treasury in part 1 for debt
28 service on notes and bonds that are issued by the state under
29 sections 14, 15, and 16 of article IX of the state



1 constitution of 1963 as implemented by 1967 PA 266, MCL
2 17.451 to 17.455, are appropriated.

3 (2) In addition to the amount appropriated to the
4 department of treasury for debt service in part 1, there is
5 appropriated an amount for fiscal year cash-flow borrowing
6 costs to pay for interest on interfund borrowing made under
7 1967 PA 55, MCL 12.51 to 12.53.

8 (3) In addition to the amount appropriated to the
9 department of treasury for debt service in part 1, there is
10 appropriated all repayments received by the state on loans
11 made from the school bond loan fund not required to be
12 deposited in the school loan revolving fund by or pursuant to
13 section 4 of 1961 PA 112, MCL 388.984, to the extent
14 determined by the state treasurer, for the payment of debt
15 service, including, without limitation, optional and
16 mandatory redemptions, on bonds, notes or commercial paper
17 issued by the state pursuant to 1961 PA 112, MCL 388.981 to
18 388.985.

19 Sec. 902a. The department of treasury shall notify the
20 senate and house of representatives standing committees on
21 appropriations, the chairpersons of the relevant
22 appropriations subcommittees, the senate and house fiscal
23 agencies, and the state budget office not more than 30 days
24 after a refunding or restructuring bond issue is sold. The
25 notification shall compare the annual debt service prior to
26 the refinancing or restructuring, the annual debt service
27 after the refinancing or restructuring, the change in the
28 principal and interest over the duration of the debt, and the
29 projected change in the present value of the debt service due



1 to the refinancing and restructuring.

2 Sec. 902b. The department of treasury shall report not
3 later than 30 days after the state of Michigan comprehensive
4 annual financial report is published to the chairpersons of
5 the senate and house of representatives appropriations
6 subcommittees on general government, the house and senate
7 fiscal agencies, and the state budget office on all funds
8 that are controlled or administered by the department and not
9 appropriated in part 1. This notification can be completed
10 electronically and the department of treasury must notify the
11 recipients when the report is publicly available. Both the
12 current and any previous reports required under this section
13 shall be saved and publicly available on the department of
14 treasury public internet website and stored in a common
15 location with all other statutory and boilerplate required
16 reports. The link to the location of the reports shall be
17 clearly indicated on the main page of the department of
18 treasury internet website. The report shall include all of
19 the following information:

20 (a) The starting balance for each fund from the previous
21 fiscal year.

22 (b) Total revenue generated by both transfers in and
23 investments for each fund in the previous fiscal year.

24 (c) Total expenditures for each fund in the previous
25 fiscal year.

26 (d) The ending balance for each fund for the previous
27 fiscal year.

28 Sec. 903. (1) From the funds appropriated in part 1, the
29 department of treasury may contract with private collection



1 agencies and law firms to collect taxes and other accounts
2 due this state. In addition to the amounts appropriated in
3 part 1 to the department of treasury, there are appropriated
4 amounts necessary to fund collection costs and fees not to
5 exceed 25% of the collections or 2.5% plus operating costs,
6 whichever amount is prescribed by each contract. The
7 appropriation to fund collection costs and fees for the
8 collection of taxes or other accounts due this state are from
9 the fund or account to which the revenues being collected are
10 recorded or dedicated. However, if the taxes collected are
11 constitutionally dedicated for a specific purpose, the
12 appropriation of collection costs and fees are from the
13 general purpose account of the general fund.

14 (2) From the funds appropriated in part 1, the
15 department of treasury may contract with private collections
16 agencies and law firms to collect defaulted student loans and
17 other accounts due the Michigan guaranty agency. In addition
18 to the amounts appropriated in part 1 to the department of
19 treasury, there are appropriated amounts necessary to fund
20 collection costs and fees not to exceed 24.34% of the
21 collection or a lesser amount as prescribed by the contract.
22 The appropriation to fund collection costs and fees for the
23 auditing and collection of defaulted student loans due the
24 Michigan guaranty agency is from the fund or account to which
25 the revenues being collected are recorded or dedicated.

26 (3) The department of treasury shall submit a report for
27 the immediately preceding fiscal year ending September 30 to
28 the state budget director, the senate and house of
29 representatives standing committees on appropriations, and



1 the chairpersons of the relevant appropriations
2 subcommittees, not later than November 30 stating the
3 agencies or law firms employed, the amount of collections for
4 each, the costs of collection, and other pertinent
5 information relating to determining whether this authority
6 should be continued.

7 (4) As a condition of receiving funds appropriated in
8 part 1 for collection services, the department of treasury
9 shall issue an RFP for secondary placement collection
10 services if RFPs are issued for primary collection services.
11 The RFP shall allow for a multiple collection contract
12 approach. It shall also allow a bidder to bid on the entire
13 contract, or for individual components of the contract.

14 Sec. 904. (1) The department of treasury, through its
15 bureau of investments, may charge an investment service fee
16 against the applicable retirement funds. The fees may be
17 expended for necessary salaries, wages, contractual services,
18 supplies, materials, equipment, travel, worker's compensation
19 insurance premiums, and grants to the civil service
20 commission and state employees' retirement funds. Service
21 fees shall not exceed the aggregate amount appropriated in
22 part 1. The department of treasury shall maintain accounting
23 records in sufficient detail to enable the retirement funds
24 to be reimbursed periodically for fee revenue that is
25 determined by the department of treasury to be surplus.

26 (2) In addition to the funds appropriated in part 1 from
27 the retirement funds to the department of treasury, there is
28 appropriated from retirement funds an amount sufficient to
29 pay for the services of money managers, investment advisors,



1 investment consultants, custodians, and other outside
2 professionals, the state treasurer considers necessary to
3 prudently manage the retirement funds' investment portfolios.
4 The state treasurer shall report annually to the senate and
5 house of representatives standing committees on
6 appropriations, the chairpersons of the relevant
7 appropriations subcommittees, and the state budget office
8 concerning the performance of each portfolio by investment
9 advisor.

10 Sec. 904a. (1) There is appropriated an amount
11 sufficient to recognize and pay expenditures for financial
12 services provided by financial institutions or equivalent
13 vendors that perform these services including treasury as
14 provided under section 1 of 1861 PA 111, MCL 21.181.

15 (2) The appropriations under subsection (1) shall be
16 funded by restricting revenues from common cash interest
17 earnings and investment earnings in an amount sufficient to
18 record these expenditures. If the amounts of common cash
19 interest earnings are insufficient to cover these costs, then
20 miscellaneous revenues shall be used to fund the remaining
21 balance of these expenditures.

22 Sec. 905. A revolving fund known as the municipal
23 finance fee fund is created in the department of treasury.
24 Fees are established under the revised municipal finance act,
25 2001 PA 34, MCL 141.2101 to 141.2821, and the fees collected
26 shall be credited to the municipal finance fee fund and may
27 be carried forward for future appropriation.

28 Sec. 906. (1) The department of treasury shall charge
29 for audits as permitted by state or federal law or under



1 contractual arrangements with local units of government,
2 other principal executive departments, or state agencies.
3 However, the charge shall not be more than the actual cost
4 for performing the audit. A report detailing audits performed
5 and audit charges for the immediately preceding fiscal year
6 shall be submitted to the state budget director, the
7 chairpersons of the relevant appropriations subcommittees,
8 and the senate and house fiscal agencies not later than
9 November 30.

10 (2) A revolving fund known as the audit charges fund is
11 created in the department of treasury. The contractual
12 charges collected shall be credited to the audit charges fund
13 and may be carried forward for future appropriation.

14 Sec. 907. A revolving fund known as the assessor
15 certification and training fund is created in the department
16 of treasury. The assessor certification and training fund
17 shall be used to organize and operate a property assessor
18 certification and training program. Each participant
19 certified and trained shall pay to the department of treasury
20 examination fees not to exceed \$50.00 per examination and
21 certification fees not to exceed \$175.00. Training courses
22 shall be offered in assessment administration. Each
23 participant shall pay a fee to cover the expenses incurred in
24 offering the optional programs to certified assessing
25 personnel and other individuals interested in an assessment
26 career opportunity. The fees collected shall be credited to
27 the assessor certification and training fund.

28 Sec. 908. The amount appropriated in part 1 for the home
29 heating assistance program is to cover the costs, including



1 data processing, of administering federal home heating
2 credits to eligible claimants and to administer the
3 supplemental fuel cost payment program for eligible tax
4 credit and welfare recipients.

5 Sec. 909. Revenue from the airport parking tax act, 1987
6 PA 248, MCL 207.371 to 207.383, is appropriated and shall be
7 distributed under section 7a of the airport parking tax act,
8 1987 PA 248, MCL 207.377a.

9 Sec. 910. The disbursement by the department of treasury
10 from the bottle deposit fund to dealers as required by
11 section 3c(2) of 1976 IL 1, MCL 445.573c, is appropriated.

12 Sec. 911. (1) There is appropriated an amount sufficient
13 to recognize and pay refundable tax credits, tax refunds, and
14 interest as provided by law.

15 (2) The appropriations under subsection (1) shall be
16 funded by restricting tax revenue in an amount sufficient to
17 record these expenditures.

18 Sec. 912. A plaintiff in a garnishment action involving
19 this state shall pay to the state treasurer 1 of the
20 following:

21 (a) A fee of \$6.00 at the time a writ of garnishment of
22 periodic payments is served upon the state treasurer, as
23 provided in section 4012 of the revised judicature act of
24 1961, 1961 PA 236, MCL 600.4012.

25 (b) A fee of \$6.00 at the time any other writ of
26 garnishment is served upon the state treasurer, except that
27 the fee shall be reduced to \$5.00 for each writ of
28 garnishment for individual income tax refunds or credits
29 filed by magnetic media.



1 Sec. 913. (1) The department of treasury may contract
2 with private firms to appraise and, if necessary, appeal the
3 assessments of senior citizen cooperative housing units.
4 Payment for this service shall be from savings resulting from
5 the appraisal or appeal process.

6 (2) Of the funds appropriated in part 1 to the
7 department of treasury for the senior citizens' cooperative
8 housing tax exemption program, a portion may be utilized for
9 a program audit of the program. The department of treasury
10 shall forward copies of any audit report completed to the
11 senate and house of representatives standing committees on
12 appropriations subcommittees on general government and to the
13 state budget office. The department of treasury may utilize
14 up to 1% of the funds for program administration and
15 auditing.

16 Sec. 914. The department of treasury may provide a
17 \$200.00 annual prize from the Ehlers internship award account
18 in the gifts, bequests, and deposit fund to the runner-up of
19 the Rosenthal prize for interns. The Ehlers internship award
20 account is interest bearing.

21 Sec. 915. Pursuant to section 61 of the Michigan
22 campaign finance act, 1976 PA 388, MCL 169.261, there is
23 appropriated from the general fund to the state campaign fund
24 an amount equal to the amounts designated for tax year 2019.
25 Except as otherwise provided in this section, the amount
26 appropriated shall not revert to the general fund and shall
27 remain in the state campaign fund. Any amounts remaining in
28 the state campaign fund in excess of \$10,000,000.00 on
29 December 31 shall revert to the general fund.



1 Sec. 916. The department of treasury may make available
2 to interested entities otherwise unavailable customized
3 unclaimed property listings of nonconfidential information in
4 its possession. The charge for this information is as
5 follows: 1 to 100,000 records at 2.5 cents per record and
6 100,001 or more records at .5 cents per record. The revenue
7 received from this service shall be deposited to the
8 appropriate revenue account or fund. The department of
9 treasury shall submit an annual report on or before June 1 to
10 the state budget director and the senate and house of
11 representatives standing committees on appropriations that
12 states the amount of revenue received from the sale of
13 information.

14 Sec. 917. (1) There is appropriated for write-offs and
15 advances an amount equal to total write-offs and advances for
16 departmental programs, but not to exceed current year
17 authorizations that would otherwise lapse to the general
18 fund.

19 (2) The department of treasury shall submit a report for
20 the immediately preceding fiscal year to the state budget
21 director, the chairpersons of the relevant appropriations
22 subcommittees, and the senate and house fiscal agencies not
23 later than November 30 stating the amounts appropriated for
24 write-offs and advances under subsection (1) and an
25 explanation for each write-off or advance that occurred.

26 Sec. 919. (1) From funds appropriated in part 1, the
27 department of treasury may contract with private auditing
28 firms to audit for and collect unclaimed property due this
29 state in accordance with the uniform unclaimed property act,



1 1995 PA 29, MCL 567.221 to 567.265. In addition to the
2 amounts appropriated in part 1 to the department of treasury,
3 there are appropriated amounts necessary to fund auditing and
4 collection costs and fees not to exceed 12% of the
5 collections, or a lesser amount as prescribed by the
6 contract. The appropriation to fund collection costs and fees
7 for the auditing and collection of unclaimed property due
8 this state is from the fund or account to which the revenues
9 being collected are recorded or dedicated.

10 (2) The department of treasury shall submit a report for
11 the immediately preceding fiscal year ending September 30 to
12 the state budget director, the senate and house of
13 representatives standing committees on appropriations, and
14 the chairpersons of the relevant appropriations subcommittees
15 not later than November 30 stating the auditing firms
16 employed, the amount of collections for each, the costs of
17 collection, and other pertinent information relating to
18 determining whether this authority should be continued.

19 Sec. 920. The department of treasury shall produce a
20 listing of all personal property tax reimbursement payments
21 to be distributed in the current fiscal year by the local
22 community stabilization authority and shall post the list of
23 payments on the department website by June 30.

24 Sec. 921. From the funds appropriated in part 1, the
25 department shall notify all members of the Michigan
26 legislature on any revenue administrative bulletins,
27 administrative rules involving tax administration or
28 collection, or notices interpreting changes in law. The
29 notification shall be issued the same day it is posted and



1 shall include at least the following:

2 (a) A summary of the proposed changes from current
3 procedures.

4 (b) Identification of potential industries that will be
5 affected by the bulletin, notice, or rule.

6 (c) A discussion of the potential fiscal implications of
7 the bulletin, notice, or rule. This subdivision does not
8 apply to a bulletin, notice, or rule that is a routine update
9 of a tax or interest rate required by statute.

10 (d) A summary of the reason for the proposed changes.

11 Sec. 924. (1) In addition to the funds appropriated in
12 part 1, the department of treasury may receive and expend
13 principal residence audit fund revenue for administration of
14 principal residence audits under the general property tax
15 act, 1893 PA 206, MCL 211.1 to 211.155.

16 (2) The department of treasury shall submit a report for
17 the immediately preceding fiscal year to the state budget
18 director, the chairpersons of the relevant appropriations
19 subcommittees, and the senate and house fiscal agencies not
20 later than December 31 stating the amount of exemptions
21 denied and the revenue received under the program.

22 Sec. 926. Unexpended appropriations of the John R.
23 Justice grant program are designated as work project
24 appropriations and shall not lapse at the end of the fiscal
25 year and shall continue to be available for expenditure until
26 the project has been completed. The following is in
27 compliance with section 451a of the management and budget
28 act, 1984 PA 431, MCL 18.1451a:

29 (a) The purpose of the project is to provide student



1 loan forgiveness to qualified public defenders and
2 prosecutors.

3 (b) The project will be accomplished by utilizing state
4 employees or contracts with private vendors, or both.

5 (c) The total estimated cost of the project is
6 \$287,700.00.

7 (d) The tentative completion date is September 30, 2022.

8 Sec. 927. The department of treasury shall submit annual
9 progress reports to the senate and house of representatives
10 standing committees on appropriations subcommittees on
11 general government and the senate and house fiscal agencies,
12 regarding essential service assessment audits. The report
13 shall include the number of audits, revenue generated, and
14 number of complaints received by the department of treasury
15 related to the audits.

16 Sec. 928. The department of treasury may provide
17 receipt, check and cash processing, data, collection,
18 investment, fiscal agent, levy and check cost assessment,
19 writ of garnishment, and other user services on a contractual
20 basis for other principal executive departments and state
21 agencies. Funds for the services provided are appropriated
22 and shall be expended for salaries and wages, fees, supplies,
23 and equipment necessary to provide the services. Any
24 unobligated balance of the funds received shall revert to the
25 general fund of this state as of September 30.

26 Sec. 930. (1) The department of treasury shall provide
27 accounts receivable collections services to other principal
28 executive departments and state agencies under 1927 PA 375,
29 MCL 14.131 to 14.134. The department of treasury shall deduct



1 a fee equal to the cost of collections from all receipts
2 except unrestricted general fund collections. Fees shall be
3 credited to a restricted revenue account and appropriated to
4 the department of treasury to pay for the cost of
5 collections. The department of treasury shall maintain
6 accounting records in sufficient detail to enable the
7 respective accounts to be reimbursed periodically for fees
8 deducted that are determined by the department of treasury to
9 be surplus to the actual cost of collections.

10 (2) The department of treasury shall submit a report for
11 the immediately preceding fiscal year to the state budget
12 director, the chairpersons of the relevant appropriations
13 subcommittees, and the senate and house fiscal agencies not
14 later than November 30 stating the principal executive
15 departments and state agencies served, funds collected, and
16 costs of collection under subsection (1).

17 Sec. 931. (1) The appropriation in part 1 to the
18 department of treasury for treasury fees shall be assessed
19 against all restricted funds that receive common cash
20 earnings or other investment income. Treasury fees include
21 all costs, including administrative overhead, relating to the
22 investment of each restricted fund. The fee assessed against
23 each restricted fund will be based on the size of the
24 restricted fund (the absolute value of the average daily cash
25 balance plus the market value of investments in the prior
26 fiscal year) and the level of effort necessary to maintain
27 the restricted fund as required by each department. The
28 department of treasury shall provide a report to the state
29 budget office, the senate and house of representatives



1 standing committees on appropriations subcommittees on
2 general government, and the senate and house fiscal agencies
3 by November 30 of each year identifying the fees assessed
4 against each restricted fund and the methodology used for
5 assessment.

6 (2) In addition to the funds appropriated in part 1, the
7 department of treasury may receive and expend investment fees
8 relating to new restricted funding sources that participate
9 in common cash earnings or other investment income during the
10 current fiscal year. When a new restricted fund is created
11 starting on or after October 1, that restricted fund shall be
12 assessed a fee using the same criteria identified in
13 subsection (1).

14 Sec. 932. Revenue received under the Michigan education
15 trust act, 1986 PA 316, MCL 390.1421 to 390.1442, may be
16 expended by the board of directors of the Michigan education
17 trust for necessary salaries, wages, supplies, contractual
18 services, equipment, worker's compensation insurance
19 premiums, and grants to the civil service commission and
20 state employees' retirement fund.

21 Sec. 934. (1) The department of treasury may expend
22 revenues received under the hospital finance authority act,
23 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating
24 act, 1985 PA 227, MCL 141.1051 to 141.1076, the higher
25 education facilities authority act, 1969 PA 295, MCL 390.921
26 to 390.934, the Michigan public educational facilities
27 authority, Executive Reorganization Order No. 2002-3, MCL
28 12.192, the Michigan tobacco settlement finance authority
29 act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast



1 track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of
2 the natural resources and environmental protection act, 1994
3 PA 451, MCL 324.50501 to 324.50522, the state housing
4 development authority act of 1966, 1966 PA 346, MCL 125.1401
5 to 125.1499c, and the Michigan finance authority, Executive
6 Reorganization Order No. 2010-2, MCL 12.194, for necessary
7 salaries, wages, supplies, contractual services, equipment,
8 worker's compensation insurance premiums, grants to the civil
9 service commission and state employees' retirement fund, and
10 other expenses as allowed under those acts.

11 (2) The department of treasury shall report by January
12 31 to the senate and house appropriations subcommittees on
13 general government, the senate and house fiscal agencies, and
14 the state budget director on the amount and purpose of
15 expenditures made under subsection (1) from funds received in
16 addition to those appropriated in part 1. The report shall
17 also include a listing of reimbursement of revenue, if any.
18 The report shall cover the previous fiscal year.

19 Sec. 935. The funds appropriated in part 1 for dual
20 enrollment payments for an eligible student enrolled in a
21 state-approved nonpublic school shall be distributed as
22 provided under the postsecondary enrollment options act, 1996
23 PA 160, MCL 388.511 to 388.524, and the career and technical
24 preparation act, 2000 PA 258, MCL 388.1901 to 388.1913, in a
25 form and manner as determined by the department of treasury.

26 Sec. 937. The department of treasury shall submit a
27 report to the state budget director, the senate and house
28 standing committees on appropriations, the chairpersons of
29 the relevant appropriations subcommittees, and the senate and



1 house fiscal agencies not later than March 31 regarding the
2 performance of the Michigan accounts receivable collections
3 system. The report shall include, but is not limited to:

4 (a) Information regarding the effectiveness of the
5 department's current collection strategies, including use of
6 vendors or contractors.

7 (b) The amount of delinquent accounts and collection
8 referrals to vendors and contractors.

9 (c) The liquidation rates for declining delinquent
10 accounts.

11 (d) The profile of uncollected delinquent accounts,
12 including specific uncollected amounts by category.

13 (e) The department of treasury's strategy to manage
14 delinquent accounts once those accounts exceed the vendor's
15 or contractor's contracted collectible period.

16 (f) A summary of the strategies used in other states,
17 including, but not limited to, secondary placement services,
18 and assessing the benefits of those strategies.

19 Sec. 941. (1) The department of treasury, in conjunction
20 with the Michigan strategic fund, shall report to the senate
21 and house of representatives standing committees on
22 appropriations, the relevant senate and house of
23 representatives appropriations subcommittees, the senate and
24 house fiscal agencies, and the state budget director by
25 November 1 on the annual cost of the Michigan economic growth
26 authority tax credits. The report shall include for each year
27 the board-approved credit amount, adjusted for credit
28 amendments where applicable, and the actual and projected
29 value of tax credits for each year from 1995 to the



1 expiration of the credit program. For years for which credit
2 claims are complete, the report shall include the total of
3 actual certificated credit amounts. For years for which
4 claims are still pending or not yet submitted, the report
5 shall include a combination of actual credits where available
6 and projected credits. Credit projections shall be based on
7 updated estimates of employees, wages, and benefits for
8 eligible companies.

9 (2) In addition to the report under subsection (1), the
10 department of treasury, in conjunction with the Michigan
11 strategic fund, shall report to the senate and house of
12 representatives standing committees on appropriations, the
13 relevant senate and house of representatives appropriations
14 subcommittees, the senate and house fiscal agencies, and the
15 state budget director by November 1 on the annual cost of all
16 other certificated credits by program, for each year until
17 the credits expire or can no longer be collected. The report
18 shall include estimates on the brownfield redevelopment
19 credit, film credits, MEGA photovoltaic technology credit,
20 MEGA polycrystalline silicon manufacturing credit, MEGA
21 vehicle battery credit, and other certificated credits.

22 Sec. 944. If the department of treasury hires a pension
23 plan consultant using any of the funds appropriated in part
24 1, the department shall retain any report provided to the
25 department by that consultant, notify the senate and house of
26 representatives appropriations subcommittees on general
27 government, the senate and house fiscal agencies, and the
28 state budget director, and shall make that report available
29 upon request to the senate and house of representatives



1 standing committees on appropriations subcommittees on
2 general government, the senate and house fiscal agencies, and
3 the state budget director. A rationale for retention of a
4 pension plan consultant shall be included in the notification
5 of retention.

6 Sec. 945. Audits of local unit assessment administration
7 practices, procedures, and records shall be conducted in each
8 assessment jurisdiction a minimum of once every 5 years and
9 in accordance with section 10g of the general property tax
10 act, 1893 PA 206, MCL 211.10g.

11 Sec. 946. Revenue collected in the convention facility
12 development fund is appropriated and shall be distributed
13 under sections 8, 9, and 10 of the state convention facility
14 development act, 1985 PA 106, MCL 207.628, 207.629, and
15 207.630.

16 Sec. 947. Financial independence teams shall cooperate
17 with the financial responsibility section to coordinate and
18 streamline efforts in identifying and addressing fiscal
19 emergencies in school districts and intermediate school
20 districts.

21 Sec. 948. Total authorized appropriations from all
22 department of treasury sources under part 1 for legacy costs
23 for the fiscal year ending September 30, 2021 are
24 \$46,453,600.00. From this amount, total agency appropriations
25 for pension-related legacy costs are estimated at
26 \$22,289,000.00. Total agency appropriations for retiree
27 health care legacy costs are estimated at \$24,164,600.00.

28 Sec. 949. (1) From the funds appropriated in part 1, the
29 department of treasury may contract with private agencies to



1 prevent the disbursement of fraudulent tax refunds. In
2 addition to the amounts appropriated in part 1 to the
3 department of treasury, there are appropriated amounts
4 necessary to pay contract costs or fund operations designed
5 to reduce fraudulent income tax refund payments not to exceed
6 \$1,500,000.00 of the refunds identified as potentially
7 fraudulent and for which payment of the refund is denied. The
8 appropriation to fund fraud prevention efforts is from the
9 fund or account to which the revenues being collected are
10 recorded or dedicated.

11 (2) The department of treasury shall submit a report for
12 the immediately preceding fiscal year ending September 30 to
13 the state budget director, the senate and house of
14 representatives standing committees on appropriations, and
15 the chairpersons of the relevant appropriations subcommittees
16 not later than November 30 stating the number of refund
17 claims denied due to the fraud prevention operations, the
18 amount of refunds denied, the costs of the fraud prevention
19 operations, and other pertinent information relating to
20 determining whether this authority should be continued.

21 Sec. 949a. From the funds appropriated in part 1 for
22 additional staff in city income tax administration, the
23 department may expand individual income tax return
24 administration to 1 additional city to leverage the
25 department's capabilities to assist cities with their
26 taxation efforts.

27 Sec. 949d. (1) From the funds appropriated in part 1 for
28 financial review commission, the department of treasury shall
29 continue financial review commission efforts in the current



1 fiscal year. The purpose of the funding is to cover ongoing
2 costs associated with the operation of the commission.

3 (2) The department of treasury shall identify specific
4 outcomes and performance measures for this initiative,
5 including, but not limited to, the department of treasury's
6 ability to perform a critical fiscal review to ensure the
7 city of Detroit does not reenter distress following its exit
8 from bankruptcy and to ensure that the community district
9 does not enter distress and maintains a balanced budget.

10 (3) The department of treasury must submit a report to
11 the house and senate appropriations subcommittees on general
12 government, the senate and house fiscal agencies, and the
13 state budget office by March 15. The report must describe the
14 specific outcomes and measures required in subsection (1) and
15 provide the results and data related to these outcomes and
16 measures.

17 Sec. 949e. From the funds appropriated in part 1 for the
18 state essential services assessment program, the department
19 of treasury shall administer the state essential services
20 assessment program. The program will provide the department
21 of treasury the ability to collect the state essential
22 services assessment which is a phased-in replacement of
23 locally collected personal property taxes on eligible
24 manufacturing personal property.

25 Sec. 949f. Revenue from the tobacco products tax act,
26 1993 PA 327, MCL 205.421 to 205.436, related to counties with
27 a 2000 population of more than 2,000,000 is appropriated and
28 shall be distributed under section 12(4)(d) of the tobacco
29 products tax act, 1993 PA 327, MCL 205.432.



1 Sec. 949h. Revenue from part 6 of the medical marihuana
2 facilities licensing act, 2016 PA 281, MCL 333.27601 to
3 333.27605, is appropriated and distributed pursuant to part 6
4 of the medical marihuana facilities licensing act, 2016 PA
5 281, MCL 333.27601 to 333.27605.

6 Sec. 949j. All funds in the wrongful imprisonment
7 compensation fund created in the wrongful imprisonment
8 compensation act, 2016 PA 343, MCL 691.1751 to 691.1757, are
9 appropriated and available for expenditure. Expenditures are
10 limited to support wrongful imprisonment compensation
11 payments pursuant to section 6 of the wrongful imprisonment
12 compensation act, 2016 PA 343, MCL 691.1756.

13 Sec. 949k. There is appropriated an amount equal to the
14 tax captured revenues due under approved transformational
15 brownfield plans created in the brownfield redevelopment
16 financing act, 1996 PA 381, MCL 125.2651 to 125.2670.

17 Sec. 949l. Funds appropriated in part 1 for historic
18 preservation shall not be expended unless Senate Bill No. 54
19 of the 100th Legislature is enacted into law. Funds shall
20 only be used for the implementation of that bill.

21 Sec. 949m. From the funds appropriated in part 1 for
22 blight removal grants, \$800,000.00 shall be awarded to blight
23 removal projects located in redevelopment ready communities
24 certified by the Michigan economic development corporation.
25 Individual grants shall be capped at no more than \$200,000.00
26 and priority shall be given to projects that pose an
27 immediate public safety or health risk.

28 Sec. 949n. (1) From the funds appropriated in part 1 for
29 school district debt relief support, funding shall be awarded



1 at the discretion of the state treasurer to eligible school
2 districts. Grant funds received under this section must be
3 used by a school district to provide a prepayment of long-
4 term debt payments owed to this state. The maximum award
5 under this section to a school district is \$1,000,000.00.

6 (2) Under this section, an eligible school district
7 means a school district that meets all of the following:

8 (a) Is in compliance with an enhanced deficit
9 elimination plan that is in place for the 2020-2021 school
10 year.

11 (b) Has an emergency loan that was issued by the state
12 emergency loan board in 2018 or 2019.

13 (c) If the school district had established a community
14 engagement advisory committee, is in compliance with the
15 approved academic and financial operating plan.

16 (d) Is not a school district that levies 18 mills for
17 school operating purposes to satisfy debt obligations.

18 Sec. 949o. (1) From the funds appropriated in part 1 for
19 disaster relief, \$15,000,000.00 shall be awarded to a task
20 force that is exempt from federal income tax under section
21 501(c)(3) of the internal revenue code of 1986, 26 USC 501,
22 and that is delegated authority for Midland and Gladwin
23 Counties for the four lakes special assessment district under
24 parts 307 and 315 of the natural resources and environmental
25 protection act, 1994 PA 451, MCL 324.30701 to 324.30723 and
26 MCL 324.31501 to 324.31529. This money shall be used for
27 restoration of the four lakes, including an engineering
28 feasibility study or engineering design, any flood or
29 environment studies required, dam construction, site



1 readiness, and construction to restore lake levels.

2 (2) From the funds appropriated in part 1 for disaster
3 relief, \$500,000.00 shall be awarded to a county with a
4 population between 15,000 and 16,000 according to the most
5 recent federal decennial census. In cooperation with the
6 county road commission and local units of governments within
7 the county, the county may use funds to match any available
8 funds and cover the cleanup costs associated with disaster
9 flooding at all levels of government throughout the county,
10 including, but not limited to, the county itself, relevant
11 road commissions, other levels of municipal government, and
12 matching for dam replacement or repair. Cleanup costs
13 include, but are not limited to, debris removal, emergency
14 protective measures such as road blockades, sheltering and
15 evacuation, chemical contamination cleanup efforts, soil
16 erosion, and the repair of roads.

17 (3) From the funds appropriated in part 1 for disaster
18 relief, \$4,000,000.00 shall be awarded toward matching for
19 additional funds for a state of disaster flooding that
20 occurred in 2018 in a county with a population between 36,000
21 and 37,000 and another county with population between 8,000
22 and 9,000 according to the most recent federal decennial
23 census. The total dollars shall be used to reimburse costs
24 not covered by other sources. The distribution of
25 \$4,000,000.00 includes the following:

26 (a) \$1,950,000.00 to a county road commission in a
27 county with a population between 36,000 and 37,000 according
28 to the most recent federal decennial census.

29 (b) \$600,000.00 to a city with a population between



1 7,000 and 8,000 located in a county with a population between
2 36,000 and 37,000 according to the most recent federal
3 decennial census.

4 (c) \$325,000.00 to a city with a population between
5 4,000 and 5,000 located in a county with a population between
6 36,000 and 37,000 according to the most recent federal
7 decennial census.

8 (d) \$482,500.00 to a village with a population between
9 1,000 and 1,500 located in a county with a population between
10 36,000 and 37,000 according to the most recent federal
11 decennial census.

12 (e) \$642,500.00 to a county road commission in a county
13 with a population between 8,000 and 9,000 according to the
14 most recent federal decennial census.

15 (4) From the funds appropriated in part 1 for disaster
16 relief, \$400,000.00 shall be awarded to a road commission
17 located in a county with a population between 48,000 and
18 49,000 according to the most recent federal decennial census
19 to cover the costs from widespread flooding that occurred in
20 2019 that have not been reimbursed from other sources.

21 (5) From the funds appropriated in part 1 for disaster
22 relief, \$105,600.00 shall be awarded to a county with a
23 population between 63,000 and 64,000 according to the most
24 recent federal decennial census to cover the costs from
25 disaster flooding that occurred in 2019 that have not been
26 reimbursed from other sources.

27 (6) From the funds appropriated in part 1 for disaster
28 relief, \$56,000.00 shall be awarded to a city with a
29 population between 3,000 and 4,000 located in a county with a



1 population between 48,000 and 49,000 according to the most
2 recent federal decennial census to cover the costs from
3 disaster flooding that occurred in 2019 that have not been
4 reimbursed from other sources.

5 (7) From the funds appropriated in part 1 for disaster
6 relief, \$2,400.00 shall be awarded to a city with a
7 population between 5,000 and 6,000 located in a county with a
8 population between 48,000 and 49,000 according to the most
9 recent federal decennial census to cover the costs from
10 disaster flooding that occurred in 2019 that have not been
11 reimbursed from other sources.

12 (8) From the funds appropriated in part 1 for disaster
13 relief, \$3,000,000.00 shall be awarded to a downriver
14 community conference located in a county with a population
15 over 1,500,000 according to the most recent federal decennial
16 census to cover the costs of property damage from a state of
17 emergency flooding that occurred in 2019 that have not been
18 reimbursed from other sources.

19 Sec. 949p. (1) From the funds appropriated in part 1 for
20 teacher COVID-19 grants, there is allocated for 2020-2021
21 only an amount not to exceed \$53,000,000.00 for grants to
22 eligible K-12 classroom teachers to recognize the additional
23 time spent outside of normal working hours and additional
24 costs teachers have incurred or experienced to provide a
25 continuity of learning during the period of school closure in
26 2019-2020 as a result of the COVID-19 pandemic.

27 (2) The department shall distribute funding allocated
28 under
29 this section directly to eligible classroom teachers in an



1 equal amount up to \$500.00 per FTE K-12 classroom teacher
2 employed by the district or nonprofit nonpublic school or
3 assigned to regularly and continuously work under contract in
4 a public school operated by the district or in a nonprofit
5 nonpublic school. An eligible classroom teacher that works
6 full time and is calculated as 1.0 FTE will receive \$500.00
7 and an eligible classroom teacher whose work time is
8 calculated as less than 1.0 FTE shall receive that portion of
9 the FTE applied to \$500.00. The department must distribute
10 funding allocated under this subsection as soon as is
11 feasible.

12 (3) A classroom teacher eligible for funding under this
13 section must meet all of the following:

14 (a) Prior to the issuance of executive order 2020-35,
15 the teacher performed at least 75% of their standard
16 instructional workload in a brick and mortar classroom at a
17 district or nonprofit nonpublic school.

18 (b) After issuance of executive order 2020-35, the
19 teacher developed tools and methods to deliver distance
20 learning, take-home packets, or other methods described in
21 the district or nonprofit nonpublic school's continuity of
22 learning plan.

23 (c) The teacher certifies to the district, in a manner
24 prescribed by the department, that he or she worked
25 additional time spent outside of normal working hours,
26 experienced hazardous conditions, or incurred additional
27 costs related to ensuring students could effectively
28 participate in their school's continuity of learning plan.

29 (4) Districts and nonprofit nonpublic schools shall



1 provide to the department of treasury a list of eligible
2 classroom teachers including their residency address on file.

3 (5) Districts and nonprofit nonpublic schools shall
4 maintain documentation of classroom teacher eligibility under
5 subsection (3).

6 (6) If funds allocated under this section are
7 insufficient to award the amount in subsection (2) to each of
8 the eligible classroom teachers, the department shall reduce
9 the grant on an equal per full-time and part-time prorated
10 equated classroom teacher basis.

11 (7) The department may retain up to 1/2 of 1% of the
12 total funding under this section for administration of this
13 section.

14 (8) As used in this section:

15 (a) "Classroom teacher" means a full-time or part-time
16 teacher with an assigned class who provided continuity of
17 learning to students during the 2019-2020 period of school
18 closure that resulted from COVID-19. For the purposes of this
19 section, classroom teacher does not include substitute
20 teachers, paraprofessionals, support staff, or
21 administrators.

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

27 (c) "Regularly and continuously work under contract"
28 means
29 that term as defined in section 1230e of the revised school



1 code, 1976 PA 451, MCL 380.1230e.

2 Sec. 949q. (1) From the funds appropriated in part 1 for
3 school support staff COVID-19 grants, there is allocated for
4 2020-2021 only an amount not to exceed \$20,000,000.00 for
5 grants to eligible K-12 school support staff to recognize the
6 additional time spent outside of normal working hours,
7 hazardous conditions, and additional costs school support
8 staff have incurred or experienced to provide services to
9 students during the period of school closure in 2019-2020 as
10 a result of the COVID-19 pandemic.

11 (2) The department shall distribute funding allocated
12 under
13 this section directly to eligible school support staff in an
14 equal amount up to \$250.00 per FTE school support staff
15 employed by the district or assigned to regularly and
16 continuously work under contract in a public school operated
17 by the district. An eligible school support staff that works
18 full time and is calculated as 1.0 FTE will receive \$250.00
19 and an eligible school support staff whose work time is
20 calculated as less than 1.0 FTE shall receive that portion of
21 the FTE applied to \$250.00. The department must distribute
22 funding allocated under this subsection as soon as is
23 feasible.

24 (3) A school support staff eligible for funding under
25 this section must meet both of the following:

26 (a) Prior to the issuance of Executive Order No. 2020-
27 35, the school support staff performed at least 75% of their
28 workload in a brick and mortar school building at a district.

29 (b) The school support staff certifies to the district,



1 in a manner prescribed by the department, that he or she
2 worked additional time spent outside of normal working hours,
3 experienced hazardous conditions, or incurred additional
4 costs related to providing student services during the COVID-
5 19 pandemic.

6 (4) Districts shall provide to the department of
7 treasury a list of eligible school support staff including
8 their residency address on file.

9 (5) Districts shall maintain documentation of staff
10 eligibility under subsection (3).

11 (6) If funds allocated under this section are
12 insufficient to award the amount in subsection (2) to each of
13 the eligible school support staff, the department shall
14 reduce the grant on an equal per full-time and part-time
15 prorated equated school support staff basis.

16 (7) The department may retain up to 1/2 of 1% of the
17 total funding under this section for administration of this
18 section.

19 (8) As used in this section:

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

25 (b) "Regularly and continuously work under contract"
26 means that term as defined in section 1230e of the revised
27 school code, 1976 PA 451, MCL 380.1230e.

28 (c) "School support staff" means a full-time or part-
29 time paraprofessional, aide, or noninstructional staff,



1 according to the registry of educational personnel, who
2 provided services to students during the 2019-2020 period of
3 school closure that resulted from COVID-19. For the purposes
4 of this section, school support staff does not include
5 substitute teachers or classroom teachers.

6

7 **REVENUE SHARING**

8 Sec. 950. The funds appropriated in part 1 for
9 constitutional revenue sharing shall be distributed by the
10 department of treasury to cities, villages, and townships, as
11 required under section 10 of article IX of the state
12 constitution of 1963. Revenue collected in accordance with
13 section 10 of article IX of the state constitution of 1963 in
14 excess of the amount appropriated in part 1 for
15 constitutional revenue sharing is appropriated for
16 distribution to cities, villages, and townships, on a
17 population basis as required under section 10 of article IX
18 of the state constitution of 1963.

19 Sec. 952. (1) The funds appropriated in part 1 for city,
20 village, and township revenue sharing are for grants to
21 cities, villages, and townships such that, subject to
22 fulfilling the requirements under subsection (3), each city,
23 village, or township that received a payment under section
24 952(1) of 2019 PA 56 is eligible to receive a payment equal
25 to 100.0% of its total eligible payment under section 952(1)
26 of 2019 PA 56, rounded to the nearest dollar. For purposes of
27 this subsection, any city, village, or township that
28 completely merges with another city, village, or township
29 will be treated as a single entity, such that when



1 determining the eligible payment under section 952(1) of 2019
2 PA 56 for the combined single entity, the amount each of the
3 merging local units was eligible to receive under section
4 952(1) of 2019 PA 56 is summed.

5 (2) The funds appropriated in part 1 for the county
6 incentive program are to be used for grants to counties such
7 that each county is eligible to receive an amount equal to
8 20% of the amount determined pursuant to the Glenn Steil
9 state revenue sharing act of 1971, 1971 PA 140, MCL 141.901
10 to 141.921. The amount calculated under this subsection shall
11 be adjusted as necessary to reflect partial county fiscal
12 years and prorated based on the total amount appropriated for
13 distribution to all eligible counties. Except as otherwise
14 provided under this subsection, payments under this
15 subsection will be distributed to an eligible county subject
16 to the county's fulfilling the requirements under subsection
17 (3).

18 (3) For purposes of accountability and transparency,
19 each eligible city, village, township, or county shall
20 certify by December 1, or the first day of a payment month,
21 that it has produced a citizen's guide of its most recent
22 local finances, including a recognition of its unfunded
23 liabilities; a performance dashboard; a debt service report
24 containing a detailed listing of its debt service
25 requirements, including, at a minimum, the issuance date,
26 issuance amount, type of debt instrument, a listing of all
27 revenues pledged to finance debt service by debt instrument,
28 and a listing of the annual payment amounts until maturity;
29 and a projected budget report, including, at a minimum, the



1 current fiscal year and a projection for the immediately
2 following fiscal year. The projected budget report shall
3 include revenues and expenditures and an explanation of the
4 assumptions used for the projections. Each eligible city,
5 village, township, or county shall include in any mailing of
6 general information to its citizens the internet website
7 address location for its citizen's guide, performance
8 dashboard, debt service report, and projected budget report
9 or the physical location where these documents are available
10 for public viewing in the city, village, township, or county
11 clerk's office. Each city, village, township, and county
12 applying for a payment under this subsection shall submit a
13 copy of the performance dashboard, a copy of the debt service
14 report, and a copy of the projected budget report to the
15 department of treasury. In addition, each eligible city,
16 village, township, or county applying for a payment under
17 this subsection shall either submit a copy of the citizen's
18 guide or certify that the city, village, township, or county
19 will be utilizing treasury's online citizen's guide. The
20 department of treasury shall develop detailed guidance for a
21 city, village, township, or county to follow to meet the
22 requirements of this subsection. The detailed guidance shall
23 be posted on the department of treasury website and
24 distributed to cities, villages, townships, and counties by
25 October 1.

26 (4) City, village, and township revenue sharing payments
27 and county incentive program payments are subject to the
28 following conditions:

29 (a) The city, village, township, or county shall certify



1 to the department that it has met the required criteria for
2 subsection (3) and submitted the required citizen's guide,
3 performance dashboard, debt service report, and projected
4 budget report as required by subsection (3). A department of
5 treasury review of the citizen's guide, dashboard, or reports
6 is not required in order for a city, village, township, or
7 county to receive a payment under subsection (1) or (2). The
8 department shall develop a certification process and method
9 for cities, villages, townships, and counties to follow.

10 (b) Subject to subdivisions (c), (d), and (e), if a
11 city, village, township, or county meets the requirements of
12 subsection (3), the city, village, township, or county shall
13 receive its full potential payment under this section.

14 (c) Cities, villages, and townships eligible to receive
15 a payment under subsection (1) shall receive 1/6 of their
16 eligible payment on the last business day of October,
17 December, February, April, June, and August. Payments under
18 subsection (1) shall be issued to cities, villages, and
19 townships until the specified due date for subsection (3).
20 After the specified due date for subsection (3), payments
21 shall be made to a city, village, or township only if that
22 city, village, or township has complied with subdivision (a).

23 (d) Payments under subsection (2) shall be issued to
24 counties until the specified due date for subsection (3).
25 After the specified due date for subsection (3), payments
26 shall be made to a county only if that county has complied
27 with subdivision (a).

28 (e) If a city, village, township, or county does not
29 submit the required certification, citizen's guide,



1 performance dashboard, debt service report, and projected
2 budget report by the first day of a payment month, the city,
3 village, township, or county shall forfeit the payment in
4 that payment month.

5 (f) Any city, village, township, or county that
6 falsifies certification documents shall forfeit any future
7 city, village, and township revenue sharing payments or
8 county incentive program payments and shall repay to this
9 state all payments it has received under this section.

10 (g) City, village, and township revenue sharing payments
11 and county incentive program payments under this section
12 shall be distributed on the last business day of October,
13 December, February, April, June, and August.

14 (h) Payments distributed under this section may be
15 withheld pursuant to sections 17a and 21 of the Glenn Steil
16 state revenue sharing act of 1971, 1971 PA 140, MCL 141.917a
17 and 141.921.

18 (5) The unexpended funds appropriated in part 1 for
19 city, village, and township revenue sharing and the county
20 incentive program shall be available for expenditure under
21 the program for financially distressed cities, villages, or
22 townships after the approval of transfers by the legislature
23 pursuant to section 393(2) of the management and budget act,
24 1984 PA 431, MCL 18.1393.

25 (6) Any city, village, or township eligible to receive a
26 payment under subsection (1) and determined to have a
27 retirement pension benefit system in underfunded status under
28 section 5 of the protecting local government retirement and
29 benefits act, 2017 PA 202, MCL 38.2805, must allocate an



1 amount equal to its current year eligible payment under
2 subsection (1) less the sum of its eligible payment for city,
3 village, and township revenue sharing in 2019 PA 56 to its
4 pension unfunded liability. A city, village, or township that
5 has issued a municipal security under section 518 of the
6 revised municipal finance act, 2001 PA 34, MCL 141.2518, is
7 exempt from this requirement.

8 Sec. 955. (1) The funds appropriated in part 1 for
9 county revenue sharing shall be distributed by the department
10 of treasury so that each eligible county receives a payment
11 equal to 104.5619% of the amount determined pursuant to the
12 Glenn Steil state revenue sharing act of 1971, 1971 PA 140,
13 MCL 141.901 to 141.921, less the amount for which the county
14 is eligible under section 952(2) of this part. The amount
15 calculated under this subsection shall be adjusted as
16 necessary to reflect partial county fiscal years and prorated
17 based on the total amount appropriated for distribution to
18 all eligible counties.

19 (2) The department of treasury shall annually certify to
20 the state budget director the amount each county is
21 authorized to expend from its revenue sharing reserve fund.

22 (3) Any county eligible to receive a payment under
23 subsection (1) and determined to have a retirement pension
24 benefit system in underfunded status under section 5 of the
25 protecting local government retirement and benefits act, 2017
26 PA 202, MCL 38.2805, must allocate an amount equal to the sum
27 of its current year eligible payment for county revenue
28 sharing and the county incentive program less the sum of its
29 2019 PA 56 eligible payment for county revenue sharing and



1 the county incentive program to its pension unfunded
2 liability. A county that has issued a municipal security
3 under section 518 of the revised municipal finance act, 2001
4 PA 34, MCL 141.2518, is exempt from this requirement.

5 Sec. 956. (1) The funds appropriated in part 1 for
6 financially distressed cities, villages, or townships shall
7 be granted by the department of treasury to cities, villages,
8 and townships that have 1 or more conditions that indicate
9 probable financial distress, as determined by the department
10 of treasury. A city, village, or township with 1 or more
11 conditions that indicate probable financial distress may
12 apply in a manner determined by the department of treasury
13 for a grant to pay for specific projects or services that
14 move the city, village, or township toward financial
15 stability. Grants are to be used for specific projects or
16 services that move the city, village, or township toward
17 financial stability. The city, village, or township must use
18 the grants under this section to make payments to reduce
19 unfunded accrued liability; to repair or replace critical
20 infrastructure and equipment owned or maintained by the city,
21 village, or township; to reduce debt obligations; or for
22 costs associated with a transition to shared services with
23 another jurisdiction; or to administer other projects that
24 move the city, village, or township toward financial
25 stability. The department of treasury shall award no more
26 than \$2,000,000.00 to any city, village, or township under
27 this section.

28 (2) The department of treasury shall provide a report to
29 the senate and house of representatives appropriations



1 subcommittees on general government, the senate and house
 2 fiscal agencies, and the state budget office by March 31. The
 3 report shall include a list by grant recipient of the date
 4 each grant was approved, the amount of the grant, and a
 5 description of the project or projects that will be paid by
 6 the grant.

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

15 (a) The purpose of the project is to provide assistance
 16 to financially distressed cities, villages, and townships
 17 under this section.

18 (b) The projects will be accomplished by grants to
 19 cities, villages, and townships approved by the department of
 20 treasury.

21 (c) The total estimated cost of all projects is
 22 \$2,500,000.00.

23 (d) The tentative completion date is September 30, 2025.
 24

25 **BUREAU OF STATE LOTTERY**

26 Sec. 960. In addition to the funds appropriated in part
 27 1 to the bureau of state lottery, there is appropriated from
 28 state lottery fund revenues the amount necessary for, and
 29 directly related to, implementing and operating lottery games



1 under the McCauley-Traxler-Law-Bowman-McNeely lottery act,
2 1972 PA 239, MCL 432.1 to 432.47, and activities under the
3 Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL
4 432.101 to 432.120, including expenditures for contractually
5 mandated payments for vendor commissions, contractually
6 mandated payments for instant tickets intended for resale,
7 the contractual costs of providing and maintaining the online
8 system communications network, and incentive and bonus
9 payments to lottery retailers.

10 Sec. 964. For the bureau of state lottery, there is
11 appropriated 1% of the lottery's prior fiscal year's gross
12 sales for promotion and advertising.

13

14 CASINO GAMING

15 Sec. 971. (1) From the revenue collected by the Michigan
16 gaming control board regarding the total annual assessment of
17 each casino licensee, \$2,000,000.00 is appropriated and shall
18 be deposited in the compulsive gaming prevention fund as
19 described in section 12a(5) of the Michigan Gaming Control
20 and Revenue Act, 1996 IL 1, MCL 432.212a.

21 (2) After the board has incurred the costs of regulating
22 and enforcing internet sports betting, \$500,000.00 is
23 appropriated and shall be deposited into the compulsive
24 gaming prevention fund as described in section 16(4)(b) of
25 the lawful sports betting act, 2019 PA 149, MCL 432.416.
26 Following these disbursements, \$2,000,000.00 is appropriated
27 and shall be deposited in the first responder presumed
28 coverage fund as described in section 16(4)(c) of the lawful
29 sports betting act, 2019 PA 149, MCL 432.416.



1 (3) An appropriation of \$500,000.00 shall be deposited
2 into the compulsive gaming prevention fund as described in
3 section 16(4)(b) of the lawful internet gaming act, 2019 PA
4 152, MCL 432.316, except as provided in section 15(2) of the
5 lawful internet gaming act, 2019 PA 152, MCL 432.315, and
6 after the board has incurred the costs of regulating and
7 enforcing internet gaming under the act, 2019 PA 152, MCL
8 432.301 to 432.322. Following these disbursements,
9 \$2,000,000.00 is appropriated and shall be deposited into the
10 first responder presumed coverage fund as described in
11 section 16(4)(c) of the lawful internet gaming act, 2019 PA
12 152, MCL 432.316.

13 Sec. 973. (1) Funds appropriated in part 1 for local
14 government programs may be used to provide assistance to a
15 local revenue sharing board referenced in an agreement
16 authorized by the Indian gaming regulatory act, Public Law
17 100-497.

18 (2) A local revenue sharing board described in
19 subsection (1) shall comply with the open meetings act, 1976
20 PA 267, MCL 15.261 to 15.275, and the freedom of information
21 act, 1976 PA 442, MCL 15.231 to 15.246.

22 (3) A county treasurer is authorized to receive and
23 administer funds received for and on behalf of a local
24 revenue sharing board. Funds appropriated in part 1 for local
25 government programs may be used to audit local revenue
26 sharing board funds held by a county treasurer. This section
27 does not limit the ability of local units of government to
28 enter into agreements with federally recognized Indian tribes
29 to provide financial assistance to local units of government



1 or to jointly provide public services.

2 (4) A local revenue sharing board described in
3 subsection (1) shall comply with all applicable provisions of
4 any agreement authorized by the Indian gaming regulatory act,
5 Public Law 100-497, in which the local revenue sharing board
6 is referenced, including, but not limited to, the disbursal
7 of tribal casino payments received under applicable
8 provisions of the tribal-state class III gaming compact in
9 which those funds are received.

10 (5) The director of the department of state police and
11 the executive director of the Michigan gaming control board
12 are authorized to assist the local revenue sharing boards in
13 determining allocations to be made to local public safety
14 organizations.

15 (6) The Michigan gaming control board shall submit a
16 report by September 30 to the senate and house of
17 representatives standing committees on appropriations and the
18 state budget director on the receipts and distribution of
19 revenues by local revenue sharing boards.

20 Sec. 974. If revenues collected in the state services
21 fee fund are less than the amounts appropriated from the
22 fund, available revenues shall be used to fully fund the
23 appropriation in part 1 for casino gaming regulation
24 activities before distributions are made to other state
25 departments and agencies. If the remaining revenue in the
26 fund is insufficient to fully fund appropriations to other
27 state departments or agencies, the shortfall shall be
28 distributed proportionally among those departments and
29 agencies.



1 Sec. 976. The executive director of the Michigan gaming
2 control board may pay rewards of not more than \$5,000.00 to a
3 person who provides information that results in the arrest
4 and conviction on a felony or misdemeanor charge for a crime
5 that involves the horse racing industry. A reward paid
6 pursuant to this section shall be paid out of the
7 appropriation in part 1 for the racing commission.

8 Sec. 977. All appropriations from the Michigan
9 agriculture equine industry development fund, except for the
10 racing commission appropriations, shall be reduced
11 proportionately if revenues to the Michigan agriculture
12 equine industry development fund decline during the current
13 fiscal year to a level lower than the amount appropriated in
14 part 1.

15 Sec. 978. The Michigan gaming control board shall use
16 actual expenditure data in determining the actual regulatory
17 costs of conducting racing dates and shall provide that data
18 to the senate and house appropriations subcommittees on
19 agriculture and general government, the state budget office,
20 and the senate and house fiscal agencies. The Michigan gaming
21 control board shall not be reimbursed for more than the
22 actual regulatory cost of conducting race dates. If a
23 certified horsemen's organization funds more than the actual
24 regulatory cost, the balance shall remain in the agriculture
25 equine industry development fund to be used to fund
26 subsequent race dates conducted by race meeting licensees
27 with which the certified horsemen's organization has
28 contracts. If a certified horsemen's organization funds less
29 than the actual regulatory costs of the additional horse



1 racing dates, the Michigan gaming control board shall reduce
2 the number of future race dates conducted by race meeting
3 licensees with which the certified horsemen's organization
4 has contracts. Prior to the reduction in the number of
5 authorized race dates due to budget deficits, the executive
6 director of the Michigan gaming control board shall provide
7 notice to the certified horsemen's organizations with an
8 opportunity to respond with alternatives. In determining
9 actual costs, the Michigan gaming control board shall take
10 into account that each specific breed may require different
11 regulatory mechanisms.

12 Sec. 979. From the funds appropriated in part 1 for
13 millionaire party regulation, the Michigan gaming control
14 board may receive and expend state lottery fund revenue in an
15 amount not to exceed the amount appropriated in part 1 for
16 necessary expenses incurred in the licensing and regulation
17 of millionaire parties pursuant to Executive Order No. 2012-
18 4. In accordance with section 8 of the Traxler-McCauley-Law-
19 Bowman bingo act, 1972 PA 382, MCL 432.108, the amount of
20 necessary expenses shall not exceed the amount of revenue
21 received under that act. The Michigan gaming control board
22 shall provide a report to the senate and house of
23 representatives appropriations subcommittees on general
24 government, the senate and house fiscal agencies, and the
25 state budget office by March 1. The report shall include, but
26 not be limited to, total expenditures related to the
27 licensing and regulating of millionaire parties, steps taken
28 to ensure charities are receiving revenue due to them,
29 progress on promulgating rules to ensure compliance with the



1 Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL
2 432.101 to 432.120, and any enforcement actions taken.

3

4 **DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY**

5 Sec. 980. (1) In addition to the funds appropriated in
6 part 1, there is appropriated an amount not to exceed
7 \$15,000,000.00 for federal contingency funds. These funds are
8 not available for expenditure until they have been
9 transferred to another line item in part 1 under section
10 393(2) of the management and budget act, 1984 PA 431, MCL
11 18.1393.

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

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

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



1 Sec. 981. Total authorized appropriations from all
2 sources under part 1 for legacy costs for the fiscal year
3 ending September 30, 2021 are \$58,923,000.00. From this
4 amount, total agency appropriations for pension-related
5 legacy costs are estimated at \$28,272,000.00. Total agency
6 appropriations for retiree health care legacy costs are
7 estimated at \$30,651,000.00.

8 Sec. 982. Federal pass-through funds to local
9 institutions and governments that are received in amounts in
10 addition to those included in part 1 and that do not require
11 additional state matching funds are appropriated for the
12 purposes intended. The department may carry forward into the
13 succeeding fiscal year unexpended federal pass-through funds
14 to local institutions and governments that do not require
15 additional state matching funds. The department shall report
16 the amount and source of the funds to the relevant senate and
17 house of representatives appropriations subcommittees, the
18 senate and house fiscal agencies, and the state budget
19 director within 10 business days after receiving any
20 additional pass-through funds.

21 Sec. 983. From the funds appropriated in part 1,
22 Michigan department of labor and economic opportunity,
23 Michigan strategic fund, and Michigan state housing
24 development authority shall not use funds for broadband
25 construction, expansion, repairs, or upgrades or to issue or
26 refinance bonds for broadband construction, expansion,
27 repairs, or upgrades.

28 Sec. 984. As a condition of receiving funds in part 1,
29 the department of labor and economic opportunity shall



1 utilize SIGMA as an appropriation and expenditure reporting
2 system to track all financial transactions with individual
3 vendors, contractual partners, grantees, recipients of
4 business incentives, and recipients of other economic
5 assistance. Encumbrances and expenditures shall be reported
6 in a timely manner.

7 Sec. 985. (1) Grants supported with private revenues
8 received by the department are appropriated upon receipt and
9 are available for expenditure by the department, subject to
10 subsection (3), for purposes specified within the grant
11 agreement and as permitted under state and federal law.

12 (2) Within 10 days after the receipt of a private grant
13 appropriated in subsection (1), the department shall notify
14 the house and senate chairpersons of the subcommittees, the
15 senate and house fiscal agencies, and the state budget
16 director of the receipt of the grant, including the fund
17 source, purpose, and amount of the grant.

18 (3) The amount appropriated under subsection (1) shall
19 not exceed \$1,500,000.00.

20 Sec. 986. (1) The department may charge registration
21 fees to attendees of informational, training, or special
22 events sponsored by the department, and related to activities
23 that are under the department's purview.

24 (2) These fees shall reflect the costs for the
25 department to sponsor the informational, training, or special
26 events.

27 (3) Revenue generated by the registration fees is
28 appropriated upon receipt and available for expenditure to
29 cover the department's costs of sponsoring informational,



1 training, or special events.

2 (4) Revenue generated by registration fees in excess of
3 the department's costs of sponsoring informational, training,
4 or special events shall carry forward to the subsequent
5 fiscal year and not lapse to the general fund.

6 (5) The amount appropriated under subsection (3) shall
7 not exceed \$500,000.00.

8 Sec. 987. (1) The department may sell documents at a
9 price not to exceed the cost of production and distribution.
10 Money received from the sale of these documents shall revert
11 to the department. In addition to the funds appropriated in
12 part 1, these funds are available for expenditure when they
13 are received by the department of treasury. This subsection
14 applies only to R 418.10101 to R 418.101504 of the Michigan
15 Administrative Code.

16 (2) Unexpended funds at the end of the fiscal year shall
17 carry forward to the subsequent fiscal year and not lapse to
18 the general fund.

19 Sec. 988. If the revenue collected by the department for
20 radiological health administration and projects from fees and
21 collections exceeds the amount appropriated in part 1, the
22 revenue may be carried forward into the subsequent fiscal
23 year. The revenue carried forward under this section shall be
24 used as the first source of funds in the subsequent fiscal
25 year.

26 Sec. 989. It is the intent of the legislature that the
27 workers' compensation agency through the department of labor
28 and economic opportunity annually update R 418.10101 to R
29 418.101504 of the Michigan Administrative Code, as required



1 under sections 205 and 315 of the worker's disability
 2 compensation act, 1969 PA 317, MCL 418.205 and 418.315, and
 3 section 33 of the administrative procedures act, 1969 PA 306,
 4 MCL 24.233.

5

6 **MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY**

7 Sec. 990. MSHDA shall annually present a report to the
 8 state budget office and the subcommittees on the status of
 9 the authority's housing production goals under all financing
 10 programs established or administered by the authority. The
 11 report shall give special attention to efforts to raise
 12 affordable multifamily housing production goals.

13

14 **STATE LAND BANK AUTHORITY**

15 Sec. 995. In addition to the amounts appropriated in
 16 part 1, the state land bank authority may expend revenues
 17 received under the land bank fast track act, 2003 PA 258, MCL
 18 124.751 to 124.774, for the purposes authorized by the act,
 19 including, but not limited to, the acquisition, lease,
 20 management, demolition, maintenance, or rehabilitation of
 21 real or personal property, payment of debt service for notes
 22 or bonds issued by the authority, and other expenses to clear
 23 or quiet title property held by the authority.

24

25 **MICHIGAN STRATEGIC FUND**

26 Sec. 1004. As a condition of receiving funds
 27 appropriated in part 1, the MSF shall provide all information
 28 required to be transmitted in the activities report required
 29 under section 9 of the Michigan strategic fund act, 1984 PA



1 270, MCL 125.2009, to the chairpersons of the senate and
2 house of representatives standing committees on
3 appropriations, the chairpersons of the relevant senate and
4 house of representatives appropriations subcommittees, the
5 senate and house fiscal agencies, and the state budget
6 director by March 15.

7 Sec. 1005. In addition to the appropriations in part 1,
8 Travel Michigan may receive and expend private revenue
9 related to the use of "Pure Michigan" and all other
10 copyrighted slogans and images. This revenue may come from
11 the direct licensing of the name and image or from the
12 royalty payments from various merchandise sales. Revenue
13 collected is appropriated for the marketing of the state as a
14 travel destination. The funds are available for expenditure
15 when they are received by the department of treasury. If the
16 fund receives revenues from the use of "Pure Michigan", the
17 fund shall provide a report that lists the revenues by source
18 received from the use of "Pure Michigan" and all other
19 copyrighted slogans and images. The report shall provide a
20 detailed list of expenditures of revenues received under this
21 section. The report shall be provided to the chairpersons of
22 the senate and house of representatives standing committees
23 on appropriations, the relevant senate and house of
24 representatives appropriations subcommittees, the house and
25 senate fiscal agencies, and the state budget director by
26 March 1.

27 Sec. 1005a. (1) From the funds appropriated in part 1
28 for Pure Michigan, general fund dollars shall be appropriated
29 for the following purposes:



1 (a) Conduction of market research regionally,
2 nationally, and internationally for use in market campaigns.

3 (b) Production of advertisements for the promotion of
4 Michigan as a place to live, work, and play.

5 (c) Placement of advertisements in regional, national,
6 and international market campaigns.

7 (d) Administration of the program.

8 (e) Other activities that promote Michigan as a place to
9 live, work, and play.

10 (2) The fund may contract any of the activities under
11 subsection (1).

12 (3) The fund may work in cooperation with local units of
13 government, nonprofit entities, and private entities on Pure
14 Michigan promotion campaigns. The fund shall include
15 agreements prior to undertaking cooperative marketing
16 campaigns.

17 Sec. 1005b. (1) A local promotion fund is created in the
18 department of labor and economic opportunity. The fund may
19 receive funds from local units of government and nonprofit
20 entities and deposit these funds into the local promotion
21 fund. Funds received are available for expenditure for use in
22 Pure Michigan promotion campaigns. As used in this
23 subsection, the term "local unit of government" includes
24 cities, villages, townships, counties, and regional councils
25 of government. The fund may maintain individual accounts for
26 local units of government and nonprofit entities that deposit
27 funds into the local promotion fund upon request from a local
28 unit.

29 (2) Local promotion funds appropriated in part 1 may be



1 used for media production and placements, national and
2 international marketing campaigns, and for other activities
3 that promote Michigan as a place to live, work, and play.

4 (3) Any unexpended or unencumbered balance shall be
5 disposed of in accordance with the management and budget act,
6 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward
7 authorization has been otherwise provided for.

8 Sec. 1005c. (1) A private promotion fund is created in
9 the department of labor and economic opportunity. The fund
10 may receive funds from private entities and deposit these
11 funds into the private promotion fund. Funds received are
12 available for expenditure for use in Pure Michigan promotion
13 campaigns. The fund may maintain individual accounts for
14 private entities that deposit funds into the private
15 promotion fund upon request from a private entity.

16 (2) Private promotion funds appropriated in part 1 may
17 be used for media production and placements, national and
18 international marketing campaigns, and for other activities
19 that promote Michigan as a place to live, work, and play.

20 (3) Any unexpended or unencumbered balance shall be
21 disposed of in accordance with the management and budget act,
22 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward
23 authorization has been otherwise provided for.

24 Sec. 1006. (1) As a condition of receiving funds
25 appropriated in part 1, the fund shall provide a report of
26 all approved amendments to projects for the immediately
27 preceding year under sections 88r and 90b of the Michigan
28 strategic fund act, 1984 PA 270, MCL 125.2088r and 125.2090b.
29 The report shall provide a description of each amendment, by



1 award, which shall include, but is not limited to, the
2 following:

3 (a) The amended award amount relative to the prior award
4 amount.

5 (b) The amended number of committed jobs relative to the
6 prior number of committed jobs.

7 (c) The amended amount of qualified investment committed
8 relative to the prior amount of qualified investment
9 committed.

10 (d) A description of any change in scope of the project.

11 (e) A description of any change in project benchmarks,
12 deadlines, or completion dates.

13 (f) The reason or justification for the amendment
14 approval.

15 (2) In addition to being posted online, the report shall
16 be distributed to the chairpersons of the senate and house of
17 representatives standing committees on appropriations, the
18 chairpersons of the relevant senate and house of
19 representatives appropriations subcommittees, the senate and
20 house fiscal agencies, and the state budget office by March
21 15.

22 Sec. 1007. (1) As a condition of receiving funds
23 appropriated in part 1, the fund shall request the following
24 information from the MEDC:

25 (a) Approved budget from the MEDC executive committee
26 for the current fiscal year and actual budget expenditures
27 for the preceding fiscal years.

28 (b) Expenditures and revenues as part of the current and
29 preceding year budgets, including the available fund balance



1 for the current and preceding fiscal years.

2 (c) The total number of FTEs, by state and corporate
3 status.

4 (d) A reporting of activities, programs, and grants
5 consistent with the preceding fiscal year budget.

6 (2) Information received by the MSF pursuant to this
7 section shall be posted online and distributed to the
8 chairpersons of the senate and house of representatives
9 standing committees on appropriations, the chairpersons of
10 the relevant senate and house of representatives
11 appropriations subcommittees, the senate and house fiscal
12 agencies, and the state budget director by March 15.

13 Sec. 1008. As a condition of receiving funds under part
14 1, any interlocal agreement entered into by the fund shall
15 include language which states that if a local unit of
16 government has a contract or memorandum of understanding with
17 a private economic development agency, the MEDC will work
18 cooperatively with that private organization in that local
19 area.

20 Sec. 1009. (1) Of the funds appropriated to the fund or
21 through grants to the MEDC, no funds shall be expended for
22 the purchase of options on land or the purchase of land
23 unless at least 1 of the following conditions applies:

24 (a) The land is located in an economically distressed
25 area.

26 (b) The land is obtained through a purchase or exercise
27 of an option at the invitation of the local unit of
28 government and local economic development agency.

29 (2) Consideration may be given to purchases where the



1 proposed use of the land is consistent with a regional land
2 use plan, will result in the redevelopment of an economically
3 distressed area, can be supported by existing infrastructure,
4 and will not cause shifts in population away from the area's
5 population centers.

6 (3) As used in this section, "economically distressed
7 area" means an area in a city, village, or township that has
8 been designated as blighted; a city, village, or township
9 that shows negative population change from 1970 and a poverty
10 rate and unemployment rate greater than the statewide
11 average; or an area certified as a neighborhood enterprise
12 zone under the neighborhood enterprise zone act, 1992 PA 147,
13 MCL 207.771 to 207.786.

14 (4) If land or options on land are purchased under
15 subsection (1), the fund shall provide a report to the senate
16 and house of representatives standing committees on
17 appropriations, the relevant senate and house of
18 representatives appropriations subcommittees, the senate and
19 house fiscal agencies, and the state budget director that
20 provides a list of all properties purchased, all options on
21 land purchased, the location of the land purchased, and the
22 purchase price if the fund purchases options on land or land.
23 The report must be submitted before March 15.

24 Sec. 1010. As a condition for receiving funds in part 1,
25 not later than March 15, the fund shall provide a report for
26 the immediately preceding fiscal year on the jobs for
27 Michigan investment fund, created in section 88h of the
28 Michigan strategic fund act, 1984 PA 270, MCL 125.2088h. The
29 report shall be submitted to the chairpersons of the senate



1 and house of representatives standing committees on
2 appropriations, the chairpersons of the relevant senate and
3 house of representatives appropriations subcommittees, the
4 senate and house fiscal agencies, and the state budget
5 director. The report shall include, but is not limited to,
6 all of the following:

7 (a) A detailed listing of revenues, by fund source, to
8 the jobs for Michigan investment fund. The listing shall
9 include the manner and reason for which the funds were
10 appropriated to the jobs for Michigan investment fund.

11 (b) A detailed listing of expenditures, by project, from
12 the jobs for Michigan investment fund.

13 (c) A fiscal year-end balance of the jobs for Michigan
14 investment fund.

15 Sec. 1011. (1) From the appropriations in part 1 to the
16 fund and granted or transferred to the MEDC, any unexpended
17 or unencumbered balance shall be disposed of in accordance
18 with the requirements in the management and budget act, 1984
19 PA 431, MCL 18.1101 to 18.1594, unless carryforward
20 authorization has been otherwise provided for.

21 (2) Any encumbered funds, including encumbered funds
22 subsequently unobligated, shall be used for the same purposes
23 for which funding was originally appropriated in this part
24 and part 1.

25 (3) For funds appropriated in part 1 to the fund, any
26 carryforward authorization subsequently created through a
27 work project shall be preserved until a cash or accrued
28 expenditure has been executed or the allowable work project
29 time period has expired.



1 Sec. 1012. (1) As a condition of receiving funds under
2 part 1, the fund shall ensure that the MEDC and the fund
3 comply with all of the following:

4 (a) The freedom of information act, 1976 PA 442, MCL
5 15.231 to 15.246.

6 (b) The open meetings act, 1976 PA 267, MCL 15.261 to
7 15.275.

8 (c) Annual audits of all financial records by the
9 auditor general or his or her designee.

10 (d) All reports required by law to be submitted to the
11 legislature.

12 (2) If the MEDC is unable for any reason to perform
13 duties under this part, the fund may exercise those duties.

14 Sec. 1013. As a condition for receiving the
15 appropriations in part 1, any staff of the MEDC involved in
16 private fund-raising activities shall not be party to any
17 decisions regarding the awarding of grants, incentives, or
18 tax abatements from the fund, the MEDC, or the Michigan
19 economic growth authority.

20 Sec. 1024. From the funds appropriated in part 1 for
21 business attraction and community revitalization, not less
22 than 20% shall be granted by the fund board for brownfield
23 redevelopment and historic preservation projects under the
24 community revitalization program authorized by chapter 8C of
25 the Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to
26 125.2090d.

27 Sec. 1032. (1) The fund shall report to the chairpersons
28 of the senate and house of representatives standing
29 committees on appropriations, the relevant senate and house



1 of representatives appropriations subcommittees, the state
2 budget director, and the senate and house fiscal agencies on
3 the status of the film incentives at the same time as it
4 submits the annual report required under section 455 of the
5 Michigan business tax act, 2007 PA 36, MCL 208.1455. The
6 department of treasury shall provide the fund with the data
7 necessary to prepare the report. Incentives included in the
8 report shall include all of the following:

9 (a) The tax credit provided under section 455 of the
10 Michigan business tax act, 2007 PA 36, MCL 208.1455.

11 (b) The tax credit provided under section 457 of the
12 Michigan business tax act, 2007 PA 36, MCL 208.1457.

13 (c) The tax credit provided under section 459 of the
14 Michigan business tax act, 2007 PA 36, MCL 208.1459.

15 (d) The amount of any tax credit claimed under former
16 section 367 of the income tax act of 1967, 1967 PA 281.

17 (e) Any tax credits provided for film and digital media
18 production under the Michigan economic growth authority act,
19 1995 PA 24, MCL 207.801 to 207.810.

20 (f) Loans to an eligible production company or film and
21 digital media private equity fund authorized under section
22 88d(3), (4), and (5) of the Michigan strategic fund act, 1984
23 PA 270, MCL 125.2088d.

24 (2) The report shall include all of the following
25 information:

26 (a) For each tax credit, the number of contracts signed,
27 the projected expenditures qualifying for the credit, and the
28 estimated value of the credits. For loans, the number of
29 loans made under each section, the interest rate of those



1 loans, the loan amount, the percent of the projected budget
2 of each production financed by those loans, and the estimated
3 interest earnings from the loan.

4 (b) For credits authorized under section 455 of the
5 Michigan business tax act, 2007 PA 36, MCL 208.1455, for
6 productions completed by December 31, the expenditures of
7 each production eligible for the credit that has filed a
8 request for certificate of completion with the film office,
9 broken down into expenditures for goods, services, or
10 salaries and wages and showing separately expenditures in
11 each local unit of government, including expenditures for
12 personnel, whether or not they were made to a Michigan
13 entity, and whether or not they were taxable under the laws
14 of this state. For loans, the report shall include the number
15 of loans that have been fully repaid, with principal and
16 interest shown separately, and the number of loans that are
17 delinquent or in default, and the amount of principal that is
18 delinquent or is in default.

19 (c) For each of the tax credit incentives and loan
20 incentives listed in subsection (1), a breakdown for each
21 project or production showing each of the following:

22 (i) The number of temporary jobs created.

23 (ii) The number of permanent jobs created.

24 (iii) The number of persons employed in Michigan as a
25 result of the incentive, on a full-time equated basis.

26 (3) For any information not included in the report due
27 to the provisions of section 455(6), 457(6), or 459(6) of the
28 Michigan business tax act, 2007 PA 36, MCL 208.1455,
29 208.1457, and 208.1459, the report shall do all of the



1 following:

2 (a) Indicate how the information would describe the
3 commercial and financial operations or intellectual property
4 of the company.

5 (b) Attest that the information has not been publicly
6 disseminated at any time.

7 (c) Describe how disclosure of the information may put
8 the company at a competitive disadvantage.

9 (4) Any information not disclosed due to the provisions
10 of section 455(6), 457(6), or 459(6) of the Michigan business
11 tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,
12 shall be presented at the lowest level of aggregation that
13 would no longer describe the commercial and financial
14 operations or intellectual property of the company.

15 Sec. 1033. As a condition of receiving funds in part 1,
16 not later than March 15, the fund shall provide a report on
17 the activities of the Michigan film and digital media office
18 for the immediately preceding fiscal year. The report shall
19 be submitted to the chairpersons of the senate and house of
20 representatives standing committees on appropriations, the
21 chairpersons of the relevant senate and house of
22 representatives appropriations subcommittees, the senate and
23 house fiscal agencies, and the state budget office. The
24 report shall include, but not be limited to, a listing of all
25 projects the Michigan film and digital media office provided
26 assistance on, a listing of the services provided for each
27 project, and an estimate of investment leveraged.

28 Sec. 1034. Each business incubator or accelerator that
29 received an award from the fund shall maintain and update a



1 dashboard of indicators to measure the effectiveness of the
2 business incubator and accelerator programs. Indicators shall
3 include the direct jobs created, new companies launched as a
4 direct result of business incubator or accelerator
5 involvement, businesses expanded as a direct result of
6 business incubator or accelerator involvement, direct
7 investment in client companies, private equity financing
8 obtained by client companies, grant funding obtained by
9 client companies, and other measures developed by the
10 recipient business incubators and accelerators in conjunction
11 with the MEDC. Dashboard indicators shall be reported for the
12 prior fiscal year and cumulatively, if available. Each
13 recipient shall submit a copy of their dashboard indicators
14 to the fund by March 1. The fund shall transmit the local
15 reports to the chairpersons of the senate and house of
16 representatives standing committees on appropriations, the
17 relevant senate and house of representatives appropriations
18 subcommittees, the senate and house fiscal agencies, and the
19 state budget director by March 15.

20 Sec. 1035. (1) From the appropriations in part 1, the
21 Michigan council for arts and cultural affairs shall
22 administer an arts and cultural grant program that maintains
23 an equitable geographic distribution of funding and utilizes
24 past arts and cultural grant programs as a guideline for
25 administering this program. The council shall do all of the
26 following:

27 (a) On or before October 1, the council shall publish
28 proposed application criteria, instructions, and forms for
29 use by eligible applicants. The council shall provide at



1 least a 2-week period for public comment before finalizing
2 the application criteria, instructions, and forms.

3 (b) A nonrefundable application fee may be assessed for
4 each application. Application fees shall be deposited in the
5 council for the arts fund and are appropriated for expenses
6 necessary to administer the programs. These funds are
7 available for expenditure when they are received and may be
8 carried forward to the following fiscal year.

9 (c) Grants are to be made to public and private arts and
10 cultural entities.

11 (d) Within 1 business day after the award announcements,
12 the council shall provide to each member of the legislature
13 and the fiscal agencies a list of all grant recipients and
14 the total award given to each recipient, sorted by county.

15 (e) In addition to the information in subdivision (d),
16 the council shall report on the number of applications
17 received, number of grants awarded, total amount requested
18 from applications received, and total amount of grants
19 awarded.

20 (2) The appropriation in part 1 for arts and cultural
21 program shall not be used for the administration of the grant
22 program.

23 Sec. 1036. (1) The general fund/general purpose funds
24 appropriated in part 1 to the fund for business attraction
25 and community revitalization shall be transferred to the 21st
26 century jobs trust fund per section 90b(3) of the Michigan
27 strategic fund act, 1984 PA 270, MCL 125.2090b.

28 (2) Funds transferred to the 21st century jobs trust
29 fund under subsection (1) are appropriated and available for



1 allocation as authorized in the Michigan strategic fund act,
2 1984 PA 270, MCL 125.2001 to 125.2094.

3 Sec. 1041. From the funds appropriated in part 1 for
4 business attraction and community revitalization, the fund
5 shall request the transfer by the state treasurer of not more
6 than 60% of the funds prior to April 1.

7 Sec. 1042. For the funds appropriated in part 1 for
8 business attraction and community revitalization, the fund
9 shall report quarterly on the amount of funds considered
10 appropriated, pre-encumbered, encumbered, and expended. The
11 report shall also include a listing of all previous
12 appropriations for business attraction and community
13 revitalization, or a predecessor, that were considered
14 appropriated, pre-encumbered, encumbered, or expended that
15 have lapsed back to the fund for any purpose. The report
16 shall be submitted to the chairpersons of the senate and
17 house of representatives standing committees on
18 appropriations, the chairpersons of the relevant senate and
19 house of representatives appropriations subcommittees, the
20 senate and house fiscal agencies, and the state budget
21 director.

22 Sec. 1043. (1) The fund, in conjunction with the
23 department of treasury, shall report to the chairpersons of
24 the senate and house of representatives standing committees
25 on appropriations, the relevant senate and house of
26 representatives appropriations subcommittees, the senate and
27 house fiscal agencies, and the state budget director by
28 November 1 on the annual cost of the MEGA tax credits. The
29 report shall include for each year the board-approved credit



1 amount, adjusted for credit amendments where applicable, and
2 the actual and projected value of tax credits for each year
3 from 1995 to the expiration of the credit program. For years
4 for which credit claims are complete, the report shall
5 include the total of actual certificated credit amounts. For
6 years for which claims are still pending or not yet
7 submitted, the report shall include a combination of actual
8 credits where available and projected credits. Credit
9 projections shall be based on updated estimates of employees,
10 wages, and benefits for eligible companies.

11 (2) In addition to the report under subsection (1), the
12 fund, in conjunction with the department of treasury, shall
13 report to the relevant senate and house of representatives
14 appropriations subcommittees, the senate and house fiscal
15 agencies, and the state budget director by November 1 on the
16 annual cost of all other certificated credits by program, for
17 each year until the credits expire or can no longer be
18 collected. The report shall include estimates on the
19 brownfield redevelopment credit, film credits, MEGA
20 photovoltaic technology credit, MEGA polycrystalline silicon
21 manufacturing credit, MEGA vehicle battery credit, and other
22 certificated credits.

23 Sec. 1044. As a condition of receiving appropriations in
24 part 1, prior to authorizing the transfer of any previously
25 authorized tax credit that would increase the liability to
26 this state, the fund, on behalf of the MSF board, shall
27 notify the chairpersons of the senate and house of
28 representatives standing committees on appropriations, the
29 chairpersons of the relevant senate and house of



1 representatives appropriations subcommittees, the senate and
2 house fiscal agencies, and the state budget director not
3 fewer than 30 days prior to the authorization of the tax
4 credit transfer.

5 Sec. 1047. (1) From the funds appropriated in part 1 for
6 Michigan enhancement grants, \$600,000.00 shall be awarded to
7 the electronic recording commission. From the funds
8 appropriated, the commission shall expend up to \$200,000.00
9 annually this fiscal year and in the 2 subsequent fiscal
10 years for grants to counties to facilitate or upgrade real
11 property e-recording capabilities. These grants shall be
12 distributed to counties following application to and approval
13 by the commission. The grants shall not exceed \$12,000.00 per
14 request and must be used to invest in or upgrade software
15 necessary for the electronic recording of real property
16 documents. The funds for the electronic recording commission
17 are subject to the following:

18 (a) The commission shall determine an appropriate
19 percentage of total funds to be reserved for newly
20 participating counties and counties which will expend the
21 funds to upgrade the designated software. The commission may
22 require a 10% match in funds from each county to which funds
23 are awarded.

24 (b) Unexpended grant funds appropriated in part 1 for
25 the electronic recording commission are designated as a work
26 project appropriation, and any unencumbered or unallotted
27 funds shall not lapse at the end of the fiscal year and shall
28 be available for expenditures for grants under this section
29 until the grant program is completed.



1 (2) From the funds appropriated in part 1 for Michigan
2 enhancement grants, \$1,102,000.00 shall be awarded for a
3 retirement funding shortfall at an association established to
4 provide services and support to Michigan's workforce
5 development system located in a county with a population of
6 between 16,000 and 17,000 according to the most recent
7 federal decennial census.

8 (3) From the funds appropriated in part 1 for Michigan
9 enhancement grants, \$1,000,000.00 shall be awarded to a
10 private, not-for-profit provider of children and family
11 welfare services and behavioral health care services with
12 more than 15 centers throughout the state.

13 (4) From the funds appropriated in part 1 for Michigan
14 enhancement grants, \$1,500,000.00 shall be deposited into the
15 rural jobs and capital investment creation fund created under
16 section 90n of the Michigan strategic fund act, 1984 PA 270,
17 MCL 125.2090n. All funds in the rural jobs and capital
18 investment creation fund are appropriated and available for
19 expenditure pursuant to sections 90m to 90r of the Michigan
20 strategic fund act, 1984 PA 270, MCL 125.2090m to 125.2090r.

21 (5) From the funds appropriated in part 1 for Michigan
22 enhancement grants, \$3,000,000.00 shall be allocated to a
23 nonprofit Michigan health care system organized under the
24 laws of this state that is exempt from federal income tax
25 under section 501(c)(3) of the internal revenue code of 1986,
26 26 USC 501, and that is located in a county with a population
27 between 26,000 and 27,000 and in a city with a population
28 between 4,500 and 5,000 according to the most recent federal
29 decennial census for the purpose of supporting at least 12



1 new psychiatric beds.

2 (6) From the funds appropriated in part 1 for Michigan
3 enhancement grants, \$5,000,000.00 shall be allocated to a
4 nonprofit Michigan health care system organized under the
5 laws of this state that is exempt from federal income tax
6 under section 501(c)(3) of the internal revenue code of 1986,
7 26 USC 501, and that is located in a county with a population
8 between 280,800 and 281,000 and in a city with a population
9 greater than 105,000 according to the most recent federal
10 decennial census for the purpose of supporting a behavioral
11 health pilot project.

12 (7) From the funds appropriated in part 1 for Michigan
13 enhancement grants, \$220,000.00 shall be awarded to a
14 nonpartisan, not-for-profit civic education organization
15 located in a county with a population of between 280,800 and
16 281,000 and in a city with a population greater than 80,000
17 according to the most recent federal decennial census.

18 (8) From the funds appropriated in part 1 for Michigan
19 enhancement grants, \$200,000.00 shall be awarded to a naval
20 museum located in a county with a population of between
21 107,000 and 108,000 according to the most recent federal
22 decennial census for infrastructure upgrades.

23 (9) From the funds appropriated in part 1 for Michigan
24 enhancement grants, \$85,000.00 shall be awarded for
25 renovations at a historic mansion in a county with a
26 population of between 1,200,000 and 1,203,000 and in a city
27 with a population of between 10,300 and 10,400 according to
28 the most recent federal decennial census.

29 (10) From the funds appropriated in part 1 for Michigan



1 enhancement grants, \$1,000,000.00 shall be awarded to a
2 public museum in a county with a population between 400,000
3 and 450,000 and in a city with a population over 100,000
4 according to the most recent federal decennial census.

5 (11) From the funds appropriated in part 1 for Michigan
6 enhancement grants, \$750,000.00 shall be awarded to a county
7 with a population of between 60,100 and 63,000 according to
8 the most recent federal decennial census to repair the
9 longest covered bridge in Michigan.

10 (12) From the funds appropriated in part 1 for Michigan
11 enhancement grants, \$506,800.00 shall be awarded to a city
12 with a population greater than 100,000 located in a county
13 with a population between 400,000 and 500,000 according to
14 the most recent federal decennial census. The funds awarded
15 shall be used to support a cooperative grocery store to
16 expand access to food within a food desert.

17 (13) From the funds appropriated in part 1 for Michigan
18 enhancement grants, \$250,000.00 shall be awarded to a
19 national, nonprofit program that connects National Guard,
20 reserve, retired, and transitioning active-duty military
21 service members with skilled training and quality career
22 opportunities in the construction industry. Grant funding
23 must be used to recruit and assist veterans to transition
24 into apprenticeship programs in this state.

25 (14) From the funds appropriated in part 1 for Michigan
26 enhancement grants, \$1,000,000.00 shall be awarded to a
27 community house located in a city with a population above
28 100,000 and in a county with a population between 600,000 and
29 700,000 according to the most recent federal decennial



1 census. The grant shall be used to support the construction
2 of an early childhood education and senior activity center
3 located within the city.

4 (15) From the funds appropriated in part 1 for Michigan
5 enhancement grants, \$500,000.00 shall be appropriated to a
6 nonprofit organization that has been established for at least
7 10 years, that is exempt from federal income taxation under
8 section 501(c)(6) of the internal revenue code of 1986, 26
9 USC 501, and that promotes the aerospace manufacturing
10 industry in this state for the purposes of promoting and
11 developing 5G technology for autonomous ground vehicles,
12 educational purposes in areas of the state with limited
13 internet access, and health care purposes across the state in
14 connection with the convergence of low-earth space satellite
15 technology with 1 or more space launch facilities and an
16 accompanying command center in this state.

17 (16) From the funds appropriated in part 1 for Michigan
18 enhancement grants, \$300,000.00 shall be awarded to a Junior
19 Reserve Officers Training Corps program located at a high
20 school in a city with a population above 500,000 according to
21 the most recent federal decennial census. The grant shall be
22 used to facilitate a partnership between the Junior Reserve
23 Officers Training Corps program and the Michigan National
24 Guard.

25 (17) From the funds appropriated in part 1 for Michigan
26 enhancement grants, \$250,000.00 shall be awarded to a school
27 district located in a city with a population above 500,000
28 according to the most recent federal decennial census. The
29 grant shall be used to install air filtration systems



1 throughout the district.

2 (18) From the funds appropriated in part 1 for Michigan
3 enhancement grants, \$75,000.00 shall be awarded for a youth
4 sex offender diversion program located in a county with a
5 population of between 600,000 and 603,000 according to the
6 most recent federal decennial census.

7 (19) From the funds appropriated in part 1 for Michigan
8 enhancement grants, \$3,000,000.00 shall be awarded to a
9 nonprofit 501(c)(3) corporation established and operated to
10 provide employment and training services to unemployed and
11 underemployed Michigan residents for a statewide
12 preapprenticeship program that connects the unemployed or
13 underemployed with training and resources necessary for
14 gainful employment. The program shall target residents from
15 underserved communities to provide them with the skills
16 needed for entry into building trades apprenticeships.

17 (20) From the funds appropriated in part 1 for Michigan
18 enhancement grants, \$1,800,000.00 shall be awarded for the
19 planning and design phase of a road project located in a
20 county with a population of between 250,000 and 250,500
21 according to the most recent federal decennial census.

22 (21) From the funds appropriated in part 1 for Michigan
23 enhancement grants, \$200,000.00 shall be awarded to an
24 addiction and recovery program that coordinates community
25 anchor institutions and facilitates access to addiction
26 programs located in a county with a population of between
27 425,000 and 426,000 according to the most recent federal
28 decennial census. Grant funding shall be used to expand
29 outreach to schools and community anchors to promote



1 awareness and connect recovery services to individuals and
2 families and for the development of a new treatment facility.

3 (22) From the funds appropriated in part 1 for Michigan
4 enhancement grants, \$750,000.00 shall be awarded to a
5 foundation that develops the leadership of youth and young
6 adults by engaging them in community service located in a
7 county with a population of greater than 1,800,000 and in a
8 city with a population of between 57,000 and 58,000 according
9 to the most recent federal decennial census.

10 (23) From the funds appropriated in part 1 for Michigan
11 enhancement grants, \$500,000.00 shall be awarded for railway
12 renovation, improvements, and expansion in a county with a
13 population of between 86,000 and 87,000 according to the most
14 recent federal decennial census.

15 (24) From the funds appropriated in part 1 for Michigan
16 enhancement grants, \$200,000.00 shall be awarded for railway
17 renovation, improvements, and expansion in a county with a
18 population of between 38,000 and 39,000 according to the most
19 recent federal decennial census.

20 (25) From the funds appropriated in part 1 for Michigan
21 enhancement grants, \$300,000.00 shall be awarded for railway
22 renovation, improvements, and expansion in a county with a
23 population of between 10,000 and 11,000 according to the most
24 recent federal decennial census.

25 (26) From the funds appropriated in part 1 for Michigan
26 enhancement grants, \$154,000.00 shall be awarded for railway
27 renovation, improvements, and expansion in a city with a
28 population between 3,000 and 4,000 located in a county with a
29 population of between 24,000 and 25,000 according to the most



1 recent federal decennial census.

2 (27) From the funds appropriated in part 1 for Michigan
3 enhancement grants, \$41,000.00 shall be awarded for railway
4 renovation, improvements, and expansion in a county with a
5 population of between 15,000 and 16,000 according to the most
6 recent federal decennial census.

7 (28) From the funds appropriated in part 1 for Michigan
8 enhancement grants, \$94,000.00 shall be awarded for railway
9 renovation, improvements, and expansion in a city with a
10 population of between 107,000 and 108,000 according to the
11 most recent federal decennial census.

12 (29) From the funds appropriated in part 1 for Michigan
13 enhancement grants, \$211,000.00 shall be awarded for bridge
14 repairs over railway lines that service Michigan agriculture
15 commodities in a county with a population of between 42,000
16 and 43,000 according to the most recent federal decennial
17 census.

18 (30) From the funds appropriated in part 1 for Michigan
19 enhancement grants, \$1,700,000.00 shall be awarded to a
20 county with a population of between 280,000 and 281,000
21 according to the most recent federal decennial census for
22 economic development road projects, health care service road
23 improvements, and health care infrastructure improvements and
24 replacements. Specific projects shall meet particular
25 transportation needs, have an immediate positive impact on
26 local employment and economy, contribute to economic
27 development, be evaluated on the basis of impact on the local
28 community, and be in cooperation with developers, state, and
29 local government.



1 (31) From the funds appropriated in part 1 for Michigan
2 enhancement grants, \$1,000,000.00 shall be awarded for a
3 child care facilitator pilot project administered by the
4 department of labor and economic opportunity in consultation
5 with the Michigan department of education. The project shall
6 leverage employer and state support and utilize a model
7 whereby a designated facilitator hub partners with both
8 employers and child care providers in a designated region to
9 provide child care placement for employees of the partnering
10 employers. The pilot project shall consist of 3 designated
11 regions approved by the department of labor and economic
12 opportunity. One region must be located in a city with a
13 population of between 38,000 and 39,000 and in a county with
14 a population of between 172,000 and 173,000 according to the
15 most recent federal decennial census, 1 region must be
16 located in a rural region, and 1 region must be located in a
17 suburban or urban region.

18 (32) From the funds appropriated in part 1 for Michigan
19 enhancement grants, \$3,000,000.00 shall be awarded for bridge
20 repairs on a state highway located in a county with a
21 population of between 111,000 and 112,000 according to the
22 most recent federal decennial census.

23 (33) From the funds appropriated in part 1 for Michigan
24 enhancement grants, \$1,000,000.00 shall be awarded to an
25 independent biomedical research and science education
26 organization in a county with a population between 600,000
27 and 610,000 and in a city with a population over 185,000
28 according to the most recent federal decennial census to be
29 used for matching federal funds, private and nonprofit



1 grants, and private contributions.

2 Sec. 1048. (1) From the funds appropriated in part 1 for
3 Michigan enhancement grants, the Michigan strategic fund
4 shall execute a grant agreement with each recipient, pursuant
5 to subsection (2). All grant funds are considered direct
6 appropriations and, subject to receipt of all information
7 under subsections (2) and (3), shall be disbursed by the
8 Michigan strategic fund, as determined by the grant
9 agreement. An initial disbursement of 50% shall be provided
10 to the grantee upon execution of the grant agreement.

11 (2) The Michigan strategic fund shall execute a grant
12 agreement with each recipient in order to receive funding.
13 The grant agreement shall include, but is not limited to, the
14 following:

15 (a) All necessary identifying information for the
16 recipient, including any necessary tax identification
17 information.

18 (b) A description of the project for which the grant
19 funds will be expended, including tentative timeline and
20 estimated budget. No expenditures outside of the project
21 purpose, as stated in the executed grant agreement, shall be
22 reimbursed from appropriations in part 1.

23 (c) A requirement that after the initial 50%
24 disbursement, additional funds shall only be disbursed after
25 verification that the initial payment has been fully
26 expended, in accordance with the project purpose. The
27 remaining funds shall be disbursed in a manner specified in
28 the grant agreement. The grantee must provide sufficient
29 documentation, as determined by the Michigan strategic fund,



1 to verify that all expenditures were made in accordance with
2 the project purpose.

3 (d) A requirement for quarterly reports from the
4 recipient to the Michigan strategic fund that provide the
5 status of the project and an accounting of all funds expended
6 by the recipient.

7 (e) A claw-back provision that allows this state to
8 recoup or otherwise collect any funds that are declined,
9 unspent, or otherwise misused.

10 (3) The grantee shall respond to all reasonable
11 information requests from the Michigan strategic fund related
12 to grant expenditures and retain grant records for a period
13 of not less than 3 years, and the grant may be subject to
14 audit and/or site visits as determined by the Michigan
15 strategic fund. The grant agreement required under subsection
16 (2) shall include signed assurance by the chief executive
17 officer or other executive officer of the grant recipient
18 that this requirement will be met.

19 (4) All funds awarded shall be expended by the
20 recipient, and projects completed, by September 30, 2024. If
21 at that time, as evidenced by the quarterly reports, any
22 unexpended funds remain, those funds shall be returned by the
23 grantee to the state treasury. The state budget director may,
24 on a case by case basis, extend this deadline, upon request
25 by a grant recipient.

26 (5) If a grantee does not provide information sufficient
27 to execute a grant agreement by May 1, 2021, funds associated
28 with that grant shall be returned to the state treasury.

29 (6) The Michigan strategic fund shall provide quarterly



1 updates on the accounting and status of each project to the
2 senate and house appropriations committees, the senate and
3 house fiscal agencies, and the state budget office.

4 Sec. 1050. (1) From the funds appropriated in part 1 for
5 business attraction and community revitalization, the fund
6 shall identify specific outcomes and performance measures,
7 including, but not limited to, the following:

8 (a) Total verified jobs created by the business
9 attraction program during the fiscal year ending September
10 30, 2021.

11 (b) Total private investment obtained through the
12 business attraction and community revitalization programs
13 during the fiscal year ending September 30, 2021.

14 (c) Amount of private and public square footage created
15 and reactivated through the community revitalization program
16 during the fiscal year ending September 30, 2021.

17 (2) The fund must submit a report to the chairpersons of
18 the senate and house of representatives standing committees
19 on appropriations, the relevant senate and house of
20 representatives appropriations subcommittees, the senate and
21 house fiscal agencies, and the state budget director by March
22 15. The report must describe the specific outcomes and
23 measures required in subsection (1) and provide the results
24 and data related to these outcomes and measures for the prior
25 fiscal year if related information is available for the prior
26 fiscal year.

27 Sec. 1051. In addition to the funds appropriated in part
28 1, the funds collected by state historic preservation
29 programs for document reproduction and services and



1 application fees are appropriated for all expenses necessary
2 to provide the required services. These funds are available
3 for expenditure when they are received and may be carried
4 forward into the succeeding fiscal year.

5 Sec. 1052. (1) From the funds appropriated in part 1 for
6 coronavirus relief fund grants, \$2,452,900.00 shall be
7 awarded to a human services agency that is a member of the
8 Association of Accredited Child and Family Agencies with an
9 administrative office located in a county with a population
10 greater than 1,800,000 and in a city with a population of
11 between 11,500 and 11,600 according to the most recent
12 federal decennial census for eligible expenses related to
13 COVID-19 including, but not limited to, personal protection
14 equipment, facility modification, and technology upgrades.

15 (2) From the funds appropriated in part 1 for
16 coronavirus relief fund grants, \$1,902,300.00 shall be
17 awarded to a human services agency that is a member of the
18 Association of Accredited Child and Family Agencies located
19 in a county with a population greater than 1,800,000 and in a
20 city with a population of between 84,000 and 84,100 according
21 to the most recent federal decennial census for eligible
22 expenses related to COVID-19 including, but not limited to,
23 personal protection equipment, facility modification, and
24 technology upgrades.

25 (3) From the funds appropriated in part 1 for
26 coronavirus relief fund grants, \$81,900.00 shall be awarded
27 to a human services agency that is a member of the
28 Association of Accredited Child and Family Agencies with a
29 location in a county with a population of between 1,200,000



1 and 1,203,000 and in a city with a population of between
2 71,700 and 71,800 according to the most recent federal
3 decennial census for eligible expenses related to COVID-19
4 including, but not limited to, personal protection equipment,
5 facility modification, and technology upgrades.

6 (4) From the funds appropriated in part 1 for
7 coronavirus relief fund grants, \$77,100.00 shall be awarded
8 to a human services agency that is a member of the
9 Association of Accredited Child and Family Agencies located
10 in a county with a population of between 1,200,000 and
11 1,203,000 and in a city with a population of between 59,000
12 and 60,000 according to the most recent federal decennial
13 census for eligible expenses related to COVID-19 including,
14 but not limited to, personal protection equipment, facility
15 modification, and technology upgrades.

16 (5) From the funds appropriated in part 1 for
17 coronavirus relief fund grants, \$85,800.00 shall be awarded
18 to a human services agency that is a member of the
19 Association of Accredited Child and Family Agencies with a
20 location in a county with a population of between 425,700 and
21 426,000 and in a city with a population of between 102,000
22 and 103,000 according to the most recent federal decennial
23 census for eligible expenses related to COVID-19 including,
24 but not limited to, personal protection equipment, facility
25 modification, and technology upgrades.

26 (6) From the funds appropriated in part 1 for
27 coronavirus relief fund grants, \$2,000,000.00 shall be
28 allocated on a competitive basis to hospitals for the
29 purchase and installation of ultraviolet control technology



1 filtration and cleaning systems for control of harmful
2 pathogens in the air and on surfaces.

3 (7) From the funds appropriated in part 1 for
4 coronavirus relief fund grants, \$400,000.00 shall be awarded
5 for a COVID-19 testing facility associated with a university
6 located in a county with a population of between 36,600 and
7 37,000 and in a city with a population of between 7,700 and
8 7,800 according to the most recent federal decennial census
9 for eligible expenses related to COVID-19.

10 (8) From the funds in part 1 appropriated for
11 coronavirus relief fund grants, \$3,000,000.00 is appropriated
12 for the purchase of rapid COVID-19 tests. The awarded vendors
13 must offer both antibody testing and PCR testing with two
14 types - nasal and noninvasive saliva. Emergency use
15 authorization should be registered with the FDA at 100%
16 accuracy and have turnaround in the country at 12-24 hours
17 guaranteed. The purchased rapid COVID-19 tests shall be
18 distributed to hospitals, health systems, or nursing homes
19 that wish to employ the rapid testing system described above
20 to complete tests for health care workers or health care
21 patients where tests are necessary prior to an expected
22 aerosolizing health care procedure. The rapid COVID-19 tests
23 shall be distributed upon application from a hospital or
24 health system with no more than 50% being awarded to a
25 specific hospital or health system.

26

27 **WORKFORCE DEVELOPMENT AND UNEMPLOYMENT**

28 Sec. 1060. The department shall administer the PATH
29 training program in accordance with the requirements of



1 section 407(d) of title IV of the social security act, 42 USC
2 607, the state social welfare act, 1939 PA 280, MCL 400.1 to
3 400.119b, and all other applicable laws and regulations.

4 Sec. 1061. From the funds appropriated in part 1 for
5 workforce programs subgrantees, the department may allocate
6 funding for grants to nonprofit organizations that offer
7 programs pursuant to the workforce innovation and opportunity
8 act, 29 USC 3101 to 3361, eligible youth focusing on
9 apprenticeship readiness, pre-apprenticeship and
10 apprenticeship activities, entrepreneurship, work-readiness
11 skills, job shadowing, and financial literacy. Organizations
12 eligible for funding under this section must have the
13 capacity to provide similar programs in urban areas, as
14 determined by the United States Bureau of the Census
15 according to the most recent federal decennial census.
16 Additionally, programs eligible for funding under this
17 section must include the participation of local business
18 partners. The department shall develop other appropriate
19 eligibility requirements to ensure compliance with applicable
20 federal rules and regulations.

21 Sec. 1062. The department shall make available, in
22 person or by telephone, 1 disabled veterans outreach program
23 specialist or local veterans employment representative to
24 Michigan Works! service centers, as resources permit, during
25 hours of operation, and shall continue to make the
26 appropriate placement of veterans and disabled veterans a
27 priority.

28 Sec. 1063. (1) In addition to the funds appropriated in
29 part 1, any unencumbered and unrestricted federal workforce



1 innovation and opportunity act, 29 USC 3101 to 3361, or trade
2 adjustment assistance funds available from prior fiscal years
3 are appropriated for the purposes originally intended.

4 (2) The department shall report by February 15 to the
5 relevant senate and house of representatives appropriations
6 subcommittees, the senate and house fiscal agencies, and the
7 state budget director on the amount by fiscal year of federal
8 workforce innovation and opportunity act, 29 USC 3101 to
9 3361, funds appropriated under this section.

10 Sec. 1064. As a condition of receiving funds
11 appropriated in part 1 for Going pro, the department shall
12 provide a report on Going pro expenditures, by program or
13 grant type, for the prior fiscal year. In addition, the
14 report shall include projected expenditures, by program or
15 grant type, for the current fiscal year. The report shall be
16 posted online and distributed to the chairpersons of the
17 senate and house of representatives standing committees on
18 appropriations, the chairpersons of the relevant senate and
19 house of representatives appropriations subcommittees, the
20 senate and house fiscal agencies, and the state budget
21 director by March 15.

22 Sec. 1065. The department shall publish data and reports
23 on March 15 and September 30 on the department website
24 concerning the status of career technology and Going pro
25 funded in part 1. The report shall include the following:

26 (a) The number of awardees participating in the program
27 and the names of those awardees organized by major industry
28 group.

29 (b) The amount of funding received by each awardee under



1 the program.

2 (c) Amount of funding leveraged from each awardee.

3 (d) Training models established by each awardee.

4 (e) The number of individuals enrolled in classroom
5 training, on-the-job training, or new USDOL registered
6 apprentices.

7 (f) The number of individuals who completed the program
8 and were hired by awardee.

9 (g) The number of applications received and the number
10 of grants awarded for each region.

11 (h) The department shall expand workforce training and
12 reemployment services to better connect workers to in-demand
13 jobs and identify specific outcomes with performance metrics
14 for this initiative, including, but not limited to, new
15 apprenticeships, individuals to be hired and trained, current
16 employees trained, training completed, and employment
17 retention rate at 6 months, and hourly wage at 6 months.

18 Sec. 1066. As a condition of receiving funds in part 1
19 for Going pro, the department shall administer the program as
20 follows:

21 (a) The department shall work cooperatively with
22 grantees to maximize the amount of funds from part 1 that are
23 available for direct training.

24 (b) The department, workforce development partners,
25 including regional Michigan Works! agencies, and employers
26 shall collaborate and work cooperatively to prioritize and
27 streamline the expenditure of the funds appropriated in part
28 1. The department shall ensure that Going pro provides a
29 collaborative statewide network of workforce and employee



1 skill development partners that addresses the employee talent
2 needs throughout the state.

3 (c) The department shall ensure that grants are utilized
4 for individual skill enhancement and to address in-demand
5 talent needs in Michigan.

6 (d) The department shall develop program goals and
7 detailed guidance for prospective participants to follow to
8 qualify under the program. The program goals and detailed
9 guidance shall be posted on the department website and
10 distributed to workforce development partners, including
11 local Michigan Works! agencies, by October 1. Periodic
12 assessments of employer and employee needs shall be evaluated
13 on a regional basis, and the department shall identify
14 solutions and goals to be implemented to satisfy those needs.
15 The department shall notify the senate and house of
16 representatives standing committees on appropriations, the
17 relevant senate and house of representatives appropriations
18 subcommittees, the senate and house fiscal agencies, and the
19 state budget director on any program goal, solution, or
20 guidance changes not fewer than 14 days prior to the
21 finalization and publication of the changes. Revenue received
22 by the department for Going pro may be expended for the
23 purpose of those programs.

24 (e) Up to \$5,000,000.00 of the funds may be expended to
25 match federal funds to improve and increase the skill level
26 of employees in skilled trades and manufacturing processes
27 within the changing manufacturing environment.

28 Sec. 1067. From the appropriation in part 1 for Going
29 pro, funds may be deposited into the going pro talent fund



1 created under section 5 of the going pro talent fund act,
2 2018 PA 260, MCL 408.155. All funds in the going pro talent
3 fund are appropriated and available for expenditure to
4 support the going pro talent program pursuant to sections 7
5 and 9 of the going pro talent fund act, 2018 PA 260, MCL
6 408.157 to 408.159.

7 Sec. 1068. (1) Of the funds appropriated in part 1 for
8 the workforce training programs, the department shall provide
9 a report by March 15 to the relevant senate and house of
10 representatives appropriation subcommittees, the state budget
11 director, and the senate and house fiscal agencies on the
12 status of the workforce training programs. The report shall
13 include the following:

14 (a) The amount of funding allocated to each Michigan
15 Works! agency and the total funding allocated to the
16 workforce training programs statewide by fund source.

17 (b) The number of participants enrolled in education or
18 training programs by each Michigan Works! agency.

19 (c) The average duration of training for training
20 program participants by each Michigan Works! agency.

21 (d) The number of participants enrolled in remedial
22 education programs and the number of participants enrolled in
23 literacy programs.

24 (e) The number of participants enrolled in programs at
25 2-year institutions.

26 (f) The number of participants enrolled in programs at
27 4-year institutions.

28 (g) The number of participants enrolled in proprietary
29 schools or other technical training programs.



1 (h) The number of participants that have completed
2 education or training programs.

3 (i) The number of participants who secured employment in
4 Michigan within 1 year of completing a training program.

5 (j) The number of participants who completed a training
6 program and secured employment in a field related to their
7 training.

8 (k) The average wage earned by participants who
9 completed a training program and secured employment within 1
10 year.

11 (l) The actual revenues received by the fund source and
12 fund appropriated for each discrete workforce development
13 program area.

14 (2) Data collection for the report shall be for the
15 prior state fiscal year.

16 Sec. 1069. (1) Funds appropriated in part 1 for
17 workforce development program may be used for employment and
18 training-related services and to assist Healthy Michigan plan
19 recipients to secure and maintain training and employment.
20 The department shall work with the department of health and
21 human services to coordinate with and complement existing
22 employment-related services for Healthy Michigan plan
23 recipients.

24 (2) Funds appropriated in part 1 for workforce
25 development programs may also be used to hire additional
26 department field staff to educate impacted Healthy Michigan
27 plan recipients on requirements and available services, make
28 referrals, assess and address barriers to employment, and
29 manage other caseload-related impacts resulting from the



1 implementation of sections 107a and 107b of the social
2 welfare act, 1939 PA 280, MCL 400.107a and 400.107b.

3 (3) The department shall report quarterly to the senate
4 and house appropriations committees, the senate and house
5 fiscal agencies, and the state budget office on the
6 implementation of work engagement requirement employment
7 supports and services. The report shall include, but need not
8 be limited to, all of the following:

9 (a) The number of recipients currently receiving
10 employment supports and services under this section.

11 (b) The total year-to-date number of recipients who have
12 received employment supports and services under this section.

13 (c) The number of recipients who secured employment in
14 this state after receiving employment supports and services
15 under this section.

16 (d) The total year-to-date number of field staff hired
17 to provide supports and services under this section.

18 (e) A summary of employment supports and services
19 provided under this section.

20 Sec. 1070. (1) From the funds appropriated in part 1 for
21 Going pro, \$1,500,000.00 must be awarded for a program to
22 assist adults over the age of 23 in obtaining high school
23 diplomas and placement in career training programs.

24 (2) For purposes of this section, an eligible program
25 provider may be a public, nonprofit, or private accredited
26 diploma-granting institution, but must have at least 2 years
27 of experience providing dropout recovery services in this
28 state.

29 (3) The department shall issue a request for



1 qualifications for eligible program providers to participate
2 in the pilot program. To be considered a qualified program
3 provider, the institution must possess all of the following:

4 (a) Experience providing dropout reengagement services.

5 (b) Ability to provide academic intake assessments.

6 (c) Capacity to provide an integrated learning plan.

7 (d) Course catalog that includes access to all

8 graduation requirements.

9 (e) Capability to provide remediation coursework.

10 (f) Means to provide academic resilience assessment and
11 intervention.

12 (g) Capacity to provide employability skills
13 development.

14 (h) Ability to provide WorkKeys preparation.

15 (i) Ability to provide industry credentials.

16 (j) Capability to provide credit for on-the-job
17 training.

18 (k) Access to a robust support framework, including
19 technology, social support, and academic support accredited
20 by a recognized accrediting body.

21 (4) The department shall announce qualified program
22 providers no later than January 1, 2021. Qualified program
23 providers must start providing programming by February 1,
24 2021.

25 (5) The department shall reimburse qualified program
26 providers for each month of satisfactory monthly progress as
27 described in section 23a of the state school aid act, 1979 PA
28 94, MCL 388.1623a, at a rate of \$500.00 per month. A payment
29 shall be made to a qualified program provider for the



1 completion of the following by a pupil:

2 (a) \$500.00 for the completion of an employability
3 skills certification program equal to at least 1 unit of high
4 school credit obtained through classroom or online
5 instruction.

6 (b) \$250.00 for the attainment of an industry-recognized
7 credential requiring up to 50 hours of training.

8 (c) \$500.00 for the attainment of an industry-recognized
9 credential requiring 50 to 100 hours of training.

10 (d) \$750.00 for the attainment of an industry-recognized
11 credential requiring more than 100 hours of training.

12 (e) \$1,000.00 for attainment of a high school diploma.

13 (f) \$2,500.00 for placement in a job in an in-demand
14 career pathway.

15 (6) The department shall develop policies and guidelines
16 to implement this section.

17 Sec. 1071. From the funds appropriated in part 1 for at-
18 risk youth grants, \$3,750,000.00 must be awarded to the
19 Michigan franchise holder of the national Jobs for America's
20 Graduates program.

21 Sec. 1072. (1) From the funds appropriated in part 1 for
22 high school equivalency-to-school program, the department
23 shall allocate \$250,000.00 for the purpose of funding the
24 cost of high school equivalency testing and certification as
25 provided by this section. The department shall administer a
26 Michigan high school equivalency-to-school program, which
27 shall cover the cost of providing the high school equivalency
28 test free of charge to individuals who meet all of the
29 following requirements:



1 (a) The individual has not previously been administered
2 a high school equivalency test free of charge under this
3 section.

4 (b) The individual meets at least 1 of the following
5 requirements:

6 (i) Prior to taking the high school equivalency test,
7 the individual successfully completed a department-approved
8 high school equivalency preparation program.

9 (ii) Prior to taking the high school equivalency test,
10 the individual completed the official high school equivalency
11 practice test and the individual's score indicated that he or
12 she is likely to pass.

13 (2) A department-approved high school equivalency
14 preparation program shall include all of the following:

15 (a) Instructional and tutorial assistances.

16 (b) High school equivalency test practice.

17 (c) Required attendance at program instructional
18 sessions.

19 (d) A curriculum that prepares students for
20 opportunities in postsecondary education and the job market.

21 (e) Information on potential postsecondary and career
22 pathways.

23 (f) Counseling on preparing for and applying to college.

24 (g) Personal and job readiness skills development.

25 (h) Comprehensive information on college costs and
26 financial aid.

27 (i) College and career assessments.

28 (j) Computer-based instruction, practice, or
29 remediation.



1 (3) The department shall post online an announcement of
2 the Michigan high school equivalency-to-school program,
3 minimum standards for high school equivalency preparation
4 program approval, and approval procedures.

5 (4) The department shall do all of the following:

6 (a) Develop procedures consistent with this section
7 under which individuals can take the high school equivalency
8 test without charge.

9 (b) Provide program information for educators and
10 students on the department website, including explanations of
11 the procedures developed under this subsection, and contact
12 information for questions about the program.

13 (c) Provide an estimate of the full-year cost of the
14 program to the senate and house appropriations subcommittees
15 on general government, the senate and house fiscal agencies,
16 and the state budget director.

17 (5) By September 30, the department shall report to the
18 relevant senate and house appropriations subcommittees, the
19 senate and house fiscal agencies, and the state budget
20 director on utilization of the high school equivalency
21 incentive program, including numbers of high school
22 equivalency certifications issued by location, year-to-date
23 expenditures, and numbers of participants qualifying under
24 subsection (1) (b) (i) or (ii), or both.

25 (6) The unexpended funds appropriated for the high
26 school equivalency-to-school program are designated as a work
27 project appropriation, and any unencumbered or unallotted
28 funds shall not lapse at the end of the fiscal year and shall
29 be available for expenditure for projects under this section



1 until the projects have been completed. The following is in
2 compliance with section 451a(1) of the management and budget
3 act, 1984 PA 431, MCL 18.1451a:

4 (a) The purpose of the project is to fund the cost of
5 high school equivalency testing and certification for certain
6 individuals as provided by this section.

7 (b) The projects will be accomplished by utilizing state
8 employees or contracts with private vendors, or both.

9 (c) The total estimated cost of the project is
10 \$250,000.00.

11 (d) The tentative completion date is September 30, 2025.

12 Sec. 1074. (1) The funds appropriated in part 1 from the
13 talent investment fund created under section 8a of the higher
14 education loan authority act, 1975 PA 222, MCL 390.1158a, for
15 the Michigan reconnect grant program shall be distributed
16 pursuant to this section.

17 (2) As a condition of receiving the funds appropriated
18 in part 1 for the Michigan reconnect grant program, the
19 department shall allocate 10.0 FTE positions for navigators
20 who provide support services for Michigan reconnect grant
21 program students and 2.0 FTE positions for oversight and
22 implementation of the Michigan reconnect grant program.

23 Sec. 1075. (1) From the funds appropriated in part 1,
24 the department on behalf of the unemployment insurance agency
25 shall provide a monthly report to the members of the senate
26 and house committees on appropriations, the senate and house
27 fiscal agencies, and the state budget director that includes,
28 but is not limited to, the following:

29 (a) The 4-week average number of unique claimants.



1 (b) The 4-week average number of eligible claimants with
2 certification.

3 (c) The 4-week average number of claims paid.

4 (d) The total amount of standard unemployment insurance
5 payments paid for the month.

6 (e) The total amount of unemployment insurance tax
7 generated for the quarter.

8 (f) The balance of the Michigan unemployment trust fund
9 at the end of the quarter.

10 (2) The department shall include the same information
11 required in subsection (1) for the previous 12 months. The
12 department shall include the most recent monthly report on
13 the department's webpage.

14 Sec. 1076. The department shall provide a quarterly
15 report to the members of the senate and house committees on
16 appropriations, the senate and house fiscal agencies, and the
17 state budget director that includes, but is not limited to,
18 the following:

19 (a) The number of new fraudulent and noncompliant cases
20 that have been identified or issued by the unemployment
21 insurance agency, classified by employer or claimant, during
22 the quarter.

23 (b) The total amount of penalties and interest issued on
24 fraudulent and noncompliant cases during the quarter.

25 (c) The total amount of penalties and interest dollars
26 received during the quarter by employer or claimant.

27 (d) The total amount of penalties and interest still
28 owed to the state by employer or claimant.

29 (e) The number of fraudulent and noncompliant cases that



1 have been appealed by an employer or claimant during the
2 quarter.

3 Sec. 1078. (1) From the funds appropriated in part 1 for
4 the unemployment insurance agency, the department shall
5 maintain customer service standards for employers and
6 claimants making use of the various means by which they can
7 access the system.

8 (2) The department shall identify specific outcomes and
9 performance metrics for this initiative, including, but not
10 limited to, the following:

- 11 (a) Unemployment benefit fund balance.
- 12 (b) Process improvement - fiscal integrity.
- 13 (c) Process improvement - determination timeliness.
- 14 (d) Process improvement - determination quality.

15 Sec. 1079. (1) The department shall extend the
16 interagency agreement with the department of health and human
17 services for the duration of the current fiscal year, which
18 concerns TANF funding to provide job readiness and welfare-
19 to-work programming. The interagency agreement shall include
20 specific outcome and performance reporting requirements as
21 described in this section. TANF funding provided to the
22 department in the current fiscal year is contingent on
23 compliance with the data and reporting requirements described
24 in this section. The interagency agreement shall require the
25 department to provide all of the following items for the
26 previous year to the senate and house appropriations
27 committees by January 1 of the current fiscal year:

- 28 (a) An itemized spending report on TANF funding,
29 including all of the following:



1 (i) Direct services to clients.

2 (ii) Administrative expenditures.

3 (b) The number of family independence program clients
4 served through the TANF funding, including all of the
5 following:

6 (i) The number and percentage who obtained employment
7 through Michigan Works!

8 (ii) The number and percentage who fulfilled their TANF
9 work requirement through other job readiness programming.

10 (iii) Average TANF spending per client.

11 (iv) The number and percentage of clients who were
12 referred to Michigan Works! but did not receive a job or job
13 readiness placement and the reasons why.

14 (2) Not later than March 15 of the current fiscal year,
15 the department shall provide to the senate and house
16 appropriations subcommittees on the department budget, the
17 senate and house fiscal agencies, and the senate and house
18 policy offices an annual report on the following matters
19 itemized by Michigan Works! agency: the number of referrals
20 to Michigan Works! job readiness programs, the number of
21 referrals to Michigan Works! job readiness programs who
22 became a participant in the Michigan Works! job readiness
23 programs, the number of participants who obtained employment,
24 and the cost per participant case.

25

26 **REHABILITATION SERVICES**

27 Sec. 1081. The Michigan rehabilitation services and
28 bureau of services for blind persons shall work
29 collaboratively with service organizations and government



1 entities to identify qualified match dollars to maximize use
2 of available federal vocational rehabilitation funds.

3 Sec. 1082. The department shall provide an annual report
4 by February 1 to the house and senate appropriations
5 subcommittees on the department budget, the house and senate
6 fiscal agencies, the house and senate policy offices, and the
7 state budget office on efforts taken to improve the Michigan
8 rehabilitation services. The report shall include all of the
9 following line items:

10 (a) Reductions and changes in administration costs and
11 staffing.

12 (b) Service delivery plans and implementation steps
13 achieved.

14 (c) Reorganization plans and implementation steps
15 achieved.

16 (d) Plans to integrate Michigan rehabilitative services
17 programs into other services provided by the department.

18 (e) Quarterly expenditures by major spending category.

19 (f) Employment and job retention rates from both
20 Michigan rehabilitation services and its nonprofit partners.

21 (g) Success rate of each district in achieving the
22 program goals.

23 Sec. 1083. (1) From the funds appropriated in part 1 for
24 Michigan rehabilitation services, the department shall
25 allocate \$50,000.00 along with available federal match to
26 support the provision of vocational rehabilitation services
27 to eligible agricultural workers with disabilities.
28 Authorized services shall assist agricultural workers with
29 disabilities in acquiring or maintaining quality employment



1 and independence.

2 (2) By March 1 of the current fiscal year, the
3 department shall report to the senate and house
4 appropriations subcommittees on the department budget, the
5 senate and house fiscal agencies, the senate and house policy
6 offices, and the state budget office on the total number of
7 clients served and the total amount of federal matching funds
8 obtained throughout the duration of the program.

9 Sec. 1084. (1) It is the intent of the legislature that
10 Michigan rehabilitation services shall not implement an order
11 of selection for vocational and rehabilitative services. If
12 the department is at risk of entering into an order of
13 selection for services, the department shall notify the
14 chairs of the senate and house appropriations subcommittees
15 on the department budget and the senate and house fiscal
16 agencies and policy offices within 2 weeks of receiving
17 notification.

18 (2) It is the intent of the legislature that the
19 department coordinate with Michigan rehabilitation services,
20 Michigan Works!, local technological and trade schools and
21 programs, local community mental health offices, and other
22 local entities, public and private, in order to fully utilize
23 open Michigan rehabilitation services programming space,
24 regardless of eligibility criteria.

25 Sec. 1085. From the funds appropriated in part 1 for
26 Michigan rehabilitation services, the department shall
27 allocate \$6,100,300.00, including federal matching funds, to
28 service authorizations with community-based rehabilitation
29 organizations for an array of needed services throughout the



1 rehabilitation process.

2 Sec. 1086. (1) Funds appropriated in part 1 for
3 independent living shall be used to support the general
4 operations of centers for independent living in delivering
5 mandated independent living services in compliance with
6 federal rules and regulations for the centers, by existing
7 centers for independent living to serve underserved areas,
8 and for projects to build the capacity of centers for
9 independent living to deliver independent living services.
10 Applications for the funds shall be reviewed in accordance
11 with criteria and procedures established by the department.
12 The funds appropriated in part 1 may be used to leverage
13 federal vocational rehabilitation innovation and expansion
14 funds consistent with 34 CFR 361.35, up to \$5,543,000.00, if
15 available. If the possibility of matching federal funds
16 exists, the centers for independent living network will
17 negotiate a mutually beneficial contractual arrangement with
18 Michigan rehabilitation services. Funds shall be used in a
19 manner consistent with the state plan for independent living.
20 Services provided should assist people with disabilities to
21 move toward self-sufficiency, including support for accessing
22 transportation and health care, obtaining employment,
23 community living, nursing home transition, information and
24 referral services, education, youth transition services,
25 veterans, and stigma reduction activities and community
26 education. This includes the independent living guide
27 services that specifically focus on economic self-
28 sufficiency.

29 (2) In partnership with service providers, the



1 department shall provide a report by March 1 of the current
2 fiscal year to the relevant subcommittees, the house and
3 senate appropriations committees, the house and senate fiscal
4 agencies, the house and senate policy offices, and the state
5 budget office on direct customer and system outcomes and
6 performance measures.

7 Sec. 1087. (1) The appropriation in part 1 for the
8 bureau of services for blind persons includes funds for case
9 services. These funds may be used for tuition payments for
10 blind clients.

11 (2) Revenue collected by the bureau of services for
12 blind persons and from private and local sources that is
13 unexpended at the end of the fiscal year may carry forward to
14 the subsequent fiscal year.

15 Sec. 1088. The bureau of services for blind persons may
16 provide and enter into agreements to provide general
17 services, training, meetings, information, special equipment,
18 software, facility use, and technical consulting services to
19 other principal executive departments, state agencies, local
20 units of government, the judicial branch of government, other
21 organizations, and patrons of department facilities. The
22 department may charge fees for these services that are
23 reasonably related to the cost of providing the services. In
24 addition to the funds appropriated in part 1, funds collected
25 by the department for these services are appropriated for all
26 expenses necessary. The funds appropriated under this section
27 are allotted for expenditure when they are received by the
28 department of treasury.

29 Sec. 1089. (1) The funds appropriated in part 1 for a



1 regional or subregional library shall not be released until a
 2 budget for that regional or subregional library has been
 3 approved by the department for expenditures for library
 4 services directly serving the blind and persons with
 5 disabilities.

6 (2) In order to receive subregional state aid as
 7 appropriated in part 1, a regional or subregional library's
 8 fiscal agency shall agree to maintain local funding support
 9 at the same level in the current fiscal year as in the fiscal
 10 agency's preceding fiscal year. If a reduction in
 11 expenditures equally affects all agencies in a local unit of
 12 government that is the regional or subregional library's
 13 fiscal agency, that reduction shall not be interpreted as a
 14 reduction in local support and shall not disqualify a
 15 regional or subregional library from receiving state aid
 16 under part 1. If a reduction in income affects a library
 17 cooperative or district library that is a regional or
 18 subregional library's fiscal agency or a reduction in
 19 expenditures for the regional or subregional library's fiscal
 20 agency, a reduction in expenditures for the regional or
 21 subregional library shall not be interpreted as a reduction
 22 in local support and shall not disqualify a regional or
 23 subregional library from receiving state aid under part 1.

24

25 COMMISSIONS

26 Sec. 1090. The office of global Michigan is to
 27 coordinate with the Asian Pacific American affairs
 28 commission, the Commission on Middle Eastern American
 29 affairs, and the Hispanic/Latino commission of Michigan to



1 produce a report by January 31 that is to be transmitted to
2 the senate and house subcommittee chairpersons of the
3 relevant subcommittees, the senate and house appropriations
4 committees, the senate and house fiscal agencies, and the
5 state budget director. The report shall include, but is not
6 limited to, the following:

7 (a) Total number of people with whom each commission
8 directly interacts through programming.

9 (b) Total number of public events that each commission
10 conducted.

11 (c) Description of the activities that the commissions
12 initiated to promote cooperation between the commissions.

13 (d) Total number of meetings that each commission held
14 with foreign diplomats.

15 (e) Programmatic costs of each commission.

16 Sec. 1091. An expenditure of funds appropriated in part
17 1 by the Asian Pacific American affairs commission, the
18 commission on Middle Eastern American affairs, or the
19 Hispanic/Latino commission of Michigan for a commission event
20 must be directly related to the mission statement of that
21 commission.

22 Sec. 1092. The office of global Michigan must produce a
23 report by January 31 and transmit the report to the
24 subcommittees, the senate and house fiscal agencies, and the
25 state budget director. The report may include other
26 information, but it must include all of the following:

27 (a) A description of the major programs and activities
28 of the office of global Michigan and the number of
29 individuals served through those programs.



1 (b) The number of job seekers and the number of
2 employers that the office has served through the Michigan
3 international talent solutions program.

4 (c) A description of the activities that the office has
5 conducted to attract and retain international, advanced
6 degree, and entrepreneurial talent.

7
8 **STATE BUILDING AUTHORITY**

9 Sec. 1100. (1) Subject to section 242 of the management
10 and budget act, 1984 PA 431, MCL 18.1242, and upon the
11 approval of the state building authority, the department of
12 treasury may expend from the general fund of the state during
13 the fiscal year an amount to meet the cash flow requirements
14 of those state building authority projects solely for lease
15 to a state agency identified in both part 1 and this section,
16 and for which state building authority bonds or notes have
17 not been issued, and for the sole acquisition by the state
18 building authority of equipment and furnishings for lease to
19 a state agency as permitted by 1964 PA 183, MCL 830.411 to
20 830.425, for which the issuance of bonds or notes is
21 authorized by a legislative appropriation act that is
22 effective for the immediately preceding fiscal year. Any
23 general fund advances for which state building authority
24 bonds have not been issued shall bear an interest cost to the
25 state building authority at a rate not to exceed that earned
26 by the state treasurer's common cash fund during the period
27 in which the advances are outstanding and are repaid to the
28 general fund of the state.

29 (2) Upon sale of bonds or notes for the projects



1 identified in part 1 or for equipment as authorized by a
2 legislative appropriation act and in this section, the state
3 building authority shall credit the general fund of the state
4 an amount equal to that expended from the general fund plus
5 interest, if any, as defined in this section.

6 (3) For state building authority projects for which
7 bonds or notes have been issued and upon the request of the
8 state building authority, the state treasurer shall make
9 advances without interest from the general fund as necessary
10 to meet cash flow requirements for the projects, which
11 advances shall be reimbursed by the state building authority
12 when the investments earmarked for the financing of the
13 projects mature.

14 (4) In the event that a project identified in part 1 is
15 terminated after final design is complete, advances made on
16 behalf of the state building authority for the costs of final
17 design shall be repaid to the general fund in a manner
18 recommended by the director.

19 Sec. 1102. (1) State building authority funding to
20 finance construction or renovation of a facility that
21 collects revenue in excess of money required for the
22 operation of that facility shall not be released to a
23 university or community college unless the institution agrees
24 to reimburse that excess revenue to the state building
25 authority. The excess revenue shall be credited to the
26 general fund to offset rent obligations associated with the
27 retirement of bonds issued for that facility. The auditor
28 general shall annually identify and present an audit of those
29 facilities that are subject to this section. Costs associated



1 with the administration of the audit shall be charged against
2 money recovered pursuant to this section.

3 (2) As used in this section, "revenue" includes state
4 appropriations, facility opening money, other state aid,
5 indirect cost reimbursement, and other revenue generated by
6 the activities of the facility.

7 Sec. 1103. The state building authority shall provide to
8 the JCOS, senate and house fiscal agencies, and state budget
9 director a report relative to the status of construction
10 projects associated with state building authority bonds as of
11 September 30 of each year, on or before October 15, or not
12 more than 30 days after a refinancing or restructuring bond
13 issue is sold. The report shall include, but is not limited
14 to, the following:

15 (a) A list of all completed construction projects for
16 which state building authority bonds have been sold, and
17 which bonds are currently active.

18 (b) A list of all projects under construction for which
19 sale of state building authority bonds is pending.

20 (c) A list of all projects authorized for construction
21 or identified in an appropriations act for which approval of
22 schematic/preliminary plans or total authorized cost is
23 pending that have state building authority bonds identified
24 as a source of financing.

25

26 **REVENUE STATEMENT**

27 Sec. 1201. Pursuant to section 18 of article V of the
28 state constitution of 1963, fund balances and estimates are
29 presented in the following statement:



BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)
Fiscal Year 2020-2021

	Beginning Balance	Estimated Revenue	Ending Balance
OPERATING FUNDS			
General fund/general purpose	524.5	10,580.4	1.5
School aid fund	263.1	16,489.9	12.3
Federal aid	0.0	20,664.0	0.0
Transportation funds	0.0	6,923.0	0.0
Special revenue funds	1,155.0	6,892.4	0.0
Other funds	1,201.1	38.2	1,239.3
TOTALS	\$3,143.7	\$61,587.9	\$1,253.1

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, 2021, from the following funds:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

APPROPRIATION SUMMARY

Full-time equated unclassified positions	6.0
Full-time equated classified positions	15,481.0
Average population	770.0
GROSS APPROPRIATION	\$ 28,498,448,600
Interdepartmental grant revenues:	



1	Total interdepartmental grants and		
2	intradepartmental transfers		13,829,900
3	ADJUSTED GROSS APPROPRIATION		\$ 28,484,618,700
4	Federal revenues:		
5	Capped federal revenues		469,916,700
6	Social security act, temporary assistance for		
7	needy families		547,204,900
8	Total other federal revenues		19,049,050,600
9	Special revenue funds:		
10	Total local revenues		161,422,800
11	Total private revenues		177,172,500
12	Michigan merit award trust fund		41,268,700
13	Total other state restricted revenues		2,948,211,400
14	State general fund/general purpose		\$ 5,090,371,100
15	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
16	SUPPORT		
17	Full-time equated unclassified positions	6.0	
18	Full-time equated classified positions	776.6	
19	Unclassified salaries--FTE positions	6.0	\$ 1,230,000
20	Administrative hearings officers		9,875,500
21	Demonstration projects--FTE positions	7.0	7,364,000
22	Departmental administration and management--FTE		
23	positions	572.6	93,080,100
24	Office of inspector general--FTE positions	197.0	25,500,500
25	Property management		65,065,000
26	Terminal leave payments		7,092,100
27	Worker's compensation		7,724,100
28	GROSS APPROPRIATION		\$ 216,931,300



1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from department of education		1,882,600
4	IDG from department of technology, management,		
5	and budget - office of retirement services		600
6	Federal revenues:		
7	Social security act, temporary assistance for		
8	needy families		23,730,500
9	Capped federal revenues		18,058,600
10	Total other federal revenues		68,535,100
11	Special revenue funds:		
12	Total local revenues		86,000
13	Total private revenues		3,843,200
14	Total other state restricted revenues		1,270,700
15	State general fund/general purpose	\$	99,524,000
16	Sec. 103. CHILD SUPPORT ENFORCEMENT		
17	Full-time equated classified positions	193.7	
18	Child support enforcement operations--FTE		
19	positions	187.7	\$ 20,179,300
20	Child support incentive payments		24,409,600
21	Legal support contracts		113,600,300
22	State disbursement unit--FTE positions	6.0	8,086,300
23	GROSS APPROPRIATION	\$	166,275,500
24	Appropriated from:		
25	Federal revenues:		
26	Capped federal revenues		14,839,600
27	Total other federal revenues		126,204,900
28	State general fund/general purpose	\$	25,231,000



1	Sec. 104. COMMUNITY SERVICES AND OUTREACH		
2	Full-time equated classified positions	71.6	
3	Bureau of community services and outreach--FTE		
4	positions	20.0	\$ 3,439,300
5	Child advocacy centers--FTE positions	0.5	2,407,000
6	Community services and outreach administration-		
7	-FTE positions	18.0	2,403,700
8	Community services block grant		25,840,000
9	Crime victim grants administration services--		
10	FTE positions	17.0	3,009,800
11	Crime victim justice assistance grants		98,579,300
12	Crime victim rights services grants		19,869,900
13	Domestic violence prevention and treatment--FTE		
14	positions	15.6	18,288,000
15	Homeless programs		23,282,500
16	Housing and support services		13,031,000
17	Human trafficking intervention services		200,000
18	Rape prevention and services--FTE positions	0.5	5,097,300
19	Runaway and homeless youth grants		7,784,000
20	School success partnership program		525,000
21	Uniform statewide sexual assault evidence kit		
22	tracking system		800,000
23	Weatherization assistance		15,505,000
24	GROSS APPROPRIATION		\$ 240,061,800
25	Appropriated from:		
26	Federal revenues:		
27	Social security act, temporary assistance for		
28	needy families		16,716,500



1	Capped federal revenues		62,194,300
2	Total other federal revenues		116,060,400
3	Special revenue funds:		
4	Compulsive gambling prevention fund		1,040,500
5	Sexual assault evidence tracking fund		800,000
6	Sexual assault victims' prevention and		
7	treatment fund		3,000,000
8	Child advocacy centers fund		1,407,000
9	Crime victim's rights fund		18,745,400
10	State general fund/general purpose	\$	20,097,700
11	Sec. 105. CHILDREN'S SERVICES AGENCY - CHILD		
12	WELFARE		
13	Full-time equated classified positions	4,127.2	
14	Adoption subsidies		\$ 196,452,000
15	Adoption support services--FTE positions	10.0	35,524,700
16	Attorney general contract		5,191,100
17	Child abuse and neglect - children's justice		
18	act--FTE positions	1.0	624,200
19	Child care fund		248,053,600
20	Child care fund - indirect cost allotment		3,500,000
21	Child protection		1,050,300
22	Child welfare administration travel		390,000
23	Child welfare field staff - noncaseload		
24	compliance--FTE positions	353.0	40,559,800
25	Child welfare institute--FTE positions	51.0	9,182,000
26	Child welfare licensing--FTE positions	59.0	7,234,500
27	Child welfare medical/psychiatric evaluations		10,428,500



1	Children's protective services - caseload		
2	staff--FTE positions	1,615.0	167,900,200
3	Children's protective services supervisors--FTE		
4	positions	387.0	47,122,100
5	Children's services administration--FTE		
6	positions	196.2	22,488,500
7	Children's trust fund administration--FTE		
8	positions	12.0	596,300
9	Children's trust fund grants		3,577,200
10	Contractual services, supplies, and materials		9,567,600
11	Court-appointed special advocates		500,000
12	Education planners--FTE positions	15.0	1,637,800
13	Family preservation and prevention services		
14	administration--FTE positions	9.0	1,390,500
15	Family preservation programs--FTE positions	15.0	50,812,500
16	Foster care payments		286,630,400
17	Foster care services - caseload staff--FTE		
18	positions	966.0	96,039,000
19	Foster care services supervisors--FTE positions	227.0	30,438,900
20	Guardianship assistance program		10,308,000
21	Interstate compact		179,600
22	Peer coaches--FTE positions	45.5	6,170,700
23	Performance based funding implementation--FTE		
24	positions	3.0	1,365,200
25	Permanency resource managers--FTE positions	28.0	3,418,500
26	Prosecuting attorney contracts		8,142,800
27	Second line supervisors and technical staff--		
28	FTE positions	126.0	19,508,500



1	Settlement monitor		2,034,100
2	Strong families/safe children		12,600,000
3	Title IV-E compliance and accountability		
4	office--FTE positions	4.0	450,100
5	Youth in transition--FTE positions	4.5	8,179,100
6	GROSS APPROPRIATION		\$ 1,349,248,300
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG from department of education		236,400
10	Federal revenues:		
11	Social security act, temporary assistance for		
12	needy families		329,271,300
13	Capped federal revenues		111,788,700
14	Total other federal revenues		270,544,600
15	Special revenue funds:		
16	Local funds - county chargeback		46,081,400
17	Private - collections		1,208,000
18	Children's trust fund		2,897,300
19	State general fund/general purpose		\$ 587,220,600
20	Sec. 106. CHILDREN'S SERVICES AGENCY - JUVENILE		
21	JUSTICE		
22	Full-time equated classified positions	120.5	
23	Bay Pines Center--FTE positions	47.0	\$ 5,651,800
24	Committee on juvenile justice administration--		
25	FTE positions	2.5	360,800
26	Committee on juvenile justice grants		3,000,000
27	Community support services--FTE positions	3.0	2,133,800
28	County juvenile officers		3,904,300



1	Juvenile justice, administration and		
2	maintenance--FTE positions	21.0	3,898,800
3	Shawono Center--FTE positions	47.0	5,722,500
4	GROSS APPROPRIATION		\$ 24,672,000
5	Appropriated from:		
6	Federal revenues:		
7	Capped federal revenues		8,555,500
8	Special revenue funds:		
9	Local funds - state share education funds		1,355,700
10	Local funds - county chargeback		4,698,000
11	State general fund/general purpose		\$ 10,062,800
12	Sec. 107. PUBLIC ASSISTANCE		
13	Full-time equated classified positions	3.0	
14	Emergency services local office allocations		\$ 8,813,500
15	Family independence program		107,814,300
16	Food assistance program benefits		1,760,805,700
17	Food Bank Council of Michigan		2,045,000
18	Indigent burial		4,369,100
19	Low-income home energy assistance program		174,951,600
20	Michigan energy assistance program--FTE		
21	positions	1.0	50,000,000
22	Multicultural integration funding		17,284,900
23	Refugee assistance program--FTE positions	2.0	3,056,600
24	State disability assistance payments		8,810,000
25	State supplementation		60,460,700
26	State supplementation administration		1,806,100
27	GROSS APPROPRIATION		\$ 2,200,217,500
28	Appropriated from:		



1	Federal revenues:		
2	Social security act, temporary assistance for		
3	needy families		66,341,300
4	Capped federal revenues		178,192,700
5	Total other federal revenues		1,756,605,700
6	Special revenue funds:		
7	Child support collections		10,241,100
8	Supplemental security income recoveries		1,999,500
9	Public assistance recoupment revenue		5,000,000
10	Low-income energy assistance fund		50,000,000
11	State general fund/general purpose	\$	131,837,200
12	Sec. 108. FIELD OPERATIONS AND SUPPORT SERVICES		
13	Full-time equated classified positions	5,774.5	
14	Administrative support workers--FTE positions	221.0	\$ 13,976,200
15	Adult services field staff--FTE positions	520.0	61,338,200
16	Contractual services, supplies, and materials		17,595,000
17	Donated funds positions--FTE positions	238.0	28,245,000
18	Elder Law of Michigan MiCAFE contract		350,000
19	Electronic benefit transfer (EBT)		7,989,000
20	Employment and training support services		4,219,100
21	Field policy and administration--FTE positions	119.0	18,681,700
22	Field staff travel		8,109,900
23	Food assistance reinvestment--FTE positions	6.0	10,991,200
24	Medical/psychiatric evaluations		1,420,100
25	Nutrition education--FTE positions	2.0	33,057,500
26	Pathways to potential--FTE positions	231.0	24,978,100
27	Public assistance field staff--FTE positions	4,417.5	474,413,900
28	Training and program support--FTE positions	20.0	2,591,200



1	GROSS APPROPRIATION		\$ 707,956,100
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from department of corrections		120,200
5	IDG from department of education		7,787,700
6	Federal revenues:		
7	Social security act, temporary assistance for		
8	needy families		72,296,900
9	Capped federal revenues		54,218,100
10	Total other federal revenues		270,794,700
11	Special revenue funds:		
12	Local funds - donated funds		4,235,100
13	Private funds - donated funds		9,622,200
14	State general fund/general purpose		\$ 288,881,200
15	Sec. 109. DISABILITY DETERMINATION SERVICES		
16	Full-time equated classified positions	575.4	
17	Disability determination operations--FTE		
18	positions	571.3	\$ 114,009,100
19	Retirement disability determination--FTE		
20	positions	4.1	629,000
21	GROSS APPROPRIATION		\$ 114,638,100
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of technology, management,		
25	and budget - office of retirement services		805,600
26	Federal revenues:		
27	Total other federal revenues		109,903,900
28	State general fund/general purpose		\$ 3,928,600



1	Sec. 110. BEHAVIORAL HEALTH PROGRAM		
2	ADMINISTRATION AND SPECIAL PROJECTS		
3	Full-time equated classified positions	111.0	
4	Behavioral health program administration--FTE		
5	positions	89.0	\$ 50,020,000
6	Family support subsidy		13,650,000
7	Federal and other special projects		2,535,600
8	Gambling addiction--FTE positions	1.0	5,515,300
9	Mental health diversion council		3,850,000
10	Office of recipient rights--FTE positions	21.0	2,873,900
11	Protection and advocacy services support		194,400
12	GROSS APPROPRIATION		\$ 78,639,200
13	Appropriated from:		
14	Federal revenues:		
15	Social security act, temporary assistance for		
16	needy families		13,830,500
17	Total other federal revenues		40,570,000
18	Special revenue funds:		
19	Total private revenues		1,004,700
20	Total other state restricted revenues		5,515,300
21	State general fund/general purpose		\$ 17,718,700
22	Sec. 111. BEHAVIORAL HEALTH SERVICES		
23	Full-time equated classified positions	12.0	
24	Autism services		\$ 271,721,000
25	Behavioral health community supports and		
26	services		11,221,500
27	Civil service charges		297,500
28	Community mental health non-Medicaid services		125,578,200



1	Community substance use disorder prevention,		
2	education, and treatment		108,333,400
3	Federal mental health block grant--FTE		
4	positions	5.0	20,600,300
5	Health homes		26,769,700
6	Healthy Michigan plan - behavioral health		589,941,900
7	Medicaid mental health services		2,653,305,500
8	Medicaid substance use disorder services		87,663,200
9	Nursing home PAS/ARR-OBRA--FTE positions	7.0	13,945,600
10	State disability assistance program substance		
11	use disorder services		2,018,800
12	GROSS APPROPRIATION		\$ 3,911,396,600
13	Appropriated from:		
14	Federal revenues:		
15	Total other federal revenues		2,669,219,500
16	Special revenue funds:		
17	Total local revenues		20,380,700
18	Total other state restricted revenues		39,517,400
19	State general fund/general purpose		\$ 1,182,279,000
20	Sec. 112. STATE PSYCHIATRIC HOSPITALS AND		
21	FORENSIC MENTAL HEALTH SERVICES		
22	Full-time equated classified positions	2,453.6	
23	Average population	770.0	
24	Caro Regional Mental Health Center -		
25	psychiatric hospital - adult--FTE positions	542.3	\$ 64,864,600
26	Average population	145.0	
27	Center for forensic psychiatry--FTE positions	627.1	101,054,600
28	Average population	240.0	



1	Developmental disabilities council and		
2	projects--FTE positions	10.0	3,143,100
3	Gifts and bequests for patient living and		
4	treatment environment		1,000,000
5	Hawthorn Center - psychiatric hospital -		
6	children and adolescents--FTE positions	292.0	33,576,100
7	Average population	55.0	
8	IDEA, federal special education		120,000
9	Kalamazoo Psychiatric Hospital - adult--FTE		
10	positions	564.8	74,250,200
11	Average population	170.0	
12	Purchase of medical services for residents of		
13	hospitals and centers		445,600
14	Revenue recapture		750,100
15	Special maintenance		924,600
16	Walter P. Reuther Psychiatric Hospital - adult-		
17	-FTE positions	417.4	60,653,100
18	Average population	160.0	
19	GROSS APPROPRIATION		\$ 340,782,000
20	Appropriated from:		
21	Federal revenues:		
22	Coronavirus relief fund		22,500,000
23	Total other federal revenues		44,434,700
24	Special revenue funds:		
25	Total local revenues		23,105,300
26	Total private revenues		1,000,000
27	Total other state restricted revenues		15,109,600
28	State general fund/general purpose		\$ 234,632,400



1	Sec. 113. HEALTH AND HUMAN SERVICES POLICY AND		
2	INITIATIVES		
3	Full-time equated classified positions	49.7	
4	Bone marrow donor and blood bank programs		\$ 750,000
5	Certificate of need program administration--FTE		
6	positions	11.8	2,822,100
7	Michigan essential health provider		3,519,600
8	Minority health grants and contracts--FTE		
9	positions	3.0	1,136,500
10	Nurse education and research program--FTE		
11	positions	3.0	814,000
12	Policy and planning administration--FTE		
13	positions	28.9	3,987,300
14	Primary care services--FTE positions	2.0	3,793,000
15	Rural health services--FTE positions	1.0	1,555,500
16	GROSS APPROPRIATION		\$ 18,378,000
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from the department of education		2,400
20	IDG from the department of licensing and		
21	regulatory affairs		814,000
22	IDG from the department of treasury, Michigan		
23	finance authority		117,700
24	Federal revenues:		
25	Social security act, temporary assistance for		
26	needy families		163,400
27	Capped federal revenues		17,000
28	Total other federal revenues		4,425,600



1	Special revenue funds:		
2	Total private revenues		865,000
3	Total other state restricted revenues		3,233,000
4	State general fund/general purpose	\$	8,739,900
5	Sec. 114. EPIDEMIOLOGY, EMERGENCY MEDICAL		
6	SERVICES, AND LABORATORY		
7	Full-time equated classified positions	420.5	
8	Bioterrorism preparedness--FTE positions	53.0	\$ 30,702,600
9	Childhood lead program--FTE positions	4.5	2,324,900
10	Emergency medical services program--FTE		
11	positions	23.0	6,667,600
12	Epidemiology administration--FTE positions	86.1	27,580,700
13	Healthy homes program--FTE positions	12.0	32,757,500
14	Laboratory services--FTE positions	102.0	26,655,100
15	Newborn screening follow-up and treatment		
16	services--FTE positions	10.5	7,868,700
17	PFAS and environmental contamination response--		
18	FTE positions	48.0	20,802,500
19	Vital records and health statistics--FTE		
20	positions	81.4	10,686,700
21	GROSS APPROPRIATION	\$	166,046,300
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from the department of environment, Great		
25	Lakes, and energy		995,700
26	Federal revenues:		
27	Capped federal revenues		81,100
28	Total other federal revenues		78,067,300



1	Special revenue funds:		
2	Total private revenues		342,600
3	Total other state restricted revenues		32,644,400
4	State general fund/general purpose	\$	53,915,200
5	Sec. 115. LOCAL HEALTH AND ADMINISTRATIVE		
6	SERVICES		
7	Full-time equated classified positions	137.3	
8	AIDS prevention, testing, and care programs--		
9	FTE positions	37.7	\$ 96,696,700
10	Cancer prevention and control program--FTE		
11	positions	18.0	15,825,900
12	Chronic disease control and health promotion		
13	administration--FTE positions	19.4	8,739,100
14	Diabetes and kidney program--FTE positions	8.0	4,122,000
15	Essential local public health services		51,419,300
16	Implementation of 1993 PA 133, MCL 333.17015		20,000
17	Local health services--FTE positions	3.3	8,710,000
18	Medicaid outreach cost reimbursement to local		
19	health departments		12,500,000
20	Public health administration--FTE positions	9.0	2,034,100
21	Sexually transmitted disease control program--		
22	FTE positions	20.0	6,182,700
23	Smoking prevention program--FTE positions	15.0	3,858,300
24	Violence prevention--FTE positions	6.9	10,334,300
25	GROSS APPROPRIATION	\$	220,442,400
26	Appropriated from:		
27	Federal revenues:		
28	Total other federal revenues		82,787,900



1	Special revenue funds:		
2	Total local revenues		5,150,000
3	Total private revenues		64,147,600
4	Total other state restricted revenues		10,113,700
5	State general fund/general purpose	\$	58,243,200
6	Sec. 116. FAMILY HEALTH SERVICES		
7	Full-time equated classified positions	133.6	
8	Child and adolescent health care and centers	\$	8,442,700
9	Dental programs--FTE positions	3.8	3,264,900
10	Drinking water declaration of emergency		4,621,000
11	Family, maternal, and child health		
12	administration--FTE positions	55.0	9,800,400
13	Family planning local agreements		8,810,700
14	Immunization program--FTE positions	15.8	19,103,100
15	Local MCH services		7,018,100
16	Pregnancy prevention program		1,464,600
17	Prenatal care and premature birth avoidance		
18	grant		1,000,000
19	Prenatal care outreach and service delivery		
20	support--FTE positions	14.0	25,258,100
21	Special projects		6,289,100
22	Sudden and unexpected infant death and		
23	suffocation prevention program		321,300
24	Women, infants, and children program		
25	administration and special projects--FTE		
26	positions	45.0	18,358,700
27	Women, infants, and children program local		
28	agreements and food costs		231,285,000



1	GROSS APPROPRIATION		\$ 345,037,700
2	Appropriated from:		
3	Federal revenues:		
4	Total other federal revenues		244,114,300
5	Special revenue funds:		
6	Total local revenues		8,517,700
7	Total private revenues		62,202,400
8	Total other state restricted revenues		4,046,900
9	State general fund/general purpose		\$ 26,156,400
10	Sec. 117. CHILDREN'S SPECIAL HEALTH CARE		
11	SERVICES		
12	Full-time equated classified positions	46.8	
13	Bequests for care and services--FTE positions	2.8	\$ 1,837,100
14	Children's special health care services		
15	administration--FTE positions	44.0	6,081,900
16	Medical care and treatment		256,226,100
17	Nonemergency medical transportation		801,200
18	Outreach and advocacy		5,510,000
19	GROSS APPROPRIATION		\$ 270,456,300
20	Appropriated from:		
21	Federal revenues:		
22	Total other federal revenues		153,214,700
23	Special revenue funds:		
24	Total private revenues		1,015,500
25	Total other state restricted revenues		4,183,400
26	State general fund/general purpose		\$ 112,042,700
27	Sec. 118. AGING AND ADULT SERVICES AGENCY		
28	Full-time equated classified positions	47.0	



1	Aging and adult services administration--FTE		
2	positions	47.0	\$ 9,339,900
3	Community services		46,806,100
4	Employment assistance		3,500,000
5	Nutrition services		43,054,200
6	Respite care program		6,468,700
7	Senior volunteer service programs		4,765,300
8	GROSS APPROPRIATION		\$ 113,934,200
9	Appropriated from:		
10	Federal revenues:		
11	Capped federal revenues		249,700
12	Total other federal revenues		60,594,200
13	Special revenue funds:		
14	Total private revenues		1,020,000
15	Michigan merit award trust fund		4,068,700
16	Total other state restricted revenues		2,000,000
17	State general fund/general purpose		\$ 46,001,600
18	Sec. 119. MEDICAL SERVICES ADMINISTRATION		
19	Full-time equated classified positions	408.0	
20	Electronic health record incentive program		\$ 37,477,500
21	Healthy Michigan plan administration--FTE		
22	positions	36.0	34,748,600
23	Medical services administration--FTE positions	372.0	77,725,100
24	GROSS APPROPRIATION		\$ 149,951,200
25	Appropriated from:		
26	Federal revenues:		
27	Total other federal revenues		113,025,600
28	Special revenue funds:		



1	Total local revenues	37,700
2	Total private revenues	851,300
3	Total other state restricted revenues	336,300
4	State general fund/general purpose	\$ 35,700,300
5	Sec. 120. MEDICAL SERVICES	
6	Adult home help services	\$ 367,575,200
7	Ambulance services	10,494,300
8	Auxiliary medical services	7,783,600
9	Dental clinic program	1,000,000
10	Dental services	330,754,400
11	Federal Medicare pharmaceutical program	276,629,000
12	Health plan services	5,949,874,000
13	Healthy Michigan plan	4,586,384,100
14	Home health services	4,446,500
15	Hospice services	160,016,700
16	Hospital disproportionate share payments	45,000,000
17	Hospital services and therapy	835,060,600
18	Integrated care organizations	289,839,600
19	Long-term care services	2,051,483,200
20	Maternal and child health	32,176,500
21	Medicaid home- and community-based services	
22	waiver	372,327,100
23	Medicare premium payments	673,077,600
24	Personal care services	9,148,800
25	Pharmaceutical services	204,266,400
26	Physician services	279,155,200
27	Program of all-inclusive care for the elderly	149,987,800
28	School-based services	151,140,000



1	Special Medicaid reimbursement		354,301,500
2	Transportation		15,149,600
3	GROSS APPROPRIATION		\$ 17,157,071,700
4	Appropriated from:		
5	Federal revenues:		
6	Total other federal revenues		12,352,884,500
7	Special revenue funds:		
8	Total local revenues		47,775,200
9	Total private revenues		4,700,000
10	Michigan merit award trust fund		37,200,000
11	Total other state restricted revenues		2,733,110,100
12	State general fund/general purpose		\$ 1,981,401,900
13	Sec. 121. INFORMATION TECHNOLOGY		
14	Full-time equated classified positions	19.0	
15	Bridges information system		\$ 3,742,000
16	Child support automation		43,355,300
17	Comprehensive child welfare information system-		
18	-FTE positions	6.0	4,389,400
19	Information technology services and projects		329,625,500
20	Michigan Medicaid information system--FTE		
21	positions	3.0	116,936,000
22	Michigan statewide automated child welfare		
23	information system		5,647,800
24	Technology supporting integrated service		
25	delivery--FTE positions	10.0	18,461,600
26	GROSS APPROPRIATION		\$ 522,157,600
27	Appropriated from:		
28	Interdepartmental grant revenues:		



1	IDG from department of education	1,067,000
2	Federal revenues:	
3	Social security act, temporary assistance for	
4	needy families	24,854,500
5	Capped federal revenues	21,721,400
6	Total other federal revenues	333,913,000
7	Special revenue funds:	
8	Total private revenues	25,250,000
9	Total other state restricted revenues	1,999,800
10	State general fund/general purpose	\$ 113,351,900
11	Sec. 122. ONE-TIME APPROPRIATIONS	
12	Actuarial study	\$ 275,000
13	Autism navigator	1,025,000
14	Autism train the trainer grant	244,800
15	Children's center	200,000
16	County coronavirus related youth funding	250,000
17	Direct care worker temporary wage increase	150,000,000
18	First responder and public safety staff mental	
19	health	2,500,000
20	Great Lakes recovery center	250,000
21	Healthy communities grant	300,000
22	Infant rapid whole genome sequencing project	1,000,000
23	Kids' food basket	250,000
24	Lead poisoning prevention fund	2,000,000
25	Legal assistance	60,000
26	Nonprofit mental health clinics	200,000
27	Senior citizen center program grants	150,000



1	Skilled nursing facility personal protective	
2	equipment grants	20,000,000
3	Special Olympics capital improvement project	1,000,000
4	Statewide health information exchange projects	2,750,000
5	Substance abuse community and school outreach	100,000
6	Unified clinics resiliency center for families	
7	and children	1,500,000
8	Vision clinic	100,000
9	GROSS APPROPRIATION	\$ 184,154,800
10	Appropriated from:	
11	Federal revenues:	
12	Coronavirus relief fund	20,000,000
13	Total other federal revenues	110,650,000
14	Special revenue funds:	
15	Total private revenues	100,000
16	State general fund/general purpose	\$ 53,404,800

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2020-2021

GENERAL SECTIONS

21 Sec. 201. Pursuant to section 30 of article IX of the
22 state constitution of 1963, total state spending from state
23 sources under part 1 for fiscal year 2020-2021 is
24 \$8,079,851,200.00 and state spending from state sources to be
25 paid to local units of government for fiscal year 2020-2021
26 is \$1,673,960,400.00. The itemized statement below identifies
27 appropriations from which spending to local units of
28 government will occur:



1	DEPARTMENT OF HEALTH AND HUMAN SERVICES	
2	CHILD SUPPORT ENFORCEMENT	
3	Child support incentive payments	\$ 9,465,000
4	Legal support contracts	53,000
5	COMMUNITY SERVICES AND OUTREACH	
6	Community services and outreach administration	1,000
7	Crime victim rights services grants	9,792,000
8	Domestic violence prevention and treatment	23,000
9	Homeless programs	4,000
10	Housing and support services	33,000
11	CHILDREN'S SERVICES AGENCY - CHILD WELFARE	
12	Child care fund	197,186,700
13	Child care fund - indirect cost allotment	3,500,000
14	Child welfare licensing	179,000
15	Child welfare medical/psychiatric evaluations	19,000
16	Children's trust fund grants	70,000
17	Contractual services, supplies, and materials	3,000
18	Family preservation programs	71,000
19	Foster care payments	1,711,000
20	Strong families/safe children	7,000
21	Youth in transition	4,000
22	CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE	
23	Bay Pines Center	32,000
24	Community support services	362,000
25	Shawono Center	11,000
26	PUBLIC ASSISTANCE	
27	Emergency services local office allocations	598,000
28	Family independence program	1,000



1	Indigent burial	4,000
2	Multicultural integration funding	1,425,000
3	State disability assistance payments	243,000
4	FIELD OPERATIONS AND SUPPORT SERVICES	
5	Contractual services, supplies, and materials	41,000
6	Employment and training support services	6,000
7	DISABILITY DETERMINATION SERVICES	
8	Disability determination operations	3,000
9	BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND	
10	SPECIAL PROJECTS	
11	Behavioral health program administration	3,849,000
12	Gambling addiction	1,494,000
13	BEHAVIORAL HEALTH SERVICES	
14	Autism services	99,057,600
15	Community mental health non-Medicaid services	125,578,200
16	Community substance use disorder prevention,	
17	education, and treatment	16,171,000
18	Health homes	2,496,300
19	Healthy Michigan plan - behavioral health	58,689,300
20	Medicaid mental health services	877,733,300
21	Medicaid substance use disorder services	31,933,900
22	Nursing home PAS/ARR-OBRA	3,181,000
23	State disability assistance program substance	
24	use disorder services	2,018,800
25	STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL	
26	HEALTH SERVICES	
27	Caro Regional Mental Health Center -	
28	psychiatric hospital - adult	214,000



1	Center for forensic psychiatry	582,000
2	Hawthorn Center - psychiatric hospital -	
3	children and adolescents	68,000
4	Kalamazoo Psychiatric Hospital - adult	33,000
5	Walter P. Reuther Psychiatric Hospital - adult	46,000
6	HEALTH AND HUMAN SERVICES POLICY AND	
7	INITIATIVES	
8	Primary care services	89,000
9	EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND	
10	LABORATORY	
11	Emergency medical services program	5,000
12	Epidemiology administration	217,000
13	Healthy homes program	250,000
14	PFAS and environmental contamination response	868,000
15	LOCAL HEALTH AND ADMINISTRATIVE SERVICES	
16	AIDS prevention, testing, and care programs	2,481,000
17	Cancer prevention and control program	53,000
18	Chronic disease control and health promotion	
19	administration	3,000
20	Essential local public health services	46,269,300
21	Local health services	1,182,000
22	Public health administration	2,000
23	Sexually transmitted disease control program	459,000
24	FAMILY HEALTH SERVICES	
25	Drinking water declaration of emergency	1,460,000
26	Family planning local agreements	196,000
27	Immunization program	1,087,000



1	Prenatal care outreach and service delivery	
2	support	4,817,000
3	CHILDREN'S SPECIAL HEALTH CARE SERVICES	
4	Children's special health care services	
5	administration	5,000
6	Medical care and treatment	1,093,000
7	Outreach and advocacy	2,755,000
8	AGING AND ADULT SERVICES AGENCY	
9	Aging and adult services administration	1,249,000
10	Community services	23,785,700
11	Nutrition services	12,597,200
12	Respite care program	6,468,700
13	Senior volunteer service programs	829,000
14	MEDICAL SERVICES	
15	Adult home help services	223,000
16	Ambulance services	540,000
17	Auxiliary medical services	1,000
18	Dental services	963,000
19	Healthy Michigan plan	628,000
20	Home health services	10,000
21	Hospice services	16,000
22	Hospital disproportionate share payments	40,000
23	Hospital services and therapy	2,428,000
24	Long-term care services	96,266,000
25	Medicaid home- and community-based services	
26	waiver	12,186,000
27	Personal care services	31,000
28	Pharmaceutical services	23,000



1	Physician services	2,629,000
2	Special Medicaid reimbursement	1,121,400
3	Transportation	191,000
4	ONE-TIME APPROPRIATIONS	
5	Children's center	200,000
6	County coronavirus related youth funding	250,000
7	TOTAL OF PAYMENTS TO LOCAL UNITS OF GOVERNMENT	\$ 1,673,960,400

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

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

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

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

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

18 (d) "Current fiscal year" means the fiscal year ending
19 September 30, 2021.

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

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

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

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

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



- 1 (j) "FTE" means full-time equated.
- 2 (k) "GME" means graduate medical education.
- 3 (l) "Health plan" means, at a minimum, an organization
4 that meets the criteria for delivering the comprehensive
5 package of services under the department's comprehensive
6 health plan.
- 7 (m) "HEDIS" means healthcare effectiveness data and
8 information set.
- 9 (n) "HMO" means health maintenance organization.
- 10 (o) "IDEA" means the individuals with disabilities
11 education act, 20 USC 1400 to 1482.
- 12 (p) "IDG" means interdepartmental grant.
- 13 (q) "MCH" means maternal and child health.
- 14 (r) "Medicaid" means subchapter XIX of the social
15 security act, 42 USC 1396 to 1396w-5.
- 16 (s) "Medicare" means subchapter XVIII of the social
17 security act, 42 USC 1395 to 1395III.
- 18 (t) "MiCAFE" means Michigan's coordinated access to food
19 for the elderly.
- 20 (u) "MIChild" means the program described in section
21 1670 of this part.
- 22 (v) "MiSACWIS" means Michigan statewide automated child
23 welfare information system.
- 24 (w) "PAS/ARR-OBRA" means the preadmission screening and
25 annual resident review required under the omnibus budget
26 reconciliation act of 1987, section 1919(e)(7) of the social
27 security act, 42 USC 1396r.
- 28 (x) "PFAS" means perfluoroalkyl and polyfluoroalkyl
29 substances.



1 (y) "PIHP" means an entity designated by the department
2 as a regional entity or a specialty prepaid inpatient health
3 plan for Medicaid mental health services, services to
4 individuals with developmental disabilities, and substance
5 use disorder services. Regional entities are described in
6 section 204b of the mental health code, 1974 PA 258, MCL
7 330.1204b. Specialty prepaid inpatient health plans are
8 described in section 232b of the mental health code, 1974 PA
9 258, MCL 330.1232b.

10 (z) "Previous fiscal year" means the fiscal year ending
11 September 30, 2020.

12 (aa) "Quarterly reports" means 4 reports shall be
13 submitted to the required recipients by the following dates:
14 February 1, April 1, July 1, and September 30 of the current
15 fiscal year.

16 (bb) "Semiannual basis" means March 1 and September 30
17 of the current fiscal year.

18 (cc) "Settlement" means the settlement agreement entered
19 in the case of *Dwayne B. v Snyder*, docket no. 2:06-cv-13548
20 in the United States District Court for the Eastern District
21 of Michigan.

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

25 (ee) "Title IV-B" means part B of title IV of the social
26 security act, 42 USC 620 to 629m.

27 (ff) "Title IV-D" means part D of title IV of the social
28 security act, 42 USC 651 to 669b.

29 (gg) "Title IV-E" means part E of title IV of the social



1 security act, 42 USC 670 to 679c.

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

5 Sec. 204. The department and agencies receiving
6 appropriations in part 1 shall use the internet to fulfill
7 the reporting requirements of this part and part 1. This
8 requirement shall include transmission of reports via
9 electronic mail to the recipients identified for each
10 reporting requirement, and it shall include placement of
11 reports on the internet.

12 Sec. 205. Funds appropriated in part 1 shall not be used
13 for the purchase of foreign goods or services, or both, if
14 competitively priced and of comparable quality American goods
15 or services, or both, are available. Preference shall be
16 given to goods or services, or both, manufactured or provided
17 by Michigan businesses if they are competitively priced and
18 of comparable quality. In addition, preference shall be given
19 to goods or services, or both, that are manufactured or
20 provided by Michigan businesses owned and operated by
21 veterans if they are competitively priced and of comparable
22 quality.

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



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

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

14 (a) The dates of each travel occurrence.

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

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

28 Sec. 209. Not later than November 30, the state budget
29 office shall prepare and transmit a report that provides for



1 estimates of the total general fund/general purpose
2 appropriation lapses at the close of the previous fiscal
3 year. This report shall summarize the projected year-end
4 general fund/general purpose appropriation lapses by major
5 departmental program or program areas. The report shall be
6 transmitted to the chairpersons of the senate and house
7 appropriations committees, and the senate and house fiscal
8 agencies.

9 Sec. 210. (1) In addition to the funds appropriated in
10 part 1, there is appropriated an amount not to exceed
11 \$20,000,000.00 for federal contingency funds. These funds are
12 not available for expenditure until they have been
13 transferred to another line item in part 1 under section
14 393(2) of the management and budget act, 1984 PA 431, MCL
15 18.1393. These funds shall not be made available to increase
16 TANF authorization.

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

23 (3) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$5,000,000.00
25 for local contingency funds. These funds are not available
26 for expenditure until they have been transferred to another
27 line item in part 1 under section 393(2) of the management
28 and budget act, 1984 PA 431, MCL 18.1393.

29 (4) In addition to the funds appropriated in part 1,



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

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

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

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

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

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

19 (e) Job specifications and wage rates.

20 Sec. 212. Within 14 days after the release of the
21 executive budget recommendation, the department shall
22 cooperate with the state budget office to provide the senate
23 and house appropriations chairs, the senate and house
24 appropriations subcommittees chairs, and the senate and house
25 fiscal agencies with an annual report on estimated state
26 restricted fund balances, state restricted fund projected
27 revenues, and state restricted fund expenditures for the
28 previous fiscal year and the current fiscal year. The
29 department shall provide to the state budget office



1 information sufficient to complete the report required under
2 this section.

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

7 Sec. 214. Total authorized appropriations from all
8 sources under part 1 for legacy costs for the current fiscal
9 year are estimated at \$359,304,200.00. From this amount,
10 total agency appropriations for pension-related legacy costs
11 are estimated at \$172,398,600.00. Total agency appropriations
12 for retiree health care legacy costs are estimated at
13 \$186,905,600.00.

14 Sec. 215. If either of the following events occur,
15 within 30 days the department shall notify the state budget
16 director, the chairs of the house and senate appropriations
17 subcommittees on the department budget, and the house and
18 senate fiscal agencies and policy offices of that fact:

19 (a) A legislative objective of this part or of a bill or
20 amendment to a bill to amend the social welfare act, 1939 PA
21 280, MCL 400.1 to 400.119b, cannot be implemented because
22 implementation would conflict with or violate federal
23 regulations.

24 (b) A federal grant, for which a notice of an award has
25 been received, cannot be used, or will not be used.

26 Sec. 216. (1) In addition to funds appropriated in part
27 1 for all programs and services, there is appropriated for
28 write-offs of accounts receivable, deferrals, and for prior
29 year obligations in excess of applicable prior year



1 appropriations, an amount equal to total write-offs and prior
2 year obligations, but not to exceed amounts available in
3 prior year revenues.

4 (2) The department's ability to satisfy appropriation
5 fund sources in part 1 shall not be limited to collections
6 and accruals pertaining to services provided in the current
7 fiscal year, but shall also include reimbursements, refunds,
8 adjustments, and settlements from prior years.

9 Sec. 217. (1) By February 1 of the current fiscal year,
10 the department shall report to the house and senate
11 appropriations subcommittees on the department budget, the
12 house and senate fiscal agencies, and the state budget
13 director on the detailed name and amounts of estimated
14 federal, restricted, private, and local sources of revenue
15 that support the appropriations in each of the line items in
16 part 1.

17 (2) Upon the release of the next fiscal year executive
18 budget recommendation, the department shall report to the
19 same parties in subsection (1) on the amounts and detailed
20 sources of federal, restricted, private, and local revenue
21 proposed to support the total funds appropriated in each of
22 the line items in part 1 of the next fiscal year executive
23 budget proposal.

24 Sec. 218. (1) As required under part 23 of the public
25 health code, 1978 PA 368, MCL 333.2301 to 333.2321, the list
26 of basic health services to be funded in the current fiscal
27 year from the appropriations in part 1 shall include the
28 following:

29 (a) Immunizations.



- 1 (b) Communicable disease control.
- 2 (c) Sexually transmitted disease control.
- 3 (d) Tuberculosis control.
- 4 (e) Prevention of gonorrhea eye infection in newborns.
- 5 (f) Screening newborns for the conditions listed in
- 6 section 5431 of the public health code, 1978 PA 368, MCL
- 7 333.5431, or recommended by the newborn screening quality
- 8 assurance advisory committee created under section 5430 of
- 9 the public health code, 1978 PA 368, MCL 333.5430.
- 10 (g) Health and human services annex of the Michigan
- 11 emergency management plan.

12 (h) Prenatal care.

13 (2) By January 1 of the current fiscal year, the

14 department shall report to the house and senate

15 appropriations subcommittees on the department budget, the

16 house and senate fiscal agencies, the house and senate policy

17 offices, and the state budget office on the revisions to the

18 list of basic health services, listed in subsection (1), and

19 program statements that have been prepared and published as

20 required under section 2311 of the public health code, 1978

21 PA 368, MCL 333.2311.

22 Sec. 219. (1) The department may contract with the

23 Michigan Public Health Institute for the design and

24 implementation of projects and for other public health-

25 related activities prescribed in section 2611 of the public

26 health code, 1978 PA 368, MCL 333.2611. The department may

27 develop a master agreement with the Michigan Public Health

28 Institute to carry out these purposes for up to a 3-year

29 period. The department shall report to the house and senate



1 appropriations subcommittees on the department budget, the
2 house and senate fiscal agencies, and the state budget
3 director on or before January 1 of the current fiscal year
4 all of the following:

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

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

9 (c) The expected project duration.

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

13 (2) On or before December 30 of the current fiscal year,
14 the department shall provide to the same parties listed in
15 subsection (1) a copy of all reports, studies, and
16 publications produced by the Michigan Public Health
17 Institute, its subcontractors, or the department with the
18 funds appropriated in the department's budget in the previous
19 fiscal year and allocated to the Michigan Public Health
20 Institute.

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

28 Sec. 221. According to section 1b of the social welfare
29 act, 1939 PA 280, MCL 400.1b, the department shall treat part



1 1 and this part as a time-limited addendum to the social
2 welfare act, 1939 PA 280, MCL 400.1 to 400.119b.

3 Sec. 222. (1) The department shall provide written
4 notification to the senate and house appropriations
5 subcommittees on the department budget, the senate and house
6 fiscal agencies, the senate and house policy offices, and the
7 state budget office of any major policy changes at least 30
8 days before the implementation date.

9 (2) The department shall make the entire policy and
10 procedures manual available and accessible to the public via
11 the department website.

12 (3) The department shall report by April 1 of the
13 current fiscal year on each specific policy change made to
14 implement a public act affecting the department that took
15 effect during the prior calendar year to the house and senate
16 appropriations subcommittees on the budget for the
17 department, the joint committee on administrative rules, the
18 senate and house fiscal agencies, and policy offices. The
19 department shall attach each policy bulletin issued during
20 the prior calendar year to this report.

21 Sec. 223. The department may establish and collect fees
22 for publications, videos and related materials, conferences,
23 and workshops. Collected fees are appropriated when received
24 and shall be used to offset expenditures to pay for printing
25 and mailing costs of the publications, videos and related
26 materials, and costs of the workshops and conferences. The
27 department shall not collect fees under this section that
28 exceed the cost of the expenditures. When collected fees are
29 appropriated under this section in an amount that exceeds the



1 current fiscal year appropriation, within 30 days the
2 department shall notify the chairs of the house and senate
3 appropriations subcommittees on the department budget, the
4 house and senate fiscal agencies and policy offices, and the
5 state budget director of that fact.

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

16 Sec. 225. (1) For providers and entities receiving funds
17 from the appropriations in part 1, sanctions, suspensions,
18 conditions for provisional license status, and other
19 penalties shall not be more stringent for private service
20 providers than for public entities performing equivalent or
21 similar services.

22 (2) For services to be provided from the appropriations
23 in part 1, both of the following apply:

24 (a) Neither the department nor private service providers
25 or licensees shall be granted preferential treatment or
26 considered automatically to be in compliance with
27 administrative rules based on whether they have collective
28 bargaining agreements with direct care workers.

29 (b) Private service providers or licensees without



1 collective bargaining agreements shall not be subjected to
2 additional requirements or conditions of licensure based on
3 their lack of collective bargaining agreements.

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

10 Sec. 227. The state departments, agencies, and
11 commissions receiving tobacco tax funds and Healthy Michigan
12 fund revenue from part 1 shall report by April 1 of the
13 current fiscal year to the senate and house appropriations
14 committees, the senate and house fiscal agencies, and the
15 state budget director on the following:

16 (a) Detailed spending plan by appropriation line item
17 including description of programs and a summary of
18 organizations receiving these funds.

19 (b) Description of allocations or bid processes
20 including need or demand indicators used to determine
21 allocations.

22 (c) Eligibility criteria for program participation and
23 maximum benefit levels where applicable.

24 (d) Outcome measures used to evaluate programs,
25 including measures of the effectiveness of these programs in
26 improving the health of Michigan residents.

27 Sec. 228. (1) If the department is authorized under
28 state or federal law to collect an overpayment owed to the
29 department, the department may assess a penalty of 1% per



1 month beginning 60 days after notification. If caused by
2 department error, a penalty may not be assessed until 6
3 months after the initial notification date of the overpayment
4 amount. The department shall not collect penalty interest in
5 an amount that exceeds the amount of the original
6 overpayment. The state share of any funds collected under
7 this section shall be deposited in the state general fund.

8 (2) By September 30 of the current fiscal year, the
9 department shall report to the house and senate
10 appropriations subcommittees on the department budget, the
11 house and senate fiscal agencies, and the state budget office
12 on penalty amounts assessed and paid by account during the
13 current fiscal year, the reason for the penalty, and the
14 current status of the account.

15 Sec. 229. (1) The department shall extend the
16 interagency agreement with the office of employment and
17 training within the department of labor and economic
18 opportunity for the duration of the current fiscal year,
19 which concerns TANF funding to provide job readiness and
20 welfare-to-work programming. The interagency agreement shall
21 require the office of employment and training within the
22 department of labor and economic opportunity to report the
23 following specific outcome and performance measures to the
24 senate and house appropriations subcommittees on the
25 department budget, the senate and house appropriations
26 subcommittees on general government, the senate and house
27 fiscal agencies, the senate and house policy offices, and the
28 state budget office by January 1 of the current fiscal year
29 for the previous fiscal year:



1 (a) An itemized spending report on TANF funding,
2 including all of the following:

3 (i) Direct services to recipients.

4 (ii) Administrative expenditures.

5 (b) The number of family independence program (FIP)
6 recipients served through the TANF funding, including all of
7 the following:

8 (i) The number and percentage who obtained employment
9 through Michigan Works!

10 (ii) The number and percentage who fulfilled their TANF
11 work requirement through other job readiness programming.

12 (iii) Average TANF spending per recipient.

13 (iv) The number and percentage of recipients who were
14 referred to Michigan Works! but did not receive a job or job
15 readiness placement and the reasons why.

16 (c) The following data itemized by Michigan Works!
17 agency:

18 (i) The number of referrals to Michigan Works! job
19 readiness programs.

20 (ii) The number of referrals to Michigan Works! job
21 readiness programs who became a participant in the Michigan
22 Works! job readiness programs.

23 (iii) The number of participants who obtained employment,
24 and the cost per participant case.

25 Sec. 230. By December 31 of the current fiscal year, the
26 department shall report to the senate and house
27 appropriations subcommittees on the department budget, the
28 senate and house fiscal agencies and policy offices, and the



1 state budget office on the status of the implementation of
2 any noninflationary, noncaseload, programmatic funding
3 increases in the current fiscal year from the previous fiscal
4 year. The report shall confirm the implementation of already
5 implemented funding increases and provide explanations for
6 any planned implementation of funding increases that have not
7 yet occurred. For any planned implementation of funding
8 increases that have not yet occurred, the department shall
9 provide an expected implementation date and the reasons for
10 delayed implementation.

11 Sec. 232. (1) The department shall provide the approved
12 spending plan for each line item receiving an appropriation
13 in the current fiscal year to the senate and house
14 appropriations subcommittees on the department budget and the
15 senate and house fiscal agencies within 60 days of approval
16 by the department but not later than January 15 of the
17 current fiscal year. Compliance with this section is not met
18 unless a line-item appropriation name is included in all
19 places that a line-item appropriation number is listed. The
20 spending plan shall include the following information
21 regarding planned expenditures for each category: allocation
22 in the previous period, change in the allocation, and new
23 allocation. The spending plan shall include the following
24 information regarding each revenue source for the line item:
25 category of the fund source indicated by general fund/general
26 purpose, state restricted, local, private or federal. Figures
27 included in the approved spending plan shall not be assumed
28 to constitute the actual final expenditures, as line items
29 may be updated on an as-needed basis to reflect changes in



1 projected expenditures and projected revenue. The department
2 shall supplement the spending plan information by providing a
3 list of all active contracts and grants in the department's
4 contract system. For amounts listed in the other contracts
5 category of each spending plan, the department shall provide
6 a list of all contracts and grants and amounts for the
7 current fiscal year, and include the name of the line item
8 and the name of the fund source related to each contract or
9 grant and amount. For amounts listed in the all other costs
10 category of each spending plan, the department shall provide
11 a list detailing planned expenditures and amounts for the
12 current fiscal year, and include the name of the line item
13 and the name of the fund source related to each amount and
14 expenditure.

15 (2) Notwithstanding any other appropriation authority
16 granted in part 1, the department shall not appropriate any
17 additional general fund/general purpose funds or any related
18 federal and state restricted funds without providing a
19 written 30-day notice to the senate and house appropriations
20 subcommittees on the department budget, the senate and house
21 fiscal agencies, and the senate and house policy offices.

22 Sec. 233. If the state administrative board, acting
23 under section 3 of 1921 PA 2, MCL 17.3, transfers funds from
24 an amount appropriated under this article, the legislature
25 may, by a concurrent resolution adopted by a majority of the
26 members elected to and serving in each house, inter-transfer
27 funds within this article for the particular department,
28 board, commission, officer, or institution.

29 Sec. 234. The departments and agencies receiving



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

7 Sec. 235. Any coronavirus relief funds appropriated in
8 part 1 for which expenditures have not been incurred as of
9 December 30, 2020 are unappropriated and immediately
10 reappropriated for deposit into the unemployment compensation
11 fund established under section 26 of the Michigan employment
12 security act, 1936 (Ex Sess) PA 1, MCL 421.26, to support
13 costs incurred from March 1, 2020 through December 30, 2020
14 due to the COVID-19 public health emergency.

15 Sec. 240. Appropriations in part 1 shall, to the extent
16 possible by the department, not be expended in cases where
17 existing work project authorization is available for the same
18 expenditures.

19 Sec. 251. On a monthly basis, the department shall
20 report to the senate and house appropriations subcommittees
21 on the department budget, the senate and house fiscal
22 agencies, and the state budget office on any line-item
23 appropriation for which the department estimates total annual
24 expenditures would exceed the funds appropriated for that
25 line-item appropriation by 5% or more. The department shall
26 provide a detailed explanation for any relevant line-item
27 appropriation exceedance and shall identify the corrective
28 actions undertaken to mitigate line-item appropriation
29 expenditures from exceeding the funds appropriated for that



1 line-item appropriation by a greater amount. This section
2 does not apply for line-item appropriations that are part of
3 the May revenue estimating conference caseload and
4 expenditure estimates.

5 Sec. 252. The appropriations in part 1 for Healthy
6 Michigan plan - behavioral health, Healthy Michigan plan
7 administration, and Healthy Michigan plan are contingent on
8 the provisions of the social welfare act, 1939 PA 280, MCL
9 400.1 to 400.119b, that were contained in 2013 PA 107 not
10 being amended, repealed, or otherwise altered to eliminate
11 the Healthy Michigan plan. If that occurs, then, upon the
12 effective date of the amendatory act that amends, repeals, or
13 otherwise alters those provisions, the remaining funds in the
14 Healthy Michigan plan - behavioral health, Healthy Michigan
15 plan administration, and Healthy Michigan plan line items
16 shall only be used to pay previously incurred costs and any
17 remaining appropriations shall not be allotted to support
18 those line items.

19 Sec. 253. (1) From the funds appropriated in part 1 for
20 any information technology system or project, the department
21 shall implement an agile software development plan that is
22 funded with a time and materials contract.

23 (2) The state shall be the owner of software described
24 in subsection (1) or it shall be committed to the public
25 domain.

26 (3) The department shall choose a product owner that
27 will implement a user-centered design that includes user
28 stories into the development of any information technology
29 system. The product owner must be an employee of the



1 department who has specific work experience relevant to the
2 information technology system or project.

3 (4) At the commencement of the project, the department
4 shall report to the house and senate appropriations
5 subcommittees on the department budget, the house and senate
6 fiscal agencies, and the state budget office on the
7 individual who has been chosen as the product owner.

8 (5) For any expenditures associated with the development
9 of systems or projects subject to subsections (1), (2), (3),
10 and (4), the department shall provide updates as requested by
11 the chairs of the house and senate appropriations committees
12 or the chairs of the house and senate appropriations
13 subcommittees on the department budget. Information updates
14 provided by the department, upon request, shall also be
15 accessible to the house and senate fiscal agencies, the house
16 and senate policy offices, and the state budget office on the
17 status of the work completed to date. The updates shall
18 include demonstrations of the completed work during the
19 sprint period. During these demonstrations, the department
20 shall provide a quality assessment surveillance plan as shown
21 in appendix B of "De-risking custom technology projects" from
22 the United States General Services Administration. At each
23 demonstration, the department shall validate which user
24 stories have been included into the software development and
25 the remaining user stories that will be included into the
26 product.

27 (6) As used in this section:

28 (a) "Agile software development" means the use of
29 development methodologies using iterative development with



1 work completed by cross-functional teams of software
2 development.

3 (b) "Product owner" means a department employee who
4 iteratively prioritizes and defines the work for the product
5 team, works with users, stakeholders, technologists, and the
6 software vendor to envision the direction for the product,
7 and ensures that value is being delivered to end users as
8 quickly as possible.

9 (c) "User centered design" means software development
10 that places the highest priority on the needs of the specific
11 people who are expected to use the software.

12 (d) "User stories" means a task that the agile software
13 development team will focus on over a given 2-week
14 development period and includes clearly labeled progress
15 towards meeting the needs of the end users.

16 Sec. 256. The department may, in consultation with the
17 Michigan department of education, the Michigan domestic and
18 sexual violence prevention and treatment board, and the
19 Michigan Coalition to End Domestic and Sexual Violence,
20 redraft the curriculum for the "Growing Up & Staying Healthy"
21 and "Healthy & Responsible Relationships" modules to include
22 age-appropriate information about the importance of consent,
23 setting and respecting personal boundaries, and the
24 prevention of child sexual abuse as outlined in MCL 380.1505
25 and consistent with the recommendations and guidelines set by
26 the task force on the prevention of sexual abuse of children
27 created under section 12b of the child protection law, 1975
28 PA 238, MCL 722.632b, and the prevention of sexual assault
29 and dating violence.



1 Sec. 258. In collaboration with the department of
2 education, the department shall promote and support
3 initiatives in schools and other educational organizations
4 that include, but are not limited to, training for educators,
5 teachers, and other personnel in school settings for all of
6 the following:

7 (a) The utilization of trauma-informed practices.

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

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

12 Sec. 263. (1) Except as otherwise provided in this
13 subsection, before submission of a waiver, a state plan
14 amendment, or a similar proposal to CMS or other federal
15 agency, the department shall provide written notification of
16 the planned submission to the house and senate appropriations
17 subcommittees on the department budget, the house and senate
18 fiscal agencies and policy offices, and the state budget
19 office. This subsection does not apply to the submission of a
20 waiver, a state plan amendment, or similar proposal that does
21 not propose a material change or is outside of the ordinary
22 course of waiver, state plan amendment, or similar proposed
23 submissions.

24 (2) The department shall provide written reports on a
25 semiannual basis to the senate and house appropriations
26 subcommittees on the department budget, the senate and house
27 fiscal agencies, and the state budget office summarizing the
28 status of any new or ongoing discussions with CMS or the
29 United States Department of Health and Human Services or



1 other federal agency regarding potential or future waiver
2 applications as well as the status of submitted waivers that
3 have not yet received federal approval. If, at the time a
4 semiannual report is due, there are no reportable items, then
5 no report is required to be provided.

6 Sec. 264. The department shall not take disciplinary
7 action against an employee of the department or departmental
8 agency in the state classified civil service because the
9 employee communicates with a member of the legislature or his
10 or her staff, unless the communication is prohibited by law
11 and the department or agency taking disciplinary action is
12 exercising its authority as provided by law.

13 Sec. 270. The department shall advise the legislature of
14 the receipt of a notification from the attorney general's
15 office of a legal action in which expenses had been recovered
16 according to section 106(6) of the social welfare act, 1939
17 PA 280, MCL 400.106. By February 1 of the current fiscal
18 year, the department shall submit a written report to the
19 house and senate appropriations subcommittees on the
20 department budget, the house and senate fiscal agencies, and
21 the state budget office that includes, at a minimum, all of
22 the following:

23 (a) The total amount recovered from the legal action.

24 (b) The program or service for which the money was
25 originally expended.

26 (c) Details on the disposition of the funds recovered
27 such as the appropriation or revenue account in which the
28 money was deposited.

29 (d) A description of the facts involved in the legal



1 action.

2 Sec. 274. (1) The department, in collaboration with the
3 state budget office, shall submit to the house and senate
4 appropriations subcommittees on the department budget, the
5 house and senate fiscal agencies, and the house and senate
6 policy offices 1 week after the day the governor submits to
7 the legislature the budget for the ensuing fiscal year a
8 report on spending and revenue projections for each of the
9 capped federal funds listed below. The report shall contain
10 actual spending and revenue in the previous fiscal year,
11 spending and revenue projections for the current fiscal year
12 as enacted, and spending and revenue projections within the
13 executive budget proposal for the fiscal year beginning
14 October 1, 2021 for each individual line item for the
15 department budget. The report shall also include federal
16 funds transferred to other departments. The capped federal
17 funds shall include, but not be limited to, all of the
18 following:

19 (a) TANF.

20 (b) Title XX social services block grant.

21 (c) Title IV-B part I child welfare services block
22 grant.

23 (d) Title IV-B part II promoting safe and stable
24 families funds.

25 (e) Low-income home energy assistance program.

26 (2) It is the intent of the legislature that the
27 department, in collaboration with the state budget office,
28 not utilize capped federal funding for economics adjustments
29 for FTEs or other economics costs that are included as part



1 of the budget submitted to the legislature by the governor
2 for the ensuing fiscal year, unless there is a reasonable
3 expectation for increased federal funding to be available to
4 the department from that capped revenue source in the ensuing
5 fiscal year.

6 (3) By February 15 of the current fiscal year, the
7 department shall prepare an annual report of its efforts to
8 identify TANF maintenance of effort sources and rationale for
9 any increases or decreases from all of the following, but not
10 limited to:

- 11 (a) Other departments.
- 12 (b) Local units of government.
- 13 (c) Private sources.

14 Sec. 275. (1) On a quarterly basis, the department, with
15 the approval of the state budget director, is authorized to
16 realign sources between other federal, TANF, and capped
17 federal financing authorizations in order to maximize federal
18 revenues. This realignment of financing shall not produce a
19 gross increase or decrease in the department's total
20 individual line item authorizations, nor will it produce a
21 net increase or decrease in total federal revenues, or a net
22 increase in TANF authorization.

23 (2) On a quarterly basis the department shall report to
24 the house and senate appropriations subcommittees on the
25 department budget, the house and senate fiscal agencies, and
26 the house and senate policy offices on the realignment of
27 federal fund sources transacted to date in the current fiscal
28 year under the authority of subsection (1), including the
29 dates, line items, and amounts of the transactions.



1 (3) Within 30 days after the date on which year-end book
2 closing is completed, the department shall submit to the
3 house and senate appropriations subcommittees on the
4 department budget, the house and senate fiscal agencies, and
5 the house and senate policy offices a report on the
6 realignment of federal fund sources that took place as part
7 of the year-end closing process for the previous fiscal year.

8 Sec. 280. By March 1 of the current fiscal year, the
9 department shall provide a report to the house and senate
10 appropriations subcommittees on the department budget, the
11 house and senate fiscal agencies, the house and senate policy
12 offices, and the state budget director that provides all of
13 the following for each line item in part 1 containing
14 personnel-related costs, including the specific individual
15 amounts for salaries and wages, payroll taxes, and fringe
16 benefits:

17 (a) FTE authorization.

18 (b) Spending authorization for personnel-related costs,
19 by fund source, under the spending plan.

20 (c) Actual year-to-date expenditures for personnel-
21 related costs, by fund source, through the end of the prior
22 month.

23 (d) The projected year-end balance or shortfall for
24 personnel-related costs, by fund source, based on actual
25 monthly spending levels through the end of the prior month.

26 (e) A specific plan for addressing any projected
27 shortfall for personnel-related costs at either the gross or
28 fund source level.

29 Sec. 281. (1) No later than November 1 of the current



1 fiscal year, the department shall do all of the following:

2 (a) Certify in writing to the senate and house
3 appropriations committees that the department has received
4 certification from Great Lakes Community Engagement that
5 Great Lakes Community Engagement has destroyed all copies of
6 data received or collected under the Data Use and Non-
7 Disclosure Agreement Concerning Protected Health Information
8 or Other Confidential Information between the department and
9 Great Lakes Community Engagement, dated on or about April 14,
10 2020.

11 (b) Provide a copy to the senate and house
12 appropriations committees of the affidavit of destruction
13 from Great Lakes Community Engagement pursuant to the
14 agreement described in subdivision (a), or, if the department
15 has not received an affidavit of destruction from Great Lakes
16 Community Engagement, certify in writing to the senate and
17 house appropriations committees that the department has not
18 received such affidavit of destruction from Great Lakes
19 Community Engagement.

20 (c) Certify in writing to the senate and house
21 appropriations committees that no patient identifiable data
22 or personally identifiable information for the purposes of
23 contact tracing was sent to Great Lakes Community Engagement,
24 Michigan Public Health Institute; or EveryAction VAN.

25 (2) The appropriations in section 102 in part 1 are
26 contingent on compliance with the requirements described in
27 subsection (1).

28 Sec. 288. (1) Beginning October 1 of the current fiscal
29 year, no less than 90% of a new department contract supported



1 solely from state restricted funds or general fund/general
2 purpose funds and designated in this part or part 1 for a
3 specific entity for the purpose of providing services to
4 individuals shall be expended for such services after the
5 first year of the contract.

6 (2) The department may allow a contract to exceed the
7 limitation on administrative and services costs if it can be
8 demonstrated that an exception should be made to the
9 provision in subsection (1).

10 (3) By September 30 of the current fiscal year, the
11 department shall report to the house and senate
12 appropriations subcommittees on the department budget, house
13 and senate fiscal agencies, and state budget office on the
14 rationale for all exceptions made to the provision in
15 subsection (1) and the number of contracts terminated due to
16 violations of subsection (1).

17 Sec. 289. By March 1 of the current fiscal year, the
18 department shall provide to the senate and house
19 appropriations subcommittees on the department budget, the
20 senate and house fiscal agencies, and the senate and house
21 policy offices an annual report on the supervisor-to-staff
22 ratio by department divisions and subdivisions.

23 Sec. 290. Any public advertisement for public assistance
24 shall also inform the public of the welfare fraud hotline
25 operated by the department.

26 Sec. 295. (1) From the funds appropriated in part 1 to
27 agencies providing physical and behavioral health services to
28 multicultural populations, the department shall award grants
29 in accordance with the requirements of subsection (2). The



1 state is not liable for any spending above the contract
2 amount. Funds shall not be released until reporting
3 requirements under section 295 of 2019 PA 67 are satisfied.

4 (2) The department shall require each contractor
5 described in subsection (1) that receives greater than
6 \$1,000,000.00 in state grant funding to comply with
7 performance-related metrics to maintain their eligibility for
8 funding. The organizational metrics shall include, but not be
9 limited to, all of the following:

10 (a) Each contractor or subcontractor shall have
11 accreditations that attest to their competency and
12 effectiveness as behavioral health and social service
13 agencies.

14 (b) Each contractor or subcontractor shall have a
15 mission that is consistent with the purpose of the
16 multicultural agency.

17 (c) Each contractor shall validate that any
18 subcontractors utilized within these appropriations share the
19 same mission as the lead agency receiving funding.

20 (d) Each contractor or subcontractor shall demonstrate
21 cost-effectiveness.

22 (e) Each contractor or subcontractor shall ensure their
23 ability to leverage private dollars to strengthen and
24 maximize service provision.

25 (f) Each contractor or subcontractor shall provide
26 timely and accurate reports regarding the number of clients
27 served, units of service provision, and ability to meet their
28 stated goals.

29 (3) The department shall require an annual report from



1 the contractors described in subsection (2). The annual
2 report, due 60 days following the end of the contract period,
3 shall include specific information on services and programs
4 provided, the client base to which the services and programs
5 were provided, information on any wraparound services
6 provided, and the expenditures for those services. The
7 department shall provide the annual reports to the senate and
8 house appropriations subcommittees on health and human
9 services, the senate and house fiscal agencies, and the state
10 budget office.

11 Sec. 296. From the funds appropriated in part 1, the
12 department to the extent permissible under MCL 691.1408 is
13 responsible for the necessary and reasonable attorney fees
14 and costs incurred by private and independent legal counsel
15 chosen by current and former classified and unclassified
16 department employees in the defense of the employees in any
17 state or federal lawsuit or investigation related to the
18 water system in a city or community in which a declaration of
19 emergency was issued because of drinking water contamination.

20 Sec. 297. (1) On a quarterly basis, the department shall
21 report to the senate and house appropriations committees, the
22 senate and house appropriations subcommittees on the
23 department budget, and the senate and house fiscal agencies
24 the following information:

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

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



1 reporting period.

2 (2) By April 1 of the current fiscal year and
3 semiannually thereafter, the department shall report to the
4 senate and house appropriations committees, the senate and
5 house appropriations subcommittees on the department budget,
6 and the senate and house fiscal agencies the following
7 information:

8 (a) Number of employees that were engaged in remote work
9 in 2020.

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

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

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

16 Sec. 299. (1) No state department or agency shall issue
17 a request for proposal (RFP) for a contract in excess of
18 \$5,000,000.00, unless the department or agency has first
19 considered issuing a request for information (RFI) or a
20 request for qualification (RFQ) relative to that contract to
21 better enable the department or agency to learn more about
22 the market for the products or services that are the subject
23 of the RFP. The department or agency shall notify the
24 department of technology, management, and budget of the
25 evaluation process used to determine if an RFI or RFQ was not
26 necessary prior to issuing the RFP.

27 (2) From funds appropriated in part 1, for all RFPs
28 issued during the current fiscal year where an existing
29 service received proposals by multiple vendors, the



1 department shall notify all vendors within 30 days of the RFP
2 decision. The notification to vendors shall include details
3 on the RFP process, including the respective RFP scores and
4 the respective cost for each vendor. If the highest scored
5 RFP or lowest cost RFP does not receive the contract for an
6 existing service offered by the department, the notification
7 shall issue an explanation for the reasons that the highest
8 scored RFP or lowest cost RFP did not receive the contract
9 and detail the incremental cost target amount or service
10 level required that was required to migrate the service to a
11 new vendor. Additionally, the department shall include in the
12 notification details as to why a cost or service difference
13 is justifiable if the highest scored or lowest cost vendor
14 does not receive the contract.

15 (3) The department shall submit to the senate and house
16 appropriations subcommittees on the department budget, the
17 senate and house fiscal agencies, the senate and house policy
18 offices, and the state budget office by September 30 of the
19 current fiscal year, a report that includes the following:

20 (a) A summary of all RFPs issued for a contract in
21 excess of \$5,000,000.00 including whether an RFI or RFQ was
22 considered, and whether an RFI or RFQ was issued before
23 issuing the RFP or whether the issuance of an RFI or RFQ was
24 determined not to be necessary.

25 (b) A summary of all RFPs during the current fiscal year
26 if an existing service received proposals by multiple
27 vendors.

28 (c) A list of all finalized RFPs if there was a
29 divergence from awarding the contract to the lowest-cost or



1 highest-scoring vendor, and details as to why a divergence is
2 justifiable as provided in the notification to vendors under
3 subsection (2).

4 (d) The cost or service threshold required by department
5 policy that must be satisfied in order for an existing
6 contract to be received by a new vendor.

7

8 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

9 Sec. 307. (1) From the funds appropriated in part 1 for
10 demonstration projects, \$950,000.00 shall be distributed as
11 provided in subsection (2). The amount distributed under this
12 subsection shall not exceed 50% of the total operating
13 expenses of the program described in subsection (2), with the
14 remaining 50% paid by local United Way organizations and
15 other nonprofit organizations and foundations.

16 (2) Funds distributed under subsection (1) shall be
17 distributed to Michigan 2-1-1, a nonprofit corporation
18 organized under the laws of this state that is exempt from
19 federal income tax under section 501(c)(3) of the internal
20 revenue code of 1986, 26 USC 501, and whose mission is to
21 coordinate and support a statewide 2-1-1 system. Michigan 2-
22 1-1 shall use the funds only to fulfill the Michigan 2-1-1
23 business plan adopted by Michigan 2-1-1 in January 2005.

24 (3) Michigan 2-1-1 shall refer to the department any
25 calls received reporting fraud, waste, or abuse of state-
26 administered public assistance.

27 (4) Michigan 2-1-1 shall report annually to the
28 department and the house and senate standing committees with
29 primary jurisdiction over matters relating to human services



1 and telecommunications on 2-1-1 system performance, the
 2 senate and house appropriations subcommittees on the
 3 department budget, and the senate and house fiscal agencies,
 4 including, but not limited to, call volume by health and
 5 human service needs and unmet needs identified through caller
 6 data and number and percentage of callers referred to public
 7 or private provider types.

8 Sec. 309. By April 1 of the current fiscal year the
 9 department, in consultation with stakeholders, shall design a
 10 demonstration project to implement web-based intensive
 11 information therapy within the Medicaid managed care program.
 12 The purpose of this demonstration project shall be to connect
 13 health care providers, beneficiaries, and Medicaid health
 14 plans for the purpose of addressing deficiencies in health
 15 literacy and its potential impact on a beneficiary's health
 16 disparities, care compliance, health outcomes per capita
 17 expenditures, and per capita utilization.

18 Sec. 316. From the funds appropriated in part 1 for
 19 terminal leave payments, the department shall not spend in
 20 excess of its annual gross appropriation unless it identifies
 21 and requests a legislative transfer from another budgetary
 22 line item supporting administrative costs, as provided by
 23 section 393(2) of the management and budget act, 1984 PA 431,
 24 MCL 18.1393.

25

26 **CHILD SUPPORT ENFORCEMENT**

27 Sec. 401. (1) The appropriations in part 1 assume a
 28 total federal child support incentive payment of
 29 \$26,000,000.00.



1 (2) From the federal money received for child support
2 incentive payments, \$11,500,000.00 shall be retained by the
3 state and expended for child support program expenses.

4 (3) From the federal money received for child support
5 incentive payments, \$14,500,000.00 shall be paid to the
6 counties based on each county's performance level for each of
7 the federal performance measures as established in 45 CFR
8 305.2.

9 (4) If the child support incentive payment to the state
10 from the federal government is greater than \$26,000,000.00,
11 then 100% of the excess shall be retained by the state and is
12 appropriated until the total retained by the state reaches
13 \$15,397,400.00.

14 (5) If the child support incentive payment to the state
15 from the federal government is greater than the amount needed
16 to satisfy the provisions identified in subsections (1), (2),
17 (3), and (4), the additional funds shall be subject to
18 appropriation by the legislature.

19 (6) If the child support incentive payment to the state
20 from the federal government is less than \$26,000,000.00, then
21 the state and county share shall each be reduced by 50% of
22 the shortfall.

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

29 (2) Each county whose retained child support collections



1 in the current fiscal year exceed its fiscal year 2004-2005
2 retained child support collections, excluding tax offset and
3 financial institution data match collections in both the
4 current fiscal year and fiscal year 2004-2005, shall receive
5 its proportional share of the 75% excess.

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

16 (2) The department shall notify the chairs of the house
17 and senate appropriations subcommittees on the department
18 budget and the house and senate fiscal agencies within 15
19 days of the authorization adjustment in subsection (1).
20

21 **COMMUNITY SERVICES AND OUTREACH**

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



1 (a) Increasing school attendance and decreasing chronic
2 absenteeism.

3 (b) Increasing academic performance based on grades with
4 emphasis on math and reading.

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

7 (d) Increasing parent involvement with the parent's
8 child's school and community.

9 (2) By July 15 of the current fiscal year, the Northeast
10 Michigan Community Service Agency shall provide reports to
11 the department on the number of children and families served
12 and the services that were provided to families to meet the
13 performance objectives identified in this section. The
14 department shall distribute the reports within 1 week after
15 receipt to the senate and house appropriations subcommittees
16 on the department budget, the senate and house fiscal
17 agencies, the senate and house policy offices, and the state
18 budget office.

19 Sec. 452. From the funds appropriated in part 1 for
20 crime victim justice assistance grants, the department shall
21 continue to support forensic nurse examiner programs to
22 facilitate training for improved evidence collection for the
23 prosecution of sexual assault. The funds shall be used for
24 program coordination and training.

25 Sec. 453. (1) From the funds appropriated in part 1 for
26 homeless programs, the department shall maintain emergency
27 shelter program per diem rates at \$18.00 per bed night to
28 support efforts of shelter providers to move homeless
29 individuals and households into permanent housing as quickly



1 as possible. Expected outcomes are increased shelter
2 discharges to stable housing destinations, decreased
3 recidivism rates for shelter clients, and a reduction in the
4 average length of stay in emergency shelters.

5 (2) By March 1 of the current fiscal year, the
6 department shall submit to the house and senate
7 appropriations subcommittees on the department budget, the
8 house and senate fiscal agencies, the house and senate policy
9 offices, and the state budget office a report on the total
10 amount expended for the program in the previous year, as well
11 as the total number of shelter nights provided and the
12 average length of stay in an emergency shelter.

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

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



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

5 Sec. 456. From the funds appropriated in part 1 for
6 homeless programs, the department shall allocate \$90,000.00
7 to reimburse public service agencies that provide
8 documentation of paying birth certificate fees on behalf of
9 category 1 homeless clients at county clerk's offices. Public
10 service agencies shall be reimbursed for the cost of the
11 birth certificate fees quarterly until this allocation is
12 fully spent.

13 Sec. 457. (1) From the funds appropriated in part 1 for
14 the uniform statewide sexual assault evidence kit tracking
15 system, in accordance with the final report of the Michigan
16 sexual assault evidence kit tracking and reporting
17 commission, \$800,000.00 is allocated from the sexual assault
18 evidence tracking fund to contract for the administration of
19 a uniform statewide sexual assault evidence kit tracking
20 system. The system shall include the following:

21 (a) A uniform statewide system to track the submission
22 and status of sexual assault evidence kits.

23 (b) A uniform statewide system to audit untested kits
24 that were collected on or before March 1, 2015 and were
25 released by victims to law enforcement.

26 (c) Secure electronic access for victims.

27 (d) The ability to accommodate concurrent data entry
28 with kit collection through various mechanisms, including web
29 entry through computer or smartphone, and through scanning



1 devices.

2 (2) By March 30 of the current fiscal year, the
3 department shall submit to the senate and house
4 appropriations subcommittees on the department budget, the
5 senate and house fiscal agencies, the senate and house policy
6 offices, and the state budget office a status report on the
7 administration of the uniform statewide sexual assault
8 evidence kit tracking system, including operational status
9 and any known issues regarding implementation.

10 (3) The sexual assault evidence tracking fund
11 established in section 1451 of 2017 PA 158 shall continue to
12 be maintained in the department of treasury. Money in the
13 sexual assault evidence tracking fund at the close of a
14 fiscal year shall remain in the sexual assault evidence
15 tracking fund and shall not revert to the general fund and
16 shall be appropriated as provided by law for the development
17 and implementation of a uniform statewide sexual assault
18 evidence kit tracking system as described in subsection (1).

19 (4) By September 30 of the current fiscal year, the
20 department shall submit to the senate and house
21 appropriations subcommittees on the department budget, the
22 senate and house fiscal agencies, the senate and house policy
23 offices, and the state budget office a report on the findings
24 of the annual audit of the proper submission of sexual
25 assault evidence kits as required by the sexual assault kit
26 evidence submission act, 2014 PA 227, MCL 752.931 to 752.935.
27 The report must include, but is not limited to, a detailed
28 county-by-county compilation of the number of sexual assault
29 evidence kits that were properly submitted and the number



1 that met or did not meet deadlines established in the sexual
2 assault kit evidence submission act, 2014 PA 227, MCL 752.931
3 to 752.935, the number of sexual assault evidence kits
4 retrieved by law enforcement after analysis, and the physical
5 location of all released sexual assault evidence kits
6 collected by health care providers in that year, as of the
7 date of the annual draft report for each reporting agency.

8 Sec. 458. From the funds appropriated in part 1 for
9 crime victim rights services grants, the department shall
10 allocate \$2,000,000.00 of crime victim's rights fund to
11 maintain increased grant funding to support the further use
12 of crime victim advocates in the criminal justice system. The
13 purpose of the additional funding is to increase available
14 grant funding for crime victim advocates to ensure that the
15 advocates have the resources, training, and funding needed to
16 respond to the physical and emotional needs of crime victims
17 and to provide victims with the necessary services,
18 information, and assistance in order to help them understand
19 and participate in the criminal justice system and experience
20 a measure of safety and security throughout the legal
21 process.

22 Sec. 459. From the funds appropriated in part 1 for
23 child advocacy centers, the department shall allocate
24 \$1,000,000.00 to provide additional funding to child advocacy
25 centers to support the general operations of child advocacy
26 centers. The purpose of this additional funding is to
27 increase the amount of services provided to children and
28 their families who are victims of abuse over the amount
29 provided in the previous fiscal year. None of the additional



1 funding directed in this section shall be used for purposes
2 other than those described under section 4 of the children's
3 advocacy center act, 2008 PA 544, MCL 722.1044.

4 Sec. 461. (1) From the funds appropriated in part 1 for
5 runaway and homeless youth grants, the department shall
6 maintain the recent \$500,000.00 state general fund/general
7 purpose revenue increase to funding to support the runaway
8 and homeless youth services program. The purpose of the
9 additional funding is to support current programs for
10 contracted providers that provide emergency shelter and
11 services to homeless and runaway youth.

12 (2) From the funds appropriated in part 1 for runaway
13 and homeless youth grants, the department shall allocate
14 \$400,000.00 to support runaway and homeless youth services
15 programs. The purpose of the additional funding is to support
16 current programs for contracted providers that provide
17 emergency shelter and services to homeless and runaway youth.

18 (3) By March 1 of the current fiscal year, the
19 department shall submit to the house and senate
20 appropriations subcommittees on the department budget, the
21 house and senate fiscal agencies, the house and senate policy
22 offices, and the state budget office a report on the total
23 amount expended for runaway and homeless youth services
24 programs in the previous year, as well as the total number of
25 shelter nights for youth provided.

26 Sec. 462. (1) If funding becomes available from the
27 funds appropriated in part 1 for crime victim justice
28 assistance grants, the department shall allocate
29 \$4,000,000.00 to implement 4 trauma recovery center program



1 pilot projects. The pilot projects shall utilize the
2 evidence-informed integrated trauma recovery services model
3 developed by the University of California - San Francisco for
4 service provision and shall be located in a city with a
5 population between 52,300 and 55,000 according to the most
6 recent federal decennial census, in a city with a population
7 between 100,000 and 105,000 according to the most recent
8 federal decennial census, in a city with a population between
9 150,000 and 200,000 according to the most recent federal
10 decennial census, and in a city with a population greater
11 than 500,000 according to the most recent federal decennial
12 census.

13 (2) It is the intent of the legislature that each pilot
14 project shall be designed to last at least 3 years.

15 (3) If funding becomes available, by March 1 of the
16 current fiscal year, the department shall report to the
17 senate and house subcommittees on the department budget, the
18 senate and house fiscal agencies, the senate and house policy
19 offices, and the state budget office on all of the following:

20 (a) The number of participants by pilot project site.

21 (b) The number of participants by crime type, broken
22 down by pilot project site.

23 (c) The number of direct service providers by pilot
24 project site.

25 (d) The number of direct services provided, broken down
26 by type of service and by pilot project site.

27 (e) The administrative costs by pilot project site.

28 (f) The average length of service provision by pilot
29 project site.



1 (g) The average length of service provision, broken down
2 by type of service and by pilot project site.

3 (h) The average cost per participant by pilot project
4 site.

5
6 **CHILDREN'S SERVICES AGENCY - CHILD WELFARE**

7 Sec. 501. (1) A goal is established that not more than
8 25% of all children in foster care at any given time during
9 the current fiscal year, if in the best interest of the
10 child, will have been in foster care for 24 months or more.

11 (2) By March 1 of the current fiscal year, the
12 department shall provide to the senate and house
13 appropriations subcommittees on the department budget, the
14 senate and house fiscal agencies, the senate and house policy
15 offices, and the state budget office a report describing the
16 steps that will be taken to achieve the specific goal
17 established in this section and on the percentage of children
18 who currently are in foster care and who have been in foster
19 care a total of 24 or more months.

20 Sec. 502. From the funds appropriated in part 1 for
21 foster care, the department shall provide 50% reimbursement
22 to Indian tribal governments for foster care expenditures for
23 children who are under the jurisdiction of Indian tribal
24 courts and who are not otherwise eligible for federal foster
25 care cost sharing.

26 Sec. 503. (1) In accordance with the final report of the
27 Michigan child welfare performance-based funding task force
28 issued in response to section 503 of article X of 2013 PA 59,
29 the department shall continue to review, update, or develop



1 actuarially sound case rates for necessary child welfare
2 foster care case management services that achieve permanency
3 by the department and private child placing agencies in a
4 prospective payment system under a performance-based funding
5 model.

6 (2) From the funds appropriated in part 1, by March 1 of
7 the current fiscal year, the department shall allocate
8 \$250,000.00 to provide to the senate and house appropriations
9 committees on the department budget, the senate and house
10 fiscal agencies and policy offices, and the state budget
11 office a report on a full cost analysis to provide annual
12 actuarially sound rates for foster care child placing agency
13 administrative rates and child caring institution residential
14 rates. The report shall include, but not be limited to, all
15 rate factors necessary for consideration and shall give
16 estimates on the cost to implement actuarially sound rates
17 based on actual child welfare data.

18 (3) In accordance with the final report of the Michigan
19 child welfare performance-based funding task force issued in
20 response to section 503 of article X of 2013 PA 59, the
21 department shall continue an independent, third-party
22 evaluation of the performance-based funding model.

23 (4) The department shall only implement the performance-
24 based funding model into additional counties where the
25 department, private child welfare agencies, the county, and
26 the court operating within that county have signed a
27 memorandum of understanding that incorporates the intentions
28 of the concerned parties in order to implement the
29 performance-based funding model.



1 (5) The department, in conjunction with members from
2 both the house of representatives and senate, private child
3 placing agencies, the courts, and counties shall continue to
4 implement the recommendations that are described in the
5 workgroup report that was provided in section 503 of article
6 X of 2013 PA 59 to establish a performance-based funding for
7 public and private child welfare services providers. The
8 department shall provide quarterly reports on the status of
9 the performance-based contracting model to the senate and
10 house appropriations subcommittees on the department budget,
11 the senate and house standing committees on families and
12 human services, and the senate and house fiscal agencies and
13 policy offices.

14 (6) From the funds appropriated in part 1 for the
15 performance-based funding model pilot, the department shall
16 continue to work with the West Michigan Partnership for
17 Children Consortium on the implementation of the performance-
18 based funding model pilot. The consortium shall accept and
19 comprehensively assess referred youth, assign cases to
20 members of its continuum or leverage services from other
21 entities, and make appropriate case management decisions
22 during the duration of a case. The consortium shall operate
23 an integrated continuum of care structure, with services
24 provided by both private and public agencies, based on
25 individual case needs. The consortium shall demonstrate
26 significant organizational capacity and competencies,
27 including experience with managing risk-based contracts,
28 financial strength, experienced staff and leadership, and
29 appropriate governance structure.



1 Sec. 504. (1) From the funds appropriated in part 1, the
2 department shall continue the master agreement with the West
3 Michigan Partnership for Children Consortium for the fourth
4 year of the planned 5-year agreement to pilot a performance-
5 based child welfare contracting pilot program. The consortium
6 shall consist of a network of affiliated child welfare
7 service providers that will accept and comprehensively assess
8 referred youth, assign cases to members of its continuum or
9 leverage services from other entities, and make appropriate
10 case management decisions during the duration of a case.

11 (2) As a condition for receiving the funding in part 1,
12 the West Michigan Partnership of Children Consortium shall
13 maintain a revised contract agreement with the department
14 that supports the transition to a global capitated payment
15 model. The capitated payment amount shall be based on
16 historical averages of the number of children served in Kent
17 County and for the costs per foster care case. The West
18 Michigan Partnership for Children Consortium is required to
19 manage the cost of the child population it serves. The
20 capitated payment amount shall be reviewed and adjusted no
21 less than twice during the current fiscal year or due to any
22 policy changes implemented by the department that result in a
23 volume of placements that differ in a statistically
24 significant manner from the amount allocated in the annual
25 contract between the department and the West Michigan
26 Partnership for Children as determined by an independent
27 actuary as well as to account for changes in case volumes and
28 any statewide rate increases that are implemented. The
29 contract agreement requires that the West Michigan



1 Partnership for Children Consortium shall maintain the
2 following stipulations and conditions:

3 (a) That the service component of the capitated payment
4 will be calculated assuming rates paid to providers under the
5 pilot program are generally consistent with the department's
6 payment policies for providers throughout the rest of this
7 state.

8 (b) To maintain a risk reserve of at least \$1,500,000.00
9 to ensure it can meet unanticipated expenses within a given
10 fiscal year.

11 (c) That until the risk reserve is established, the West
12 Michigan Partnership for Children Consortium shall submit to
13 the department a plan for how they will manage expenses to
14 fit within their capitated payment revenue. The department
15 shall review and approve any new investments in provider
16 payments above statewide rates and norms to ensure they are
17 supported by offsetting savings so that costs remain within
18 available revenue.

19 (d) To cooperate with the department on an independent
20 fiscal analysis of costs incurred and revenues received
21 during the course of the pilot program to date.

22 (3) By March 1 of the current fiscal year, the
23 consortium shall provide to the department and the house and
24 senate appropriations subcommittees on the department budget
25 a report on the consortium, including, but not limited to,
26 actual expenditures, number of children placed by agencies in
27 the consortium, fund balance of the consortium, and the
28 outcomes measured.

29 Sec. 505. By March 1 of the current fiscal year, the



1 department shall provide to the senate and house
2 appropriations subcommittees on the department budget, the
3 senate and house fiscal agencies and policy offices, and the
4 state budget office a report for youth referred or committed
5 to the department for care or supervision in the previous
6 fiscal year and in the first quarter of the current fiscal
7 year outlining the number of youth served by the department
8 within the juvenile justice system, the type of setting for
9 each youth, performance outcomes, and financial costs or
10 savings.

11 Sec. 506. From the funds appropriated in part 1 for
12 attorney general contract, by March 1 of the current fiscal
13 year, the department shall submit to the senate and house
14 appropriations subcommittees on the department budget, the
15 senate and house fiscal agencies, the senate and house policy
16 offices, and the state budget office, a report on the
17 juvenile justice system in any county in which funds
18 appropriated in part 1 are expended. The report shall
19 include, but not be limited to, the following:

20 (a) The number of youth referred or committed to the
21 department for care or supervision in the previous fiscal
22 year and in the first quarter of the current fiscal year.

23 (b) The number of youth referred or committed to the
24 care or supervision of the county in which funds appropriated
25 in part 1 were expended for the previous fiscal year and the
26 first quarter of the current fiscal year.

27 (c) The type of setting for each youth referred or
28 committed for care or supervision, any applicable performance
29 outcomes, and identified financial costs or savings.



1 Sec. 507. The department's ability to satisfy
2 appropriation deducts in part 1 for foster care private
3 collections shall not be limited to collections and accruals
4 pertaining to services provided only in the current fiscal
5 year but may include revenues collected during the current
6 fiscal year for services provided in prior fiscal years.

7 Sec. 508. (1) In addition to the amount appropriated in
8 part 1 for children's trust fund grants, money granted or
9 money received as gifts or donations to the children's trust
10 fund created by 1982 PA 249, MCL 21.171 to 21.172, is
11 appropriated for expenditure.

12 (2) For the funds described in subsection (1), the
13 department shall ensure that administrative delays are
14 avoided and the local grant recipients and direct service
15 providers receive money in an expeditious manner. The
16 department and board shall make available the children's
17 trust fund contract funds to grantees within 31 days of the
18 start date of the funded project.

19 Sec. 509. By October 1 of the current fiscal year, from
20 the funds appropriated in part 1 for adoption support
21 services, \$1,000,000.00 and any eligible federal matching
22 funds shall be allocated to increase contracted rates paid to
23 private child placing agencies for adoption placement rates.

24 Sec. 511. The department shall provide reports on a
25 semiannual basis to the senate and house appropriations
26 subcommittees on the department budget, the senate and house
27 standing committees on families and human services, and the
28 senate and house fiscal agencies and policy offices on the
29 number and percentage of children who received timely



1 physical and mental health examinations after entry into
2 foster care. The goal of the program is that at least 85% of
3 children shall have an initial medical and mental health
4 examination within 30 days after entry into foster care.

5 Sec. 512. As required by the settlement, by March 1 of
6 the current fiscal year, the department shall report to the
7 senate and house appropriations subcommittees on the
8 department budget, the senate and house fiscal agencies, the
9 senate and house policy offices, and the state budget office
10 on the following information for cases of child abuse or
11 child neglect from the previous fiscal year:

12 (a) The total number of relative care placements.

13 (b) The total number of relatives with a placement who
14 became licensed.

15 (c) A list of the reasons from a sample of cases where
16 relatives were denied foster home licensure as documented by
17 the department.

18 Sec. 513. (1) The department shall not expend funds
19 appropriated in part 1 to pay for the direct placement by the
20 department of a child in an out-of-state facility unless all
21 of the following conditions are met:

22 (a) There is no appropriate placement available in this
23 state as determined by the department interstate compact
24 office.

25 (b) An out-of-state placement exists that is nearer to
26 the child's home than the closest appropriate in-state
27 placement as determined by the department interstate compact
28 office.

29 (c) The out-of-state facility meets all of the licensing



1 standards of this state for a comparable facility.

2 (d) The out-of-state facility meets all of the
3 applicable licensing standards of the state in which it is
4 located.

5 (e) The department has done an on-site visit to the out-
6 of-state facility, reviewed the facility records, reviewed
7 licensing records and reports on the facility, and believes
8 that the facility is an appropriate placement for the child.

9 (2) The department shall not expend money for a child
10 placed in an out-of-state facility without approval of the
11 executive director of the children's services agency.

12 (3) The department shall submit an annual report by
13 March 1 of the current fiscal year to the state court
14 administrative office, the house and senate appropriations
15 subcommittees on the department budget, the house and senate
16 fiscal agencies, the house and senate policy offices, and the
17 state budget office on the number of Michigan children
18 residing in out-of-state facilities in the previous fiscal
19 year and shall include the total cost and average per diem
20 cost of these out-of-state placements to this state, and a
21 list of each such placement arranged by the Michigan county
22 of residence for each child.

23 Sec. 514. The department shall make a comprehensive
24 report concerning children's protective services (CPS) to the
25 legislature, including the senate and house policy offices
26 and the state budget director, by March 1 of the current
27 fiscal year, that shall include all of the following:

28 (a) Statistical information including, but not limited
29 to, all of the following:



1 (i) The total number of reports of child abuse or child
2 neglect investigated under the child protection law, 1975 PA
3 238, MCL 722.621 to 722.638, and the number of cases
4 classified under category I or category II and the number of
5 cases classified under category III, category IV, or category
6 V.

7 (ii) Characteristics of perpetrators of child abuse or
8 child neglect and the child victims, such as age,
9 relationship, race, and ethnicity and whether the perpetrator
10 exposed the child victim to drug activity, including the
11 manufacture of illicit drugs, that exposed the child victim
12 to substance abuse, a drug house, or methamphetamine.

13 (iii) The mandatory reporter category in which the
14 individual who made the report fits, or other categorization
15 if the individual is not within a group required to report
16 under the child protection law, 1975 PA 238, MCL 722.621 to
17 722.638.

18 (iv) The number of cases that resulted in the separation
19 of the child from the parent or guardian and the period of
20 time of that separation, up to and including termination of
21 parental rights.

22 (v) For the reported complaints of child abuse or child
23 neglect by teachers, school administrators, and school
24 counselors, the number of cases classified under category I
25 or category II and the number of cases classified under
26 category III, category IV, or category V.

27 (vi) For the reported complaints of child abuse or child
28 neglect by teachers, school administrators, and school
29 counselors, the number of cases that resulted in separation



1 of the child from the parent or guardian and the period of
2 time of that separation, up to and including termination of
3 parental rights.

4 (b) New policies related to children's protective
5 services including, but not limited to, major policy changes
6 and court decisions affecting the children's protective
7 services system during the immediately preceding 12-month
8 period. The report shall also include a summary of the
9 actions undertaken and applicable expenditures to achieve
10 compliance with the office of the auditor general audit
11 number 431-1285-16.

12 (c) Statistical information regarding families that were
13 classified in category III, including, but not limited to,
14 all of the following:

15 (i) The total number of cases classified in category
16 III.

17 (ii) The number of cases in category III referred to
18 voluntary community services and closed with no additional
19 monitoring.

20 (iii) The number of cases in category III referred to
21 voluntary community services and monitored for up to 90 days.

22 (iv) The number of cases in category III for which the
23 department entered more than 1 determination that there was
24 evidence of child abuse or child neglect.

25 (v) The number of cases in category III that the
26 department reclassified from category III to category II.

27 (vi) The number of cases in category III that the
28 department reclassified from category III to category I.

29 (vii) The number of cases in category III that the



1 department reclassified from category III to category I that
2 resulted in a removal.

3 (d) Statistical information regarding category III
4 open/close policy including the number of cases that were
5 open/closed, the number of cases that were opened for
6 monitoring, and the 12-month recidivism rate for both.

7 (e) The department policy, or changes to the department
8 policy, regarding children who have been exposed to the
9 production or manufacture of methamphetamines.

10 Sec. 515. If a child protection services caseworker
11 requests approval for another child protection services
12 caseworker or other department employee to accompany them on
13 a home visit because the caseworker believes it would be
14 unsafe to conduct the home visit alone, the department shall
15 not deny the request.

16 Sec. 516. From funds appropriated in part 1 for child
17 care fund, the administrative or indirect cost payment equal
18 to 10% of a county's total monthly gross expenditures shall
19 be distributed to the county on a monthly basis and a county
20 is not required to submit documentation to the department for
21 any of the expenditures that are covered under the 10%
22 payment as described in section 117a(4)(b)(ii) and (iv) of the
23 social welfare act, 1939 PA 280, MCL 400.117a.

24 Sec. 517. The department shall retain the same title IV-
25 E appeals policy in place as of the fiscal year ending
26 September 30, 2017.

27 Sec. 518. Supervisors must make an initial read of a
28 caseworker's report on a child abuse or child neglect
29 investigation and note any corrections required, or approve



1 the report, within 5 business days. The caseworker must
2 resubmit a report that needs corrections within 3 business
3 days.

4 Sec. 519. The department shall permit any private agency
5 that has an existing contract with this state to provide
6 foster care services to be also eligible to provide treatment
7 foster care services.

8 Sec. 520. (1) The department shall submit a report to
9 the house and senate appropriations subcommittees on the
10 department budget, the house and senate fiscal agencies, the
11 house and senate policy offices, and the state budget office
12 by February 15 of the current fiscal year on the number of
13 days of care and expenditures by funding source for the
14 previous fiscal year for out-of-home placements by specific
15 placement programs for child abuse or child neglect and
16 juvenile justice, including, but not limited to, paid
17 relative placement, department direct family foster care,
18 private agency supervised foster care, private child caring
19 institutions, county-supervised facilities, court-supervised
20 facilities, and independent living. The report shall also
21 include the number of days of care for department-operated
22 residential juvenile justice facilities by security
23 classification.

24 (2) For the purposes of the report in subsection (1),
25 living arrangements include, but are not limited to, paid
26 relative placement, department direct family foster care,
27 private agency supervised foster care, private child caring
28 institutions, county-supervised facilities, court-supervised
29 facilities, and independent living.



1 Sec. 521. (1) From the funds appropriated in part 1 for
2 child care fund - indirect cost allotment, the department
3 shall allocate \$3,500,000.00 to counties and tribal
4 governments that receive reimbursements in part 1 from child
5 care fund.

6 (2) The amount described in subsection (1) shall be
7 distributed to each county or tribal government in the same
8 proportion as indirect cost allotments are provided to
9 counties in the manner described in section 117a of the
10 social welfare act, 1939 PA 280, MCL 400.117a.

11 Sec. 522. (1) From the funds appropriated in part 1 for
12 youth in transition, the department shall allocate
13 \$750,000.00 for scholarships through the fostering futures
14 scholarship program in the Michigan education trust to youths
15 who were in foster care because of child abuse or child
16 neglect and are attending a college or a career technical
17 educational institution located in this state. Of the funds
18 appropriated, 100% shall be used to fund scholarships for the
19 youths described in this section.

20 (2) On a semiannual basis, the department shall provide
21 a report to the senate and house appropriations subcommittees
22 on the department budget, the senate and house fiscal
23 agencies, the senate and house policy offices, and the state
24 budget office that includes the number of youths who received
25 scholarships and the amount of each scholarship, and the
26 total amount of funds spent or encumbered in the current
27 fiscal year.

28 Sec. 523. (1) By February 15 of the current fiscal year,
29 the department shall submit to the senate and house



1 appropriations subcommittees on the department budget, the
2 senate and house fiscal agencies, the senate and house policy
3 offices, and the state budget office a report on the families
4 first, family reunification, and families together building
5 solutions family preservation programs. The report shall
6 provide population and outcome data based on contractually
7 required follow-up evaluations for families who received
8 family preservation services and shall include information
9 for each program on any innovations that may increase child
10 safety and risk reduction.

11 (2) From the funds appropriated in part 1 for youth in
12 transition and domestic violence prevention and treatment,
13 the department is authorized to make allocations of TANF
14 revenue only to agencies that report necessary data to the
15 department for the purpose of meeting TANF eligibility
16 reporting requirements.

17 (3) By October 1 of the current fiscal year, from the
18 funds appropriated in part 1 for family preservation
19 services, the department shall allocate \$1,750,000.00 and any
20 eligible federal matching funds to increase rates paid to
21 current family preservation service providers in the
22 following manner:

23 (a) \$1,075,000.00 for the families first program.

24 (b) \$303,900.00 for the family reunification program.

25 (c) \$370,800.00 for the families together building
26 solutions program.

27 Sec. 524. As a condition of receiving funds appropriated
28 in part 1 for strong families/safe children, counties must
29 submit the service spending plan to the department by October



1 1 of the current fiscal year for approval. The department
2 shall approve the service spending plan within 30 calendar
3 days after receipt of a properly completed service spending
4 plan.

5 Sec. 525. The department shall implement the same on-
6 site evaluation processes for privately operated child
7 welfare and juvenile justice residential facilities as is
8 used to evaluate state-operated facilities. Penalties for
9 noncompliance shall be the same for privately operated child
10 welfare and juvenile justice residential facilities and
11 state-operated facilities.

12 Sec. 526. From the funds appropriated in part 1 for
13 court-appointed special advocates, the department shall
14 allocate \$500,000.00 to fund a project with a nonprofit,
15 community-based organization organized under the laws of this
16 state that are exempt from federal income tax under section
17 501(c)(3) of the internal revenue code of 1986, 26 USC 501,
18 located in a charter township with a population of between
19 16,000 and 17,000 according to the most recent federal
20 decennial census which charter township is located in a
21 county with a population of between 600,000 and 605,000
22 according to the most recent federal decennial census. The
23 nonprofit organization recipient shall have an existing
24 network of affiliate programs operating in at least 25
25 counties in this state. The nonprofit organization shall use
26 the funds to recruit, screen, train, and supervise volunteers
27 who provide advocacy services on behalf of abused and
28 neglected children.

29 Sec. 527. With the approval of the settlement monitor,



1 for the purposes of calculating adoption worker caseloads for
2 private child placing agencies, the department shall exclude
3 the following case types:

4 (a) Cases in which there are multiple applicants as that
5 term is defined in section 22(e) of chapter X of the probate
6 code of 1939, 1939 PA 288, MCL 710.22, also known as a
7 competing party case, in which the case has a consent motion
8 pending from Michigan's children's institute or the court for
9 more than 30 days.

10 (b) Cases in which a birth parent has an order or motion
11 for a rehearing or an appeal as of right that has been
12 pending for more than 15 days.

13 Sec. 530. (1) All master contracts relating to foster
14 care and adoption services as funded by the appropriations in
15 section 105 of part 1 shall be performance-based contracts
16 that employ a client-centered results-oriented process that
17 is based on measurable performance indicators and desired
18 outcomes and includes the annual assessment of the quality of
19 services provided.

20 (2) By February 1 of the current fiscal year, the
21 department shall provide the senate and house appropriations
22 subcommittees on the department budget, the senate and house
23 fiscal agencies and policy offices, and the state budget
24 office a report detailing measurable performance indicators,
25 desired outcomes, and an assessment of the quality of
26 services provided by the department during the previous
27 fiscal year.

28 Sec. 531. The department shall notify the house and
29 senate appropriations subcommittees on the department budget,



1 the house and senate fiscal agencies, and the house and
2 senate policy offices of any changes to a child welfare
3 master contract template, including the adoption master
4 contract template, the independent living plus master
5 contract template, the child placing agency foster care
6 master contract template, and the residential foster care
7 juvenile justice master contract template, not less than 30
8 days before the change takes effect.

9 Sec. 533. The department shall make payments to child
10 placing facilities for in-home and out-of-home care services
11 and adoption services within 30 days of receiving all
12 necessary documentation from those agencies. It is the intent
13 of the legislature that the burden of ensuring that these
14 payments are made in a timely manner and no payments are in
15 arrears is upon the department.

16 Sec. 534. The department shall submit to the senate and
17 house appropriations subcommittees on the department budget,
18 the senate and house fiscal agencies, the senate and house
19 policy offices, and the state budget office by March 1 of the
20 current fiscal year a report on the adoption subsidies
21 expenditures from the previous fiscal year. The report shall
22 include, but is not limited to, the range of annual adoption
23 support subsidy amounts, for both title IV-E eligible cases
24 and state-funded cases, paid to adoptive families, the number
25 of title IV-E and state-funded cases, the number of cases in
26 which the adoption support subsidy request of adoptive
27 parents for assistance was denied by the department, and the
28 number of adoptive parents who requested a redetermination of
29 adoption support subsidy.



1 Sec. 535. (1) By December 1 of the current fiscal year,
2 the department shall create a process in which unlicensed
3 relatives are reviewed and approved as meeting the standards
4 established for state licensing for foster care. For any
5 placements approved as meeting the standards established for
6 state licensing for foster care, the department shall seek
7 title IV-E claims for foster care maintenance payments and
8 foster care administrative payments.

9 (2) By March 1 of the current fiscal year, the
10 department shall submit to the senate and house
11 appropriations subcommittees on the department budget, the
12 senate and house fiscal agencies, and the senate and house
13 policy offices a report on the number of unlicensed relative
14 placements not approved as meeting the standards established
15 for state licensing and the status of title IV-E claims
16 described in subsection (1).

17 Sec. 536. By March 1 of the current fiscal year, the
18 department shall submit to the senate and house
19 appropriations subcommittees on the department budget, the
20 senate and house fiscal agencies, and the policy offices a
21 report on the status of the department's planned and achieved
22 implementation of the federal family first prevention
23 services act, Public Law 115-123. The report shall include,
24 but not be limited to, an estimate of the 5-year spending
25 plan for administrative and compliance costs, a summary of
26 all historical expenditures made to date for implementation
27 by line-item appropriation and program type, information
28 regarding compliance with title IV-E prevention requirements,
29 the status of statewide compliance with the qualified



1 residential treatment program requirements, a summary of
2 provider concerns with respect to requirements under the
3 qualified residential treatment program as that term is
4 defined in section 1 of 1973 PA 116, MCL 722.111, a detailed
5 methodology in determining any savings realized or estimated
6 from a reduction in congregate care or residential
7 placements, the department's conformity with federal model
8 licensing standards, the department's plan for tracking and
9 preventing child maltreatment deaths, and the department's
10 plan for extending John H. Chaffee foster care independence
11 programs up to age 23.

12 Sec. 538. By October 1 of the current fiscal year, the
13 department shall submit to the senate and house
14 appropriations subcommittees on the department budget, the
15 senate and house fiscal agencies, and the policy offices a
16 report on the status of the department's program improvement
17 plan associated with round 3 of the child and family services
18 review (CFSR). The report shall also include, but not be
19 limited to, a specific and detailed plan to provide an update
20 on areas of substantial nonconformity identified in the CFSR
21 such as the inadequacy of caseworker training provided by the
22 department, the estimated costs necessary to reduce travel
23 time for service delivery to rural areas, plans to improve
24 caseworker engagement to reduce maltreatment in care, and
25 steps undertaken by the department to emphasize permanency in
26 case planning. Additionally, the department shall include the
27 status for items currently being implemented and the
28 description and cost estimate for the implementation for
29 items that will be implemented in the current fiscal year.



1 Sec. 540. If a physician or psychiatrist who is
2 providing services to state or court wards placed in a
3 residential facility submits a formal request to the
4 department to change the psychotropic medication of a ward,
5 the department shall, if the ward is a state ward, make a
6 determination on the proposed change within 7 business days
7 after the request or, if the ward is a temporary court ward,
8 seek parental consent within 7 business days after the
9 request. If parental consent is not provided within 7
10 business days, the department shall petition the court on the
11 eighth business day.

12 Sec. 546. (1) From the funds appropriated in part 1 for
13 foster care payments and from child care fund, the department
14 shall pay providers of general foster care, independent
15 living, and trial reunification services not less than a
16 \$46.20 administrative rate.

17 (2) From the funds appropriated in part 1, the
18 department shall pay providers of independent living plus
19 services statewide per diem rates for staff-supported housing
20 and host-home housing based on proposals submitted in
21 response to a solicitation for pricing. The independent
22 living plus program provides staff-supported housing and
23 services for foster youth ages 16 through 19 who, because of
24 their individual needs and assessments, are not initially
25 appropriate for general independent living foster care.

26 (3) If required by the federal government to meet title
27 IV-E requirements, providers of foster care services shall
28 submit quarterly reports on expenditures to the department to
29 identify actual costs of providing foster care services.



1 (4) From the funds appropriated in part 1, the
2 department shall maintain rates that are no less than the
3 rates in place on March 20, 2020 provided to each private
4 provider of residential services.

5 Sec. 547. (1) From the funds appropriated in part 1 for
6 the guardianship assistance program, the department shall pay
7 a minimum rate that is not less than the approved age-
8 appropriate payment rates for youth placed in family foster
9 care.

10 (2) The department shall report quarterly to the state
11 budget office, the senate and house appropriations
12 subcommittees on the department budget, the senate and house
13 fiscal agencies, and the senate and house policy offices on
14 the number of children enrolled in the guardianship
15 assistance and foster care - children with serious emotional
16 disturbance waiver programs.

17 Sec. 550. (1) The department shall not offset against
18 reimbursement payments to counties or seek reimbursement from
19 counties for charges that were received by the department
20 more than 12 months before the department seeks to offset
21 against reimbursement. A county shall not request
22 reimbursement for and reimbursement payments shall not be
23 paid for a charge that is more than 12 months after the date
24 of service or original status determination when initially
25 submitted by the county.

26 (2) All service providers shall submit a request for
27 payment within 12 months after the date of service. Any
28 request for payment submitted 12 months or more after the
29 date of service requires the provider to submit an exception



1 request to the county or the department for approval or
2 denial.

3 (3) The county is not subject to any offset, chargeback,
4 or reimbursement liability for prior expenditures resulting
5 from an error in foster care fund source determinations.

6 Sec. 551. The department shall respond to counties
7 within 30 days regarding any request for a clarification
8 requested through the department's child care fund management
9 unit electronic mail address.

10 Sec. 552. Sixty days after a county's child care fund
11 on-site review is completed, the department shall provide the
12 results of the review to the county. The department shall not
13 evaluate the relevancy, quality, effectiveness, efficiency,
14 or impact of the services provided to youth of the county's
15 child care fund programs in the review. Pursuant to state
16 law, the department shall not release the results of the
17 review to a third-party without the permission of the county
18 being reviewed.

19 Sec. 558. From the funds appropriated in part 1 for
20 child welfare institute, by January 1 of the current fiscal
21 year, the department shall provide all the necessary training
22 and materials to designated private child placing agency
23 staff in order for all pre-service training requirements
24 specified by the settlement to be completed by private child
25 placing agency staff at agency facilities. It shall be
26 department policy that the designated private child placing
27 agency staff trained by the department to deliver training
28 are authorized to deliver pre-service training to any private
29 child placing agency staff, regardless of agency. This



1 section does not modify or amend current licensing,
2 certification, or subject matter standards required by
3 federal law, state law, or the settlement.

4 Sec. 559. (1) From the funds appropriated in part 1 for
5 adoption support services, the department shall allocate
6 \$250,000.00 to the Adoptive Family Support Network by
7 December 1 of the current fiscal year to operate and expand
8 its adoptive parent mentor program to provide a listening
9 ear, knowledgeable guidance, and community connections to
10 adoptive parents and children who were adopted in this state
11 or another state.

12 (2) The Adoptive Family Support Network shall submit to
13 the senate and house appropriations subcommittees on the
14 department budget, the senate and house fiscal agencies, the
15 senate and house policy offices, and the state budget office
16 by March 1 of the current fiscal year a report on the program
17 described in subsection (1), including, but not limited to,
18 the number of cases served and the number of cases in which
19 the program prevented an out-of-home placement.

20 Sec. 562. The department shall provide time and travel
21 reimbursements for foster parents who transport a foster
22 child to parent-child visitations. As part of the foster care
23 parent contract, the department shall provide written
24 confirmation to foster parents that states that the foster
25 parents have the right to request these reimbursements for
26 all parent-child visitations. The department shall provide
27 these reimbursements within 60 days of receiving a request
28 for eligible reimbursements from a foster parent.

29 Sec. 564. (1) The department shall develop a clear



1 policy for parent-child visitations. The local county
2 offices, caseworkers, and supervisors shall meet an 85%
3 success rate, after accounting for factors outside of the
4 caseworkers' control.

5 (2) Per the court-ordered number of required meetings
6 between caseworkers and a parent, the caseworkers shall
7 achieve a success rate of 85%, after accounting for factors
8 outside of the caseworkers' control.

9 (3) By March 1 of the current fiscal year, the
10 department shall provide to the senate and house
11 appropriations subcommittees on the department budget, the
12 senate and house fiscal agencies, the senate and house policy
13 offices, and the state budget office a report on the
14 following:

15 (a) The percentage of success rate for parent-child
16 visitations and court-ordered required meetings between
17 caseworkers referenced in subsections (1) and (2) for the
18 previous year.

19 (b) The barriers to achieve the success rates in
20 subsections (1) and (2) and how this information is tracked.

21 Sec. 567. The department shall submit to the senate and
22 house appropriations subcommittees on the department budget,
23 the senate and house fiscal agencies, the senate and house
24 policy offices, and the state budget office by March 1 of the
25 current fiscal year a report on transfer of medical passports
26 for children in foster care, including the following:

27 (a) From the total medical passports transferred, the
28 percentage that transferred within 2 weeks from the date of
29 placement or return to the home.



1 (b) From the total school records, the percentage that
2 transferred within 2 weeks from the date of placement or
3 return to the home.

4 (c) The implementation steps that have been taken to
5 improve the outcomes for the measures in subdivision (a).

6 Sec. 569. The department shall reimburse private child
7 placing agencies that complete adoptions at the rate
8 according to the date on which the petition for adoption and
9 required support documentation was accepted by the court and
10 not according to the date the court's order placing for
11 adoption was entered.

12 Sec. 573. (1) From the funds appropriated in part 1 for
13 foster care payments and child care fund, the department
14 shall, if funds become available, pay providers of foster
15 care services a per diem daily administrative rate for every
16 case on a caseworker's caseload for the duration of a case
17 from referral acceptance to the discharge of wardship.

18 (2) The department shall complete an actuarial study to
19 review case rates paid to private child placing agencies
20 every even-numbered year.

21 (3) The department shall submit a request to the
22 settlement monitor to define caseload ratios in the
23 settlement to only include active cases or to designate a
24 zero case weight for cases that are routed for case closure
25 but remain open to complete administrative activities.

26 Sec. 574. (1) From the funds appropriated for foster
27 care payments, \$375,000.00 is allocated to support family
28 incentive grants to private and community-based foster care
29 service providers to assist with home improvements or payment



1 for physical exams for applicants needed by foster families
2 and unlicensed relatives caring for a family member through
3 the child welfare system to accommodate children in foster
4 care.

5 (2) By March 1 of the current fiscal year, the
6 department shall submit to the house and senate
7 appropriations subcommittees on the department budget, the
8 house and senate fiscal agencies, the house and senate policy
9 offices, and the state budget office a report on the total
10 amount expended in the previous year for grants to private
11 and community-based foster care service providers for home
12 improvements or physical exams as referenced in subsection
13 (1) and the number of grants issued.

14 Sec. 575. From the funds appropriated in part 1 for
15 children's services administration, the department shall
16 allocate \$200,000.00 to provide support and coordinated
17 services to the kinship caregiver advisory council created in
18 the kinship caregiver advisory council act.

19 Sec. 583. By March 1 of the current fiscal year, the
20 department shall provide to the senate and house
21 appropriations subcommittees on the department budget, the
22 senate and house standing committees on families and human
23 services, the senate and house fiscal agencies and policy
24 offices, and the state budget office a report that includes:

25 (a) The number and percentage of foster parents that
26 dropped out of the program in the previous fiscal year and
27 the reasons the foster parents left the program and how those
28 figures compare to prior fiscal years.

29 (b) The number and percentage of foster parents



1 successfully retained in the previous fiscal year and how
2 those figures compare to prior fiscal years.

3 Sec. 585. The department shall make available at least 1
4 pre-service training class each month in which new
5 caseworkers for private foster care and adoption agencies can
6 enroll.

7 Sec. 588. (1) Concurrently with public release, the
8 department shall transmit all reports from the court-
9 appointed settlement monitor, including, but not limited to,
10 the needs assessment and period outcome reporting, to the
11 state budget office, the senate and house appropriations
12 subcommittees on the department budget, and the senate and
13 house fiscal agencies and policy offices, without revision.

14 (2) By October 1 of the current fiscal year, the
15 department shall submit to the senate and house
16 appropriations subcommittees on the department budget, the
17 senate and house fiscal agencies, and the policy offices a
18 detailed plan that will terminate and dismiss with prejudice
19 the settlement by September 30 of the current fiscal year.

20 Sec. 589. (1) From the funds appropriated in part 1 for
21 child care fund, the department shall pay 100% of the
22 administrative rate for all new cases referred to providers
23 of foster care services.

24 (2) On a quarterly basis, the department shall report on
25 the monthly number of all foster care cases administered by
26 the department and all foster care cases administered by
27 private providers.

28 Sec. 592. The department shall submit quarterly reports
29 to the chairs of the house and senate standing oversight



1 committees, the house and senate appropriations subcommittees
2 on the department budget, the house and senate fiscal
3 agencies, the house and senate policy offices, and the state
4 budget office that include data from children's protective
5 services staff for each of the following for the most recent
6 30-day period before the report is submitted:

7 (a) Percent of investigations commenced within 24 hours
8 after receiving a report.

9 (b) Percent of central registry reviews performed for
10 required individuals.

11 (c) Percent of face-to-face contacts made within the
12 established timeframe required by the department.

13 (d) In appropriate cases, the percent of sibling
14 placement evaluations completed when 1 or more children
15 remain in the home after a child has been removed.

16 (e) Percent of supervisory reviews performed in a timely
17 manner.

18 (f) Results of a department survey of child protective
19 services investigators on the number of investigators who are
20 concerned for his or her own personal safety.

21 (g) Percent of investigators using the mobile
22 application or other tool to document compliance.

23 Sec. 593. (1) The department shall conduct an annual
24 review in each county to determine if the county has adopted
25 and implemented standard child abuse and child neglect
26 investigation and interview protocols as required in section
27 8(6) of the child protection law, 1975 PA 238, MCL 722.628.

28 (2) By March 1 of the current fiscal year, the
29 department shall submit an annual report to the chairs of the



1 house and senate standing oversight committees, the
2 governor's task force on child abuse and neglect, the house
3 and senate appropriations subcommittees on the department
4 budget, the house and senate fiscal agencies, the house and
5 senate policy offices, and the state budget office on the
6 findings of each county's review described in subsection (1).

7 Sec. 594. From the funds appropriated in part 1 for
8 foster care payments, the department shall support regional
9 resource teams to provide for the recruitment, retention, and
10 training of foster and adoptive parents and shall expand the
11 Michigan youth opportunities initiative to all Michigan
12 counties. The purpose of this funding is to increase the
13 number of annual inquiries from prospective foster parents,
14 increase the number of nonrelative foster homes that achieve
15 licensure each year, increase the annual retention rate of
16 nonrelative foster homes, reduce the number of older foster
17 youth placed outside of family settings, and provide older
18 youth with enhanced support in transitioning to adulthood.

19 Sec. 595. (1) Due to the exigent circumstances found in
20 the department's children's protective services (CPS) program
21 by the office of the auditor general (OAG) audit number 431-
22 1285-16, from the funds appropriated in part 1, the
23 department shall expend the funding for children's protective
24 services - caseload staff in order to dedicate resources to
25 CPS investigations. The department shall hire staff from the
26 funds appropriated in part 1 for children's protective
27 services - caseload staff for the department to come into
28 compliance and sustain measured corrective action as
29 determined by the OAG for OAG audit number 431-1285-16.



1 (2) From the funds appropriated in part 1 for foster
2 care services - caseload staff, the department shall not
3 expend any funds on hiring foster care workers or licensing
4 workers and shall not assume any direct supervisory
5 responsibility of foster care cases unless 1 of the following
6 conditions is met:

7 (a) An initial review of the case indicated that the
8 case is not eligible for title IV-E reimbursement.

9 (b) The department is already providing direct foster
10 care service to 1 or more siblings of the child ordered into
11 a placement, and a department direct service provision can
12 provide placement to the entire sibling group.

13 (c) The court has ordered placement for only some of the
14 children in the family, requiring the department to monitor
15 the children remaining at home.

16 (3) From the funds appropriated in part 1 for foster
17 care payments, all new foster care cases coming into care
18 shall be placed with a private child placing agency
19 supervision unless any of the conditions in subsection (1)
20 are met or until the statewide ratio of foster care cases is
21 55% for private child placing agency supervision to 45%
22 department case management supervision respectively.

23 (4) This section does not require an individual county
24 to meet the case ratio described in subsection (3).

25 (5) This section does not modify or amend caseload
26 ratios required under the settlement.

27 Sec. 598. Partial child care fund reimbursements to
28 counties for undisputed charges shall be made within 45
29 business days after the receipt of the required forms and



1 documentation. The department shall notify a county within 15
2 business days after a disputed reimbursement request. The
3 department shall reimburse for corrected charges within 45
4 business days after a properly corrected submission by the
5 county.

6

7 **PUBLIC ASSISTANCE**

8 Sec. 601. Whenever a client agrees to the release of his
9 or her name and address to the local housing authority, the
10 department shall request from the local housing authority
11 information regarding whether the housing unit for which
12 vendoring has been requested meets applicable local housing
13 codes. Vendoring shall be terminated for those units that the
14 local authority indicates in writing do not meet local
15 housing codes until such time as the local authority
16 indicates in writing that local housing codes have been met.

17 Sec. 602. The department shall conduct a full evaluation
18 of an individual's assistance needs if the individual has
19 applied for disability more than 1 time within a 1-year
20 period.

21 Sec. 603. For any change in the income of a recipient of
22 the food assistance program, the family independence program,
23 or state disability assistance that results in a benefit
24 decrease, the department must notify the affected recipient
25 of the decrease in benefits amount no later than 15 work days
26 before the first day of the month in which the change takes
27 effect.

28 Sec. 604. (1) The department shall operate a state
29 disability assistance program. Except as provided in



1 subsection (3), persons eligible for this program shall
2 include needy citizens of the United States or aliens
3 exempted from the supplemental security income citizenship
4 requirement who are at least 18 years of age or emancipated
5 minors meeting 1 or more of the following requirements:

6 (a) A recipient of supplemental security income, social
7 security, or medical assistance due to disability or 65 years
8 of age or older.

9 (b) A person with a physical or mental impairment that
10 meets federal supplemental security income disability
11 standards, except that the minimum duration of the disability
12 shall be 90 days. Substance use disorder alone is not defined
13 as a basis for eligibility.

14 (c) A resident of an adult foster care facility, a home
15 for the aged, a county infirmary, or a substance use disorder
16 treatment center.

17 (d) A person receiving 30-day postresidential substance
18 use disorder treatment.

19 (e) A person diagnosed as having acquired
20 immunodeficiency syndrome.

21 (f) A person receiving special education services
22 through the local intermediate school district.

23 (g) A caretaker of a disabled person who meets the
24 requirements specified in subdivision (a), (b), (e), or (f).

25 (2) Applicants for and recipients of the state
26 disability assistance program shall be considered needy if
27 they:

28 (a) Meet the same asset test as is applied for the
29 family independence program.



1 (b) Have a monthly budgetable income that is less than
2 the payment standards.

3 (3) Except for a person described in subsection (1)(c)
4 or (d), a person is not disabled for purposes of this section
5 if his or her drug addiction or alcoholism is a contributing
6 factor material to the determination of disability. "Material
7 to the determination of disability" means that, if the person
8 stopped using drugs or alcohol, his or her remaining physical
9 or mental limitations would not be disabling. If his or her
10 remaining physical or mental limitations would be disabling,
11 then the drug addiction or alcoholism is not material to the
12 determination of disability and the person may receive state
13 disability assistance. Such a person must actively
14 participate in a substance abuse treatment program, and the
15 assistance must be paid to a third party or through vendor
16 payments. For purposes of this section, substance abuse
17 treatment includes receipt of inpatient or outpatient
18 services or participation in alcoholics anonymous or a
19 similar program.

20 Sec. 605. The level of reimbursement provided to state
21 disability assistance recipients in licensed adult foster
22 care facilities shall be the same as the prevailing
23 supplemental security income rate under the personal care
24 category.

25 Sec. 606. County department offices shall require each
26 recipient of family independence program and state disability
27 assistance who has applied with the social security
28 administration for supplemental security income to sign a
29 contract to repay any assistance rendered through the family



1 independence program or state disability assistance program
2 upon receipt of retroactive supplemental security income
3 benefits.

4 Sec. 607. (1) The department's ability to satisfy
5 appropriation deductions in part 1 for state disability
6 assistance/supplemental security income recoveries and public
7 assistance recoupment revenues shall not be limited to
8 recoveries and accruals pertaining to state disability
9 assistance, or family independence assistance grant payments
10 provided only in the current fiscal year, but may include
11 revenues collected during the current year that are prior
12 year related and not a part of the department's accrued
13 entries.

14 (2) The department may use supplemental security income
15 recoveries to satisfy the deduct in any line in which the
16 revenues are appropriated, regardless of the source from
17 which the revenue is recovered.

18 Sec. 608. Adult foster care facilities providing
19 domiciliary care or personal care to residents receiving
20 supplemental security income or homes for the aged serving
21 residents receiving supplemental security income shall not
22 require those residents to reimburse the home or facility for
23 care at rates in excess of those legislatively authorized. To
24 the extent permitted by federal law, adult foster care
25 facilities and homes for the aged serving residents receiving
26 supplemental security income shall not be prohibited from
27 accepting third-party payments in addition to supplemental
28 security income if the payments are not for food, clothing,
29 shelter, or result in a reduction in the recipient's



1 supplemental security income payment.

2 Sec. 609. The state supplementation level under the
3 supplemental security income program for the personal
4 care/adult foster care and home for the aged categories shall
5 not be reduced during the current fiscal year. The
6 legislature shall be notified not less than 30 days before
7 any proposed reduction in the state supplementation level.

8 Sec. 610. (1) In developing good cause criteria for the
9 state emergency relief program, the department shall grant
10 exemptions if the emergency resulted from unexpected expenses
11 related to maintaining or securing employment.

12 (2) For purposes of determining housing affordability
13 eligibility for state emergency relief, a group is considered
14 to have sufficient income to meet ongoing housing expenses if
15 their total housing obligation does not exceed 75% of their
16 total net income.

17 (3) State emergency relief payments shall not be made to
18 individuals who have been found guilty of fraud in regard to
19 obtaining public assistance.

20 (4) State emergency relief payments shall not be made
21 available to persons who are out-of-state residents or
22 illegal immigrants.

23 (5) State emergency relief payments for rent assistance
24 shall be distributed directly to landlords and shall not be
25 added to Michigan bridge cards.

26 Sec. 611. The state supplementation level under the
27 supplemental security income program for the living
28 independently or living in the household of another
29 categories shall not exceed the minimum state supplementation



1 level as required under federal law or regulations.

2 Sec. 613. (1) The department shall provide
3 reimbursements for the final disposition of indigent persons.
4 The reimbursements shall include the following:

5 (a) The maximum allowable reimbursement for the final
6 disposition is \$840.00.

7 (b) The adult burial with services allowance is \$765.00.

8 (c) The adult burial without services allowance is
9 \$530.00.

10 (d) The infant burial allowance is \$210.00.

11 (2) Reimbursement for a cremation permit fee of up to
12 \$75.00 and for mileage at the standard rate will be made
13 available for an eligible cremation. The reimbursements under
14 this section shall take into consideration religious
15 preferences that prohibit cremation.

16 Sec. 614. The department shall report to the senate and
17 house of representatives appropriations subcommittees on the
18 department budget, the senate and house fiscal agencies, and
19 the senate and house policy offices by January 15 of the
20 current fiscal year on the number and percentage of state
21 disability assistance recipients who were determined to be
22 eligible for federal supplemental security income benefits in
23 the previous fiscal year.

24 Sec. 615. Except as required by federal law or
25 regulations, funds appropriated in part 1 shall not be used
26 to provide public assistance to a person who is not a United
27 States citizen, permanent resident alien, or refugee. This
28 section shall not prohibit the department from entering into
29 contracts with food banks, emergency shelter providers, or



1 other human services agencies who may, as a normal part of
2 doing business, provide food or emergency shelter.

3 Sec. 616. The department shall require retailers that
4 participate in the electronic benefits transfer program to
5 charge no more than \$2.50 in fees for cash back as a
6 condition of participation.

7 Sec. 618. By March 1 of the current fiscal year, the
8 department shall report to the senate and house
9 appropriations subcommittees on the department budget, the
10 senate and house fiscal agencies, the senate and house policy
11 offices, and the state budget office the quarterly number of
12 supervised individuals who have absconded from supervision
13 and whom a law enforcement agency, the department of
14 corrections, or the department is actively seeking according
15 to section 84 of the corrections code of 1953, 1953 PA 232,
16 MCL 791.284.

17 Sec. 619. The department shall not deny title IV-A
18 assistance and food assistance benefits under 21 USC 862a to
19 any individual who has been convicted of a felony that
20 included the possession, use, or distribution of a controlled
21 substance, for which the act that resulted in the conviction
22 occurred after August 22, 1996, if the individual is not in
23 violation of his or her probation or parole requirements.

24 Sec. 620. (1) The department shall make a determination
25 of Medicaid eligibility not later than 90 days if disability
26 is an eligibility factor. For all other Medicaid applicants,
27 including patients of a nursing home, the department shall
28 make a determination of Medicaid eligibility within 45 days
29 of application.



1 (2) The department shall provide quarterly reports to
2 the senate and house appropriations subcommittees on the
3 department budget, the senate and house standing committees
4 on families and human services, the senate and house fiscal
5 agencies, the senate and house policy offices, and the state
6 budget office on the average Medicaid eligibility standard of
7 promptness for each of the required standards of promptness
8 under subsection (1) and for medical review team reviews
9 achieved statewide and at each local office.

10 Sec. 645. An individual or family is considered
11 homeless, for purposes of eligibility for state emergency
12 relief, if living temporarily with others in order to escape
13 domestic violence. For purposes of this section, domestic
14 violence is defined and verified in the same manner as in the
15 department's policies on good cause for not cooperating with
16 child support and paternity requirements.

17 Sec. 653. From the funds appropriated in part 1 for food
18 assistance program benefits, an individual who is the victim
19 of domestic violence and does not qualify for any other
20 exemption may be exempt from the 3-month in 36-month limit on
21 receiving food assistance under 7 USC 2015. This exemption
22 can be extended an additional 3 months upon demonstration of
23 continuing need.

24 Sec. 654. The department shall notify recipients of food
25 assistance program benefits that their benefits can be spent
26 with their bridge cards at many farmers' markets in the
27 state. The department shall also notify recipients about the
28 Double Up Food Bucks program that is administered by the Fair
29 Food Network. Recipients shall receive information about the



1 Double Up Food Bucks program, including information that when
2 the recipient spends \$20.00 at participating farmers' markets
3 through the program, the recipient can receive an additional
4 \$20.00 to buy Michigan produce.

5 Sec. 655. Within 14 days after the spending plan for
6 low-income home energy assistance program is approved by the
7 state budget office, the department shall provide the
8 spending plan, including itemized projected expenditures, to
9 the chairpersons of the senate and house appropriations
10 subcommittees on the department budget, the senate and house
11 fiscal agencies, the senate and house policy offices, and the
12 state budget office.

13 Sec. 660. From the funds appropriated in part 1 for Food
14 Bank Council of Michigan, the department is authorized to
15 make allocations of TANF revenue only to the agencies that
16 report necessary data to the department for the purpose of
17 meeting TANF eligibility reporting requirements. The agencies
18 that do not report necessary data to the department for the
19 purpose of meeting TANF eligibility reporting requirements
20 will not receive allocations in excess of those received in
21 fiscal year 2000. The use of TANF revenue under this section
22 is not an ongoing commitment of funding.

23 Sec. 669. From the funds appropriated in part 1 for
24 family independence program, the department shall allocate
25 \$7,230,000.00 for the annual clothing allowance. The
26 allowance shall be granted to all eligible children in a
27 family independence program group.

28 Sec. 672. (1) The department's office of inspector
29 general shall report to the senate and house of



1 representatives appropriations subcommittees on the
2 department budget, the senate and house fiscal agencies, and
3 the senate and house policy offices by February 15 of the
4 current fiscal year on department efforts to reduce
5 inappropriate use of Michigan bridge cards and food
6 assistance program trafficking. The department shall provide
7 information on the number of recipients of services who used
8 their electronic benefit transfer card inappropriately and
9 the current status of each case, the number of recipients
10 whose benefits were revoked, whether permanently or
11 temporarily, as a result of inappropriate use, and the number
12 of retailers that were fined or removed from the electronic
13 benefit transfer program for permitting inappropriate use of
14 the cards. The report shall also include the number of
15 Michigan bridge card trafficking instances and overall
16 welfare fraud referrals that includes such information as the
17 number of investigations completed, fraud and intentional
18 program violation dollar amounts identified, the number of
19 referrals to prosecutors, the number of administrative
20 hearing referrals and waivers, and the number of program
21 disqualifications imposed. The report shall distinguish
22 between savings and cost avoidance. Savings include
23 receivables established from instances of fraud committed.
24 Cost avoidance includes expenditures avoided due to front-end
25 eligibility investigations and other preemptive actions
26 undertaken in the prevention of fraud.

27 (2) The department shall require an explanation from a
28 recipient if a bridge card is replaced more than 2 times over
29 any 3-month period.



1 (3) As used in this section, "inappropriate use" means
2 not used to meet a family's ongoing basic needs, including
3 food, clothing, shelter, utilities, household goods, personal
4 care items, and general incidentals.

5 (4) As used in this section, "food assistance
6 trafficking" means the buying and selling of food assistance
7 benefits for cash or items not authorized under the food and
8 nutrition act, 7 USC 2036.

9 Sec. 677. (1) The department shall establish a state
10 goal for the percentage of family independence program cases
11 involved in employment activities. The percentage established
12 shall not be less than 50%. The goal for long-term employment
13 shall be 15% of cases for 6 months or more.

14 (2) The department shall provide quarterly reports to
15 the senate and house appropriations subcommittees on the
16 department budget, the senate and house fiscal agencies and
17 policy offices, and the state budget director on the number
18 of cases referred to Partnership. Accountability. Training.
19 Hope. (PATH), the current percentage of family independence
20 program cases involved in PATH employment activities, an
21 estimate of the current percentage of family independence
22 program cases that meet federal work participation
23 requirements on the whole, and an estimate of the current
24 percentage of the family independence program cases that meet
25 federal work participation requirements for those cases
26 referred to PATH.

27 (3) The department shall submit to the senate and house
28 appropriations subcommittees on the department budget, the
29 senate and house fiscal agencies, the senate and house policy



1 offices, and the state budget office quarterly reports that
2 include all of the following:

3 (a) The number and percentage of nonexempt family
4 independence program recipients who are employed.

5 (b) The average and range of wages of employed family
6 independence program recipients.

7 (c) The number and percentage of employed family
8 independence program recipients who remain employed for 6
9 months or more.

10 Sec. 686. (1) The department shall confirm that
11 individuals presenting personal identification issued by
12 another state seeking assistance through the family
13 independence program, food assistance program, state
14 disability assistance program, or medical assistance program
15 are not receiving benefits from any other state.

16 (2) The department shall confirm the address provided by
17 any individual seeking family independence program benefits
18 or state disability assistance benefits.

19 (3) The department shall prohibit individuals with
20 property assets assessed at a value higher than \$200,000.00
21 from accessing assistance through department-administered
22 programs, unless such a prohibition would violate federal
23 rules and guidelines.

24 (4) The department shall obtain an up-to-date telephone
25 number during the eligibility determination or
26 redetermination process for individuals seeking medical
27 assistance benefits.

28 Sec. 687. (1) The department shall, in quarterly
29 reports, compile and make available on its website all of the



1 following information about the family independence program,
2 state disability assistance, the food assistance program,
3 Medicaid, and state emergency relief:

4 (a) The number of applications received.

5 (b) The number of applications approved.

6 (c) The number of applications denied.

7 (d) The number of applications pending and neither
8 approved nor denied.

9 (e) The number of cases opened.

10 (f) The number of cases closed.

11 (g) The number of cases at the beginning of the quarter
12 and the number of cases at the end of the quarter.

13 (2) The information provided under subsection (1) shall
14 be compiled and made available for the state as a whole and
15 for each county and reported separately for each program
16 listed in subsection (1).

17 (3) The department shall, in quarterly reports, compile
18 and make available on its website the family independence
19 program information listed as follows:

20 (a) The number of new applicants who successfully met
21 the requirements of the 21-day assessment period for PATH.

22 (b) The number of new applicants who did not meet the
23 requirements of the 21-day assessment period for PATH.

24 (c) The number of cases sanctioned because of the school
25 truancy policy.

26 (d) The number of cases closed because of the 48-month
27 and 60-month lifetime limits.

28 (e) The number of first-, second-, and third-time
29 sanctions.



1 (f) The number of children ages 0-5 living in FIP-
2 sanctioned households.

3 Sec. 688. From the funds appropriated in part 1 for the
4 low-income home energy assistance program, the department
5 shall make an additional \$20.01 payment to each food
6 assistance program case that is not currently eligible for
7 the standard utility allowance to enable each case to receive
8 expanded food assistance benefits through the program
9 commonly known as the heat and eat program.

10
11 **CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE**

12 Sec. 701. Unless required from changes to federal or
13 state law or at the request of a provider, the department
14 shall not alter the terms of any signed contract with a
15 private residential facility serving children under state or
16 court supervision without written consent from a
17 representative of the private residential facility.

18 Sec. 706. Counties shall be subject to 50% chargeback
19 for the use of alternative regional detention services, if
20 those detention services do not fall under the basic
21 provision of section 117e of the social welfare act, 1939 PA
22 280, MCL 400.117e, or if a county operates those detention
23 services programs primarily with professional rather than
24 volunteer staff.

25 Sec. 707. In order to be reimbursed for child care fund
26 expenditures, counties are required to submit department-
27 developed reports to enable the department to document
28 potential federally claimable expenditures. This requirement
29 is in accordance with the reporting requirements specified in



1 section 117a(11) of the social welfare act, 1939 PA 280, MCL
2 400.117a.

3 Sec. 708. (1) As a condition of receiving funds
4 appropriated in part 1 for the child care fund line item, by
5 October 15 of the current fiscal year, counties shall have an
6 approved service spending plan for the current fiscal year.
7 Counties must submit the service spending plan for the
8 following fiscal year to the department by August 15 of the
9 current fiscal year for approval. Upon submission of the
10 county service spending plan, the department shall approve
11 within 30 calendar days after receipt of a properly completed
12 service plan that complies with the requirements of the
13 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b. The
14 department shall notify and submit county service spending
15 plan revisions to any county whose county service spending
16 plan is not accepted upon initial submission. The department
17 shall not request any additional revisions to a county
18 service spending plan outside of the requested revision
19 notification submitted to the county by the department. The
20 department shall notify a county within 30 days after
21 approval that its service plan was approved.

22 (2) Counties must submit amendments to current fiscal
23 year county service plans no later than August 30. Counties
24 must submit current fiscal year payable estimates to the
25 department no later than September 15.

26 (3) The department shall submit a report to the house
27 and senate appropriations subcommittees on the department
28 budget, the house and senate fiscal agencies, the house and
29 senate policy offices, and the state budget office by



1 February 15 of the current fiscal year on the number of
2 counties that fail to submit a service spending plan by
3 August 15 of the previous fiscal year and the number of
4 service spending plans not approved by October 15. The report
5 shall include the number of county service spending plans
6 that were not approved as first submitted by the counties, as
7 well as the number of plans that were not approved by the
8 department after being resubmitted by the county with the
9 first revisions that were requested by the department.

10 Sec. 709. The department's master contract for juvenile
11 justice residential foster care services shall prohibit
12 contractors from denying a referral for placement of a youth,
13 or terminating a youth's placement, if the youth's assessed
14 treatment needs are in alignment with the facility's
15 residential program type, as identified by the court or the
16 department. In addition, the master contract shall require
17 that youth placed in juvenile justice residential foster care
18 facilities must have regularly scheduled treatment sessions
19 with a licensed psychologist or psychiatrist, or both, and
20 access to the licensed psychologist or psychiatrist as
21 needed.

22 Sec. 710. (1) The department shall create and
23 participate in a workgroup to make recommendations to ensure
24 the use of juvenile justice diversion programs in this state.
25 The workgroup shall include a representative from the
26 department, the state court administrative office, members of
27 the house of representatives and the senate, and other
28 individuals or organizations as determined appropriate by the
29 department.



1 (2) By April 15 of the current fiscal year, the
2 department shall provide a report to the house and senate
3 appropriations subcommittees on the department budget, the
4 senate and house fiscal agencies, the house and senate policy
5 offices, and the state budget office. The report produced by
6 the workgroup shall include, but not be limited to, all of
7 the following:

8 (a) Best practices established for juvenile justice
9 diversion programs.

10 (b) Outcomes for juveniles from juvenile justice
11 diversion programs.

12 (c) Types of diversion programs currently being used in
13 this state.

14 (d) Recommendations to promote consistency in juvenile
15 justice screening programs across this state.

16 (e) Recommendations for training standards for juvenile
17 justice screening programs to be developed by the department.
18

19 **FIELD OPERATIONS AND SUPPORT SERVICES**

20 Sec. 801. (1) The department shall report monthly on the
21 most recent food assistance program error rate derived from
22 the active cases, reported to the United States Department of
23 Agriculture - Food and Nutrition Services for the
24 supplemental nutrition assistance program, to the house and
25 senate appropriations subcommittees on the department budget,
26 the house and senate fiscal agencies, the house and senate
27 policy offices, and the state budget office.

28 (2) By March 1 of the current fiscal year, the
29 department shall report on the progress of the corrective



1 action taken utilizing the funds appropriated for food
2 assistance reinvestment in lowering the food assistance
3 program error rate and improving program payment accuracy.

4 Sec. 802. From the funds appropriated in part 1 for
5 field staff travel, the department shall allocate up to
6 \$100,000.00 toward reimbursing local county board members and
7 county department directors for out-of-pocket travel costs to
8 attend 1 meeting per year of the Michigan County Social
9 Services Association.

10 Sec. 807. From the funds appropriated in part 1 for
11 Elder Law of Michigan MiCAFE contract, the department shall
12 allocate not less than \$350,000.00 to the Elder Law of
13 Michigan MiCAFE to assist this state's elderly population in
14 participating in the food assistance program. Of the
15 \$350,000.00 allocated under this section, the department
16 shall use \$175,000.00, which are general fund/general purpose
17 funds, as state matching funds for not less than \$175,000.00
18 in United States Department of Agriculture funding to provide
19 outreach program activities, such as eligibility screening
20 and information services, as part of a statewide food
21 assistance hotline.

22 Sec. 808. By March 1 of the current fiscal year, the
23 department shall provide a report to the senate and house
24 appropriations subcommittees on the department budget, the
25 senate and house fiscal agencies, the senate and house policy
26 offices, and the state budget office on the nutrition
27 education program. The report shall include requirements made
28 by the agriculture improvement act of 2018, Public Law 115-
29 334, such as how the department shall use an electronic



1 reporting system to evaluate projects and an accounting of
2 allowable state agency administrative costs. The report shall
3 also include documentation of the steps the department shall
4 take to ensure that projects and subgrantee programs are
5 evidence-based, appropriated for, and meet the criteria for
6 eligible individuals as defined in section 2036a(a) of the
7 food and nutrition act, 7 USC 2036, and quantitative evidence
8 that the programs contribute to a reduction in obesity or an
9 increase in the consumption of healthy foods. Additionally,
10 the report shall include planned allocation and actual
11 expenditures for the supplemental nutrition assistance
12 program education funding, planned and actual grant amounts
13 for the supplemental nutrition assistance program education
14 funding, the total amount of expected carryforward balance at
15 the end of the current fiscal year for the supplemental
16 nutrition assistance program education funding and for each
17 subgrantee program, a list of all supplemental nutrition
18 assistance program education funding programs by implementing
19 agency, and the stated purpose of each of the programs and
20 each of the subgrantee programs.

21 Sec. 809. (1) The purpose of the pathways to potential
22 program is to reduce chronic absenteeism and decrease the
23 number of students who repeat grades for schools that are
24 current or future participants in the pathways to potential
25 program. Before any deployment of resources into a
26 participant school, the department and the participant school
27 shall establish performance objectives for each participant
28 school based on a 2-year baseline prior to pathways to
29 potential being established in the participant school and



1 shall evaluate the progress made in the above categories from
2 the established baseline. By March 1 of the current fiscal
3 year, the department shall provide to the senate and house
4 appropriations subcommittees on the department budget, the
5 senate and house fiscal agencies, and the senate and house
6 policy offices a report listing all participant schools, the
7 number of staff assigned to each school by participant
8 school, and the percentage of participating schools that
9 achieved improved performance in each of the 2 outcomes
10 listed above compared to the previous year, by each
11 individual outcome. It is the intent of the legislature that
12 after a 2-year period without attaining an increase in
13 success in meeting the 2 listed outcomes from the established
14 baseline, the department shall work with the participant
15 school to examine the cause of the lack of progress and shall
16 seek to implement a plan to increase success in meeting the
17 identified outcomes. It is the intent of the legislature that
18 progress or the lack of progress made in meeting the
19 performance objectives shall be used as a determinant in
20 future pathways to potential resource allocation decisions.

21 (2) As used in this section, "baseline" means the
22 initial set of data from the center for educational
23 performance and information in the department of technology,
24 management, and budget of the 2 measured outcomes as
25 described in subsection (1).

26 Sec. 825. (1) From the funds appropriated in part 1, the
27 department shall provide individuals not more than \$500.00
28 for vehicle repairs, including any repairs done in the
29 previous 12 months. However, the department may in its



1 discretion pay for repairs up to \$900.00. Payments under this
2 section shall include the combined total of payments made by
3 the department and work participation program.

4 (2) By November 30 of the current fiscal year, the
5 department shall provide to the senate and house
6 appropriations subcommittees on the department budget, the
7 senate and house fiscal agencies, and the senate and house
8 policy offices a report detailing the total number of
9 payments for repairs, the number of payments for repairs that
10 exceeded \$500.00, the number of payments for repairs that
11 cost exactly \$500.00, and the number of payments for repairs
12 that cost exactly \$900.00 in the previous fiscal year.

13 Sec. 850. (1) The department shall maintain out-
14 stationed eligibility specialists in community-based
15 organizations, community mental health agencies, nursing
16 homes, adult placement and independent living settings,
17 federally qualified health centers, and hospitals unless a
18 community-based organization, community mental health agency,
19 nursing home, adult placement and independent living setting,
20 federally qualified health centers, or hospital requests that
21 the program be discontinued at its facility.

22 (2) From the funds appropriated in part 1 for donated
23 funds positions, the department shall enter into contracts
24 with agencies that are able and eligible under federal law to
25 provide the required matching funds for federal funding, as
26 determined by federal statute and regulations.

27 (3) A contract for an assistance payments donated funds
28 position must include, but not be limited to, the following
29 performance metrics:



1 (a) Meeting a standard of promptness for processing
2 applications for Medicaid and other public assistance
3 programs under state law.

4 (b) Meeting required standards for error rates in
5 determining programmatic eligibility as determined by the
6 department.

7 (4) The department shall only fill additional donated
8 funds positions after a new contract has been signed. That
9 position shall also be abolished when the contract expires or
10 is terminated.

11 (5) The department shall classify as limited-term FTEs
12 any new employees who are hired to fulfill the donated funds
13 position contracts or are hired to fill any vacancies from
14 employees who transferred to a donated funds position.

15 (6) By March 1 of the current fiscal year, the
16 department shall submit a report to the senate and house
17 appropriations subcommittees on the department budget, the
18 senate and house fiscal agencies and policy offices, and the
19 state budget office detailing information on the donated
20 funds positions, including the total number of occupied
21 positions, the total private contribution of the positions,
22 and the total cost to the state for any nonsalary expenditure
23 for the donated funds position employees.

24 Sec. 851. (1) From the funds appropriated in part 1 for
25 adult services field staff, the department shall seek to
26 reduce the number of older adults who are victims of crime
27 and fraud by increasing the standard of promptness in every
28 county, as measured by commencing an investigation within 24
29 hours after a report is made to the department, establishing



1 face-to-face contact with the client within 72 hours after a
2 report is made to the department, and completing the
3 investigation within 30 days after a report is made to the
4 department.

5 (2) The department shall report no later than March 1 of
6 the current fiscal year to the house and senate
7 appropriations subcommittees on the department budget, the
8 house and senate fiscal agencies, and the house and senate
9 policy offices on the services provided to older adults who
10 were victims of crime or fraud in the previous fiscal year.
11 The report shall include, but is not limited to, the
12 following by county: the percentage of investigations
13 commenced within 24 hours after a report is made to the
14 department, the number of face-to-face contacts established
15 with the client within 72 hours after a report is made to the
16 department, the number of investigations completed within 30
17 days after a report is made to the department, and the total
18 number of older adults that were victims of crime or fraud in
19 the previous fiscal year and were provided services by the
20 department as a result of being victims of crime or fraud.

21

22 **DISABILITY DETERMINATION SERVICES**

23 Sec. 890. From the funds appropriated in part 1 for
24 disability determination services, the department shall
25 maintain the unit rates in effect on September 30, 2019 for
26 medical consultants performing disability determination
27 services, including physicians, psychologists, and speech-
28 language pathologists.

29



1 **BEHAVIORAL HEALTH SERVICES ADMINISTRATION AND SPECIAL**
2 **PROJECTS**

3 Sec. 901. The funds appropriated in part 1 are intended
4 to support a system of comprehensive community mental health
5 services under the full authority and responsibility of local
6 CMHSPs or PIHPs in accordance with the mental health code,
7 1974 PA 258, MCL 330.1001 to 330.2106, the Medicaid provider
8 manual, federal Medicaid waivers, and all other applicable
9 federal and state laws.

10 Sec. 902. (1) From the funds appropriated in part 1,
11 final authorizations to CMHSPs or PIHPs shall be made upon
12 the execution of contracts between the department and CMHSPs
13 or PIHPs. The contracts shall contain an approved plan and
14 budget as well as policies and procedures governing the
15 obligations and responsibilities of both parties to the
16 contracts. Each contract with a CMHSP or PIHP that the
17 department is authorized to enter into under this subsection
18 shall include a provision that the contract is not valid
19 unless the total dollar obligation for all of the contracts
20 between the department and the CMHSPs or PIHPs entered into
21 under this subsection for the current fiscal year does not
22 exceed the amount of money appropriated in part 1 for the
23 contracts authorized under this subsection.

24 (2) The department shall immediately report to the
25 senate and house appropriations subcommittees on the
26 department budget, the senate and house fiscal agencies, and
27 the state budget director if either of the following occurs:

28 (a) Any new contracts the department has entered into
29 with CMHSPs or PIHPs that would affect rates or expenditures.



1 (b) Any amendments to contracts the department has
2 entered into with CMHSPs or PIHPs that would affect rates or
3 expenditures.

4 (3) The report required by subsection (2) shall include
5 information about the changes and their effects on rates and
6 expenditures.

7 Sec. 904. (1) By May 31 of the current fiscal year, the
8 department shall provide a report on the CMHSPs, PIHPs, and
9 designated regional entities for substance use disorder
10 prevention and treatment to the members of the house and
11 senate appropriations subcommittees on the department budget,
12 the house and senate fiscal agencies, and the state budget
13 director that includes the information required by this
14 section.

15 (2) The report shall contain information for each CMHSP,
16 PIHP, and designated regional entity for substance use
17 disorder prevention and treatment, and a statewide summary,
18 each of which shall include at least the following
19 information:

20 (a) A demographic description of service recipients
21 that, minimally, shall include reimbursement eligibility,
22 client population, age, ethnicity, housing arrangements, and
23 diagnosis.

24 (b) Per capita expenditures in total and by client
25 population group and cultural and ethnic groups of the
26 services area, including the deaf and hard of hearing
27 population.

28 (c) Financial information that, minimally, includes a
29 description of funding authorized; expenditures by diagnosis



1 group, service category, and reimbursement eligibility; and
2 cost information by Medicaid, Healthy Michigan plan, state
3 appropriated non-Medicaid mental health services, local
4 funding, and other fund sources, including administration and
5 funds specified for all outside contracts for services and
6 products. Financial information must include the amount of
7 funding, from each fund source, used to cover clinical
8 services and supports. Service category includes all
9 department-approved services.

10 (d) Data describing service outcomes that include, but
11 are not limited to, an evaluation of consumer satisfaction,
12 consumer choice, and quality of life concerns including, but
13 not limited to, housing and employment.

14 (e) Information about access to CMHSPs and designated
15 regional entities for substance use disorder prevention and
16 treatment that includes, but is not limited to, the
17 following:

18 (i) The number of people receiving requested services.

19 (ii) The number of people who requested services but did
20 not receive services.

21 (f) The number of second opinions requested under the
22 mental health code, 1974 PA 258, MCL 330.1001 to 330.2106,
23 and the determination of any appeals.

24 (g) Lapses and carryforwards during the previous fiscal
25 year for CMHSPs, PIHPs, and designated regional entities for
26 substance use disorder prevention and treatment.

27 (h) Performance indicator information required to be
28 submitted to the department in the contracts with CMHSPs,
29 PIHPs, and designated regional entities for substance use



1 disorder prevention and treatment.

2 (i) Administrative expenditures of each CMHSP, PIHP, and
3 designated regional entity for substance use disorder
4 prevention and treatment that include a breakout of the
5 salary, benefits, and pension of each executive-level staff
6 and shall include the director, chief executive, and chief
7 operating officers and other members identified as executive
8 staff.

9 (3) The report shall contain the following information
10 from the previous fiscal year on substance use disorder
11 prevention, education, and treatment programs:

12 (a) Expenditures stratified by department-designated
13 community mental health entity, by central diagnosis and
14 referral agency, by fund source, by subcontractor, by
15 population served, and by service type.

16 (b) Expenditures per state client, with data on the
17 distribution of expenditures reported using a histogram
18 approach.

19 (c) Number of services provided by central diagnosis and
20 referral agency, by subcontractor, and by service type.
21 Additionally, data on length of stay, referral source, and
22 participation in other state programs.

23 (d) Collections from other first- or third-party payers,
24 private donations, or other state or local programs, by
25 department-designated community mental health entity, by
26 subcontractor, by population served, and by service type.

27 (4) The department shall include data reporting
28 requirements listed in subsections (2) and (3) in the annual
29 contract with each individual CMHSP, PIHP, and designated



1 regional entity for substance use disorder treatment and
2 prevention.

3 (5) The department shall take all reasonable actions to
4 ensure that the data required are complete and consistent
5 among all CMHSPs, PIHPs, and designated regional entities for
6 substance use disorder prevention and treatment.

7 Sec. 905. (1) From the funds appropriated in part 1 for
8 behavioral health program administration, the department
9 shall maintain a psychiatric transitional unit and children's
10 transition support team. These services will augment the
11 continuum of behavioral health services for high-need youth
12 and provide additional continuity of care and transition into
13 supportive community-based services.

14 (2) Outcomes and performance measures for this
15 initiative include, but are not limited to, the following:

16 (a) The rate of rehospitalization for youth served
17 through the program at 30 and 180 days.

18 (b) Measured change in the Child and Adolescent
19 Functional Assessment Scale for children served through the
20 program.

21 Sec. 907. (1) The amount appropriated in part 1 for
22 community substance use disorder prevention, education, and
23 treatment shall be expended to coordinate care and services
24 provided to individuals with severe and persistent mental
25 illness and substance use disorder diagnoses.

26 (2) The department shall approve managing entity fee
27 schedules for providing substance use disorder services and
28 charge participants in accordance with their ability to pay.

29 (3) The managing entity shall continue current efforts



1 to collaborate on the delivery of services to those clients
2 with mental illness and substance use disorder diagnoses with
3 the goal of providing services in an administratively
4 efficient manner.

5 Sec. 909. From the funds appropriated in part 1 for
6 community substance use disorder prevention, education, and
7 treatment, the department shall use available revenue from
8 the marihuana regulatory fund established in section 604 of
9 the medical marihuana facilities licensing act, 2016 PA 281,
10 MCL 333.27604, to improve physical health; expand access to
11 substance use disorder prevention and treatment services; and
12 strengthen the existing prevention, treatment, and recovery
13 systems.

14 Sec. 910. The department shall ensure that substance use
15 disorder treatment is provided to applicants and recipients
16 of public assistance through the department who are required
17 to obtain substance use disorder treatment as a condition of
18 eligibility for public assistance.

19 Sec. 911. (1) The department shall ensure that each
20 contract with a CMHSP or PIHP requires the CMHSP or PIHP to
21 implement programs to encourage diversion of individuals with
22 serious mental illness, serious emotional disturbance, or
23 developmental disability from possible jail incarceration
24 when appropriate.

25 (2) Each CMHSP or PIHP shall have jail diversion
26 services and shall work toward establishing working
27 relationships with representative staff of local law
28 enforcement agencies, including county prosecutors' offices,
29 county sheriffs' offices, county jails, municipal police



1 agencies, municipal detention facilities, and the courts.
2 Written interagency agreements describing what services each
3 participating agency is prepared to commit to the local jail
4 diversion effort and the procedures to be used by local law
5 enforcement agencies to access mental health jail diversion
6 services are strongly encouraged.

7 Sec. 912. The department shall contract directly with
8 the Salvation Army Harbor Light program to provide non-
9 Medicaid substance use disorder services if the local
10 coordinating agency or the department confirms the Salvation
11 Army Harbor Light program meets the standard of care. The
12 standard of care shall include, but is not limited to,
13 utilization of the medication assisted treatment option.

14 Sec. 918. On or before the twenty-fifth of each month,
15 the department shall report to the senate and house
16 appropriations subcommittees on the department budget, the
17 senate and house fiscal agencies, and the state budget
18 director on the amount of funding paid to PIHPs to support
19 the Medicaid managed mental health care program in the
20 preceding month. The information shall include the total paid
21 to each PIHP, per capita rate paid for each eligibility group
22 for each PIHP, and number of cases in each eligibility group
23 for each PIHP, and year-to-date summary of eligibles and
24 expenditures for the Medicaid managed mental health care
25 program.

26 Sec. 920. (1) As part of the Medicaid rate-setting
27 process for behavioral health services, the department shall
28 work with PIHP network providers and actuaries to include any
29 state and federal wage and compensation increases that



1 directly impact staff who provide Medicaid-funded community
2 living supports, personal care services, respite services,
3 skill-building services, and other similar supports and
4 services as part of the Medicaid rate.

5 (2) It is the intent of the legislature that any
6 increased Medicaid rate related to state minimum wage
7 increases shall also be distributed to direct care employees.

8 Sec. 924. From the funds appropriated in part 1 for
9 autism services, for the purposes of actuarially sound rate
10 certification and approval for Medicaid behavioral health
11 managed care programs, the department shall maintain a fee
12 schedule for autism services reimbursement rates for direct
13 services. Expenditures used for rate setting shall not exceed
14 those identified in the fee schedule. The rates for
15 behavioral technicians shall not be less than \$50.00 per hour
16 and not more than \$55.00 per hour.

17 Sec. 926. (1) From the funds appropriated in part 1 for
18 community substance use disorder prevention, education, and
19 treatment, \$500,000.00 is allocated for a specialized
20 substance use disorder detoxification pilot project
21 administered by a 9-1-1 service district in conjunction with
22 a substance use and case management provider and at a
23 hospital in a city with a population between 95,000 and
24 97,000 according to the most recent federal decennial census
25 within a county with a population of at least 1,500,000
26 according to the most recent federal decennial census. The
27 hospital must have a wing with at least 10 beds dedicated to
28 stabilizing patients suffering from addiction by providing a
29 specialized trauma therapist as well as a peer support



1 specialist to assist with treatment and counseling.

2 (2) The substance use and case management provider
3 receiving funds under this section shall collect and submit
4 to the department data on the outcomes of the pilot project
5 throughout the duration of the pilot project and shall
6 provide a report on the pilot project's outcomes to the house
7 and senate appropriations subcommittees on the department
8 budget, the house and senate fiscal agencies, and the state
9 budget office.

10 Sec. 927. (1) The department shall, in consultation with
11 the Community Mental Health Association of Michigan,
12 establish, maintain, and review as necessary, a uniform
13 community mental health services auditing process for use by
14 CMHSPs and PIHPs.

15 (2) The uniform auditing process required under this
16 section must do all of the following:

17 (a) Create uniformity in the collection of data and
18 consistent measurement of the quality, efficacy, and cost
19 effectiveness of provided services and supports.

20 (b) Establish a uniform audit tool that contains
21 information necessary for the uniform community mental health
22 services auditing process and adheres to national standards.

23 (c) Strive to meet the needs of community mental health
24 service beneficiaries and meet all statewide audit
25 requirements.

26 (d) Maintain audit responsibility at the local agency
27 level.

28 (3) By March 1 of the current fiscal year, the
29 department shall submit a report to the senate and house



1 appropriations subcommittees on the department budget, the
2 senate and house fiscal agencies, and the senate and house
3 policy offices on the implementation status of the uniform
4 auditing process and any barriers to implementation.

5 (4) A state department or agency that provides, either
6 directly or through a contract, community mental health
7 services and supports must comply with the uniform auditing
8 process and utilize the audit tool maintained by the
9 department. All forms, processes, and contracts used by the
10 state that relate to the provision of community mental health
11 services and supports must comply with the uniform auditing
12 process.

13 (5) As used in this section, "national standards" means
14 standards established by a national accrediting entity such
15 as the Joint Commission, Commission on Accreditation of
16 Rehabilitation Facilities, Council on Accreditation, National
17 Committee for Quality Assurance, or other credible body as
18 approved by the department.

19 Sec. 928. (1) Each PIHP shall provide, from internal
20 resources, local funds to be used as a part of the state
21 match required under the Medicaid program in order to
22 increase capitation rates for PIHPs. These funds shall not
23 include either state funds received by a CMHSP for services
24 provided to non-Medicaid recipients or the state matching
25 portion of the Medicaid capitation payments made to a PIHP.

26 (2) It is the intent of the legislature that any funds
27 that lapse from the funds appropriated in part 1 for Medicaid
28 mental health services shall be redistributed to individual
29 CMHSPs as a reimbursement of local funds on a proportional



1 basis to those CMHSPs whose local funds were used as state
2 Medicaid match. By April 1 of the current fiscal year, the
3 department shall report to the senate and house
4 appropriations subcommittees on the department budget, the
5 senate and house fiscal agencies, the senate and house policy
6 offices, and the state budget office on the lapse by PIHP
7 from the previous fiscal year and the projected lapse by PIHP
8 in the current fiscal year.

9 (3) It is the intent of the legislature that the amount
10 of local funds used in subsection (1) be phased out and
11 offset with state general fund/general purpose revenue in
12 equal amounts over a 5-year period.

13 (4) Until the local funds are phased out as described in
14 subsection (3), each PIHP shall not be required to provide
15 local funds, used as part of the state match required under
16 the Medicaid program in order to increase capitation rates
17 for PIHPs, at an amount greater than what each PIHP received
18 from local units of government, either directly or
19 indirectly, during the fiscal year ending September 30, 2018
20 for this purpose.

21 Sec. 935. A county required under the provisions of the
22 mental health code, 1974 PA 258, MCL 330.1001 to 330.2106, to
23 provide matching funds to a CMHSP for mental health services
24 rendered to residents in its jurisdiction shall pay the
25 matching funds in equal installments on not less than a
26 quarterly basis throughout the fiscal year, with the first
27 payment being made by October 1 of the current fiscal year.

28 Sec. 940. (1) According to section 236 of the mental
29 health code, 1974 PA 258, MCL 330.1236, the department shall



1 do both of the following:

2 (a) Review expenditures for each CMHSP to identify
3 CMHSPs with projected allocation surpluses and to identify
4 CMHSPs with projected allocation shortfalls. The department
5 shall encourage the board of a CMHSP with a projected
6 allocation surplus to concur with the department's
7 recommendation to reallocate those funds to CMHSPs with
8 projected allocation shortfalls.

9 (b) Withdraw unspent funds that have been allocated to a
10 CMHSP if other reallocated funds were expended in a manner
11 not provided for in the approved contract, including
12 expending funds on services and programs provided to
13 individuals residing outside of the CMHSP's geographic
14 region.

15 (2) A CMHSP that has its funding allocation transferred
16 out or withdrawn during the current fiscal year as described
17 in subsection (1) is not eligible for any additional funding
18 reallocations during the remainder of the current fiscal
19 year, unless that CMHSP is responding to a public health
20 emergency as determined by the department.

21 (3) CMHSPs shall report to the department on any
22 proposed reallocations described in this section at least 30
23 days before any reallocations take effect.

24 (4) The department shall notify the chairs of the
25 appropriation subcommittees on the department budget when a
26 request is made and when the department grants approval for
27 reallocation or withdraw as described in subsection (1). By
28 September 30 of the current fiscal year, the department shall
29 provide a report on the amount of funding reallocated or



1 withdrawn to the senate and house appropriations
2 subcommittees on the department budget, the senate and house
3 fiscal agencies, the senate and house policy offices, and the
4 state budget office.

5 Sec. 942. A CMHSP shall provide at least 30 days' notice
6 before reducing, terminating, or suspending services provided
7 by a CMHSP to CMHSP clients, with the exception of services
8 authorized by a physician that no longer meet established
9 criteria for medical necessity.

10 Sec. 959. (1) The department shall continue to convene a
11 workgroup in collaboration with the chairs of the house and
12 senate appropriations subcommittees on the department budget
13 or their designees, CMHSP members, autism services provider
14 clinical and administrative staff, community members,
15 Medicaid autism services clients, and family members of
16 Medicaid autism services clients to make recommendations to
17 ensure appropriate cost and service provision, including, but
18 not limited to, the following:

19 (a) Evaluation and reduction of the variability in
20 diagnostic rates across different regions of the state.

21 (b) Evaluation of the factors resulting in the voluntary
22 disenrollment from, or declination of, therapeutic services
23 by eligible families.

24 (2) By April 15 of the current fiscal year, the
25 department shall provide an update on the workgroup's
26 recommendations and findings to the senate and house
27 appropriations subcommittees on the department budget, the
28 senate and house fiscal agencies, and the state budget
29 office.



1 Sec. 960. (1) From the funds appropriated in part 1 for
2 autism services, the department shall continue to cover all
3 Medicaid autism services to Medicaid enrollees eligible for
4 the services that were covered on January 1, 2019.

5 (2) To restrain cost increases in the autism services
6 line item, the department shall do all of the following:

7 (a) By March 1 of the current fiscal year, develop and
8 implement specific written guidance for standardization of
9 Medicaid PIHPs and CMHSPs autism spectrum disorder
10 administrative services, including, but not limited to,
11 reporting requirements, coding, and reciprocity of
12 credentialing and training between PIHPs and CMHSPs to reduce
13 administrative duplication at the PIHP, CMHSP, and service
14 provider levels.

15 (b) Require consultation with the client's evaluation
16 diagnostician and PIHP to approve the client's ongoing
17 therapy for 3 years, unless the client's evaluation
18 diagnostician recommended an evaluation prior to the 3 years
19 or if a clinician on the treatment team recommended an
20 evaluation for the client prior to the third year.

21 (c) Limit the authority to perform a diagnostic
22 evaluation for Medicaid autism services to qualified licensed
23 practitioners. Qualified licensed practitioners are limited
24 to the following:

25 (i) A physician with a specialty in psychiatry or
26 neurology.

27 (ii) A physician with a subspecialty in developmental
28 pediatrics, development-behavioral pediatrics, or a related
29 discipline.



1 (iii) A physician with a specialty in pediatrics or other
2 appropriate specialty with training, experience, or expertise
3 in autism spectrum disorders or behavioral health.

4 (iv) A psychologist with a specialty in clinical child
5 psychology, behavioral and cognitive psychology, or clinical
6 neuropsychology, or other appropriate specialty with
7 training, experience, or expertise in autism spectrum
8 disorders or behavioral health.

9 (v) A clinical social worker with at least 1 year of
10 experience working within his or her scope of practice who is
11 qualified and experienced in diagnosing autism spectrum
12 disorders.

13 (vi) An advanced practice registered nurse with training,
14 experience, or expertise in autism spectrum disorders or
15 behavioral health.

16 (vii) A physician assistant with training, experience, or
17 expertise in autism spectrum disorders or behavioral health.

18 (d) Require that a client whose initial diagnosis was
19 performed by a diagnostician with master's level credentials
20 should have their diagnosis and treatment recommendations
21 reviewed by a physician, psychiatric nurse practitioner, or
22 fully credentialed psychologist.

23 (e) Allow and expand the utilization of telemedicine and
24 telepsychiatry to increase access to diagnostic evaluation
25 services.

26 (f) Prohibit CMHSPs from allowing specific providers to
27 provide both diagnosis and treatment services to individual
28 clients.

29 (g) Coordinate with the department of insurance and



1 financial services oversight for compliance with the Paul
2 Wellstone and Pete Domenici mental health parity and
3 addiction equity act of 2008, Public Law 110-343, as it
4 relates to autism spectrum disorder services, to ensure
5 appropriate cost sharing between public and private payers.

6 (h) Require that Medicaid eligibility be confirmed
7 through prior evaluations conducted by physicians,
8 psychiatric nurse practitioners, or fully credentialed
9 psychologists to the extent possible.

10 (i) Maintain regular statewide provider trainings on
11 autism spectrum disorder standard clinical best practice
12 guidelines for treatment and diagnostic services.

13 (3) By March 1 of the current fiscal year, the
14 department shall report to the senate and house
15 appropriations subcommittees on the department budget, the
16 senate and house fiscal agencies, the senate and house policy
17 offices, and the state budget office on total autism services
18 spending broken down by PIHP, and CMHSP for the previous
19 fiscal year and current fiscal year; and total administrative
20 costs broken down by PIHP, CMHSP, and type of administrative
21 cost for the previous fiscal year and current fiscal year.

22 Sec. 962. For the purposes of special projects involving
23 high-need children or adults, including the not guilty by
24 reason of insanity population, the department may contract
25 directly with providers of services to these identified
26 populations.

27 Sec. 964. By July 1 of the current fiscal year, the
28 department shall provide the house and senate appropriations
29 subcommittees on the department budget, the house and senate



1 fiscal agencies, the house and senate policy offices, and the
2 state budget office with the standardized fee schedule for
3 Medicaid behavioral health services and supports. The report
4 shall also include the adequacy standards to be used in all
5 contracts with PIHPs and CMHSPs. In the development of the
6 standardized fee schedule for Medicaid behavioral health
7 services and supports during the current fiscal year, the
8 department must prioritize and support essential service
9 providers and must develop a standardized fee schedule for
10 revenue code 0204.

11 Sec. 965. The department shall explore requiring that
12 CMHSPs reimburse medication assisted treatment providers no
13 less than \$12.00 per dose, and reimburse drug screen
14 collection at no less than \$12.00 per manual screen.

15 Sec. 970. The department shall maintain the policies in
16 effect on October 1, 2018 for the federal home and community-
17 based services rule as it relates to skill building
18 assistance services. The skill building assistance services
19 shall remain eligible for federal match until March 17, 2022
20 as stated in the CMS informational bulletin dated May 9,
21 2017. From the funds appropriated in part 1, the department
22 shall continue to seek federal matching funds for skill
23 building assistance services. As a condition of their
24 contracts with the department, CMHSPs shall retain any
25 federally approved skill building assistance services
26 available as of October 1, 2018.

27 Sec. 972. From the funds appropriated in behavioral
28 health program administration, the department shall utilize
29 up to \$1,500,000.00 general fund/general purpose revenues,



1 and any additional federal revenues, to develop, implement,
2 and maintain the Michigan crisis and access line (MiCAL)
3 pursuant to section 165 of the mental health code, 1974 PA
4 258, MCL 330.1165, and the psychiatric bed registry pursuant
5 to section 151 of the mental health code, 1974 PA 258, MCL
6 330.1151. In accordance with section 165 of the mental health
7 code, 1974 PA 258, MCL 330.1165, the psychiatric bed registry
8 must be integrated with and be part of the MiCAL system,
9 including any related procurement. In accordance with both
10 section 165 of the mental health code, 1974 PA 258, MCL
11 330.1165, and section 151 of the mental health code, 1974 PA
12 258, MCL 330.1151, for MiCAL and the psychiatric bed
13 registry, respectively, any procurement or purchasing related
14 contracts must be managed by the department in conjunction
15 with the department of technology, management, and budget and
16 state information technology procurement laws, regulations,
17 and policies. No other state department or agency outside of
18 the department, in conjunction with the department of
19 technology, management, and budget, may develop a psychiatric
20 bed registry for the purposes of compliance with section 151
21 of the mental health code, 1974 PA 258, MCL 330.1151, and
22 section 165 of the mental health code, 1974 PA 258, MCL
23 330.1165.

24 Sec. 974. The department and PIHPs shall allow an
25 individual with an intellectual or developmental disability
26 who receives supports and services from a CMHSP to instead
27 receive supports and services from another provider if the
28 individual shows that he or she is eligible and qualified to
29 receive supports and services from another provider. Other



1 providers may include, but are not limited to, MIChoice and
2 program of all-inclusive care for the elderly (PACE).

3 Sec. 977. From the funds appropriated in part 1 for
4 community substance use disorder prevention, education, and
5 treatment, \$600,000.00 of federal state response to the
6 opioid crisis grant revenue is allocated as grants to high
7 schools specifically designated for students recovering from
8 a substance use disorder to support the costs of counselors,
9 therapeutic staff, and recovery coaching staff, with a
10 priority placed on the cost of substance use disorder
11 counselors. Each grant shall not exceed \$150,000.00 per high
12 school.

13 Sec. 978. From the funds appropriated in part 1 for
14 community substance use disorder prevention, education, and
15 treatment, the department shall allocate \$600,000.00 of
16 federal state response to the opioid crisis grant revenue to
17 create a competitive grant for recovery community
18 organizations to offer or expand recovery support center
19 services or recovery community center services to individuals
20 seeking long-term recovery from substance use disorders. An
21 organization may not receive a grant in excess of
22 \$150,000.00. In awarding grants, priority shall be placed on
23 recovery community organizations that do the following:

24 (a) Provide recovery support navigation that includes
25 the following:

26 (i) Multiple recovery pathways.

27 (ii) Assisting individuals navigate recovery resources
28 such as detoxification, treatment, recovery housing, support
29 groups, peer support, and family support.



1 (iii) The promotion of community wellness and engagement.

2 (iv) Recovery advocacy that provides hope and encourages
3 recovery.

4 (v) A peer-led, peer-driven organization that offers
5 recovery to any individual seeking recovery from addiction.

6 (b) Provide recovery outreach education that includes
7 the following:

8 (i) On-site recovery education in the workplace.

9 (ii) All staff employee meetings.

10 (iii) On-site support for employees and family members.

11 (iv) Connections for employees and family members of
12 employees suffering from addiction to local recovery
13 resources such as treatment, recovery housing, and support
14 groups.

15 (v) Connections with employers to provide recovery
16 advocacy.

17 (c) Provide recovery activities and events that include
18 the following:

19 (i) Safe, ongoing recovery activities and events.

20 (ii) Opportunities to volunteer and participate in
21 activities and events.

22 (iii) Opportunities for family members and supporters of
23 recovery to be involved.

24 (iv) Meetings and activities on nutrition, health, and
25 wellness.

26 (v) Meetings and activities on mindfulness, meditation,
27 and yoga.

28 Sec. 979. If funds become available, the department



1 shall seek the appropriate federal approvals to allow for the
2 utilization of Medicaid funding for services provided at
3 adult psychiatric residential treatment facilities. By March
4 1 of the current fiscal year, the department shall report on
5 its progress toward receiving the appropriate federal
6 approvals to allow for federal Medicaid reimbursements for
7 services provided at adult psychiatric residential treatment
8 facilities to the house and senate appropriations
9 subcommittees on the department budget, the house and senate
10 fiscal agencies, the house and senate policy offices, and the
11 state budget office.

12 Sec. 995. From the funds appropriated in part 1 for
13 mental health diversion council, \$3,850,000.00 is intended to
14 address the recommendations of the mental health diversion
15 council.

16 Sec. 996. From the funds appropriated in part 1 for
17 family support subsidy, the department shall make monthly
18 payments of \$229.31 to the parents or legal guardians of
19 children approved for the family support subsidy by a CMHSP.

20 Sec. 997. The population data used in determining the
21 distribution of substance use disorder block grant funds
22 shall be from the most recent federal data from the United
23 States Census Bureau.

24 Sec. 998. For distribution of state general funds to
25 CMHSPs, if the department decides to use census data, the
26 department shall use the most recent federal data from the
27 United States Census Bureau.

28 Sec. 999. Within 30 days after the completion of a
29 statewide PIHP reimbursement audit, the department shall



1 provide the audit report to the house and senate
2 appropriations subcommittees on the department budget, the
3 house and senate fiscal agencies, the house and senate policy
4 offices, and the state budget office.

5

6 **BEHAVIORAL HEALTH SERVICES**

7 Sec. 1001. By December 31 of the current fiscal year,
8 each CMHSP shall submit a report to the department that
9 identifies populations being served by the CMHSP broken down
10 by program eligibility category. The report shall also
11 include the percentage of the operational budget that is
12 related to program eligibility enrollment. By February 15 of
13 the current fiscal year, the department shall submit the
14 report described in this section to the senate and house
15 appropriations subcommittees on the department budget, the
16 senate and house fiscal agencies, the senate and house policy
17 offices, and the state budget office.

18 Sec. 1003. The department shall notify the Community
19 Mental Health Association of Michigan when developing
20 policies and procedures that will impact PIHPs or CMHSPs.

21 Sec. 1004. The department shall provide the senate and
22 house appropriations subcommittees on the department budget,
23 the senate and house fiscal agencies, and the state budget
24 office any rebased formula changes to either Medicaid
25 behavioral health services or non-Medicaid mental health
26 services 90 days before implementation. The notification
27 shall include a table showing the changes in funding
28 allocation by PIHP for Medicaid behavioral health services or
29 by CMHSP for non-Medicaid mental health services.



1 Sec. 1005. From the funds appropriated in part 1 for
2 health homes, the department shall maintain and expand the
3 number of behavioral health homes in PIHP regions 1, 2, and 8
4 and expand the number of opioid health homes in PIHP regions
5 1, 2, 4, and 9.

6 Sec. 1006. The department shall explore the feasibility
7 of implementing a Medicaid health home under 42 USC 1396w-4
8 for individuals with an intellectual or developmental
9 disability diagnosis. By March 1 of the current fiscal year,
10 the department shall provide a report that provides
11 information, on a statewide and PIHP regional basis, on the
12 prospective number of eligible individuals, the anticipated
13 enrolled individuals, the estimated cost, the delivery system
14 structure, and the timeline for implementation if feasible to
15 the house and senate appropriations subcommittees on the
16 department budget, the house and senate fiscal agencies, the
17 house and senate policy offices, and the state budget office.

18 Sec. 1007. The department may explore the feasibility of
19 creating a distinct standalone Medicaid delivery system for
20 individuals with an intellectual or developmental disability
21 diagnosis. By March 1 of the current fiscal year, the
22 department may provide a report that provides information on
23 potential delivery system structures, prospective number of
24 eligible individuals, possible federal Medicaid authorities,
25 and the estimated impact on current Medicaid delivery systems
26 that administer benefits for individuals with intellectual or
27 developmental disabilities to the house and senate
28 appropriations subcommittees on the department budget, the
29 house and senate fiscal agencies, the house and senate policy



1 offices, and the state budget office.

2 Sec. 1008. PIHPs and CMHSPs shall do all of the
3 following:

4 (a) Work to reduce administration costs by ensuring that
5 PIHP and CMHSP responsible functions are efficient in
6 allowing optimal transition of dollars to those direct
7 services considered most effective in assisting individuals
8 served. Any consolidation of administrative functions must
9 demonstrate, by independent analysis, a reduction in dollars
10 spent on administration resulting in greater dollars spent on
11 direct services. Savings resulting from increased
12 efficiencies shall not be applied to PIHP and CMHSP net
13 assets, internal service fund increases, building costs,
14 increases in the number of PIHP and CMHSP personnel, or other
15 areas not directly related to the delivery of improved
16 services.

17 (b) Take an active role in managing mental health care
18 by ensuring consistent and high-quality service delivery
19 throughout its network and promote a conflict-free care
20 management environment.

21 (c) Ensure that direct service rate variances are
22 related to the level of need or other quantifiable measures
23 to ensure that the most money possible reaches direct
24 services.

25 (d) Whenever possible, promote fair and adequate direct
26 care reimbursement, including fair wages for direct service
27 workers.

28 Sec. 1009. (1) From the funds appropriated in part 1 for
29 Medicaid mental health services and Healthy Michigan plan -



1 behavioral health, the department shall maintain the hourly
2 wage for direct care workers from the previous fiscal year.
3 Funds provided in this section must be utilized by a PIHP to
4 maintain the wage increase for direct care worker wages, for
5 the employer's share of federal insurance contributions act
6 costs, purchasing worker's compensation insurance, or the
7 employer's share of unemployment costs.

8 (2) Each PIHP shall report to the department by February
9 1 of the current fiscal year the range of wages paid to
10 direct care workers, including information on the number of
11 direct care workers at each wage level.

12 (3) The department shall report the information required
13 to be reported according to subsection (2) to the senate and
14 house appropriations subcommittees on the department budget,
15 the senate and house fiscal agencies, the senate and house
16 policy offices, and the state budget office by March 1 of the
17 current fiscal year.

18 Sec. 1010. The funds appropriated in part 1 for
19 behavioral health community supports and services must be
20 used to expand assertive community treatment (ACT), forensic
21 assertive community treatment (FACT), and supportive housing
22 and residential programs for the purpose of reducing waiting
23 lists at state-operated hospitals and centers through cost-
24 effective community-based services.

25 Sec. 1011. To the extent permissible under MCL 330.1919,
26 the funds appropriated in part 1 for behavioral health
27 services may be used to reimburse out-of-state providers of
28 crisis resolution services and outpatient services if the
29 out-of-state provider is enrolled as a state Medicaid



1 provider and the out-of-state provider is located closer to
2 the client's home than an in-state provider.

3 Sec. 1012. It is the intent of the legislature that the
4 department pursue any and all federal Medicaid waivers to
5 maximize the use of federal Medicaid reimbursements for
6 substance use disorder services and treatments for justice-
7 involved individuals. As part of the executive budget
8 presentation for the fiscal year ending September 30, 2022 on
9 behavioral health services to the house and senate
10 appropriations subcommittees on the department budget, the
11 department shall provide an update on the types of substance
12 use disorder waivers submitted by the department, whether
13 those waivers have been approved by the federal Centers for
14 Medicare and Medicaid Services, and the steps the department
15 will take to request any and all federal Medicaid waivers to
16 maximize the use of federal Medicaid reimbursements for
17 substance use disorder services and treatments.

18 Sec. 1013. CMHSPs that operate preadmission screening
19 units, or that have designated a hospital as a preadmission
20 screening unit, may permit a sheriff's office to use a
21 qualified contracted entity to transport an individual for
22 preadmission screening.

23

24 **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH**
25 **SERVICES**

26 Sec. 1051. The department shall continue a revenue
27 recapture project to generate additional revenues from third
28 parties related to cases that have been closed or are
29 inactive. A portion of revenues collected through project



1 efforts may be used for departmental costs and contractual
2 fees associated with these retroactive collections and to
3 improve ongoing departmental reimbursement management
4 functions.

5 Sec. 1052. The purpose of gifts and bequests for patient
6 living and treatment environments is to use additional
7 private funds to provide specific enhancements for
8 individuals residing at state-operated facilities. Use of the
9 gifts and bequests shall be consistent with the stipulation
10 of the donor. The expected completion date for the use of
11 gifts and bequests donations is within 3 years unless
12 otherwise stipulated by the donor.

13 Sec. 1055. (1) The department shall not implement any
14 closures or consolidations of state hospitals, centers, or
15 agencies until CMHSPs or PIHPs have programs and services in
16 place for those individuals currently in those facilities and
17 a plan for service provision for those individuals who would
18 have been admitted to those facilities.

19 (2) All closures or consolidations are dependent upon
20 adequate department-approved CMHSP and PIHP plans that
21 include a discharge and aftercare plan for each individual
22 currently in the facility. A discharge and aftercare plan
23 shall address the individual's housing needs. A homeless
24 shelter or similar temporary shelter arrangements are
25 inadequate to meet the individual's housing needs.

26 (3) Four months after the certification of closure
27 required in section 19(6) of the state employees' retirement
28 act, 1943 PA 240, MCL 38.19, the department shall provide a
29 closure plan to the house and senate appropriations



1 subcommittees on the department budget and the state budget
2 director.

3 (4) Upon the closure of state-run operations and after
4 transitional costs have been paid, the remaining balances of
5 funds appropriated for that operation shall be transferred to
6 CMHSPs or PIHPs responsible for providing services for
7 individuals previously served by the operations.

8 Sec. 1056. The department may collect revenue for
9 patient reimbursement from first- and third-party payers,
10 including Medicaid and local county CMHSP payers, to cover
11 the cost of placement in state hospitals and centers. The
12 department is authorized to adjust financing sources for
13 patient reimbursement based on actual revenues earned. If the
14 revenue collected exceeds current year expenditures, the
15 revenue may be carried forward with approval of the state
16 budget director. The revenue carried forward shall be used as
17 a first source of funds in the subsequent year.

18 Sec. 1058. Effective October 1 of the current fiscal
19 year, the department, in consultation with the department of
20 technology, management, and budget, may maintain a bid
21 process to identify 1 or more private contractors to provide
22 food service and custodial services for the administrative
23 areas at any state hospital identified by the department as
24 capable of generating savings through the outsourcing of such
25 services.

26 Sec. 1059. (1) The department shall identify specific
27 outcomes and performance measures for state-operated
28 hospitals and centers, including, but not limited to, the
29 following:



1 (a) The average wait time for persons determined
2 incompetent to stand trial before admission to the center for
3 forensic psychiatry.

4 (b) The average wait time for persons determined
5 incompetent to stand trial before admission to other state-
6 operated psychiatric facilities.

7 (c) The number of persons waiting to receive services at
8 the center for forensic psychiatry.

9 (d) The number of persons waiting to receive services at
10 other state-operated hospitals and centers.

11 (e) The number of persons determined not guilty by
12 reason of insanity or incompetent to stand trial by an order
13 of a probate court that have been determined to be ready for
14 discharge to the community, and the average wait time between
15 being determined to be ready for discharge to the community
16 and actual community placement.

17 (f) The number of persons denied services at the center
18 for forensic psychiatry.

19 (g) The number of person denied services at other state-
20 operated hospitals and centers.

21 (2) By March 1 of the current fiscal year, the
22 department shall report to the house and senate
23 appropriations subcommittees on the department budget, the
24 house and senate fiscal agencies, the house and senate policy
25 offices, and the state budget office on the outcomes and
26 performance measures in subsection (1).

27 Sec. 1060. By March 1 of the current fiscal year, the
28 department shall provide a status update on the department's
29 implementation of the previous fiscal year's workgroup's



1 recommendations to address mandatory overtime, staff
2 turnover, and staff retention at the state psychiatric
3 hospitals and centers to the senate and house appropriations
4 subcommittees on the department budget, the senate and house
5 fiscal agencies, and the state budget office. The report
6 shall include, but is not limited to, the following:

7 (a) Descriptions of all of the measures being
8 implemented.

9 (b) Descriptions of all of the measures not being
10 implemented and barriers preventing implementation.

11 (c) The number of direct care and clinical staff
12 positions that are currently vacant by hospital, and how that
13 compares to the number of vacancies during the previous
14 fiscal year.

15 (d) A breakdown of voluntary and mandatory overtime
16 hours worked by position and by hospital, and how that
17 compares to the breakdown of voluntary and mandatory overtime
18 hours during the previous fiscal year.

19 (e) The ranges of wages paid by position and by
20 hospital, and how that compares to wages paid during the
21 previous fiscal year.

22 Sec. 1061. The funds appropriated in part 1 for Caro
23 Regional Mental Health Center shall only be utilized to
24 support a psychiatric hospital located at its current
25 location. It is the intent of the legislature that the Caro
26 Regional Mental Health Center shall remain open and
27 operational at its current location on an ongoing basis.
28 Capital outlay funding shall be utilized for planning and
29 construction of a new or updated facility at the current



1 location instead of at a new location.

2 Sec. 1062. It is the intent of the legislature that the
3 department shall provide a 5-year plan to address the need
4 for adult and children's inpatient psychiatric beds to the
5 house and senate appropriations subcommittees on the
6 department budget, the house and senate fiscal agencies, the
7 house and senate policy offices, and the state budget office.
8 The report shall include recommendations for utilizing both
9 public and public private partnership beds.

10
11 **HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES**

12 Sec. 1140. From the funds appropriated in part 1 for
13 primary care services, \$400,000.00 shall be allocated to free
14 health clinics operating in the state. The department shall
15 distribute the funds equally to each free health clinic. For
16 the purpose of this appropriation, "free health clinics"
17 means nonprofit organizations that use volunteer health
18 professionals to provide care to uninsured individuals.

19 Sec. 1142. The department shall continue to seek means
20 to increase retention of Michigan medical school students for
21 completion of their primary care residency requirements
22 within this state and ultimately, for some period of time, to
23 remain in this state and serve as primary care physicians.
24 The department is encouraged to work with Michigan
25 institutions of higher education.

26 Sec. 1143. From the funds appropriated in part 1 for
27 primary care services, the department shall allocate no less
28 than \$675,000.00 for island primary health care access and
29 services including island clinics, in the following amounts:



1 (a) Beaver Island, \$250,000.00.

2 (b) Mackinac Island, \$250,000.00.

3 (c) Drummond Island, \$150,000.00.

4 (d) Bois Blanc Island, \$25,000.00.

5 Sec. 1144. From the funds appropriated in part 1, the
6 department shall report by June 30 of the current fiscal year
7 trended cost and utilization, including inpatient and
8 emergency department, claims data reports in aggregate by
9 local community health innovation regions (CHIRs) and
10 specific to each Medicaid health plan for their beneficiaries
11 that were clients of local CHIRs, for the period beginning
12 with the fiscal year that ended September 30, 2015 through
13 the current fiscal year to the senate and house
14 appropriations subcommittees on the department budget, the
15 senate and house fiscal agencies, the senate and house policy
16 offices, and the state budget office.

17 Sec. 1145. The department will take steps necessary to
18 work with Indian Health Service, tribal health program
19 facilities, or Urban Indian Health Program facilities that
20 provide services under a contract with a Medicaid managed
21 care entity to ensure that those facilities receive the
22 maximum amount allowable under federal law for Medicaid
23 services.

24 Sec. 1146. From the funds appropriated in part 1 for
25 bone marrow donor and blood bank programs, \$250,000.00 shall
26 be allocated to Versiti Blood Center, the partner of the
27 match registry of the national marrow donor program. The
28 funds shall be used to offset ongoing tissue typing expenses
29 associated with donor recruitment and collection services and



1 to expand those services to better serve the citizens of this
2 state.

3 Sec. 1147. From the funds appropriated in part 1 for
4 bone marrow donor and blood bank programs, \$500,000.00 shall
5 be allocated to Versiti Blood Center for a cord blood bank.
6 The funds shall be used to enhance the collection of fetal
7 umbilical cord blood and stem cells for transplant, expand
8 cord blood laboratory capabilities, and expand the diversity
9 of collections.

10 Sec. 1151. The department shall coordinate with the
11 department of licensing and regulatory affairs, the
12 department of the attorney general, all appropriate law
13 enforcement agencies, and the Medicaid health plans to work
14 with local substance use disorder agencies and addiction
15 treatment providers to help inform Medicaid beneficiaries of
16 all medically appropriate treatment options for opioid
17 addiction when their treating physician stops prescribing
18 prescription opioid medication for pain, and to address other
19 appropriate recommendations of the prescription drug and
20 opioid abuse task force outlined in its report of October
21 2015. By October 1 of the current fiscal year, the department
22 shall submit a report to the senate and house appropriations
23 subcommittees on the department budget, the senate and house
24 fiscal agencies, the senate and house policy offices, and the
25 state budget office on how the department is working with
26 local substance use disorder agencies and addiction treatment
27 providers to ensure that Medicaid beneficiaries are informed
28 of all available and medically appropriate treatment options
29 for opioid addiction when their treating physician stops



1 prescribing prescription opioid medication for pain, and to
2 address other appropriate recommendations of the task force.
3 The report shall include any potential barriers to
4 medication-assisted treatment, as recommended by the Michigan
5 medication-assisted treatment guidelines, for Medicaid
6 beneficiaries in both office-based opioid treatment and
7 opioid treatment program facility settings.

8
9 **EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY**

10 Sec. 1180. From the funds appropriated in part 1 for
11 epidemiology administration and for childhood lead program,
12 the department shall maintain a public health drinking water
13 unit and maintain enhanced efforts to monitor child blood
14 lead levels. The public health drinking water unit shall
15 ensure that appropriate investigations of potential health
16 hazards occur for all community and noncommunity drinking
17 water supplies where chemical exceedances of action levels,
18 health advisory levels, or maximum contaminant limits are
19 identified. The goals of the childhood lead program shall
20 include improving the identification of affected children,
21 the timeliness of case follow-up, and attainment of nurse
22 care management for children with lead exposure, and to
23 achieve a long-term reduction in the percentage of children
24 in this state with elevated blood lead levels.

25 Sec. 1181. From the funds appropriated in part 1 for
26 epidemiology administration, the department shall maintain a
27 vapor intrusion response unit. The vapor intrusion response
28 unit shall assess risks to public health at vapor intrusion
29 sites and respond to vapor intrusion risks where appropriate.



1 The goals of the vapor intrusion response unit shall include
2 reducing the number of residents of this state exposed to
3 toxic substances through vapor intrusion and improving health
4 outcomes for individuals that are identified as having been
5 exposed to vapor intrusion.

6 Sec. 1182. (1) From the funds appropriated in part 1 for
7 the healthy homes program, no less than \$7,392,900.00 of
8 general fund/general purpose funds and \$18,157,100.00 of
9 federal funds shall be allocated for lead abatement of homes.

10 (2) By April 1 of the current fiscal year, the
11 department shall provide a report to the house and senate
12 appropriations subcommittees on the department budget, the
13 house and senate fiscal agencies, and the state budget office
14 on the expenditures and activities undertaken by the lead
15 abatement program in the previous fiscal year from the funds
16 appropriated in part 1 for the healthy homes program. The
17 report shall include, but is not limited to, a funding
18 allocation schedule, expenditures by category of expenditure
19 and by subcontractor, revenues received, description of
20 program elements, number of housing units abated of lead-
21 based paint hazards, and description of program
22 accomplishments and progress.

23 Sec. 1183. The department shall not require a medical
24 first response service to submit data for purposes of the
25 Michigan emergency medical services information system if the
26 medical first response service is located in a county with a
27 population of less than 85,000 according to the most recent
28 federal decennial census and is composed of only medical
29 first responders who provide services without expecting or



1 receiving money, goods, or services in return for providing
2 those services. A medical first response service described in
3 this subsection shall ensure that a medical first responder
4 provides, in writing, at least all of the following
5 information to an emergency medical technician, emergency
6 medical technician specialist, or paramedic, arriving at the
7 scene after the medical first responder:

8 (a) The time of the initial medical first responder's
9 arrival at the scene.

10 (b) The patient's condition at the time of the initial
11 medical first responder's arrival at the scene.

12 (c) Information gathered from a patient assessment,
13 including, but not limited to, the patient's vital signs and
14 level of consciousness.

15 Sec. 1184. (1) From the funds appropriated in part 1 for
16 emergency medical services program, the department shall, in
17 coordination with the state emergency medical services
18 coordination committee established under section 20915 of the
19 public health code, 1978 PA 368, MCL 333.20915, medical
20 control authorities, and other emergency medical services
21 organizations, review, revise, and improve the process for
22 the consideration, discussion, announcement, and
23 implementation of any changes proposed by the department for
24 emergency medical services system guidance, guidelines, or
25 protocols.

26 (2) The goal to improve the current process shall be the
27 effective and safe provision of emergency medical services.

28 (3) The revised and improved process shall include, but
29 not be limited to, the following:



1 (a) Increased communication, transparency, and
2 collaboration, to culminate in clarity of, and real-time
3 access to, current department guidance, guidelines, or
4 protocols, and the status of any changes being considered.

5 (b) Formal notification of proposed changes to guidance,
6 guidelines, or protocols from the department to the state
7 emergency medical services coordination committee no less
8 than 30 days prior to implementation.

9 (c) Receipt by the department of a recommendation from
10 the state emergency medical services coordination committee
11 regarding the proposed changes to guidance, guidelines or
12 protocols before implementation by the department of the
13 changes.

14 (4) The department shall provide access and status
15 updates, including any proposed rules being considered
16 through the administrative rules process, to the public on
17 the department's website, which shall be updated by the
18 department on a weekly basis.

19 (5) The department shall report to the house and senate
20 appropriations subcommittees on the department budget, the
21 house and senate fiscal agencies and policy offices, and the
22 state budget director by April 15 of the current fiscal year
23 on the findings of the review and include summaries of
24 actions undertaken to identify, revise, and improve any
25 weaknesses in the current process.

26 Sec. 1185. From the funds appropriated in part 1 for
27 emergency medical services program, \$25,000.00 is allocated
28 for a grant to fund a free family emergency readiness public
29 expo event held in a county with a population between 180,000



1 and 181,000 according to the most recent federal decennial
2 census. The purpose of the event shall be to educate local
3 residents about preparedness in an emergency, disaster, or
4 crisis including planning, assessing specific personal and
5 household needs, and skills to cope, survive, recover, and
6 prevail.

7

8 **LOCAL HEALTH AND ADMINISTRATIVE SERVICES**

9 Sec. 1220. The amount appropriated in part 1 for
10 implementation of the 1993 additions of or amendments to
11 sections 9161, 16221, 16226, 17014, 17015, and 17515 of the
12 public health code, 1978 PA 368, MCL 333.9161, 333.16221,
13 333.16226, 333.17014, 333.17015, and 333.17515, shall be used
14 to reimburse local health departments for costs incurred
15 related to implementation of section 17015(18) of the public
16 health code, 1978 PA 368, MCL 333.17015.

17 Sec. 1221. If a county that has participated in a
18 district health department or an associated arrangement with
19 other local health departments takes action to cease to
20 participate in such an arrangement after October 1 of the
21 current fiscal year, the department shall have the authority
22 to assess a penalty from the local health department's
23 operational accounts in an amount equal to no more than 6.25%
24 of the local health department's essential local public
25 health services funding. This penalty shall only be assessed
26 to the local county that requests the dissolution of the
27 health department.

28 Sec. 1222. (1) Funds appropriated in part 1 for
29 essential local public health services shall be prospectively



1 allocated to local health departments to support
2 immunizations, infectious disease control, sexually
3 transmitted disease control and prevention, hearing
4 screening, vision services, food protection, public water
5 supply, private groundwater supply, and on-site sewage
6 management. Food protection shall be provided in consultation
7 with the department of agriculture and rural development.
8 Public water supply, private groundwater supply, and on-site
9 sewage management shall be provided in consultation with the
10 department of environment, Great Lakes, and energy.

11 (2) Local public health departments shall be held to
12 contractual standards for the services in subsection (1).

13 (3) Distributions in subsection (1) shall be made only
14 to counties that maintain local spending in the current
15 fiscal year of at least the amount expended in fiscal year
16 1992-1993 for the services described in subsection (1).

17 (4) By February 1 of the current fiscal year, the
18 department shall provide a report to the house and senate
19 appropriations subcommittees on the department budget, the
20 house and senate fiscal agencies, and the state budget
21 director on the planned allocation of the funds appropriated
22 for essential local public health services.

23 (5) The department shall continue implementation of the
24 distribution formula for the allocation of essential local
25 public health services funding to local health departments as
26 specified by section 1234 of article X of 2018 PA 207.

27 (6) From the funds appropriated in part 1 for essential
28 local public health services, each local public health
29 department is allocated not less than the amount allocated to



1 that local public health department during the previous
2 fiscal year.

3 Sec. 1225. The department shall work with the Michigan
4 health endowment fund corporation established under section
5 653 of the nonprofit health care corporation reform act, 1980
6 PA 350, MCL 550.1653, to explore ways to fund and evaluate
7 current and future policies and programs.

8 Sec. 1226. From the funds appropriated in part 1 for
9 chronic disease control and health promotion administration,
10 \$500,000.00 shall be allocated for a school children's
11 healthy exercise program to promote and advance physical
12 health for school children in kindergarten through grade 8.
13 The department shall recommend model programs for sites to
14 implement that incorporate evidence-based best practices. The
15 department shall grant the funds appropriated in part 1 for
16 before- and after-school programs. The department shall
17 establish guidelines for program sites, which may include
18 schools, community-based organizations, private facilities,
19 recreation centers, or other similar sites. The program
20 format shall encourage local determination of site activities
21 and shall encourage local inclusion of youth in the decision-
22 making regarding site activities. Program goals shall include
23 children experiencing improved physical health and access to
24 physical activity opportunities, the reduction of obesity,
25 providing a safe place to play and exercise, and nutrition
26 education. To be eligible to participate, program sites shall
27 provide a 20% match to the state funding, which may be
28 provided in full, or in part, by a corporation, foundation,
29 or private partner. The department shall seek financial



1 support from corporate, foundation, or other private partners
2 for the program or for individual program sites.

3 Sec. 1227. The department shall establish criteria for
4 all funds allocated for health and wellness initiatives. The
5 criteria must include a requirement that all programs funded
6 be evidence-based and supported by research, include
7 interventions that have been shown to demonstrate outcomes
8 that lower cost and improve quality, and be designed for
9 statewide impact. Preference must be given to programs that
10 utilize the funding as match for additional resources,
11 including, but not limited to, federal sources.

12 Sec. 1231. (1) From the funds appropriated for local
13 health services, up to \$4,750,000.00 shall be allocated for
14 grants to local public health departments to support PFAS
15 response and emerging public health threat activities. A
16 portion of the funding shall be allocated by the department
17 in a collaborative fashion with local public health
18 departments in jurisdictions experiencing PFAS contamination.
19 The remainder of the funding shall be allocated to address
20 infectious and vector-borne disease threats, and other
21 environmental contamination issues such as vapor intrusion,
22 drinking water contamination, and lead exposure. The funding
23 shall be allocated to address issues including, but not
24 limited to, staffing, planning and response, and creation and
25 dissemination of materials related to PFAS contamination
26 issues and other emerging public health issues and threats.

27 (2) By May 1 of the current fiscal year, the department
28 shall provide a report to the house and senate appropriations
29 subcommittees on the department budget, the house and senate



1 fiscal agencies, and the state budget office on actual
2 expenditures in the previous fiscal year and planned spending
3 in the current fiscal year of the funds described in
4 subsection (1), including recipient entities, amount of
5 allocation, general category of allocation, and detailed
6 uses.

7 Sec. 1232. The department may work to ensure that the
8 United States Department of Defense shall reimburse the state
9 for costs associated with PFAS and environmental
10 contamination response at military training sites and support
11 facilities.

12 Sec. 1233. General fund and state restricted fund
13 appropriations in part 1 shall not be expended for PFAS and
14 environmental contamination response where federal funding or
15 private grant funding is available for the same expenditures.

16 Sec. 1238. The department shall establish a workgroup to
17 determine the cost of establishing lead elimination and
18 response. By March 1 of the current fiscal year, the
19 department shall provide a report on the findings of the
20 workgroup to the house and senate appropriations
21 subcommittees on the department budget, the house and senate
22 fiscal agencies, the house and senate policy offices, and the
23 state budget director.

24 Sec. 1239. The department shall participate in and give
25 necessary assistance to the Michigan PFAS action response
26 team (MPART) pursuant to Executive Order No. 2019-03. The
27 department shall collaborate with MPART and other departments
28 to carry out appropriate activities, actions, and
29 recommendations as coordinated by MPART. Efforts shall be



1 continuous to ensure that the department's activities are not
2 duplicative with activities of another department or agency.

3 Sec. 1240. From the funds appropriated in part 1 for
4 chronic disease control and health promotion administration,
5 \$70,000.00 is allocated to support a rare disease review
6 committee and responsibilities of the committee, which may
7 include all of the following:

8 (a) Develop a list of rare diseases.

9 (b) Post the list of rare diseases on the department's
10 website.

11 (c) Update the list of rare diseases every 2 years.

12 (d) Annually investigate and report to the legislature
13 on 1 rare disease on the list, and include legislative
14 recommendations in the report.

15

16 **FAMILY HEALTH SERVICES**

17 Sec. 1301. (1) Before April 1 of the current fiscal
18 year, the department shall submit a report to the house and
19 senate fiscal agencies and the state budget director on
20 planned allocations from the amounts appropriated in part 1
21 for local MCH services, prenatal care outreach and service
22 delivery support, family planning local agreements, and
23 pregnancy prevention programs. Using applicable federal
24 definitions, the report shall include information on all of
25 the following:

26 (a) Funding allocations.

27 (b) Actual number of women, children, and adolescents
28 served and amounts expended for each group for the
29 immediately preceding fiscal year.



1 (c) A breakdown of the expenditure of these funds
2 between urban and rural communities.

3 (2) The department shall ensure that the distribution of
4 funds through the programs described in subsection (1) takes
5 into account the needs of rural communities.

6 (3) For the purposes of this section, "rural" means a
7 county, city, village, or township with a population of
8 30,000 or less, including those entities if located within a
9 metropolitan statistical area.

10 Sec. 1302. Each family planning program receiving
11 federal title X family planning funds under 42 USC 300 to
12 300a-8 shall be in compliance with all performance and
13 quality assurance indicators that the office of population
14 affairs within the United States Department of Health and
15 Human Services specifies in the program guidelines for
16 project grants for family planning services. An agency not in
17 compliance with the indicators shall not receive supplemental
18 or reallocated funds.

19 Sec. 1303. The department shall not contract with an
20 organization that provides elective abortions, abortion
21 counseling, or abortion referrals, for services that are to
22 be funded with state restricted or state general fund/general
23 purpose funds appropriated in part 1 for family planning
24 local agreements. An organization under contract with the
25 department shall not subcontract with an organization that
26 provides elective abortions, abortion counseling, or abortion
27 referrals, for services that are to be funded with state
28 restricted or state general fund/general purpose funds
29 appropriated in part 1 for family planning local agreements.



1 Sec. 1304. The department shall not use state restricted
2 funds or state general funds, or allow grantees or
3 subcontractors to use those funds, appropriated in part 1 in
4 the pregnancy prevention program or family planning local
5 agreements appropriation line items for abortion counseling,
6 referrals, or services.

7 Sec. 1305. (1) From the funds appropriated in part 1 for
8 family planning local agreements and the pregnancy prevention
9 program, the department shall not contract with or award
10 grants to an entity that engages in 1 or more of the
11 activities described in section 1(2) of 2002 PA 360, MCL
12 333.1091, if the entity is located in a county or health
13 district where family planning or pregnancy prevention
14 services are provided by the county, the health district, or
15 a qualified entity that does not engage in any of the
16 activities described in section 1(2) of 2002 PA 360, MCL
17 333.1091.

18 (2) The department shall give priority to counties or
19 health districts where no contracts or grants currently exist
20 for family planning or pregnancy prevention services before
21 contracting with or awarding grants to an entity that engages
22 in 1 or more of the activities described in section 1(2) of
23 2002 PA 360, MCL 333.1091, if that entity is located in a
24 county where family planning and pregnancy prevention
25 services are provided by the county, the health district, or
26 another qualified entity that does not engage in the
27 activities described in section 1(2) of 2002 PA 360, MCL
28 333.1091.

29 Sec. 1306. (1) From the funds appropriated in part 1 for



1 the drinking water declaration of emergency, the department
2 shall allocate funds to address needs in a city in which a
3 declaration of emergency was issued because of drinking water
4 contamination. These funds may support, but are not limited
5 to, the following activities:

6 (a) Nutrition assistance, nutritional and community
7 education, food bank resources, and food inspections.

8 (b) Epidemiological analysis and case management of
9 individuals at risk of elevated blood lead levels.

10 (c) Support for child and adolescent health centers,
11 children's healthcare access program, and pathways to
12 potential programming.

13 (d) Nursing services, breastfeeding education, evidence-
14 based home visiting programs, intensive services, and
15 outreach for children exposed to lead coordinated through
16 local community mental health organizations.

17 (e) Department field operations costs.

18 (f) Lead poisoning surveillance, investigations,
19 treatment, and abatement.

20 (g) Nutritional incentives provided to local residents
21 through the double up food bucks expansion program.

22 (h) Genesee County health department food inspectors to
23 perform water testing at local food service establishments.

24 (i) Transportation related to health care delivery.

25 (j) Senior initiatives.

26 (k) Lead abatement contractor workforce development.

27 (2) From the funds appropriated in part 1 for the
28 drinking water declaration of emergency, the department shall
29 allocate \$300,000.00 for Revive Community Health Center for



1 health support services as the center pursues certification
2 as a federally qualified health center.

3 (3) From the funds appropriated in part 1 for the
4 drinking water declaration of emergency, the department shall
5 allocate \$500,000.00 for rides to wellness through the Flint
6 mass transportation authority.

7 Sec. 1308. From the funds appropriated in part 1 for
8 prenatal care outreach and service delivery support, not less
9 than \$500,000.00 of funding shall be allocated for evidence-
10 based programs to reduce infant mortality including nurse
11 family partnership programs. The funds shall be used for
12 enhanced support and education to nursing teams or other
13 teams of qualified health professionals, client recruitment
14 in areas designated as underserved for obstetrical and
15 gynecological services and other high-need communities,
16 strategic planning to expand and sustain programs, and
17 marketing and communications of programs to raise awareness,
18 engage stakeholders, and recruit nurses.

19 Sec. 1309. The department shall allocate funds
20 appropriated in section 117 of part 1 for family, maternal,
21 and child health according to section 1 of 2002 PA 360, MCL
22 333.1091.

23 Sec. 1310. Each family planning program receiving
24 federal title X family planning funds under 42 USC 300 to
25 300a-8 must be in compliance with all title X rules
26 established by the Office of Population Affairs within the
27 United States Department of Health and Human Services. The
28 department shall monitor all title X family planning programs
29 to ensure compliance with all federal title X rules. An



1 agency not in compliance with the rules shall not receive
2 supplemental or reallocated funds.

3 Sec. 1311. From the funds appropriated in part 1 for
4 prenatal care outreach and service delivery support, not less
5 than \$2,750,000.00 state general fund/general purpose funds
6 shall be allocated for a rural home visit program. Equal
7 consideration shall be given to all eligible evidence-based
8 providers in all regions in contracting for rural home
9 visitation services.

10 Sec. 1312. From the funds appropriated in part 1 for
11 prenatal care and premature birth avoidance grant, the
12 department shall allocate \$1,000,000.00 as a grant to help
13 fulfill contract obligations between the department and a
14 federal Healthy Start Program located in a county with a
15 population between 600,000 and 610,000 according to the most
16 recent decennial census. To be eligible to receive funding,
17 the organization must be a partnership between various health
18 agencies, and utilize a social impact bonding strategy
19 approved by the department to enhance support to underserved
20 populations for prenatal care and premature birth avoidance.

21 Sec. 1313. (1) The department shall continue developing
22 an outreach program on fetal alcohol syndrome services,
23 targeting health promotion, prevention, and intervention as
24 described in the Michigan fetal alcohol spectrum disorders 5-
25 year plan 2015-2020.

26 (2) The department shall explore federal grant funding
27 to address prevention services for fetal alcohol syndrome and
28 reduce alcohol consumption among pregnant women.

29 (3) By February 1 of the current fiscal year, the



1 department shall provide a report to the house and senate
2 appropriations subcommittees on the department budget, the
3 house and senate fiscal agencies, and the state budget office
4 on planned spending of appropriations within the department
5 budget for fetal alcohol syndrome projects and services,
6 including appropriation line item, agency or recipient
7 entities, amount and purpose of allocation, and detailed
8 uses. The report shall include a summary of outcomes
9 accomplished by the funding investments and metrics used to
10 determine outcomes, if available.

11 Sec. 1314. The department shall seek to enhance
12 education and outreach efforts that encourage women of
13 childbearing age to seek confirmation at the earliest
14 indication of possible pregnancy and initiate continuous and
15 routine prenatal care upon confirmation of pregnancy. The
16 department shall seek to ensure that department programs,
17 policies, and practices promote prenatal and obstetrical care
18 by doing the following:

- 19 (a) Supporting access to care.
20 (b) Reducing and eliminating barriers to care.
21 (c) Supporting recommendations for best practices.
22 (d) Encouraging optimal prenatal habits such as prenatal
23 medical visits, use of prenatal vitamins, and cessation of
24 use of tobacco, alcohol, or drugs.
25 (e) Tracking of birth outcomes to study improvements in
26 prevalence of fetal drug addiction, fetal alcohol syndrome,
27 and other preventable neonatal disease.
28 (f) Tracking of maternal increase in healthy behaviors
29 following childbirth.



1 Sec. 1315. (1) From the funds appropriated in part 1 for
2 dental programs, \$150,000.00 shall be allocated to the
3 Michigan Dental Association for the administration of a
4 volunteer dental program that provides dental services to the
5 uninsured.

6 (2) By December 1 of the current fiscal year, the
7 department shall report to the senate and house
8 appropriations subcommittees on the department budget, the
9 senate and house standing committees on health policy, the
10 senate and house fiscal agencies, and the state budget office
11 the number of individual patients treated, number of
12 procedures performed, and approximate total market value of
13 those procedures from the previous fiscal year.

14 Sec. 1316. The department shall use revenue from mobile
15 dentistry facility permit fees received under section 21605
16 of the public health code, 1978 PA 368, MCL 333.21605, to
17 offset the cost of the permit program.

18 Sec. 1317. (1) From the funds appropriated in part 1 for
19 dental programs, \$1,550,000.00 of general fund/general
20 purpose revenue and any associated federal match shall be
21 distributed to local health departments who partner with a
22 qualified nonprofit provider of dental services for the
23 purpose of providing high-quality dental homes for seniors,
24 children, and adults enrolled in Medicaid, and low-income
25 uninsured.

26 (2) In order to be considered a qualified nonprofit
27 provider of dental services, the provider must demonstrate
28 the following:

29 (a) An effective health insurance enrollment process for



1 uninsured patients.

2 (b) An effective process of charging patients on a
3 sliding scale based on the patient's ability to pay.

4 (c) Utilization of additional fund sources including,
5 but not limited to, federal Medicaid matching funds.

6 (3) Providers shall report to the department by
7 September 30 of the current fiscal year on outcomes and
8 performance measures for the program under this section
9 including, but not limited to, the following:

10 (a) The number of uninsured patients who visited a
11 participating dentist over the previous year, broken down
12 between adults and children.

13 (b) The number of patients assisted with health
14 insurance enrollment, broken down between adults and
15 children.

16 (c) A 5-year trend of the number of uninsured patients
17 being served, broken down between adults and children.

18 (d) The number of unique patient visits by center.

19 (e) The number of unique Medicaid or Healthy Michigan
20 plan patients served broken down by center.

21 (f) The number of children, seniors, and veterans served
22 broken down by center.

23 (g) The total value of services rendered by the
24 organization broken down by center.

25 (4) Within 15 days after receipt of the report required
26 in subsection (3), the department shall provide a copy of the
27 report to the senate and house appropriations subcommittees
28 on the department budget, the senate and house fiscal
29 agencies, the senate and house policy offices, and the state



1 budget office.

2 Sec. 1319. It is the intent of the legislature that the
3 department develop an oral health screening and assessment
4 program for children entering school, and pursue alternative
5 funding sources to aid in financing the program.

6 Sec. 1320. It is the intent of the legislature that
7 funds appropriated in part 1 that may be expended for a
8 public media campaign regarding publicly funded family
9 planning or pregnancy prevention services shall not be used
10 to communicate in that media campaign any message that
11 implies, states, or can be interpreted to mean that abortion
12 is a method of family planning or pregnancy prevention.

13 Sec. 1322. The department shall provide a report by
14 April 15 of the current fiscal year to the house and senate
15 appropriations subcommittees on the department budget, the
16 house and senate fiscal agencies, the house and senate policy
17 offices, and the state budget office on state immunization
18 policy and practices. The report shall include all of the
19 following items:

20 (a) A list of recommended vaccinations.

21 (b) The basis and rationale for inclusion of each listed
22 item.

23 (c) The indicators, measures, and performance outcomes
24 that document improvement in human health for each listed
25 item.

26 Sec. 1341. The department shall utilize income
27 eligibility and verification guidelines established by the
28 Food and Nutrition Service agency of the United States
29 Department of Agriculture in determining eligibility of



1 individuals for the special supplemental nutrition program
2 for women, infants, and children (WIC) as stated in current
3 WIC policy.

4

5 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

6 Sec. 1360. The department may do 1 or more of the
7 following:

8 (a) Provide special formula for eligible clients with
9 specified metabolic and allergic disorders.

10 (b) Provide medical care and treatment to eligible
11 patients with cystic fibrosis who are 21 years of age or
12 older.

13 (c) Provide medical care and treatment to eligible
14 patients with hereditary coagulation defects, commonly known
15 as hemophilia, who are 21 years of age or older.

16 (d) Provide human growth hormone to eligible patients.

17 (e) Provide mental health care for mental health needs
18 that result from, or are a symptom of, the individual's
19 qualifying medical condition.

20 Sec. 1361. From the funds appropriated in part 1 for
21 medical care and treatment, the department may spend those
22 funds for the continued development and expansion of
23 telemedicine capacity to allow families with children in the
24 children's special health care services program to access
25 specialty providers more readily and in a more timely manner.
26 The department may spend funds to support chronic complex
27 care management of children enrolled in the children's
28 special health care services program to minimize
29 hospitalizations and reduce costs to the program while



1 improving outcomes and quality of life.

2

3 **AGING AND ADULT SERVICES AGENCY**

4 Sec. 1402. The department may encourage the Food Bank
5 Council of Michigan to collaborate directly with each area
6 agency on aging and any other organizations that provide
7 senior nutrition services to secure the food access of
8 vulnerable seniors.

9 Sec. 1403. (1) By February 1 of the current fiscal year,
10 the aging and adult services agency shall require each region
11 to report to the aging and adult services agency and to the
12 legislature home-delivered meals waiting lists based upon
13 standard criteria. Determining criteria shall include all of
14 the following:

15 (a) The recipient's degree of frailty.

16 (b) The recipient's inability to prepare his or her own
17 meals safely.

18 (c) Whether the recipient has another care provider
19 available.

20 (d) Any other qualifications normally necessary for the
21 recipient to receive home-delivered meals.

22 (2) Data required in subsection (1) shall be recorded
23 only for individuals who have applied for participation in
24 the home-delivered meals program and who are initially
25 determined as likely to be eligible for home-delivered meals.

26 Sec. 1417. The department shall provide to the senate
27 and house appropriations subcommittees on the department
28 budget, senate and house fiscal agencies, and state budget
29 director a report by March 30 of the current fiscal year that



1 contains all of the following:

2 (a) The total allocation of state resources made to each
3 area agency on aging by individual program and
4 administration.

5 (b) Detail expenditure by each area agency on aging by
6 individual program and administration including both state-
7 funded resources and locally funded resources.

8 Sec. 1421. From the funds appropriated in part 1 for
9 community services, \$1,100,000.00 shall be allocated to area
10 agencies on aging for locally determined needs.

11 Sec. 1422. (1) From the funds appropriated in part 1 for
12 aging and adult services administration, not less than
13 \$300,000.00 shall be allocated for the department to contract
14 with the Prosecuting Attorneys Association of Michigan to
15 provide the support and services necessary to increase the
16 capability of the state's prosecutors, adult protective
17 service system, and criminal justice system to effectively
18 identify, investigate, and prosecute elder abuse and
19 financial exploitation.

20 (2) By March 1 of the current fiscal year, the
21 Prosecuting Attorneys Association of Michigan shall provide a
22 report on the efficacy of the contract to the state budget
23 office, the house and senate appropriations subcommittees on
24 the department budget, the house and senate fiscal agencies,
25 and the house and senate policy offices.

26 Sec. 1425. The department shall coordinate with the
27 department of licensing and regulatory affairs to ensure
28 that, upon receipt of the order of suspension of a licensed
29 adult foster care home, home for the aged, or nursing home,



1 the department of licensing and regulatory affairs shall
2 provide notice to the department, to the house and senate
3 appropriations subcommittees on the department budget, and to
4 the members of the house and senate that represent the
5 legislative districts of the county in which the facility
6 lies.

7 Sec. 1426. From the funds appropriated in part 1 for
8 community services, \$40,000.00 shall be allocated for a
9 senior call check pilot program. The purpose of the pilot
10 program is to allow an older person to voluntarily sign up to
11 receive a daily or weekly automated call checking on the
12 older person's well-being and possible conversation with an
13 individual. The department shall provide online and toll-free
14 telephone options for signing up for the pilot program. The
15 program shall be available to all residents of this state age
16 60 or over and shall target isolated or homebound seniors to
17 provide a check on mental health, physical health and
18 wellness, and address feelings of loneliness or depression.

19

20 **MEDICAL SERVICES ADMINISTRATION**

21 Sec. 1501. (1) The unexpended funds appropriated in part
22 1 for the electronic health records incentive program are
23 designated as a work project appropriation, and any
24 unencumbered or unallotted funds shall not lapse at the end
25 of the fiscal year and shall be available for expenditures
26 for projects under this section until the projects have been
27 completed. The following is in compliance with section
28 451a(1) of the management and budget act, 1984 PA 431, MCL
29 18.1451a:



1 (a) The purpose of the work project is to implement the
2 Medicaid electronic health record program that provides
3 financial incentive payments to Medicaid health care
4 providers to encourage the adoption and meaningful use of
5 electronic health records to improve quality, increase
6 efficiency, and promote safety.

7 (b) The projects will be accomplished by utilizing state
8 employees or contracts with service providers, or both, and
9 according to the approved federal advanced planning document.

10 (c) The total estimated cost of the work project is
11 \$37,477,500.00.

12 (d) The tentative completion date is September 30, 2025.

13 (2) It is the intent of the legislature that dental
14 providers be eligible for the funds available in part 1 for
15 the Medicaid electronic health records incentive program, and
16 that distributions of the funds be made to assist eligible
17 dental providers to implement Medicaid electronic health
18 records.

19 Sec. 1505. By March 1 of the current fiscal year, the
20 department shall submit a report to the senate and house
21 appropriations subcommittees on the department budget, the
22 senate and house fiscal agencies, and the state budget office
23 on the actual reimbursement savings and cost offsets that
24 have resulted from the funds appropriated in part 1 for the
25 office of inspector general and third party liability efforts
26 in the previous fiscal year.

27 Sec. 1506. The department shall submit to the senate and
28 house appropriations subcommittees on the department budget,
29 the senate and house fiscal agencies, the senate and house



1 policy offices, and the state budget office quarterly reports
2 on the implementation status of the public assistance call
3 center that include all of the following information:

4 (a) Call volume during the prior quarter.

5 (b) Percentage of calls resolved through the public
6 assistance call center.

7 (c) Percentage of calls transferred to a local
8 department office or other office for resolution.

9 Sec. 1507. From the funds appropriated in part 1 for
10 office of inspector general, the inspector general shall
11 audit and recoup inappropriate or fraudulent payments from
12 Medicaid managed care organizations to health care providers.
13 Unless authorized by federal or state law, the department
14 shall not fine, temporarily halt operations of, disenroll as
15 a Medicaid provider, or terminate a managed care organization
16 or health care provider from providing services due to the
17 discovery of an inappropriate payment found during the course
18 of an audit.

19 Sec. 1509. By September 30 of the current fiscal year,
20 the department shall report to the senate and house
21 appropriations subcommittees on the department budget, the
22 senate and house fiscal agencies, the senate and house policy
23 offices, and the state budget office on the implementation of
24 employment-related activity requirements for medical
25 assistance. The report shall include, but is not limited to,
26 the number of recipients who are noncompliant with the
27 required self-sufficiency goals, an explanation of the
28 actions undertaken, and the number of recipients subject to
29 employment-related activity requirements.



1 Sec. 1511. On a monthly basis, the department shall work
2 with the department of labor and economic opportunity to
3 report to the senate and house appropriations subcommittees
4 on the department budget, the senate and house fiscal
5 agencies, the senate and house policy offices, and the state
6 budget office on the utilization of workforce development
7 programs by Healthy Michigan plan recipients through Michigan
8 Works! The report shall include, but not be limited to, all
9 of the following:

10 (a) The number of recipients currently receiving
11 employment supports and services through workforce
12 development programs.

13 (b) The total year-to-date number of recipients who have
14 received employment supports and services through workforce
15 development programs.

16 (c) The number of recipients who secured employment in
17 this state after receiving employment supports and services
18 through workforce development programs.

19 (d) A summary of employment supports and services
20 provided to recipients through workforce development
21 programs.

22 Sec. 1512. The department shall update the Medicaid
23 utilization and net cost report to separate nonclinical
24 administrative costs from actual claims and encounters.

25 Sec. 1513. (1) The department shall participate in a
26 workgroup to determine an equitable and adequate
27 reimbursement methodology for Medicaid inpatient psychiatric
28 hospital care. The workgroup shall include representatives
29 from the department, CMHSPs, PIHPs, the Michigan Association



1 of Health Plans, the Michigan Health and Hospital
2 Association, inpatient psychiatric facilities, Blue Cross
3 Blue Shield of Michigan, the Community Mental Health
4 Association of Michigan, and other individuals or
5 organizations as determined appropriate by the department.

6 (2) By September 30 of the current fiscal year, the
7 workgroup shall report to the senate and house appropriations
8 subcommittees on the department budget, the senate and house
9 fiscal agencies, the senate and house policy offices, and the
10 state budget office on the implementation of recommendations
11 made by the workgroup required by section 1513 of 2019 PA 67.
12 The report shall include, but is not limited to, the
13 following:

14 (a) Descriptions of the recommendations being
15 implemented.

16 (b) Descriptions of the recommendations not being
17 implemented and barriers preventing implementation.

18 (3) The department shall assist in providing data to
19 inform the workgroup discussion, assist in modeling
20 appropriate reimbursement methods, and assist in developing
21 the final report.

22 Sec. 1514. From the funds appropriated in part 1 for
23 medical services administration, the department shall
24 allocate \$300,000.00 general fund/general purpose revenue and
25 any associated federal match to support a predictive modeling
26 tool to improve provider billing accuracy and reduce fraud,
27 waste, and abuse in the Medicaid program. The tool must
28 provide a prepayment cost avoidance solution that uses
29 statistical predictive modeling techniques to identify



1 outlier claims.

2 Sec. 1515. A qualified job placement agency may request
3 contact information from the department for Healthy Michigan
4 plan recipients subject to the workforce engagement
5 requirements program in section 107b of the social welfare
6 act, 1939 PA 280, MCL 400.107b, for the geographic region the
7 agency services, who have not verified their employment in
8 the previous quarter and are at risk of losing Medicaid
9 benefits as a result of failure by the recipient to verify
10 employment. This contact information shall not include
11 personal health information or extensive personal identifying
12 information. For the purposes of this section, a "qualified
13 job placement agency" means a regional Michigan Works! agency
14 or another nonprofit, governmental, or quasi-governmental
15 body that provides job placement assistance as designated by
16 the department.

17

18 **MEDICAL SERVICES**

19 Sec. 1601. The cost of remedial services incurred by
20 residents of licensed adult foster care homes and licensed
21 homes for the aged shall be used in determining financial
22 eligibility for the medically needy. Remedial services
23 include basic self-care and rehabilitation training for a
24 resident.

25 Sec. 1605. The protected income level for Medicaid
26 coverage determined pursuant to section 106(1)(b)(iii) of the
27 social welfare act, 1939 PA 280, MCL 400.106, shall be 100%
28 of the related public assistance standard.

29 Sec. 1606. For the purpose of guardian and conservator



1 charges, the department may deduct up to \$83.00 per month as
2 an allowable expense against a recipient's income when
3 determining medical services eligibility and patient pay
4 amounts.

5 Sec. 1607. (1) An applicant for Medicaid, whose
6 qualifying condition is pregnancy, shall immediately be
7 presumed to be eligible for Medicaid coverage unless the
8 preponderance of evidence in her application indicates
9 otherwise. The applicant who is qualified as described in
10 this subsection shall be allowed to select or remain with the
11 Medicaid participating obstetrician of her choice.

12 (2) All qualifying applicants shall be entitled to
13 receive all medically necessary obstetrical and prenatal care
14 without preauthorization from a health plan. All claims
15 submitted for payment for obstetrical and prenatal care shall
16 be paid at the Medicaid fee-for-service rate in the event a
17 contract does not exist between the Medicaid participating
18 obstetrical or prenatal care provider and the managed care
19 plan. The applicant shall receive a listing of Medicaid
20 physicians and managed care plans in the immediate vicinity
21 of the applicant's residence.

22 (3) In the event that an applicant, presumed to be
23 eligible pursuant to subsection (1), is subsequently found to
24 be ineligible, a Medicaid physician or managed care plan that
25 has been providing pregnancy services to an applicant under
26 this section is entitled to reimbursement for those services
27 until such time as they are notified by the department that
28 the applicant was found to be ineligible for Medicaid.

29 (4) If the preponderance of evidence in an application



1 indicates that the applicant is not eligible for Medicaid,
2 the department shall refer that applicant to the nearest
3 public health clinic or similar entity as a potential source
4 for receiving pregnancy-related services.

5 (5) The department shall develop an enrollment process
6 for pregnant women covered under this section that
7 facilitates the selection of a managed care plan at the time
8 of application.

9 (6) The department shall mandate enrollment of women,
10 whose qualifying condition is pregnancy, into Medicaid
11 managed care plans.

12 (7) The department shall encourage physicians to provide
13 women, whose qualifying condition for Medicaid is pregnancy,
14 with a referral to a Medicaid participating dentist at the
15 first pregnancy-related appointment.

16 Sec. 1611. (1) For care provided to medical services
17 recipients with other third-party sources of payment, medical
18 services reimbursement shall not exceed, in combination with
19 such other resources, including Medicare, those amounts
20 established for medical services-only patients. The medical
21 services payment rate shall be accepted as payment in full.
22 Other than an approved medical services co-payment, no
23 portion of a provider's charge shall be billed to the
24 recipient or any person acting on behalf of the recipient.
25 Nothing in this section shall be considered to affect the
26 level of payment from a third-party source other than the
27 medical services program. The department shall require a
28 nonenrolled provider to accept medical services payments as
29 payment in full.



1 (2) Notwithstanding subsection (1), medical services
2 reimbursement for hospital services provided to dual
3 Medicare/medical services recipients with Medicare part B
4 coverage only shall equal, when combined with payments for
5 Medicare and other third-party resources, if any, those
6 amounts established for medical services-only patients,
7 including capital payments.

8 Sec. 1615. (1) To minimize errors and overpayments, and
9 to ensure the quality of actuarial rate setting of capitated
10 rates, the department shall provide effective oversight and
11 ensure the integrity of encounter claims submitted to the
12 department by Medicaid health plans.

13 (2) The department may require Medicaid health plans to
14 provide medical records to support claims data, upon request
15 by the department. This subsection shall not require the
16 disclosure of personal identifying information or any
17 information that would be in violation of the health
18 insurance portability and accountability act of 1996, Public
19 Law 104-191.

20 (3) It is the intent of the legislature that the
21 department perform annual internal audits of Medicaid claims
22 provided by Medicaid health plans and report the findings to
23 the house and senate appropriations subcommittees on the
24 department budget, the house and senate fiscal agencies, the
25 house and senate policy offices, and the state budget office.
26 Internal audits performed under this subsection shall be
27 conducted utilizing quantitative methodologies that provide
28 for valid statistical results to include, but not be limited
29 to, minimizing the impact of selection bias and insufficient



1 sample sizes.

2 (4) If an internal audit performed in accordance with
3 this section identifies discrepancies in the quality of
4 actuarial rates, the department shall develop and implement
5 actuarial procedures to reconcile encounter claims data and
6 shall provide for a publicly available explanation of these
7 procedures on the department's website.

8 Sec. 1620. (1) For fee-for-service Medicaid claims, the
9 professional dispensing fee for drugs indicated as specialty
10 medications on the Michigan pharmaceutical products list is
11 \$20.02 or the pharmacy's usual or customary cash charge,
12 whichever is less.

13 (2) For fee-for-service Medicaid claims, for drugs not
14 indicated as specialty drugs on the Michigan pharmaceutical
15 products list, the professional dispensing fee for
16 medications is as follows:

17 (a) For medications indicated as preferred on the
18 department's preferred drug list, \$10.80 or the pharmacy's
19 usual or customary cash charge, whichever is less.

20 (b) For medications not on the department's preferred
21 drug list, \$10.64 or the pharmacy's usual or customary cash
22 charge, whichever is less.

23 (c) For medications indicated as nonpreferred on the
24 department's preferred drug list, \$9.00 or the pharmacy's
25 usual or customary cash charge, whichever is less.

26 (3) The department shall require a prescription co-
27 payment for Medicaid recipients not enrolled in the Healthy
28 Michigan plan or with an income less than 100% of the federal
29 poverty level of \$1.00 for a generic drug indicated as



1 preferred on the department's preferred drug list and \$3.00
2 for a brand-name drug indicated as nonpreferred on the
3 department's preferred drug list, except as prohibited by
4 federal or state law or regulation.

5 (4) The department shall require a prescription co-
6 payment for Medicaid recipients enrolled in the Healthy
7 Michigan plan with an income of at least 100% of the federal
8 poverty level of \$4.00 for a generic drug indicated as
9 preferred on the department's preferred drug list and \$8.00
10 for a brand-name drug indicated as nonpreferred on the
11 department's preferred drug list, except as prohibited by
12 federal or state law or regulation.

13 Sec. 1625. (1) Beginning February 1, 2021, the
14 department shall not enter into any contract with a Medicaid
15 managed care organization that relies on a pharmacy benefit
16 manager that does not do all of the following:

17 (a) For pharmacies with not more than 7 retail outlets,
18 utilizes a pharmacy reimbursement methodology of the national
19 average drug acquisition cost plus a professional dispensing
20 fee comparable to the applicable professional dispensing fee
21 provided through section 1620. The pharmacy benefit manager
22 or the involved pharmacy services administrative organization
23 shall not receive any portion of the additional professional
24 dispensing fee. The department shall identify the pharmacies
25 this subdivision applies to and provide the list of
26 applicable pharmacies to the Medicaid managed care
27 organizations.

28 (b) For pharmacies with not more than 7 retail outlets,
29 utilizes a pharmacy reimbursement methodology, when a



1 national average drug acquisition cost price is not
2 available, for brand drugs of the lesser of the wholesale
3 acquisition cost, the average wholesale price less 16.7% plus
4 a professional dispensing fee comparable to the applicable
5 professional dispensing fee provided through section 1620, or
6 the usual and customary charge by the pharmacy. The
7 department shall identify the pharmacies this subdivision
8 applies to and provide the list of applicable pharmacies to
9 the Medicaid managed care organizations.

10 (c) For pharmacies with not more than 7 retail outlets,
11 utilizes a pharmacy reimbursement methodology, when a
12 national average drug acquisition cost price is not
13 available, for generic drugs of the lesser of wholesale
14 acquisition cost plus a professional dispensing fee
15 comparable to the applicable professional dispensing fee
16 provided through section 1620, average wholesale price less
17 30.0% plus a professional dispensing fee comparable to the
18 applicable professional dispensing fee provided through
19 section 1620, or the usual and customary charge by the
20 pharmacy. The department shall identify the pharmacies this
21 subdivision applies to and provide the list of applicable
22 pharmacies to the Medicaid managed care organizations.

23 (d) Reimburses for a legally valid claim at a rate not
24 less than the rate in effect at the time the original claim
25 adjudication as submitted at the point of sale.

26 (e) Agrees to move to a transparent "pass-through"
27 pricing model, in which the pharmacy benefit manager
28 discloses the administrative fee as a percentage of the
29 professional dispensing costs to the department.



1 (f) Agrees to not create new pharmacy administration
2 fees and to not increase current fees more than the rate of
3 inflation. This subdivision does not apply to any federal
4 rule or action that creates a new fee.

5 (g) Agrees to not terminate an existing contract with a
6 pharmacy with not more than 7 retail outlets for the sole
7 reason of the additional professional dispensing fee
8 authorized under this section.

9 (2) Nothing in this section shall prohibit a Medicaid
10 managed care organization from implementing this section
11 before February 1, 2021.

12 Sec. 1626. (1) By January 15 of the current fiscal year,
13 each pharmacy benefit manager that receives reimbursements,
14 either directly or through a Medicaid health plan, from the
15 funds appropriated in part 1 for medical services must submit
16 all of the following information to the department for the
17 previous fiscal year:

18 (a) The total number of prescriptions that were
19 dispensed.

20 (b) The aggregate wholesale acquisition cost for each
21 drug on its formulary.

22 (c) The aggregate amount of rebates, discounts, and
23 price concessions that the pharmacy benefit manager received
24 for each drug on its formulary. The amount of rebates shall
25 include any utilization discounts the pharmacy benefit
26 manager receives from a manufacturer.

27 (d) The aggregate amount of administrative fees that the
28 pharmacy benefit manager received from all pharmaceutical
29 manufacturers.



1 (e) The aggregate amount identified in subdivisions (b)
2 and (c) that were retained by the pharmacy benefit manager
3 and did not pass through to the department or to the Medicaid
4 health plan.

5 (f) The aggregate amount of reimbursements the pharmacy
6 benefit manager pays to contracting pharmacies.

7 (g) Any other information as deemed necessary by the
8 department.

9 (2) By March 1 of the current fiscal year, the
10 department shall submit the information provided under
11 subsection (1) to the house and senate appropriations
12 subcommittees on the department budget, the house and senate
13 fiscal agencies, the house and senate policy offices, and the
14 state budget office.

15 (3) Any nonaggregated information submitted under this
16 section shall be confidential and shall not be disclosed to
17 any person by the department. Such information shall not be
18 deemed a public record of the department.

19 Sec. 1629. The department shall utilize maximum
20 allowable cost pricing for generic drugs that is based on
21 wholesaler pricing to providers that is available from at
22 least 2 wholesalers who deliver in this state.

23 Sec. 1631. (1) The department shall require co-payments
24 on dental, podiatric, and vision services provided to
25 Medicaid recipients, except as prohibited by federal or state
26 law or regulation.

27 (2) Except as otherwise prohibited by federal or state
28 law or regulation, the department shall require Medicaid
29 recipients not enrolled in the Healthy Michigan plan or with



1 an income less than 100% of the federal poverty level to pay
2 not less than the following co-payments:

3 (a) Two dollars for a physician office visit.

4 (b) Three dollars for a hospital emergency room visit.

5 (c) Fifty dollars for the first day of an inpatient
6 hospital stay.

7 (d) Two dollars for an outpatient hospital visit.

8 (3) Except as otherwise prohibited by federal or state
9 law or regulation, the department shall require Medicaid
10 recipients enrolled in the Healthy Michigan plan with an
11 income of at least 100% of the federal poverty level to pay
12 the following co-payments:

13 (a) Four dollars for a physician office visit.

14 (b) Eight dollars for a hospital emergency room visit.

15 (c) One hundred dollars for the first day of an
16 inpatient hospital stay.

17 (d) Four dollars for an outpatient hospital visit or any
18 other medical provider visit to the extent allowed by federal
19 or state law or regulation.

20 Sec. 1641. An institutional provider that is required to
21 submit a cost report under the medical services program shall
22 submit cost reports completed in full within 5 months after
23 the end of its fiscal year.

24 Sec. 1645. (1) It is the intent of the legislature that
25 the department establish the class I nursing facility current
26 asset value bed limit based on the rolling 15-year history of
27 new construction.

28 (2) It is the intent of the legislature that, for the
29 fiscal year beginning October 1, 2020, the department modify



1 the class I nursing facility current asset value bed limit
2 based on the rolling 15-year history of new construction. The
3 increase in the current asset value bed limit shall not
4 exceed 4% of the limit for the fiscal year beginning October
5 1, 2019.

6 Sec. 1646. (1) From the funds appropriated in part 1 for
7 long-term care services, the department shall continue to
8 administer a nursing facility quality measure initiative
9 program. The initiative shall be financed through the quality
10 assurance assessment for nursing homes and hospital long-term
11 care units, and the funds shall be distributed according to
12 the following criteria:

13 (a) The department shall award more dollars to nursing
14 facilities that have a higher CMS 5-star quality measure
15 domain rating, then adjusted to account for both positive and
16 negative aspects of a patient satisfaction survey.

17 (b) A nursing facility with a CMS 5-star quality measure
18 domain star rating of 1 or 2 must file an action plan with
19 the department describing how it intends to use funds
20 appropriated under this section to increase quality outcomes
21 before funding shall be released.

22 (c) The total incentive dollars must reflect the
23 following Medicaid utilization scale:

24 (i) For nursing facilities with a Medicaid participation
25 rate of above 63%, the facility shall receive 100% of the
26 incentive payment.

27 (ii) For nursing facilities with a Medicaid participation
28 rate between 50% and 63%, the facility shall receive 75% of
29 the incentive payment.



1 (iii) For nursing facilities with a Medicaid
2 participation rate of less than 50%, the facility shall
3 receive a payment proportionate to their Medicaid
4 participation rate.

5 (iv) For nursing facilities not enrolled in Medicaid, the
6 facility shall not receive an incentive payment.

7 (d) Facilities designated as special focus facilities
8 are not eligible for any payment under this section.

9 (e) Number of licensed beds.

10 (2) The department and nursing facility representatives
11 shall evaluate the quality measure incentive program's
12 effectiveness on quality, measured by the change in the CMS
13 5-star quality measure domain rating since the implementation
14 of quality measure incentive program. By March 1 of the
15 current fiscal year, the department shall report to the
16 senate and house appropriations subcommittees on the
17 department budget, the senate and house fiscal agencies, and
18 the senate and house policy offices on the findings of the
19 evaluation.

20 Sec. 1657. (1) Reimbursement for medical services to
21 screen and stabilize a Medicaid recipient, including
22 stabilization of a psychiatric crisis, in a hospital
23 emergency room shall not be made contingent on obtaining
24 prior authorization from the recipient's HMO. If the
25 recipient is discharged from the emergency room, the hospital
26 shall notify the recipient's HMO within 24 hours of the
27 diagnosis and treatment received.

28 (2) If the treating hospital determines that the
29 recipient will require further medical service or



1 hospitalization beyond the point of stabilization, that
2 hospital shall receive authorization from the recipient's HMO
3 prior to admitting the recipient.

4 (3) Subsections (1) and (2) do not require an alteration
5 to an existing agreement between an HMO and its contracting
6 hospitals and do not require an HMO to reimburse for services
7 that are not considered to be medically necessary.

8 Sec. 1662. (1) The department shall ensure that an
9 external quality review of each contracting HMO is performed
10 that results in an analysis and evaluation of aggregated
11 information on quality, timeliness, and access to health care
12 services that the HMO or its contractors furnish to Medicaid
13 beneficiaries.

14 (2) The department shall require Medicaid HMOs to
15 provide EPSDT utilization data through the encounter data
16 system, and HEDIS well child health measures in accordance
17 with the National Committee for Quality Assurance prescribed
18 methodology.

19 (3) The department shall provide a copy of the analysis
20 of the Medicaid HMO annual audited HEDIS reports and the
21 annual external quality review report to the senate and house
22 appropriations subcommittees on the department budget, the
23 senate and house fiscal agencies, and the state budget
24 director, within 30 days of the department's receipt of the
25 final reports from the contractors.

26 Sec. 1670. (1) The appropriation in part 1 for the
27 MIChild program is to be used to provide comprehensive health
28 care to all children under age 19 who reside in families with
29 income at or below 212% of the federal poverty level, who are



1 uninsured and have not had coverage by other comprehensive
2 health insurance within 6 months of making application for
3 MIChild benefits, and who are residents of this state. The
4 department shall develop detailed eligibility criteria
5 through the medical services administration public
6 concurrence process, consistent with the provisions of this
7 part and part 1.

8 (2) The department may provide up to 1 year of
9 continuous eligibility to children eligible for the MIChild
10 program unless the family fails to pay the monthly premium, a
11 child reaches age 19, or the status of the children's family
12 changes and its members no longer meet the eligibility
13 criteria as specified in the state plan.

14 (3) The department may make payments on behalf of
15 children enrolled in the MIChild program as described in the
16 MIChild state plan approved by the United States Department
17 of Health and Human Services, or from other medical services.

18 Sec. 1673. The department may establish premiums for
19 MIChild eligible individuals in families with income at or
20 below 212% of the federal poverty level. The monthly premiums
21 shall be \$10.00 per month.

22 Sec. 1677. The MIChild program shall provide, at a
23 minimum, all benefits available under the Michigan benchmark
24 plan that are delivered through contracted providers and
25 consistent with federal law, including, but not limited to,
26 the following medically necessary services:

27 (a) Inpatient mental health services, other than
28 substance use disorder treatment services, including services
29 furnished in a state-operated mental hospital and residential



1 or other 24-hour therapeutically planned structured services.

2 (b) Outpatient mental health services, other than
3 substance use disorder services, including services furnished
4 in a state-operated mental hospital and community-based
5 services.

6 (c) Durable medical equipment and prosthetic and
7 orthotic devices.

8 (d) Dental services as outlined in the approved MIChild
9 state plan.

10 (e) Substance use disorder treatment services that may
11 include inpatient, outpatient, and residential substance use
12 disorder treatment services.

13 (f) Care management services for mental health
14 diagnoses.

15 (g) Physical therapy, occupational therapy, and services
16 for individuals with speech, hearing, and language disorders.

17 (h) Emergency ambulance services.

18 Sec. 1682. (1) In addition to the appropriations in part
19 1, the department is authorized to receive and spend penalty
20 money received as the result of noncompliance with medical
21 services certification regulations. Penalty money,
22 characterized as private funds, received by the department
23 shall increase authorizations and allotments in the long-term
24 care accounts.

25 (2) Any unexpended penalty money, at the end of the
26 year, shall carry forward to the following year.

27 Sec. 1692. (1) The department is authorized to pursue
28 reimbursement for eligible services provided in Michigan
29 schools from the federal Medicaid program. The department and



1 the state budget director are authorized to negotiate and
2 enter into agreements, together with the department of
3 education, with local and intermediate school districts
4 regarding the sharing of federal Medicaid services funds
5 received for these services. The department is authorized to
6 receive and disburse funds to participating school districts
7 pursuant to such agreements and state and federal law.

8 (2) From the funds appropriated in part 1 for medical
9 services school-based services payments, the department is
10 authorized to do all of the following:

11 (a) Finance activities within the medical services
12 administration related to this project.

13 (b) Reimburse participating school districts pursuant to
14 the fund-sharing ratios negotiated in the state-local
15 agreements authorized in subsection (1).

16 (c) Offset general fund costs associated with the
17 medical services program.

18 Sec. 1693. The special Medicaid reimbursement
19 appropriation in part 1 may be increased if the department
20 submits a medical services state plan amendment pertaining to
21 this line item at a level higher than the appropriation. The
22 department is authorized to appropriately adjust financing
23 sources in accordance with the increased appropriation.

24 Sec. 1694. From the funds appropriated in part 1 for
25 special Medicaid reimbursement, \$1,121,400.00 of general
26 fund/general purpose revenue and any associated federal match
27 shall be distributed for poison control services to an
28 academic health care system that has a high indigent care
29 volume.



1 Sec. 1696. It is the intent of the legislature that if
2 an applicant for Medicaid coverage through the Healthy
3 Michigan plan received medical coverage in the previous
4 fiscal year through traditional Medicaid, and is still
5 eligible for coverage through traditional Medicaid, the
6 applicant is not eligible to receive coverage through the
7 Healthy Michigan plan.

8 Sec. 1697. The department shall require that Medicaid
9 health plans administering Healthy Michigan plan benefits
10 maintain a network of dental providers in sufficient numbers,
11 mix, and geographic locations throughout their respective
12 service areas in order to provide adequate dental care for
13 Healthy Michigan plan enrollees.

14 Sec. 1699. (1) The department may make separate payments
15 in the amount of \$45,000,000.00 directly to qualifying
16 hospitals serving a disproportionate share of indigent
17 patients and to hospitals providing GME training programs. If
18 direct payment for GME and DSH is made to qualifying
19 hospitals for services to Medicaid recipients, hospitals
20 shall not include GME costs or DSH payments in their
21 contracts with HMOs.

22 (2) The department shall allocate \$45,000,000.00 in DSH
23 funding using the distribution methodology used in fiscal
24 year 2003-2004.

25 Sec. 1700. By December 1 of the current fiscal year, the
26 department shall report to the senate and house
27 appropriations subcommittees on the department budget, the
28 senate and house fiscal agencies, and the state budget office
29 on the distribution of funding provided, and the net benefit



1 if the special hospital payment is not financed with general
2 fund/general purpose revenue, to each eligible hospital
3 during the previous fiscal year from the following special
4 hospital payments:

5 (a) DSH, separated out by unique DSH pool.

6 (b) GME.

7 (c) Special rural hospital payments provided under
8 section 1802(2) of this part.

9 (d) Lump-sum payments to rural hospitals for obstetrical
10 care provided under section 1802(1) of this part.

11 Sec. 1702. From the funds appropriated in part 1, the
12 department shall provide a 10% rate increase for private duty
13 nursing services for Medicaid beneficiaries under the age of
14 21. These additional funds must be used to attract and retain
15 highly qualified registered nurses and licensed practical
16 nurses to provide private duty nursing services so that
17 medically frail children can be cared for in the most
18 homelike setting possible.

19 Sec. 1704. (1) From the funds appropriated in part 1 for
20 health plan services, the department shall maintain the
21 Medicaid adult dental benefit for pregnant women enrolled in
22 a Medicaid program.

23 (2) By April 15 of the current fiscal year, the
24 department shall report to the house and senate
25 appropriations subcommittees on the department budget, the
26 house and senate fiscal agencies, and the state budget office
27 on the following:

28 (a) The number of pregnant women enrolled in Medicaid
29 who visited a dentist over the prior year.



1 (b) The number of dentists statewide who participate in
2 providing dental services to pregnant women enrolled in
3 Medicaid.

4 Sec. 1757. The department shall obtain proof from all
5 Medicaid recipients that they are legal United States
6 citizens or otherwise legally residing in this country and
7 that they are residents of this state before approving
8 Medicaid eligibility.

9 Sec. 1763. It is the intent of the legislature that upon
10 expiration of contract no. 071b7700073, the department shall
11 issue an RFP for a 3-year contract for actuarial services,
12 including, but not limited to, capitation rate setting for
13 Medicaid and the Healthy Michigan plan. The department shall
14 notify the senate and house appropriations subcommittees on
15 the department budget, the senate and house fiscal agencies,
16 and the senate and house policy offices on what vendors
17 submitted bids for the contract, which vendor received the
18 contract, the evaluation process, and the criteria used by
19 the department in awarding the contract for actuarial
20 services.

21 Sec. 1764. The department shall annually certify whether
22 rates paid to Medicaid health plans and specialty PIHPs are
23 actuarially sound in accordance with federal requirements and
24 shall provide a copy of the rate certification and approval
25 of rates paid to Medicaid health plans and specialty PIHPs
26 within 5 business days after certification or approval to the
27 senate and house appropriations subcommittees on the
28 department budget, the senate and house fiscal agencies, and
29 the state budget office. Following the rate certification,



1 the department shall ensure that no new or revised state
2 Medicaid policy bulletin that is promulgated materially
3 impacts the capitation rates that have been certified in a
4 negative manner.

5 Sec. 1775. (1) By March 1 of the current fiscal year,
6 the department shall report to the senate and house
7 appropriations subcommittees on the department budget, the
8 senate and house fiscal agencies, and the state budget office
9 on progress in implementing the waiver to implement managed
10 care for individuals who are eligible for both Medicare and
11 Medicaid, known as MI Health Link, including any problems and
12 potential solutions as identified by the ombudsman described
13 in subsection (2).

14 (2) The department shall ensure the existence of an
15 ombudsman program that is not associated with any project
16 service manager or provider to assist MI Health Link
17 beneficiaries with navigating complaint and dispute
18 resolution mechanisms and to identify problems in the
19 demonstrations and in the complaint and dispute resolution
20 mechanisms.

21 Sec. 1782. Subject to federal approval, from the funds
22 appropriated in part 1 for health plan services, the
23 department shall allocate \$740,000.00 general fund/general
24 purpose plus any available work project funds and federal
25 match through an administered contract with oversight from
26 Medical Services Administration and Public Health
27 Administration. The funds shall be used to support a
28 statewide media campaign for improving this state's
29 immunization rates.



1 Sec. 1790. The department shall increase the
2 practitioner rates paid for current procedural terminology
3 (CPT) codes 90791 through 90899 for psychiatric procedures
4 through Medicaid fee-for-service and through the
5 comprehensive Medicaid health plans by 15%, compared to the
6 October 2019 fee schedule, for psychiatric procedures
7 provided for Medicaid recipients under the age of 21. It is
8 the intent of the legislature that the CPT specific rates
9 paid through the comprehensive Medicaid health plans are not
10 increased by a uniform 15% but reflect the greater of either
11 the actual rates paid during the previous fiscal year or 100%
12 of the Medicare rate received for those services on the date
13 the services are provided.

14 Sec. 1791. From the funds appropriated in part 1 for
15 health plan services and physician services, the department
16 shall provide Medicaid reimbursement rates for neonatal
17 services at 95% of the Medicare rate received for those
18 services in effect on the date the services are provided to
19 eligible Medicaid recipients. The current procedural
20 terminology (CPT) codes that are eligible for this
21 reimbursement rate increase are 99468, 99469, 99471, 99472,
22 99475, 99476, 99477, 99478, 99479, and 99480.

23 Sec. 1792. By April 30 of the current fiscal year, the
24 department shall evaluate pharmacy encounter data through the
25 first 2 quarters of the fiscal year to determine, in
26 consultation with the Medicaid health plans, if rates must be
27 recertified. By May 30 of the current fiscal year, the
28 department shall report the evaluation results to the senate
29 and house appropriations subcommittees on the department



1 budget, the senate and house fiscal agencies, the senate and
2 house policy offices, the state budget office, and the
3 Medicaid health plans.

4 Sec. 1801. (1) From the funds appropriated in part 1 for
5 physician services and health plan services, the department
6 shall continue the increase to Medicaid rates for primary
7 care services provided only by primary care providers. For
8 the purpose of this section, a primary care provider is a
9 physician, or a practitioner working in collaboration with a
10 physician, who is either licensed under part 170 or part 175
11 of the public health code, 1978 PA 368, MCL 333.17001 to
12 333.17097 and 333.17501 to 333.17556, and working as a
13 primary care provider in general practice or board-eligible
14 or certified with a specialty designation of family medicine,
15 general internal medicine, or pediatric medicine, or a
16 provider who provides the department with documentation of
17 equivalency. Providers performing a service and whose primary
18 practice is as a non-primary-care subspecialty is not
19 eligible for the increase. The department shall establish
20 policies that most effectively limit the increase to primary
21 care providers for primary care services only.

22 (2) By March 1 of the current fiscal year, the
23 department shall provide to the senate and house
24 appropriations subcommittees on the department budget, the
25 senate and house fiscal agencies, the senate and house policy
26 offices, and the state budget office a list of medical
27 specialties that were paid enhanced primary care rates in the
28 fiscal year ending September 30, 2019.

29 Sec. 1802. (1) From the funds appropriated in part 1 for



1 hospital services and therapy, \$7,995,200.00 in general
2 fund/general purpose revenue shall be provided as lump-sum
3 payments to noncritical access hospitals that qualified for
4 rural hospital access payments in fiscal year 2013-2014 and
5 that provide obstetrical care in the current fiscal year.
6 Payment amounts shall be based on the volume of obstetrical
7 care cases and newborn care cases for all such cases billed
8 by each qualified hospital in the most recent year for which
9 data is available. Payments shall be made by January 1 of the
10 current fiscal year.

11 (2) From the funds appropriated in part 1 for hospital
12 services and therapy and Healthy Michigan plan,
13 \$13,904,800.00 in general fund/general purpose revenue and
14 any associated federal match shall be awarded as rural access
15 payments to noncritical access hospitals that meet criteria
16 established by the department for services to low-income
17 rural residents. One of the reimbursement components of the
18 distribution formula shall be assistance with labor and
19 delivery services. The department shall ensure that the rural
20 access payments described in this subsection shall be
21 distributed in a manner that ensures both of the following:

22 (a) No hospital shall receive more than 10.0% of the
23 total rural access funding referenced in this subsection.

24 (b) To allow hospitals to understand their rural payment
25 amounts under this subsection, the department shall provide
26 hospitals with the methodology for distribution under this
27 subsection and provide each hospital with its applicable data
28 that are used to determine the payment amounts by August 1 of
29 the current fiscal year. The department shall publish the



1 distribution of payments for the current fiscal year and the
2 immediately preceding fiscal year.

3 Sec. 1803. The department shall maintain rules to allow
4 for billing to and reimbursement by the Medicaid program
5 directly for transportation charges related to portable x-ray
6 services rendered to patients residing in a nursing facility
7 or an assisted living facility, or who are otherwise
8 homebound. By October 1 of the current fiscal year, the
9 department shall set payment rates for Medicaid
10 transportation charges related to portable x-ray services.

11 Sec. 1804. (1) The department shall utilize the federal
12 public assistance reporting information system to identify
13 Medicaid recipients who are veterans and who may be eligible
14 for federal veterans' health care benefits or other benefits.
15 The department shall identify the specific outcomes and
16 performance reporting requirements described in this section.
17 The department shall acquire all of the following information
18 by January 1 of the current fiscal year and report to the
19 senate and house appropriations subcommittees on the
20 department budget, the senate and house fiscal agencies, and
21 the senate and house policy offices on the following:

22 (a) The number of veterans identified by the department
23 through eligibility determinations.

24 (b) The number of veterans referred to the department of
25 military and veterans affairs.

26 (c) The number of referrals made by the department that
27 were contacted by the department of military and veterans
28 affairs.

29 (d) The number of referrals made by the department that



1 were eligible for veterans health care benefits or other
2 benefits.

3 (e) The specific actions and efforts undertaken by the
4 department and the department of military and veterans
5 affairs to identify female veterans who are applying for
6 public assistance benefits, but who are eligible for veterans
7 benefits.

8 (2) By October 1 of the current fiscal year, the
9 department shall change the public assistance application
10 form from asking whether the prospective applicant was a
11 veteran to asking whether the applicant had ever served in
12 the military.

13 (3) This section does not prohibit the department from
14 entering into interagency agreements with any other public
15 department or agency in this state in order to obtain the
16 information detailed in subsection (1).

17 Sec. 1810. In advance of the annual rate setting
18 development, Medicaid health plans shall be given at least 60
19 days to dispute and correct any discarded encounter data
20 before rates are certified. The department shall notify each
21 contracting Medicaid health plan of any encounter data that
22 have not been accepted for the purposes of rate setting.

23 Sec. 1812. By June 1 of the current fiscal year, and
24 using the most recent available cost reports, the department
25 shall complete a report of all direct and indirect costs
26 associated with residency training programs for each hospital
27 that receives funds appropriated in part 1 for graduate
28 medical education or through the MiDocs consortium. The
29 report shall be submitted to the house and senate



1 appropriations subcommittees on the department budget, the
2 house and senate fiscal agencies, and the state budget
3 office.

4 Sec. 1820. (1) In order to avoid duplication of efforts,
5 the department shall utilize applicable national
6 accreditation review criteria to determine compliance with
7 corresponding state requirements for Medicaid health plans
8 that have been reviewed and accredited by a national
9 accrediting entity for health care services.

10 (2) The department shall continue to comply with state
11 and federal law and shall not initiate an action that
12 negatively impacts beneficiary safety.

13 (3) As used in this section, "national accrediting
14 entity" means the National Committee for Quality Assurance,
15 the URAC, formerly known as the Utilization Review
16 Accreditation Commission, or other appropriate entity, as
17 approved by the department.

18 Sec. 1837. The department shall continue, and expand
19 where appropriate, utilization of telemedicine and
20 telepsychiatry as strategies to increase access to services
21 for Medicaid recipients.

22 Sec. 1846. From the funds appropriated in part 1 for
23 graduate medical education, the department shall distribute
24 the funds with an emphasis on the following health care
25 workforce goals:

26 (a) The encouragement of the training of physicians in
27 specialties, including primary care, that are necessary to
28 meet the future needs of residents of this state.

29 (b) The training of physicians in settings that include



1 ambulatory sites and rural locations.

2 Sec. 1850. The department may allow Medicaid health
3 plans to assist with maintaining eligibility through outreach
4 activities to ensure continuation of Medicaid eligibility and
5 enrollment in managed care. This may include mailings,
6 telephone contact, or face-to-face contact with beneficiaries
7 enrolled in the individual Medicaid health plan. Health plans
8 may offer assistance in completing paperwork for
9 beneficiaries enrolled in their plan.

10 Sec. 1851. From the funds appropriated in part 1 for
11 adult home help services, the department shall allocate
12 \$150,000.00 state general fund/general purpose revenue plus
13 any associated federal match to develop and deploy a mobile
14 electronic visit verification solution to create
15 administrative efficiencies, reduce error, and minimize
16 fraud. The development of the solution shall be predicated on
17 input from the results of the 2017 stakeholder survey.

18 Sec. 1855. From the funds appropriated in part 1 for
19 program of all-inclusive care for the elderly (PACE), to the
20 extent that funding is available in the PACE line item and
21 unused program slots are available, the department may do the
22 following:

23 (a) Increase the number of slots for an already-
24 established local PACE program if the local PACE program has
25 provided appropriate documentation to the department
26 indicating its ability to expand capacity to provide services
27 to additional PACE clients.

28 (b) Suspend the 10 member per month individual PACE
29 program enrollment increase cap in order to allow unused and



1 unobligated slots to be allocated to address unmet demand for
2 PACE services.

3 Sec. 1856. (1) From the funds appropriated in part 1 for
4 hospice services, \$3,318,000.00 shall be expended to provide
5 room and board for Medicaid recipients who meet hospice
6 eligibility requirements and receive services at Medicaid
7 enrolled hospice residences in this state. The department
8 shall distribute funds through grants based on the total beds
9 located in all eligible residences that have been providing
10 these services as of October 1, 2017. Any eligible grant
11 applicant may inform the department of their request to
12 reduce the grant amount allocated for their residence and the
13 funds shall be distributed proportionally to increase the
14 total grant amount of the remaining grant-eligible
15 residences. Grant amounts shall be paid out monthly with 1/12
16 of the total grant amount distributed each month to the
17 grantees.

18 (2) By September 15 of the current fiscal year, each
19 Medicaid-enrolled hospice with a residence that receives
20 funds under this section shall provide a report to the
21 department on the utilization of the grant funding provided
22 in subsection (1). The report shall be provided in a format
23 prescribed by the department and shall include the following:

24 (a) The number of patients served.

25 (b) The number of days served.

26 (c) The daily room and board rates for the patients
27 served.

28 (d) If there is not sufficient funding to cover the
29 total room and board need, the number of patients who did not



1 receive care due to insufficient grant funding.

2 (3) If there is funding remaining at the end of the
3 current fiscal year, the Medicaid-enrolled hospice with a
4 residence shall return funding to the state.

5 Sec. 1857. By July 1 of the current fiscal year, the
6 department shall explore the implementation of a managed care
7 long-term support service.

8 Sec. 1858. By April 1 of the current fiscal year, the
9 department shall report to the senate and house
10 appropriations subcommittees on the department budget and the
11 senate and house fiscal agencies on all of the following
12 elements related to the current Medicaid pharmacy carve-out
13 of pharmaceutical products as provided for in section 109h of
14 the social welfare act, 1939 PA 280, MCL 400.109h:

15 (a) The number of prescriptions paid by the department
16 during the previous fiscal year.

17 (b) The total amount of expenditures for prescriptions
18 paid by the department during the previous fiscal year.

19 (c) The number of and total expenditures for
20 prescriptions paid for by the department for generic
21 equivalents during the previous fiscal year.

22 Sec. 1859. The department shall partner with the
23 Michigan Association of Health Plans (MAHP) and Medicaid
24 health plans to develop and implement strategies for the use
25 of information technology services for Medicaid research
26 activities. The department shall make available state medical
27 assistance program data, including Medicaid behavioral data,
28 to MAHP and Medicaid health plans or any vendor considered
29 qualified by the department for the purpose of research



1 activities consistent with this state's goals of improving
2 health; increasing the quality, reliability, availability,
3 and continuity of care; and reducing the cost of care for the
4 eligible population of Medicaid recipients.

5 Sec. 1860. By March 1 of the current fiscal year, the
6 department shall provide a report to the senate and house
7 appropriations subcommittees, the senate and house fiscal
8 agencies, and the state budget office on uncollected co-pays
9 and premiums in the Healthy Michigan plan. The report shall
10 include information on the number of participants who have
11 not paid their co-pays and premiums, the total amount of
12 uncollected co-pays and premiums, and steps taken by the
13 department and health plans to ensure greater collection of
14 co-pays and premiums.

15 Sec. 1862. From the funds appropriated in part 1, the
16 department shall maintain payment rates for Medicaid
17 obstetrical services at 95% of Medicare levels effective
18 October 1, 2014.

19 Sec. 1867. (1) The department shall continue a workgroup
20 that includes psychiatrists, other relevant prescribers, and
21 pharmacists to identify best practices and to develop a
22 protocol for psychotropic medications. Any changes proposed
23 by the workgroup shall protect a Medicaid beneficiary's
24 current psychotropic pharmaceutical treatment regimen by not
25 requiring a physician currently prescribing any treatment to
26 alter or adjust that treatment.

27 (2) By March 1 of the current fiscal year, the
28 department shall provide the workgroup's recommendations to
29 the senate and house appropriations subcommittees on the



1 department budget, the senate and house fiscal agencies, and
2 the state budget office.

3 Sec. 1870. (1) From the funds appropriated in part 1 for
4 hospital services and therapy, the department shall
5 appropriate \$5,100,000.00 in general fund/general purpose
6 revenue plus any contributions from public entities, up to
7 \$5,000,000.00, and any associated federal match to the MiDocs
8 consortium to create new primary care residency slots in
9 underserved communities. The new primary care residency slots
10 must be in 1 of the following specialties: family medicine,
11 general internal medicine, general pediatrics, general OB-
12 GYN, psychiatry, or general surgery.

13 (2) The department shall seek any necessary approvals
14 from CMS to allow the department to implement the program
15 described in this section.

16 (3) Assistance with repayment of medical education
17 loans, loan interest payments, or scholarships provided by
18 MiDocs shall be contingent upon a minimum 2-year commitment
19 to practice in an underserved community in this state post-
20 residency and an agreement to forego any sub-specialty
21 training for at least 2 years post-residency with the
22 exception of a child and adolescent psychiatry fellowship
23 which must be integrated with a psychiatry residency training
24 program in a MiDocs affiliated institution.

25 (4) The MiDocs shall work with the department to
26 integrate the Michigan inpatient psychiatric admissions
27 discussion (MIPAD) recommendations and, when possible,
28 prioritize training opportunities in state psychiatric
29 hospitals and community mental health organizations.



1 (5) The MiDocs consortium may allocate local funding,
2 and any associated federal match, to a community-based
3 Accreditation Council for Graduate Medical Education (ACGME),
4 which operates from the local funds appropriated in this
5 subsection, to administer a community-based residency
6 training program. The funds appropriated in this subsection
7 may be allocated and administered on a local level to
8 communities with high disparities related to COVID-19 and
9 high infant mortality rates for community and public health-
10 based training programs for providers in family medicine. The
11 community-based residency training program shall have a
12 particular emphasis on addressing local psychiatric issues,
13 local health disparities, and local maternal child health
14 issues. The department and the MiDocs consortium may secure
15 federal match on local funds allocated in this subsection to
16 serve Medicaid and uninsured individuals through this
17 community-based residency training program.

18 (6) In developing the number of primary care residency
19 slots for the fiscal year ending September 30, 2022, it is
20 the intent of the legislature that 5 additional primary care
21 residency slots be added with the goal of those slots being
22 awarded to minority applicants or applicants from underserved
23 communities.

24 (7) The department shall create a MiDocs initiative
25 advisory council to help support implementation of the
26 program described in this section, and provide oversight. The
27 advisory council shall be composed of the MiDocs consortium,
28 the Michigan Area Health Education Centers, the Michigan
29 Primary Care Association, the Michigan Center for Rural



1 Health, the Michigan Academy of Family Physicians, and any
2 other appointees designated by the department.

3 (8) By September 1 of the current fiscal year, MiDocs
4 shall report to the senate and house appropriations
5 subcommittees on the department budget, the senate and house
6 fiscal agencies, the senate and house policy offices, and the
7 state budget office, on the following:

8 (a) Audited financial statement of per-resident costs.

9 (b) Education and clinical quality data.

10 (c) Roster of trainees, including areas of specialty and
11 locations of training.

12 (d) Medicaid revenue by training site.

13 (9) Outcomes and performance measures for this program
14 include, but are not limited to, the following:

15 (a) Increasing this state's ability to recruit, train,
16 and retain primary care physicians and other select specialty
17 physicians in underserved communities.

18 (b) Maximizing training opportunities with community
19 health centers, rural critical access hospitals, solo or
20 group private practice physician practices, schools, and
21 other community-based clinics, in addition to required
22 rotations at inpatient hospitals.

23 (c) Increasing the number of residency slots for family
24 medicine, general internal medicine, general pediatrics,
25 general OB-GYN, psychiatry, and general surgery.

26 (10) Unexpended and unencumbered funds up to a maximum
27 \$5,100,000.00 in general fund/general purpose revenue plus
28 any contributions from public entities, up to \$5,000,000.00,
29 and any associated federal match remaining in accounts



1 appropriated in part 1 for hospital services and therapy are
2 designated as work project appropriations, and any
3 unencumbered or unallotted funds shall not lapse at the end
4 of the fiscal year and shall be available for expenditures
5 for the MiDocs consortium to create new primary care
6 residency slots in underserved communities under this section
7 until the work project has been completed. All of the
8 following are in compliance with section 451a(1) of the
9 management and budget act, 1984 PA 431, MCL 18.1451a:

10 (a) The purpose of the work project is to fund the cost
11 of the MiDocs consortium to create new primary care residency
12 slots in underserved communities.

13 (b) The work project will be accomplished by contracting
14 with the MiDocs consortium to oversee the creation of new
15 primary care residency slots.

16 (c) The total estimated completion cost of the work
17 project is \$20,200,000.00.

18 (d) The tentative completion date is September 30, 2025.

19 Sec. 1871. The funds appropriated in part 1 for the
20 Healthy Michigan plan healthy behaviors incentives program
21 shall only provide reductions in cost-sharing
22 responsibilities and shall not include other financial
23 rewards such as gift cards.

24 Sec. 1872. From the funds appropriated in part 1 for
25 personal care services, the department shall maintain the
26 monthly Medicaid personal care supplement paid to adult
27 foster care facilities and homes for the aged that provide
28 personal care services to Medicaid recipients in place during
29 the previous fiscal year.



1 Sec. 1873. From the funds appropriated in part 1 for
2 long-term care services, the department may allocate up to
3 \$3,700,000.00 for the purpose of outreach and education to
4 nursing home residents and the coordination of housing in
5 order to move out of the facility. In addition, any funds
6 appropriated shall be used for other quality improvement
7 activities of the program. The department shall consider
8 working with all relevant stakeholders to develop a plan for
9 the ongoing sustainability of the nursing facility transition
10 initiative.

11 Sec. 1874. The department shall ensure, in counties
12 where program of all-inclusive care for the elderly or PACE
13 services are available, that the program of all-inclusive
14 care for the elderly (PACE) is included as an option in all
15 options counseling and enrollment brokering for aging
16 services and managed care programs, including, but not
17 limited to, Area Agencies on Aging, centers for independent
18 living, and the MiChoice home and community-based waiver.
19 Such options counseling must include approved marketing and
20 discussion materials.

21 Sec. 1875. (1) The department and its contractual agents
22 may not subject Medicaid prescriptions to prior authorization
23 procedures during the current fiscal year if that drug is
24 carved out or is not subject to prior authorization
25 procedures as of January 22, 2020, and is generally
26 recognized in a standard medical reference or the American
27 Psychiatric Association's Diagnostic and Statistical Manual
28 for the Treatment of a Psychiatric Disorder.

29 (2) The department and its contractual agents may not



1 subject Medicaid prescriptions to prior authorization
2 procedures during the current fiscal year if that drug is
3 carved out or is not subject to prior authorization
4 procedures as of January 22, 2020 and is a prescription drug
5 that is generally recognized in a standard medical reference
6 for the treatment of human immunodeficiency virus or acquired
7 immunodeficiency syndrome, epilepsy or seizure disorder, or
8 organ replacement therapy. The department shall explore
9 including medications for the treatment of Duchenne Muscular
10 Dystrophy to the list of Medicaid prescriptions not subject
11 to prior authorization.

12 (3) As used in this section, "prior authorization" means
13 a process implemented by the department or its contractual
14 agents that conditions, delays, or denies delivery or
15 particular pharmacy services to Medicaid beneficiaries upon
16 application of predetermined criteria by the department or
17 its contractual agents to those pharmacy services. The
18 process of prior authorization often requires that a
19 prescriber do 1 or both of the following:

20 (a) Obtain preapproval from the department or its
21 contractual agents before prescribing a given drug.

22 (b) Verify to the department or its contractual agents
23 that the use of a drug prescribed for an individual meets
24 predetermined criteria from the department or its contractual
25 agents for a prescription drug that is otherwise available
26 under the Medicaid program in this state.

27 Sec. 1876. The department shall include the
28 corticosteroid deflazacort on the Medicaid health plan common
29 formulary.



1 Sec. 1878. By March 1 of the current fiscal year, the
2 department shall provide a report to the senate and house
3 appropriations subcommittees on the department budget, the
4 senate and house fiscal agencies, the senate and house policy
5 offices, and the state budget office on hepatitis C tracking
6 data. At a minimum, the report shall include information on
7 the following for individuals treated with Harvoni or any
8 other treatment used to cure hepatitis C during the current
9 fiscal year or a previous fiscal year:

10 (a) The total number of people treated broken down by
11 those treated through traditional Medicaid and those treated
12 through the Healthy Michigan plan.

13 (b) The total cost of treatment.

14 (c) The total cost of treatment broken down by those
15 treated through traditional Medicaid and those treated
16 through the Healthy Michigan plan.

17 (d) The cure rate broken down by Metavir Score,
18 genotype, Medicaid match rate, and drug used during
19 treatment.

20 (e) The reinfection rate broken down by Metavir Score,
21 genotype, Medicaid match rate, and drug used during
22 treatment.

23 Sec. 1879. (1) The department shall maintain a single,
24 standard preferred drug list to be used by all contracted
25 Medicaid managed health care programs. Changes to the
26 preferred drug list shall be made in consultation with all
27 contracted managed health care programs and the Michigan
28 pharmacy and therapeutics committee to ensure sufficient
29 access to medically necessary drugs for each disease state.



1 The department shall have final authority over the list and
2 it shall be designed to ensure access to clinically effective
3 and appropriate drug therapies and maximize federal rebates
4 and supplemental rebates.

5 (2) By July 15 of the current fiscal year, the
6 department shall submit a report to the senate and house
7 appropriations subcommittees on the department budget, the
8 senate and house fiscal agencies, the senate and house policy
9 offices, and the state budget office that compares the
10 managed care pharmacy expenditures prior to the
11 implementation of a single, standard preferred drug list to
12 managed care pharmacy expenditures after the implementation
13 of a single, standard preferred drug list. The report shall
14 include data on collected rebates and expenditures by quarter
15 for at least 8 quarters prior to implementing a single,
16 standard preferred drug list, and the experienced rebates and
17 expenditures for at least 2 quarters, and the projected
18 rebates and expenditures for at least 6 quarters after the
19 implementation of a single, standard preferred drug list. The
20 data shall be aggregated by the department so as not to
21 disclose the proprietary or confidential drug-specific
22 information, or the proprietary or confidential information
23 that directly or indirectly identifies financial information
24 linked to a single manufacturer. The report shall include any
25 administrative costs or savings associated with the continued
26 implementation of a single, standard Medicaid preferred drug
27 list and must include information on a per Medicaid
28 prescription basis.

29 Sec. 1880. (1) By June 1 of the current fiscal year, the



1 department shall provide a report to the senate and house
2 committees on appropriations, the senate and house fiscal
3 agencies, and the state budget office on the newly
4 implemented statewide Medicaid preferred drug list policy.
5 This report must include, but is not limited to, all of the
6 following:

7 (a) The difference between estimated pharmacy
8 expenditures and actual pharmacy expenditures incurred by the
9 Medicaid health plans through the first 2 quarters of the
10 fiscal year.

11 (b) The difference between estimated federal and
12 supplemental rebates and actual amount of federal and
13 supplemental rebates realized from the Medicaid health plan
14 pharmacy utilization through the first 2 quarters of the
15 fiscal year.

16 (c) The difference between the estimated ingredient cost
17 increase and the actual ingredient cost increase incurred by
18 the Medicaid health plans through the first 2 quarters of the
19 fiscal year.

20 (d) The difference between the estimated annual change
21 in pharmacy utilization and the actual annual change in
22 pharmacy utilization incurred by the Medicaid health plans
23 through the first 2 quarters of the fiscal year.

24 (2) By June 1 of the current fiscal year, the department
25 shall provide adjustments to capitation rates paid to
26 Medicaid health plans to reflect the difference between the
27 rates implemented for fiscal year 2020-2021 and the per
28 enrollee health benefit expenses incurred by contracted
29 health plans to the senate and house committees on



1 appropriations, the senate and house fiscal agencies, and the
2 state budget office. Any adjustments made to the capitation
3 rates under this section shall be made outside of the updated
4 estimates of Medicaid expenditures revised pursuant to
5 section 367b of the management and budget act, 1984 PA 431,
6 MCL 18.1367b, in May of the current fiscal year for the
7 impacted period.

8 Sec. 1881. (1) The funds appropriated in part 1 for
9 health plan services and healthy Michigan plan assume
10 \$36,000,000.00 in estimated general fund/general purpose
11 revenue savings and \$141,360,000.00 in gross savings from the
12 financial reconciliation of the 2-way risk corridor
13 implemented in the managed care capitation rates for the
14 previous fiscal year. By September 1 of the current fiscal
15 year, the department shall provide a report to the senate and
16 house committees on appropriations, the senate and house
17 fiscal agencies, and the state budget office on the actual
18 amount of general fund/general purpose savings from the
19 financial reconciliation of the 2-way risk corridor
20 implemented in the managed care capitation rates for the
21 previous fiscal year. Any adjustments made to the capitation
22 rates under this section shall be made outside of the updated
23 estimates of Medicaid expenditures revised pursuant to MCL
24 18.1367b in May of the current fiscal year.

25 (2) It is the intent of the legislature that the managed
26 care capitation rates for the fiscal year ending September
27 30, 2022 do not include a 2-way risk corridor.

28 Sec. 1888. The department shall establish contract
29 performance standards associated with the capitation withhold



1 provisions for Medicaid health plans at least 3 months in
 2 advance of the implementation of those standards. The
 3 determination of whether performance standards have been met
 4 shall be based primarily on recognized concepts such as 1-
 5 year continuous enrollment and the healthcare effectiveness
 6 data and information set, HEDIS, audited data.

7 Sec. 1894. By March 1 of the current fiscal year, the
 8 department shall report to the senate and house
 9 appropriations subcommittees on the department budget, the
 10 senate and house fiscal agencies, the senate and house policy
 11 offices, and the state budget office on the Healthy Kids
 12 Dental program. The report shall include, but is not limited
 13 to, the following:

14 (a) The number of children enrolled in the Healthy Kids
 15 Dental program who visited the dentist during the previous
 16 fiscal year broken down by dental benefit manager.

17 (b) The number of dentists who accept payment from the
 18 Healthy Kids Dental program broken down by dental benefit
 19 manager.

20 (c) The annual change in dental utilization of children
 21 enrolled in the Healthy Kids Dental program broken down by
 22 dental benefit manager.

23 (d) Service expenditures for the Healthy Kids Dental
 24 program broken down by dental benefit manager.

25 (e) Administrative expenditures for the Healthy Kids
 26 Dental program broken down by dental benefit manager.

27

28 **INFORMATION TECHNOLOGY**

29 Sec. 1901. (1) The department shall provide a report on



1 a quarterly basis to the senate and house appropriations
2 subcommittees on the department budget, the senate and house
3 fiscal agencies, the senate and house policy offices, and the
4 state budget office on all of the following information:

5 (a) The process used to define requests for proposals
6 for each expansion of information technology projects,
7 including timelines, project milestones, and intended
8 outcomes.

9 (b) If the department decides not to contract the
10 services out to design and implement each element of the
11 information technology expansion, the department shall submit
12 its own project plan that includes, at a minimum, the
13 requirements in subdivision (a).

14 (c) A recommended project management plan with
15 milestones and time frames.

16 (d) The proposed benefits from implementing the
17 information technology expansion, including customer service
18 improvement, form reductions, potential time savings,
19 caseload reduction, and return on investment.

20 (e) Details on the implementation of the integrated
21 service delivery project, and the progress toward meeting the
22 outcomes and performance measures listed in section 1904(2)
23 of this part.

24 (f) A list of projects approved in the previous quarter
25 and the purpose for approving each project including any
26 federal, state, court, or legislative requirement for each
27 project.

28 (2) Once an award for an expansion of information
29 technology is made, the department shall report to the senate



1 and house appropriations subcommittees on the department
2 budget, the senate and house fiscal agencies, the senate and
3 house policy offices, and the state budget office a projected
4 cost of the expansion broken down by use and type of expense.

5 Sec. 1902. From the funds appropriated in part 1 for the
6 Michigan Medicaid information system (MMIS) line item,
7 private revenue may be received from and allocated for other
8 states interested in participating as part of the broader
9 MMIS initiative. By March 1 of the current fiscal year, the
10 department shall provide a report on the use of MMIS by other
11 states for the previous fiscal year, including a list of
12 states, type of use, and revenue and expenditures related to
13 the agreements with the other states to use the MMIS. The
14 report shall be provided to the house and senate
15 appropriations subcommittees on the department budget, the
16 house and senate fiscal agencies, and the state budget
17 office.

18 Sec. 1903. (1) The department shall report to the senate
19 and house appropriations subcommittees on the department
20 budget, the senate and house fiscal agencies, the senate and
21 house policy offices, and the state budget office by November
22 1 of the current fiscal year the status of an implementation
23 plan regarding the appropriation in part 1 to modernize the
24 MiSACWIS. The report shall include, but not be limited to, an
25 update on the status of the settlement and efforts to bring
26 the system in compliance with the settlement and other
27 federal guidelines set forth by the United States Department
28 of Health and Human Services Administration for Children and
29 Families.



1 (2) The department shall report to the senate and house
2 appropriations subcommittees on the department budget, the
3 senate and house fiscal agencies, the senate and house policy
4 offices, and the state budget office by November 1, January
5 1, March 1, May 1, July 1, and September 1 of the current
6 fiscal year a status report on the planning, implementation,
7 and operation, regardless of the current operational status,
8 regarding the appropriation in part 1 to implement the
9 MiSACWIS. The report shall provide details on the planning,
10 implementation, and operation of the system, including, but
11 not limited to, all of the following:

12 (a) Areas where implementation went as planned, and in
13 each area including whether the implementation results in
14 either enhanced user interface or portal access, conversion
15 to new modules, or substantial operation improvement to the
16 MiSACWIS system.

17 (b) The number of known issues.

18 (c) The average number of help tickets submitted per
19 day.

20 (d) Any additional overtime or other staffing costs to
21 address known issues and volume of help tickets.

22 (e) Any contract revisions to address known issues and
23 volume of help tickets.

24 (f) Other strategies undertaken to improve
25 implementation, and for each strategy area including whether
26 the implementation results in either enhanced user interface
27 or portal access, conversion to new modules, or substantial
28 operation improvement to the MiSACWIS system.

29 (g) Progress developing cross-system trusted data



1 exchange with MiSACWIS.

2 (h) Progress in moving away from a statewide automated
3 child welfare information system (SACWIS) to a comprehensive
4 child welfare information system (CCWIS).

5 (i) Progress developing and implementing a program to
6 monitor data quality.

7 (j) Progress developing and implementing custom
8 integrated systems for private agencies.

9 (k) A list of all change orders, planned or in progress.

10 (l) The status of all change orders, planned or in
11 progress.

12 (m) The estimated costs for all planned change orders.

13 (n) The estimated and actual costs for all change orders
14 in progress.

15 Sec. 1904. (1) From the funds appropriated in part 1 for
16 the technology supporting integrated service delivery line
17 item, the department shall maintain information technology
18 tools and enhance existing systems to improve the eligibility
19 and enrollment process for citizens accessing department
20 administered programs. This information technology system
21 will consolidate beneficiary information, support department
22 caseworker efforts in building a success plan for
23 beneficiaries, and better support department staff in
24 supporting enrollees in assistance programs.

25 (2) Outcomes and performance measures for the initiative
26 under subsection (1) include, but are not limited to, the
27 following:

28 (a) Successful consolidation of data warehouses
29 maintained by the department.



1 (b) The amount of time a department caseworker devotes
2 to data entry when initiating an enrollee application.

3 (c) A reduction in wait times for persons enrolled in
4 assistance programs to speak with department staff and get
5 necessary changes made.

6 (d) A reduction in department caseworker workload.

7 Sec. 1905. (1) The department shall report on a monthly
8 basis to the chairs of the senate and house standing
9 committees on appropriations, the senate and house
10 appropriations subcommittees on the department budget, the
11 senate and house appropriations subcommittees on the general
12 government budget, the senate and house fiscal agencies, the
13 senate and house policy offices, and the state budget office
14 on all of the following:

15 (a) Fiscal year-to-date information technology spending
16 for the current fiscal year by service and project and by
17 line-item appropriation.

18 (b) Planned information technology spending for the
19 remainder of the current fiscal year by service and project
20 and by line-item appropriation.

21 (c) Total fiscal year-to-date information technology
22 spending and planned spending for the current fiscal year by
23 service and project and by line-item appropriation.

24 (d) A list of all information technology projects
25 estimated to cost more than \$250,000.00 that exceed their
26 allotted budget as well as all information technology
27 projects that have exceeded their allotted budget by 25% or
28 more.

29 (2) As used in subsection (1), "project" means all of,



1 but not limited to, the following major projects:

2 (a) Community health automated Medicaid processing
3 system (CHAMPS).

4 (b) Bridges and MiBridges eligibility determination.

5 (c) MiSACWIS.

6 (d) Integrated service delivery.

7 (3) By April 30 of the current fiscal year, the
8 department, in coordination with the department of
9 technology, management, and budget, shall provide to the
10 senate and house appropriations subcommittees on the
11 department budget, the senate and house fiscal agencies, the
12 senate and house policy offices, and the state budget office
13 a 5-year strategic plan for information technology services
14 and projects for the department. The strategic plan shall
15 identify any scheduled changes in the federal and state
16 shares of costs related to information technology services
17 and projects over the 5-year period. As part of the strategic
18 plan, the department shall include total information
19 technology expenditures from the previous fiscal year by fund
20 source, total information technology appropriations as a
21 percentage of total department appropriations by fund source,
22 and a return on investment, by project, for all information
23 technology expenditures in the previous fiscal year. The
24 strategic plan shall also include, for the previous 5 fiscal
25 years, the department's information technology spending
26 compared to similar departments in 3 other states located in
27 the Midwest.

28 Sec. 1906. (1) The workgroup, in collaboration with the
29 Michigan Federation of Children and Families and the



1 Association of Accredited Child and Family Agencies, shall
2 issue a report to the house and senate appropriations
3 subcommittees on the department budget, the house and senate
4 fiscal agencies, the house and senate policy offices, and the
5 state budget office no later than November 1, January 1,
6 March 1, May 1, July 1, and September 1 of the current fiscal
7 year that must consist of, but is not limited to, the
8 following:

9 (a) Recommendations for the future funding and
10 operations of MiSACWIS and the replacement state child
11 welfare information system.

12 (b) Recommendations for any remedial actions that the
13 workgroup considers necessary for the department to implement
14 in order to improve the functions of MiSACWIS and the
15 subsequent state child welfare information system, and
16 measures established to determine the success of MiSACWIS and
17 the replacement state child welfare information system.

18 (c) Any other information the workgroup would like to
19 provide regarding MiSACWIS and the replacement state child
20 welfare information system.

21 (2) As used in this section, "workgroup" means the
22 workgroup established by the department to facilitate the
23 transition from the use of MiSACWIS to a replacement state
24 child welfare information system, according to the
25 independent assessment of Michigan's statewide automated
26 child welfare information system and child welfare data
27 reporting infrastructure submitted to the United States
28 District Court for the Eastern District of Michigan on
29 February 25, 2019.



1 Sec. 1907. By October 1 and March 1 of the current
2 fiscal year, the department shall report to the house and
3 senate appropriations subcommittees on the department budget,
4 the house and senate fiscal agencies, the house and senate
5 policy offices, and the state budget office on all current,
6 contracted information technology-related projects, total
7 contractual costs, spending in previous fiscal years, planned
8 spending for the current fiscal year, and fiscal year-to-date
9 spending, by project.

10 Sec. 1909. (1) From the funds appropriated in part 1 for
11 child support automation, the department shall only encumber
12 or expend funds for the operation, maintenance, and
13 improvements of the Michigan child support enforcement system
14 (MiCSES).

15 (2) From the funds appropriated in part 1 for bridges
16 information system, the department shall only encumber or
17 expend funds for the operation, maintenance, and improvements
18 of Bridges and MIBridges.

19 (3) From the funds appropriated in part 1 for technology
20 supporting integrated service delivery, the department shall
21 only encumber or expend funds for the operation, maintenance,
22 and improvements of integrated service delivery.

23 (4) From the funds appropriated in part 1 for Michigan
24 Medicaid information system, the department shall only
25 encumber or expend funds for the operation, maintenance, and
26 improvements of the community health automated Medicaid
27 processing system (CHAMPS).

28 (5) From the funds appropriated in part 1 for Michigan
29 statewide automated child welfare information system, the



1 department shall only encumber or expend funds for the
2 operation, maintenance, and improvements of MiSACWIS.

3 (6) From the funds appropriated in part 1 for
4 comprehensive child welfare information system, the
5 department shall only encumber or expend funds for the
6 operation, maintenance, and improvements to the comprehensive
7 child welfare information system.

8 (7) From the funds appropriated in part 1 for
9 comprehensive child welfare information system, the
10 department shall allocate \$4,389,400.00 to develop a new
11 information system to replace MiSACWIS consistent with the
12 plan provided by the department to the United States District
13 Court for Eastern District of Michigan as a part of the
14 settlement. The development of the comprehensive child
15 welfare information system shall adhere to department of
16 technology, management, and budget and IT Investment Fund
17 (ITIF) policies and practices, including use of the state
18 unified information technology environment methodology and
19 agile development. The project team will also participate in
20 and comply with the enterprise portfolio management office
21 process and product quality assurance. To ensure full
22 transparency, the project will be included in the ITIF
23 portfolio for executive, legislative, and external reporting
24 purposes. As a component of the ITIF portfolio, the project
25 will be subject to governance and oversight by the IT
26 investment management board.

27

28 **ONE-TIME APPROPRIATIONS**

29 Sec. 1910. From the funds appropriated in part 1 for



1 Special Olympics capital improvement project, the department
2 shall allocate \$1,000,000.00 to a nonprofit organization
3 organized under the laws of this state that is exempt from
4 federal income tax under section 501(c)(3) of the internal
5 revenue code of 1986, 26 USC 501, and with a stated mission
6 to provide year-round sports training and athletic
7 competition for children and adults with intellectual
8 disabilities. The funding shall be used to perform capital
9 improvements on a facility located in a county with a
10 population between 500,000 and 825,000 according to the most
11 recent federal decennial census and ensure the facility
12 complies with the Americans with disabilities act of 1990,
13 Public Law 101-336.

14 Sec. 1911. From the funds appropriated in part 1 for
15 first responder and public safety staff mental health, the
16 department shall allocate \$2,500,000.00 towards a program to
17 support firefighters, police officers, emergency medical
18 services personnel, dispatchers, and correctional officers
19 suffering from post-traumatic stress syndrome and other
20 mental health conditions. The program will primarily provide
21 grants to behavioral health providers and may also include
22 funding to improve information and referrals for these
23 services.

24 Sec. 1913. From the funds appropriated in part 1 for
25 lead poisoning prevention fund, the department shall allocate
26 \$2,000,000.00 towards the establishment of a lead poisoning
27 prevention fund. The lead poisoning prevention fund would be
28 administered by an independent third party as a public
29 private loan loss reserve fund that would support loans to



1 landlords and homeowners remediating lead hazards from their
2 property.

3 Sec. 1914. From the funds appropriated in part 1 for
4 county coronavirus related youth funding, \$250,000.00 is
5 allocated to a county with a population between 344,000 and
6 347,000 according to the most recent federal decennial
7 census. The grant shall be allocated by the county to a
8 network of human service providers and local youth
9 development organizations to do all of the following:

10 (a) Provide daily academic and skills-building programs
11 for youths.

12 (b) Offer tutoring to low-income families.

13 (c) Create mentoring programs to connect youth with
14 youth or adult mentors in the community.

15 (d) Establish a connection with families in low-income
16 neighborhoods.

17 Sec. 1915. From the funds appropriated in part 1 for
18 healthy communities grant, \$300,000.00 shall be allocated for
19 a 1-time grant to Leaders Advancing and Helping Communities
20 for community healthy living, obesity prevention, and
21 substance abuse prevention programs.

22 Sec. 1916. From the funds appropriated in part 1 for
23 kids' food basket, the department shall allocate \$250,000.00
24 to fund a project with a nonprofit, community-based
25 organization organized under the laws of this state that is
26 exempt from federal income tax under section 501(c)(3) of the
27 internal revenue code of 1986, 26 USC 501, and is located in
28 a city with a population between 185,000 and 195,000
29 according to the most recent federal decennial census which



1 city is located in a county with a population between 600,000
2 and 605,000 according to the most recent federal decennial
3 census. The nonprofit organization recipient shall have an
4 existing network of food delivery to low-income children to
5 at least 3 counties in this state. The nonprofit organization
6 shall use the funds for increased operational costs due to
7 the coronavirus pandemic and for expansion of services to
8 additional schools and communities. The funding may be used
9 to cover employee costs, food and supplies, equipment, and
10 other operational costs identified by the organization to
11 support their mission and goals.

12 Sec. 1917. From the funds appropriated in part 1 for
13 infant rapid whole genome sequencing project, the department
14 shall allocate \$250,000.00 in general fund/general purpose
15 revenue plus any associated private or federal match to
16 support the Project Baby Deer rapid whole genome sequencing
17 initiative. This program shall provide rapid whole genome
18 sequencing for critically ill infants and children who meet
19 established clinical criteria. It is the intent of the
20 legislature that the projected turnaround time for sequencing
21 shall be 1 to 3 days in order to limit the number of
22 unnecessary procedures and allow for more rapid diagnosis of
23 critically ill infants and children.

24 Sec. 1918. From the funds appropriated in part 1 for
25 substance abuse community and school outreach, the department
26 shall allocate \$100,000.00 to a coalition located in a county
27 with a population of at least 1,500,000 with an aim to lead
28 and support communities to dispel the myths and stigmas about
29 drug addiction through public education, sharing stories of



1 recovery, partnering with local and state leaders, creating
2 positive social changes, and providing recovery support
3 services for those in need.

4 Sec. 1919. (1) From the funds appropriated in part 1 for
5 unified clinics resiliency center for families and children,
6 the department shall allocate \$1,500,000.00 to a 4-year state
7 university located in a county with a population between
8 250,000 and 251,000 according to the most recent decennial
9 census to be used to develop and operate a resiliency center
10 for families and children to address the multifaceted needs
11 of those experiencing trauma, toxic stress, chronic
12 disability, neurodevelopmental disorders, or addictions.

13 (2) Outcomes and performance measures for the resiliency
14 center funded under this section shall include, but not be
15 limited to, the following:

16 (a) The number of children and families who received
17 services from the center.

18 (b) The types of screening offered by the center and the
19 number of clients that received each screening type.

20 (c) The number of trauma assessments completed through
21 the center's programs and the average cost of a trauma
22 assessment for each type of client, including children,
23 adults, and families.

24 (d) The types of services offered by the center and the
25 number of clients that received each service type.

26 (e) The number of referrals for services made to
27 children and families.

28 (f) A breakdown of the expenditures made for the
29 development of the resiliency center for families and



1 children by major category.

2 (3) By August 1 of the current fiscal year, the
3 resiliency center for families and children shall report to
4 the house and senate appropriations subcommittees on the
5 department budget, the house and senate fiscal agencies, the
6 house and senate policy offices, and the state budget office
7 on the status of the development of the resiliency center
8 funded under this section and on the information required in
9 subsection (2).

10 (4) The unexpended portion of funds appropriated in part
11 1 for unified clinics resiliency center for families and
12 children is designated as a work project appropriation. Any
13 unencumbered or unallotted funds shall not lapse at the end
14 of the fiscal year and shall be available for expenditure for
15 the project under this section until the project has been
16 completed. The following is in compliance with section
17 451a(1) of the management and budget act, 1984 PA 431, MCL
18 18.1451a:

19 (a) The purpose of the work project is to provide
20 funding for the operation and maintenance of a unified
21 clinics resiliency center for families and children as
22 provided by this section.

23 (b) The project will be accomplished through funding to
24 a 4-year state university for the operation and maintenance
25 of the center.

26 (c) The total estimated cost of the work project is
27 \$1,500,000.00 of general fund/general purpose revenue.

28 (d) The estimated completion date is September 30, 2023.

29 (5) It is the intent of the legislature that this is the



1 first year out of 3 years that funding is to be provided by
2 the legislature for the unified clinics resiliency center for
3 families and children described in this section, and that in
4 each of the 2 following years, \$750,000.00 be provided by the
5 legislature.

6 Sec. 1920. (1) From the funds appropriated in part 1 for
7 autism navigator, the department shall require any contractor
8 receiving funds from this line item to comply with
9 performance-related metrics to maintain eligibility for
10 funding. The organizational metrics shall include, but not be
11 limited to, all of the following:

12 (a) Each contractor shall have accreditations that
13 attest to their competency and effectiveness in providing
14 services.

15 (b) Each contractor shall demonstrate cost-
16 effectiveness.

17 (c) Each contractor shall ensure their ability to
18 leverage private dollars to strengthen and maximize service
19 provision.

20 (d) Each contractor shall provide quarterly reports to
21 the department regarding the number of clients served, units
22 of service provision, and ability to meet their stated goals.

23 (2) The department shall require an annual report from
24 any contractor receiving funding from the autism navigator
25 line item. The annual report, due to the department 60 days
26 following the end of the contract period, shall include
27 specific information on services and programs provided, the
28 client base to which the services and programs were provided,
29 and the expenditures for those services. The department shall



1 provide the annual reports to the senate and house
2 appropriations subcommittees on the department budget, the
3 senate and house fiscal agencies, and the state budget
4 office.

5 Sec. 1921. From the funds appropriated in part 1 for
6 statewide health information exchange projects, the
7 department shall allocate \$2,750,000.00 to a public and
8 private non-profit collaboration that is designated as this
9 state's statewide health information exchange by cooperative
10 agreement to implement health information technology
11 strategies for data management, data clean-up, and data
12 governance.

13 Sec. 1922. (1) From the funds appropriated in part 1 for
14 actuarial study, \$275,000.00 is allocated for the department
15 to complete a study led by an actuarial firm capable of
16 supporting this state's pursuit of a state innovation waiver
17 under section 1332 of the patient protection and affordable
18 care act for community-based coverage entities to provide
19 health coverage and educational and occupational training to
20 qualifying individuals. The study will be completed with the
21 assistance and support of department of insurance and
22 financial services to ensure that the study meets all the
23 criteria for a section 1332 state innovation waiver found at
24 45 CFR part 155. The study must be completed by April 30 of
25 the current fiscal year. The study must include analyses and
26 actuarial certifications data, assumptions, targets, and
27 other information sufficient to provide the Secretary of the
28 United States Department of Health and Human Services and the
29 Secretary of the United States Department of Treasury with



1 the necessary data to determine whether this state's proposed
2 waiver would do all of the following:

3 (a) Provide coverage that is at least as comprehensive
4 as the coverage defined in section 1203(b) of the patient
5 protection and affordable care act.

6 (b) Provide coverage and cost sharing protections
7 against excessive out-of-pocket spending that are at least as
8 affordable as the provisions of title I of the patient
9 protection and affordable care act.

10 (c) Provide coverage to a comparable number of its
11 residents as the provisions of title I of the patient
12 protection and affordable care act would provide.

13 (d) Not increase the federal deficit.

14 (2) The study under subsection (1) must create any
15 actuarial analyses and certifications necessary to determine
16 whether the estimates will comply with the above
17 requirements. Furthermore, the study must produce an economic
18 analysis that provides a detailed 10-year budget plan that is
19 deficit neutral to the federal government and a detailed
20 analysis regarding the estimated impact of the waiver on
21 health insurance coverage in this state.

22 (3) As used in this section, "patient protection and
23 affordable care act" means the patient protection and
24 affordable care act, Public Law 111-148, as amended by the
25 federal health care and education reconciliation act of 2010,
26 Public Law 111-152.

27 Sec. 1923. From the funds appropriated in part 1 for
28 senior citizen center program grants, the department shall
29 allocate \$150,000.00 for a grant program administered by the



1 aging and adult services agency to support health-related
2 senior programs at multipurpose senior citizen centers.
3 Program goals shall include mental and physical health
4 maintenance and improvement for senior participants. Grant
5 awards shall not exceed \$5,000.00 for a program. Grantees are
6 encouraged to match the funding with participant fees or
7 other nonstate source of funds. A private housing facility
8 with senior activity programs is not eligible for the grant
9 program.

10 Sec. 1924. From the funds appropriated in part 1 for
11 children's center, \$200,000.00 shall be awarded to a
12 children's center located in a city with a population of
13 greater than 600,000 according to the most recent federal
14 decennial census. The grant shall be allocated to a nonprofit
15 organization established in 1929 that has a stated mission of
16 helping children and families shape their own futures. The
17 funding shall be used for behavioral health programs and
18 outreach, including an outpatient treatment program for
19 families with children with autism spectrum disorders.

20 Sec. 1925. From the funds appropriated in part 1 for
21 nonprofit mental health clinics, the department shall
22 allocate \$200,000.00 as grants to nonprofit mental health
23 clinics that provide counseling services, accept clients
24 regardless of their ability to pay for services through
25 sliding scale copayments and volunteer services, and that use
26 fundraising to support their clinic. The maximum grant per
27 clinic is \$100,000.00 and as a condition of receiving these
28 grants, the clinic must have at least a like amount of funds
29 collected through fundraising as the state grant award. By



1 December 15 of the current fiscal year, the department shall
2 submit a report on the number of grant applications and the
3 status of the grant awards to the house and senate
4 appropriations subcommittees on the department budget, the
5 house and senate fiscal agencies, the house and senate policy
6 offices, and the state budget office.

7 Sec. 1926. From the funds appropriated in part 1 for
8 Great Lakes recovery center, the department shall allocate a
9 grant of \$250,000.00 to a CARF accredited agency that
10 specializes in substance abuse and mental health treatment
11 through certified counselors and licensed professionals
12 across the Upper Peninsula for costs related to men's
13 residential treatment and transition housing and women's
14 transition housing.

15 Sec. 1927. From the funds appropriated in part 1 for
16 vision clinic, the department shall allocate \$100,000.00 for
17 a nonprofit vision clinic located in a county with a
18 population between 200,000 and 225,000 according to the most
19 recent federal decennial census. To be eligible to receive
20 funding, the vision clinic must have a stated mission to
21 provide optometric services to Michigan's mentally and
22 physically challenged population, as well as, low vision
23 services to visually impaired and legally blind individuals.

24 Sec. 1928. (1) From the funds appropriated in part 1 for
25 skilled nursing facility personal protection equipment
26 grants, the department shall allocate \$20,000,000.00 to
27 skilled nursing facilities to help cover personal protection
28 equipment costs during the COVID-19 pandemic.

29 (2) The funding referenced in subsection (1) shall be



1 allocated on a per licensed skilled nursing facility bed
2 basis, with each skilled nursing facility receiving a fixed
3 amount per licensed skilled nursing facility bed equal to
4 \$20,000,000.00 divided by the total number of licensed
5 skilled nursing facility beds in the state.

6 (3) The department shall allocate the funding referenced
7 in (1) to skilled nursing facilities by October 31 of the
8 current fiscal year.

9 Sec. 1930. (1) From the funds appropriated in part 1 for
10 autism train the trainer grant, the department shall
11 appropriate \$244,800.00 to implement a pilot project to train
12 school employees on the principles and practices of applied
13 behavior analysis and research-based intervention strategies.
14 The pilot project must do both of the following:

15 (a) Train paraprofessionals and teachers in applied
16 behavior analysis skills that match the national standard for
17 behavior technician-level work and research-based
18 intervention strategies.

19 (b) Train teacher consultants, school social workers,
20 school psychologists, and other school personnel responsible
21 for conducting functional behavioral assessments and the
22 development of behavior support plans methods for ensuring
23 implementation of a behavior plan with fidelity and
24 strategies for sharing understanding of evidence-based
25 behavioral health approaches with other school-based
26 personnel.

27 (2) The pilot project sites receiving funding under
28 subsection (1) must be 1 of the following:

29 (a) A school district with a headquarters located in a



1 census designated place with a population between 3,410 and
2 3,500 according to the most recent federal decennial census,
3 and in a county with a population between 24,200 and 24,700
4 according to the most recent federal decennial census.

5 (b) A school district with a headquarters located in a
6 township with a population between 53,400 and 71,000
7 according to the most recent federal decennial census, and in
8 a county with a population between 1,000,000 and 1,800,000
9 according to the most recent federal decennial census.

10 (c) A school district with a headquarters located in a
11 township with a population between 41,000 and 43,000
12 according to the most recent federal decennial census, and in
13 a county with a population between 1,000,000 and 1,800,000
14 according to the most recent federal decennial census.

15 (d) An intermediate school district with a headquarters
16 located in a census designated place with a population
17 between 1,920 and 2,000 according to the most recent federal
18 decennial census, and in a county with a population between
19 25,950 and 26,160 according to the most recent federal
20 decennial census.

21 (e) A constituent district of an intermediate school
22 district with a headquarters located in a city with a
23 population between 6,000 and 6,230 according to the most
24 recent federal decennial census, and in a county with a
25 population between 24,500 and 25,500 according to the most
26 recent federal decennial census.

27 (3) Outcomes and performance measures for the pilot
28 project funded under this section shall include, but not be
29 limited to, the following:



1 (a) A decrease in the number of center-program and self-
2 contained-classroom referrals.

3 (b) A decrease in the number of suspensions, removals,
4 and expulsions.

5 (c) A decrease in paraprofessional absences.

6 (d) An increase in teacher retention.

7 (e) An increase in safety.

8 (4) The department shall require an annual report from
9 the districts described in subsection (2) on the information
10 required in subsection (3). The department shall provide the
11 reports to the senate and house appropriations subcommittees
12 on the department budget, the senate and house fiscal
13 agencies, the senate and house policy offices, and the state
14 budget office on the information required in subsection (2).

15 Sec. 1932. (1) From the funds appropriated in part 1 for
16 legal assistance, \$60,000.00 shall be distributed to a county
17 legal assistance center located in a city with a population
18 between 4,900 and 5,000 according to the most recent federal
19 decennial census, within a county with a population between
20 111,400 and 111,500, according to the most recent decennial
21 census. The grantee must provide civil law legal assistance
22 to low-income individuals.

23 (2) The funds appropriated in part 1 for legal
24 assistance shall be disbursed no later than March 1 of the
25 current fiscal year.

26
27 ARTICLE 7

28 DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

29 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, 2021, from the following funds:

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**APPROPRIATION SUMMARY**

Full-time equated unclassified positions	6.0	
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Full-time equated classified positions	372.5	
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GROSS APPROPRIATION		\$ 73,315,700
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Interdepartmental grant revenues:		
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Total interdepartmental grants and intradepartmental transfers		728,600
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ADJUSTED GROSS APPROPRIATION		\$ 72,587,100
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Federal revenues:		
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Total federal revenues		1,017,100
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Special revenue funds:		
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Total local revenues		0
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Total private revenues		0
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Total other state restricted revenues		71,570,000
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State general fund/general purpose		\$ 0
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Sec. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions	6.0	
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Full-time equated classified positions	23.5	
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Unclassified salaries--FTEs	6.0	\$ 820,600
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Administrative hearings		182,500
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Department services--FTEs	20.0	3,892,400
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Executive director programs--FTEs	3.5	986,900
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1	Property management		1,284,900
2	Worker's compensation		800
3	GROSS APPROPRIATION	\$	7,168,100
4	Appropriated from:		
5	Special revenue funds:		
6	Bank fees		534,500
7	Captive insurance regulatory and supervision		
8	fund		3,000
9	Consumer finance fees		211,400
10	Credit union fees		893,700
11	Deferred presentment service transaction fees		281,500
12	Insurance bureau fund		2,528,100
13	Insurance continuing education fees		66,600
14	Insurance licensing and regulation fees		1,962,400
15	MBLSLA fund		685,600
16	Multiple employer welfare arrangement		1,300
17	State general fund/general purpose	\$	0
18	Sec. 103. INSURANCE AND FINANCIAL SERVICES		
19	REGULATION		
20	Full-time equated classified positions	349.0	
21	Consumer services and protection--FTEs	85.0	\$ 11,546,800
22	Financial institutions evaluation--FTEs	135.0	25,458,500
23	Insurance evaluation--FTEs	129.0	26,826,400
24	GROSS APPROPRIATION	\$	63,831,700
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG from LARA, debt management		728,600
28	Federal revenues:		



1	Federal revenues		1,017,100
2	Special revenue funds:		
3	Bank fees		5,940,200
4	Captive insurance regulatory and supervision		
5	fund		703,300
6	Consumer finance fees		2,920,200
7	Credit union fees		9,181,700
8	Deferred presentment service transaction fees		2,454,400
9	Insurance bureau fund		24,829,800
10	Insurance continuing education fees		868,700
11	Insurance licensing and regulation fees		8,097,900
12	MBLSLA fund		6,601,400
13	Multiple employer welfare arrangement		488,400
14	State general fund/general purpose	\$	0
15	Sec. 104. INFORMATION TECHNOLOGY		
16	Information technology services and projects	\$	2,315,900
17	GROSS APPROPRIATION	\$	2,315,900
18	Appropriated from:		
19	Special revenue funds:		
20	Bank fees		231,900
21	Consumer finance fees		95,600
22	Credit union fees		379,600
23	Deferred presentment service transaction fees		116,500
24	Insurance bureau fund		453,200
25	Insurance continuing education fees		23,400
26	Insurance licensing and regulation fees		748,400
27	MBLSLA fund		267,300
28	State general fund/general purpose	\$	0



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 fiscal year 2020-2021 is \$71,570,000.00 and state spending from state sources to be paid to local units of government for fiscal year 2020-2021 is \$0.

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



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

6 Sec. 205. Funds appropriated in this part and part 1
7 must not be used for the purchase of foreign goods or
8 services, or both, if competitively priced and of comparable
9 quality American goods or services, or both, are available.
10 Preference must be given to goods or services, or both,
11 manufactured or provided by Michigan businesses, if they are
12 competitively priced and of comparable quality. In addition,
13 preference must be given to goods or services, or both, that
14 are manufactured or provided by Michigan businesses owned and
15 operated by veterans, if they are competitively priced and of
16 comparable quality.

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

24 Sec. 207. (1) Out-of-state travel must be limited to
25 situations where the travel is approved by a departmental
26 employee's immediate supervisor and in which 1 or more of the
27 following conditions apply:

28 (a) The travel is required by legal mandate or court
29 order or for law enforcement purposes.



1 (b) The travel is necessary to protect the health or
2 safety of Michigan citizens or visitors or to assist other
3 states in similar circumstances.

4 (c) The travel is necessary to produce budgetary savings
5 or to increase state revenues, including protecting existing
6 federal funds or securing additional federal funds.

7 (d) The travel is necessary to comply with federal
8 requirements.

9 (e) The travel is necessary to secure specialized
10 training for staff that is not available within this state.

11 (f) The travel is financed entirely by federal or
12 nonstate funds.

13 (2) The department shall not approve the travel of more
14 than 1 departmental employee to a specific professional
15 development conference or training seminar that is located
16 outside of this state unless a professional development
17 conference or training seminar is funded by a federal or
18 private funding source and requires more than 1 individual
19 from the department to attend, or the conference or training
20 seminar includes multiple issues in which 1 employee from the
21 department does not have expertise.

22 (3) Not later than January 1, the department shall
23 prepare a travel report listing all travel by classified and
24 unclassified employees outside this state in the immediately
25 preceding fiscal year that was funded in whole or in part
26 with funds appropriated in the department's budget. The
27 department shall submit the report to the senate and house of
28 representatives appropriations committees, the senate and
29 house fiscal agencies, and the state budget director. The



1 report must include all of the following information:

2 (a) The name of each person receiving reimbursement for
3 travel outside this state or whose travel costs were paid by
4 this state.

5 (b) The destination of each travel occurrence.

6 (c) The dates of each travel occurrence.

7 (d) A brief statement of the reason for each travel
8 occurrence.

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

15 (f) A total of all out-of-state travel funded for the
16 immediately preceding fiscal year.

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

24 Sec. 209. Not later than November 30, the state budget
25 office shall prepare and transmit a report that provides for
26 estimates of the total general fund/general purpose
27 appropriation lapses at the close of the prior fiscal year.
28 This report must summarize the projected year-end general
29 fund/general purpose appropriation lapses by major



1 departmental program or program areas. The state budget
2 office shall transmit the report to the chairpersons of the
3 senate and house of representatives appropriations committees
4 and the senate and house fiscal agencies.

5 Sec. 210. (1) In addition to the funds appropriated in
6 part 1, there is appropriated an amount not to exceed
7 \$200,000.00 for federal contingency funds. These funds are
8 not available for expenditure until they have been
9 transferred to another line item in part 1 under section
10 393(2) of the management and budget act, 1984 PA 431, MCL
11 18.1393.

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

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

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

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

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

29 (d) The number of active department employees by job



1 classification.

2 (e) Job specifications and wage rates.

3 Sec. 212. Within 14 days after the release of the
4 executive budget recommendation, the department shall
5 cooperate with the state budget office to provide the
6 chairpersons of the senate and house appropriations
7 committees, the chairpersons of the subcommittees, and the
8 senate and house fiscal agencies with an annual report on
9 estimated state restricted fund balances, state restricted
10 fund projected revenues, and state restricted fund
11 expenditures for the fiscal years ending September 30, 2020
12 and September 30, 2021.

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

17 Sec. 214. Total authorized appropriations from all
18 sources under part 1 for legacy costs for the fiscal year
19 ending September 30, 2021 are estimated at \$10,298,600.00.
20 From this amount, total agency appropriations for pension-
21 related legacy costs are estimated at \$4,941,400.00. Total
22 agency appropriations for retiree health care legacy costs
23 are estimated at \$5,357,200.00.

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



1 department contracts to subcontract with certified businesses
2 in depressed and deprived communities for services, supplies,
3 or both.

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

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

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

15 (2) By April 1 of the current fiscal year and
16 semiannually thereafter, the department shall report to the
17 senate and house appropriations committees, the senate and
18 house appropriations subcommittees on the department budget,
19 and the senate and house fiscal agencies the following
20 information:

21 (a) Number of employees that were engaged in remote work
22 in 2020.

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

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

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

29 Sec. 217. Appropriations in part 1 shall, to the extent



1 possible by the department, not be expended until all
2 existing work project authorization available for the same
3 purposes is exhausted.

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

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

18 Sec 220. Not later than April 1, the department shall
19 report on each specific policy change made to implement a
20 public act affecting the department that took effect during
21 the prior calendar year to the senate and house of
22 representatives appropriations committees, the subcommittees,
23 the joint committee on administrative rules, and the senate
24 and house fiscal agencies.

25 Sec. 221. Unless prohibited by law, the department may
26 accept credit card or other electronic means of payment for
27 licenses, fees, or permits.

28 Sec. 222. The department shall submit a report to the
29 subcommittees, the senate and house fiscal agencies, and the



1 state budget director by September 30 detailing any
2 expenditure of funds for a television or radio production
3 that was made to a third-party vendor in the fiscal year
4 ending September 30, 2021. The report must include all of the
5 following information for each expenditure:

6 (a) Total amount of the expenditure.

7 (b) Fund source for the expenditure.

8 (c) Name of any vendors that created the production and
9 the amount paid to each vendor.

10 (d) Purpose of the production.

11 Sec. 223. From the funds appropriated in part 1 from the
12 insurance bureau fund, funds may be expended to support
13 legislative participation in insurance activities coordinated
14 by insurance and legislative associations, in accordance with
15 section 225 of the insurance code of 1956, 1956 PA 218, MCL
16 500.225.

17

18 **INSURANCE AND FINANCIAL SERVICES REGULATION**

19 Sec. 301. The department shall provide a report to the
20 subcommittees, the senate and house fiscal agencies, and the
21 state budget director by September 30 based on the annual
22 rate filings from health insurance issuers that includes all
23 of the following:

24 (a) The number that are approved by the department.

25 (b) The number that are denied by the department.

26 (c) The percentage of rate filings processed within the
27 applicable statutory time frames.

28 (d) The average number of calendar days to process rate
29 filings.



1 Sec. 302. In addition to the funds appropriated in part
2 1, the funds collected by the department in connection with a
3 conservatorship under section 32 of the mortgage brokers,
4 lenders, and servicers licensing act, 1987 PA 173, MCL
5 445.1682, and funds collected by the department from
6 corporations being liquidated under the insurance code of
7 1956, 1956 PA 218, MCL 500.100 to 500.8302, must be
8 appropriated for all expenses necessary to provide for the
9 required services. Funds are available for expenditure when
10 they are received by the department of treasury and must not
11 lapse to the general fund at the end of the fiscal year. The
12 total amount appropriated under this section and section 303
13 must not exceed \$300,000.00.

14 Sec. 303. The department may make available to
15 interested entities customized listings of nonconfidential
16 information in its possession. The department may establish
17 and collect a reasonable charge to provide this service. The
18 revenue from this service is appropriated when received and
19 must be used to offset expenses to provide the service. Any
20 balance of this revenue collected and unexpended at the end
21 of the fiscal year must lapse to the appropriate restricted
22 fund. The total amount appropriated under this section and
23 section 302 must not exceed \$300,000.00.

24 Sec. 304. (1) The department shall prepare an annual
25 report that includes, but is not limited to, all of the
26 following information:

27 (a) The number of out-of-network billing complaints
28 received by the department from enrollees or their authorized
29 representatives.



1 (b) The number of out-of-network billing complaints
2 received by the department from enrollees or their authorized
3 representatives, separated by provider specialty.

4 (c) For each health plan, the ratio of out-of-network
5 billing complaints to the total number of enrollees in the
6 health plan.

7 (d) Insurer network adequacy by provider specialty.

8 (2) The department shall provide the report described
9 under subsection (1) to the standing committees of the senate
10 and house of representatives with primary jurisdiction over
11 insurance and health policy issues and the subcommittees. The
12 report must be posted on the department's website.

13 Sec. 305. Effective January 1, 2021, the department must
14 provide a midyear update to the report required under section
15 6303 of the insurance code of 1956, 1956 PA 218, MCL
16 500.6303. The department shall transmit to the standing
17 committees of the senate and house with primary jurisdiction
18 over insurance issues, the subcommittees, the senate and
19 house fiscal agencies, and the state budget director.

20 Sec. 306. The department must produce a report and
21 transmit the report to the subcommittees, senate and house
22 fiscal agencies, and state budget director by December 31.
23 The report must include all of the following information for
24 the prior fiscal year:

25 (a) The number of complaints received by the office of
26 consumer services, with number of complaints specified for
27 auto insurers, health insurers, life insurers, other types of
28 insurers, banks, credit unions, deferred presentment service
29 providers, and other consumer finance license types.



1 (b) A description of the process that the office of
2 consumer services uses to resolve complaints.

3 (c) A description of the types of complaints received by
4 the office of consumer services pertaining to auto insurers,
5 with counts of the number of complaints of that type
6 received.

7 (d) The number of investigations that the office of
8 consumer services initiated and the number of investigations
9 that the office closed.

10 (e) The number of recoveries that the office of consumer
11 services secured and the total value of those recoveries.

12 (f) The number and type of enforcement actions taken
13 against licensees as a result of complaints received by the
14 office of consumer services.

15 (g) A description of the staffing level and staff
16 responsibilities in the office of consumer services.

17 Sec. 307. Effective January 1, 2021, the department must
18 update examination manuals and letters of guidance to state-
19 chartered financial institutions as necessary to reflect how
20 the department will evaluate institutions that provide
21 banking or other financial services to marijuana-related
22 businesses or businesses that transport, test, grow, process,
23 or sell marijuana based on the most recent state laws and
24 guidance. The department may also include guidance or
25 information on how federal law and regulations may impact
26 state-chartered institutions.

27

28 ARTICLE 8

29 JUDICIARY



PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the judiciary for the fiscal year ending September 30, 2021, from the following funds:

JUDICIARY**APPROPRIATION SUMMARY**

Full-time equated exempted positions	513.0	
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GROSS APPROPRIATION		\$ 313,641,200
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Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental transfers		1,552,800
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ADJUSTED GROSS APPROPRIATION		\$ 312,088,400
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Federal revenues:

Total federal revenues		6,393,500
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Special revenue funds:

Total local revenues		7,654,500
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Total private revenues		1,228,500
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Total other state restricted revenues		94,877,600
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State general fund/general purpose		\$ 201,934,300
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Sec. 102. SUPREME COURT

Full-time equated exempted positions	250.0	
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Community dispute resolution--FTEs	3.0	\$ 3,370,200
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Direct trial court automation support--FTEs	44.0	7,654,500
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Drug treatment courts		12,083,000
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Foster care review board--FTEs	10.0	1,365,500
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Judicial information systems--FTEs	24.0	4,845,800
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Judicial institute--FTEs	13.0	2,026,900
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1	Mental health courts and diversion services--		
2	FTE	1.0	5,472,500
3	Next generation Michigan court system		4,116,000
4	Other federal grants		275,100
5	State court administrative office--FTEs	63.0	11,390,000
6	Supreme court administration--FTEs	92.0	14,258,300
7	Swift and sure sanctions program		3,350,000
8	Veterans courts		936,400
9	GROSS APPROPRIATION		\$ 71,144,200
10	Appropriated from:		
11	Interdepartmental grant revenues:		
12	IDG from department of corrections		52,800
13	IDG from department of state police		1,500,000
14	Federal revenues:		
15	DOJ, drug court training and evaluation		300,000
16	DOT, National Highway Traffic Safety		
17	Administration		1,951,300
18	HHS, access and visitation grant		498,700
19	HHS, children's justice grant		247,400
20	HHS, court improvement project		947,300
21	HHS, state opioid response grant		350,000
22	HHS, title IV-D child support program		840,300
23	HHS, title IV-E foster care program		410,300
24	Other federal grant revenues		275,100
25	Special revenue funds:		
26	Local - user fees		7,654,500
27	Private		202,300
28	Private - interest on lawyers trust accounts		405,900



1	Private - state justice institute		531,400
2	Community dispute resolution fund		2,405,400
3	Court of appeals filing/motion fees		1,450,000
4	Drug court fund		1,920,500
5	Justice system fund		608,700
6	Law exam fees		763,500
7	Miscellaneous revenue		249,600
8	State court fund		405,900
9	State general fund/general purpose	\$	47,173,300
10	Sec. 103. COURT OF APPEALS		
11	Full-time equated exempted positions	175.0	
12	Court of appeals operations--FTEs	175.0	\$ 25,252,500
13	GROSS APPROPRIATION		\$ 25,252,500
14	Appropriated from:		
15	State general fund/general purpose	\$	25,252,500
16	Sec. 104. BRANCHWIDE APPROPRIATIONS		
17	Full-time equated exempted positions	4.0	
18	Branchwide appropriations--FTEs	4.0	\$ 8,767,800
19	GROSS APPROPRIATION		\$ 8,767,800
20	Appropriated from:		
21	State general fund/general purpose	\$	8,767,800
22	Sec. 105. JUSTICES' AND JUDGES' COMPENSATION		
23	Judges positions--587.0 justices and judges		
24	Supreme court justices' salaries--7.0 justices		\$ 1,210,400
25	Circuit court judges' state base salaries--		
26	217.0 judges		23,761,500
27	Circuit court judicial salary standardization		
28	Court of appeals judges' salaries--25.0 judges		4,200,200



1	District court judges' state base salaries--		
2	235.0 judges		25,303,300
3	District court judicial salary standardization		10,745,200
4	Probate court judges' state base salaries--		
5	103.0 judges		11,189,800
6	Probate court judicial salary standardization		4,669,600
7	Judges' retirement system defined contributions		5,173,200
8	OASI, Social Security		6,494,300
9	GROSS APPROPRIATION	\$	102,669,600
10	Appropriated from:		
11	Special revenue funds:		
12	Court fee fund		3,329,400
13	State general fund/general purpose	\$	99,340,200
14	Sec. 106. JUDICIAL AGENCIES		
15	Full-time equated exempted positions	7.0	
16	Judicial tenure commission--FTEs	7.0	\$ 1,408,700
17	GROSS APPROPRIATION	\$	1,408,700
18	Appropriated from:		
19	State general fund/general purpose	\$	1,408,700
20	Sec. 107. INDIGENT DEFENSE - CRIMINAL		
21	Full-time equated exempted positions	56.0	
22	Appellate public defender program--FTEs	56.0	\$ 8,644,400
23	GROSS APPROPRIATION	\$	8,644,400
24	Appropriated from:		
25	Federal revenues:		
26	Other federal grant revenues		573,100
27	Special revenue funds:		
28	Private - interest on lawyers trust accounts		88,900



1	Miscellaneous revenue		173,100
2	State general fund/general purpose	\$	7,809,300
3	Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE		
4	Indigent civil legal assistance	\$	7,937,000
5	GROSS APPROPRIATION	\$	7,937,000
6	Appropriated from:		
7	Special revenue funds:		
8	State court fund		7,937,000
9	State general fund/general purpose	\$	0
10	Sec. 109. TRIAL COURT OPERATIONS		
11	Full-time equated exempted positions	13.0	
12	Court equity fund reimbursements	\$	60,815,700
13	Drug case-flow program		250,000
14	Drunk driving case-flow program		3,300,000
15	Judicial technology improvement fund		4,815,000
16	Juror compensation reimbursement--FTE	1.0	6,608,900
17	Statewide e-file system--FTEs	12.0	10,220,600
18	GROSS APPROPRIATION	\$	86,010,200
19	Appropriated from:		
20	Special revenue funds:		
21	Court equity fund		50,440,000
22	Drug fund		250,000
23	Drunk driving fund		3,300,000
24	Electronic filing fee fund		10,220,600
25	Judicial technology improvement fund		4,815,000
26	Juror compensation fund		6,608,900
27	State general fund/general purpose	\$	10,375,700
28	Sec. 110. ONE-TIME APPROPRIATIONS		



1	Full-time equated exempted positions	8.0	
2	Compliance with <i>Montgomery v Louisiana</i> --FTEs	7.0	\$ 881,100
3	Expansion of problem solving courts		600,000
4	Pretrial risk assessment--FTE	1.0	325,700
5	GROSS APPROPRIATION		\$ 1,806,800
6	Appropriated from:		
7	State general fund/general purpose		\$ 1,806,800

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2020-2021

GENERAL SECTIONS

Sec. 201. In accordance with section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2020-2021 is \$296,811,900.00. State spending from state sources to be paid to local units of government under part 1 is \$146,925,300.00.

JUDICIARY**SUPREME COURT**

19	Drug treatment courts	\$	8,578,900
20	Mental health courts and diversion services		5,472,500
21	Next generation Michigan court system		4,116,000
22	Swift and sure sanctions program		3,350,000
23	Veterans courts		936,400

COURT OF APPEALS

25	Court of appeals operations	\$	200,000
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JUSTICES' AND JUDGES' COMPENSATION

27	Circuit court judicial salary standardization	\$	9,922,100
28	District court judicial salary standardization		10,745,200



1	Probate court judges' state base salaries		11,189,800
2	Probate court judicial salary standardization		4,669,600
3	OASI, Social Security		1,134,600
4	TRIAL COURT OPERATIONS		
5	Court equity fund reimbursements	\$	60,815,700
6	Drug case-flow program		250,000
7	Drunk driving case-flow program		3,300,000
8	Judicial technology improvement fund		4,815,000
9	Juror compensation reimbursement		6,608,900
10	Statewide e-file system		10,220,600
11	ONE-TIME APPROPRIATIONS		
12	Expansion of problem solving courts	\$	600,000
13	TOTAL	\$	146,925,300

14 Sec. 202. (1) The appropriations authorized under this
15 part and part 1 are subject to the management and budget act,
16 1984 PA 431, MCL 18.1101 to 18.1594.

17 (2) Funds appropriated in part 1 to an entity within the
18 judicial branch shall not be expended or transferred to
19 another account without written approval of the authorized
20 agent of the judicial entity. If the authorized agent of the
21 judicial entity notifies the state budget director of its
22 approval of an expenditure or transfer, the state budget
23 director shall immediately make the expenditure or transfer.
24 The authorized judicial entity agent shall be designated by
25 the chief justice of the supreme court.

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

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

28 (b) "DOT" means the United States Department of
29 Transportation.



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

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

4 (e) "IDG" means interdepartmental grant.

5 (f) "OASI" means old age survivor's insurance.

6 (g) "SADO" means the state appellate defender office
7 created under the appellate defender act, 1978 PA 620, MCL
8 780.711 to 780.719.

9 (h) "Title IV-D" means the part of the federal social
10 security act, 42 USC 301 to 1397mm, pertaining to the child
11 support enforcement program.

12 (i) "Title IV-E" means the part of the federal social
13 security act, 42 USC 301 to 1397mm, pertaining to the foster
14 care program.

15 Sec. 204. The reporting requirements of this part shall
16 be completed with the approval of, and at the direction of,
17 the supreme court, except as otherwise provided in this part.
18 The judicial branch shall use the internet to fulfill the
19 reporting requirements of this part. This requirement shall
20 include transmission of reports via electronic mail to the
21 recipients identified for each reporting requirement and it
22 shall include placement of reports on an internet site.

23 Sec. 205. Funds appropriated in part 1 shall not be used
24 for the purchase of foreign goods or services, or both, if
25 competitively priced and of comparable quality American goods
26 or services, or both, are available. Preference shall be
27 given to goods or services, or both, manufactured or provided
28 by Michigan businesses, if they are competitively priced and
29 of comparable quality. In addition, preference shall be given



1 to goods or services, or both, that are manufactured or
2 provided by Michigan businesses owned and operated by
3 veterans, if they are competitively priced and of comparable
4 quality.

5 Sec. 207. Not later than January 1 of each year, the
6 state court administrative office shall prepare a report on
7 out-of-state travel listing all travel by judicial branch
8 employees outside this state in the immediately preceding
9 fiscal year that was funded in whole or in part with funds
10 appropriated in the budget for the judicial branch. The
11 report shall be submitted to the senate and house
12 appropriations committees, the senate and house fiscal
13 agencies, and the state budget office. The report shall
14 include the following information:

15 (a) The dates of each travel occurrence.

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

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



1 committees and the senate and house fiscal agencies.

2 Sec. 211. From the funds appropriated in part 1, the
3 judicial branch shall maintain a searchable website
4 accessible by the public at no cost that includes all
5 expenditures made by the judicial branch within a fiscal
6 year. The posting shall include the purpose for which each
7 expenditure is made. The judicial branch shall not provide
8 financial information on its website under this section if
9 doing so would violate a federal or state law, rule,
10 regulation, or guideline that establishes privacy or security
11 standards applicable to that financial information.

12 Sec. 212. Within 14 days after the release of the
13 executive budget recommendation, the judicial branch shall
14 cooperate with the state budget office to provide the senate
15 and house appropriations committee chairs, the senate and
16 house appropriations subcommittee chairs, and the senate and
17 house fiscal agencies with an annual report on estimated
18 state restricted fund balances, state restricted fund
19 projected revenues, and state restricted fund expenditures
20 for the prior 2 fiscal years.

21 Sec. 213. The judiciary shall maintain, on a publicly
22 accessible website, a scorecard that identifies, tracks, and
23 regularly updates key metrics that are used to monitor and
24 improve the judiciary's performance.

25 Sec. 214. Total authorized appropriations from all
26 sources under part 1 for legacy costs for the fiscal year
27 ending September 30, 2021 are estimated at \$15,249,300.00.
28 From this amount, total judiciary appropriations for pension-
29 related legacy costs are estimated at \$7,316,800.00. Total



1 judiciary appropriations for retiree health care legacy costs
2 are estimated at \$7,932,500.00.

3 Sec. 215. The judicial branch shall not take
4 disciplinary action against an employee for communicating
5 with a member of the legislature or his or her staff, unless
6 the communication is prohibited by law and the judicial
7 branch is exercising its authority as provided by law.

8 Sec. 216. It is the intent of the legislature that
9 judges who are presiding over a hearing on a foster care case
10 shall publicly acknowledge and request the input of the
11 foster parent or foster parents during the hearing.

12 Sec. 217. If the judicial branch makes any changes to a
13 foster care family service plan before its finalization, it
14 is the intent of the legislature that the presiding judge
15 provide an explanation for any changes to that plan in the
16 court record.

17 Sec. 218. From the funds appropriated in part 1, the
18 state court administrative office shall identify programs,
19 within the department of health and human services, the
20 department of labor and economic opportunity, and the
21 department of corrections, that have programmatic connections
22 with the participants in the swift and sure sanctions
23 program. The purpose of this relationship is to leverage
24 collaborations and to determine avenues of success for
25 offenders who are eligible for state-provided programs. The
26 state court administrative office shall provide guidance to
27 courts participating in the swift and sure sanctions program,
28 under the probation swift and sure sanctions act, chapter XIA
29 of the code of criminal procedure, 1927 PA 175, MCL 771A.1 to



1 771A.8, of the available department of health and human
2 services, department of labor and economic opportunity, and
3 department of corrections programming.

4 Sec. 219. The judicial branch shall receive and retain
5 copies of all reports funded from appropriations in part 1.
6 Federal and state guidelines for short-term and long-term
7 retention of records shall be followed. The judicial branch
8 may electronically retain copies of reports unless otherwise
9 required by federal and state guidelines.

10

11 **JUDICIAL BRANCH**

12 Sec. 301. From the funds appropriated in part 1, the
13 direct trial court automation support program of the state
14 court administrative office shall recover direct and overhead
15 costs from trial courts by charging for services rendered.
16 The fee shall cover the actual costs incurred to the direct
17 trial court automation support program in providing the
18 service, including development of future versions of case
19 management systems.

20 Sec. 302. Funds appropriated within the judicial branch
21 shall not be expended by any component within the judicial
22 branch without the approval of the supreme court.

23 Sec. 303. Of the amount appropriated in part 1 for the
24 judicial branch, \$711,900.00 is allocated for circuit court
25 reimbursement under section 3 of 1978 PA 16, MCL 800.453, and
26 for costs associated with the court of claims.

27 Sec. 304. A member of the legislature may request a
28 report or data from the data collected in the judicial data
29 warehouse. The report shall be made available to the public



1 upon request, unless disclosure is prohibited by court order
2 or state or federal law. Any data provided under this section
3 shall be public and non-identifying information.

4 Sec. 305. From the funds appropriated in part 1 for
5 community dispute resolution, community dispute resolution
6 centers shall provide dispute resolution services specified
7 in the community dispute resolution act, 1988 PA 260, MCL
8 691.1551 to 691.1564, and shall help to reduce suspensions
9 and truancy, and improve school climate. Funding appropriated
10 in part 1 for community dispute resolution may be used to
11 develop or expand juvenile diversion services in cooperation
12 with local prosecutors. Participation in the dispute
13 resolution processes is voluntary for all parties.

14 Sec. 307. From the funds appropriated in part 1 for
15 mental health courts and diversion services, \$1,730,000.00 is
16 intended to address the recommendations of the mental health
17 diversion council.

18 Sec. 308. If sufficient funds are not available from the
19 court fee fund to pay judges' compensation, the difference
20 between the appropriated amount from that fund for judges'
21 compensation and the actual amount available after the amount
22 appropriated for trial court reimbursement is made shall be
23 appropriated from the state general fund for judges'
24 compensation. If an appropriation is made under this section,
25 the state court administrative office shall notify, within 14
26 days of the appropriation, the senate and house standing
27 committees on appropriations, the senate and house
28 appropriations subcommittees on judiciary, the senate and
29 house fiscal agencies, and the state budget office.



1 Sec. 309. By April 1, the state court administrative
2 office shall provide a report on drug treatment, mental
3 health, and veterans court programs in this state. The report
4 shall include information on the number of each type of
5 program that has been established, the number of program
6 participants in each jurisdiction, and the impact of the
7 programs on offender criminal involvement and recidivism. The
8 report shall be submitted to the senate and house
9 appropriations subcommittees on judiciary, the senate and
10 house fiscal agencies, and the state budget office.

11 Sec. 311. (1) The funds appropriated in part 1 for drug
12 treatment courts as that term is defined in section 1060 of
13 the revised judicature act of 1961, 1961 PA 236, MCL
14 600.1060, shall be administered by the state court
15 administrative office to operate drug treatment court
16 programs. A drug treatment court shall be responsible for
17 handling cases involving substance abusing nonviolent
18 offenders through comprehensive supervision, testing,
19 treatment services, and immediate sanctions and incentives. A
20 drug treatment court shall use all available county and state
21 personnel involved in the disposition of cases including, but
22 not limited to, parole and probation agents, prosecuting
23 attorneys, defense attorneys, and community corrections
24 providers. The funds may be used in connection with other
25 federal, state, and local funding sources.

26 (2) From the funds appropriated in part 1, the chief
27 justice shall allocate sufficient funds for the Michigan
28 judicial institute to provide in-state training for those
29 identified in subsection (1), including training for new drug



1 treatment court judges.

2 (3) For drug treatment court grants, consideration for
3 priority may be given to those courts where higher instances
4 of substance abuse cases are filed.

5 (4) The judiciary shall receive \$1,500,000.00 in Byrne
6 formula grant funding as an interdepartmental grant from the
7 department of state police to be used for expansion of drug
8 treatment courts, to assist in avoiding prison bed space
9 growth for nonviolent offenders in collaboration with the
10 department of corrections.

11 Sec. 312. From the funds appropriated in part 1, the
12 state court administrator shall produce a statistical report
13 regarding the implementation of the parental rights
14 restoration act, 1990 PA 211, MCL 722.901 to 722.908, as it
15 pertains to minors seeking court-issued waivers of parental
16 consent. The state court administrative office shall report
17 the total number of petitions filed and the total number of
18 petitions granted under that act.

19 Sec. 316. (1) From the funds appropriated in part 1 for
20 pretrial risk assessment, the state court administrative
21 office shall continue to pilot a pretrial risk assessment
22 tool in an effort to provide relevant information to judges
23 so they can make evidence-based bond decisions that will
24 increase public safety and reduce costs associated with
25 unnecessary pretrial detention.

26 (2) The state court administrative office shall submit a
27 status report by February 1 to the senate and house
28 appropriations subcommittees on judiciary, the senate and
29 house fiscal agencies, and the state budget office. The



1 report shall include, but not be limited to, all of the
2 following:

3 (a) An assessment of the effectiveness of the pretrial
4 risk assessment tool pilot program that was implemented in
5 the prior fiscal year. The assessment shall include, but not
6 be limited to, for defendants screened by the pretrial risk
7 assessment tool, the failure to appear rate for each type of
8 bond, including personal recognizance with or without
9 conditions, 10% deposit bail with or without conditions, and
10 cash or surety bail with or without conditions.

11 (b) Plans to expand use of the assessment tool.

12 (c) Details on prior year expenditures, allocations, and
13 planned expenditures.

14 Sec. 317. Funds appropriated in part 1 shall not be used
15 for the permanent assignment of state-owned vehicles to
16 justices or judges or any other judicial branch employee.
17 This section does not preclude the use of state-owned motor
18 pool vehicles for state business in accordance with approved
19 guidelines.

20 Sec. 320. (1) From the funds appropriated in part 1 for
21 the swift and sure sanctions program, created under section 3
22 of chapter XIA of the code of criminal procedure, 1927 PA
23 175, MCL 771A.3, the state court administrative office shall
24 administer a program to distribute grants to qualifying
25 courts in accordance with the objectives and requirements of
26 the probation swift and sure sanctions act, chapter XIA of
27 the code of criminal procedure, 1927 PA 175, MCL 771A.1 to
28 771A.8. Of the funds designated for the program, not more
29 than \$100,000.00 shall be available to the state court



1 administrative office to pay for employee costs associated
2 with the administration of the program funds. Of the funds
3 designated for the program, \$500,000.00 is reserved for
4 programs in counties that had more than 325 individuals
5 sentenced to prison in the previous calendar year. Courts
6 interested in participating in the swift and sure sanctions
7 program may apply to the state court administrative office
8 for a portion of the funds appropriated in part 1 under this
9 section.

10 (2) By April 1, the state court administrative office,
11 in cooperation with the department of corrections, shall
12 provide a report on the courts that receive funding under the
13 swift and sure sanctions program described in subsection (1)
14 to the senate and house appropriations subcommittees on
15 judiciary, the senate and house fiscal agencies, and the
16 state budget office. The report shall include all of the
17 following:

18 (a) The number of offenders who participate in the
19 program.

20 (b) The criminal history of offenders who participate in
21 the program.

22 (c) The recidivism rate of offenders who participate in
23 the program, including the rate of return to jail, prison, or
24 both.

25 (d) A detailed description of the establishment and
26 parameters of the program.

27 (e) A list of courts participating in the program.

28 (f) An accounting of prior year expenditures, including
29 grant amounts requested by the courts, grant amounts awarded



1 to the courts, and grant amounts expended by the courts.

2 (3) As used in this section, "program" means a swift and
3 sure sanctions program described in subsection (1).

4 Sec. 321. From the funds appropriated in part 1, the
5 judicial branch shall support a statewide legal self-help
6 internet website and local nonprofit self-help centers that
7 use the statewide website to provide assistance to
8 individuals representing themselves in civil legal
9 proceedings. The state court administrative office shall
10 summarize the costs of maintaining the website, provide
11 statistics on the number of people visiting the website, and
12 provide information on content usage, form completion, and
13 user feedback. By March 1, the state court administrative
14 office shall report this information for the preceding fiscal
15 year to the senate and house appropriations subcommittees on
16 judiciary, the senate and house fiscal agencies, and the
17 state budget office.

18 Sec. 322. If Byrne formula grant funding is awarded to
19 the state appellate defender in excess of the amount
20 appropriated in part 1, the state appellate defender office
21 may receive and expend Byrne formula grant funds in an amount
22 not to exceed \$250,000.00 as an interdepartmental grant from
23 the department of state police. If the appellate defender
24 appointed under section 3 of the appellate defender act, 1978
25 PA 620, MCL 780.713, receives federal grant funding from the
26 United States Department of Justice in excess of the amount
27 appropriated in part 1, the office of appellate defender may
28 receive and expend grant funds in an amount not to exceed
29 \$300,000.00 as other federal grants.



1 Sec. 324. From the funds appropriated in part 1 for the
2 medication-assisted treatment program, the judiciary shall
3 maintain a medication-assisted treatment program to provide
4 treatment for opioid-addicted and alcohol-addicted
5 individuals who are referred to and voluntarily participate
6 in the medication-assisted treatment program.

7
8 **ONE-TIME APPROPRIATIONS**

9 Sec. 402. (1) From the funds appropriated in part 1, the
10 state appellate defender office attorneys and support staff
11 shall ensure Michigan compliance with *Montgomery v Louisiana*,
12 577 US ____ (2016). The purpose of the program is to ensure
13 competent, resourced, and supervised counsel in cases
14 involving the resentencing of juvenile lifers. The
15 representation by SADO counsel will create opportunities for
16 release, saving prison costs for the state.

17 (2) The state appellate defender office shall submit a
18 report by September 30 to the senate and house appropriations
19 subcommittees on judiciary, the senate and house fiscal
20 agencies, and the state budget office on the number of
21 juvenile lifer cases investigated and prepared by the state
22 appellate defender office. The report shall include a
23 calculation of hours spent and focus on incremental costs
24 associated with investigating and conducting a robust
25 examination of each case, with particular emphasis on those
26 costs that may be avoided after the cases have been disposed.

27 Sec. 403. From the funds appropriated in part 1 for
28 expansion of problem solving courts, \$100,000.00 shall be
29 used by the state court administrative office to create a



1 pilot program in a veterans treatment court or a mental
2 health treatment court, or both, that investigates the
3 effectiveness of oral fluid testing to determine compliance
4 with required mental health medicine prescriptions or
5 requirements.

7 ARTICLE 9

8 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

9 PART 1

10 LINE-ITEM APPROPRIATIONS

11 Sec. 101. There is appropriated for the department of
12 licensing and regulatory affairs for the fiscal year ending
13 September 30, 2021, from the following funds:

14 **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

15 **APPROPRIATION SUMMARY**

16 Full-time equated unclassified positions 30.0

17 Full-time equated classified positions 1,827.9

18 **GROSS APPROPRIATION** \$ **484,389,600**

19 Interdepartmental grant revenues:

20 Total interdepartmental grants and
21 intradepartmental transfers 46,664,600

22 **ADJUSTED GROSS APPROPRIATION** \$ **437,725,000**

23 Federal revenues:

24 Total federal revenues 28,823,700

25 Special revenue funds:

26 Total local revenues 0

27 Total private revenues 0

28 Total other state restricted revenues 259,295,700



1	State general fund/general purpose		\$	149,605,600
2	Sec. 102. DEPARTMENTAL ADMINISTRATION AND			
3	SUPPORT			
4	Full-time equated unclassified positions	30.0		
5	Full-time equated classified positions	100.0		
6	Unclassified salaries--FTEs	30.0	\$	2,572,400
7	Administrative services--FTEs	73.0		8,644,800
8	Executive director programs--FTEs	24.0		2,916,600
9	FOIA coordination--FTEs	3.0		331,900
10	Property management			8,218,600
11	Worker's compensation			304,300
12	GROSS APPROPRIATION		\$	22,988,600
13	Appropriated from:			
14	Interdepartmental grant revenues:			
15	IDG from DIFS, accounting services			150,000
16	Federal revenues:			
17	EPA, underground storage tanks			30,500
18	HHS-Medicaid, certification of health care			
19	providers and suppliers			421,900
20	HHS-Medicare, certification of health care			
21	providers and suppliers			613,500
22	Special revenue funds:			
23	Aboveground storage tank fees			94,400
24	Accountancy enforcement fund			61,300
25	Boiler inspection fund			288,400
26	Builder enforcement fund			102,900
27	Construction code fund			831,200
28	Corporation fees			4,409,800



1	Elevator fees	310,600
2	Fire alarm fees	7,400
3	Fire safety standard and enforcement fund	2,100
4	Fire service fees	461,300
5	Fireworks safety fund	60,500
6	Health professions regulatory fund	1,725,400
7	Health systems fees	257,600
8	Licensing and regulation fund	995,700
9	Liquor license revenue	300,000
10	Liquor purchase revolving fund	3,205,900
11	Marihuana registry fund	823,300
12	Marihuana regulation fund	412,600
13	Marihuana regulatory fund	685,200
14	Michigan unarmed combat fund	5,900
15	Mobile home code fund	285,300
16	Nurse professional fund	38,900
17	PMECSEMA fund	46,500
18	Property development fees	7,400
19	Public utility assessments	3,163,200
20	Real estate appraiser education fund	2,600
21	Real estate education fund	11,400
22	Real estate enforcement fund	11,700
23	Refined petroleum fund	173,300
24	Restructuring mechanism assessments	31,900
25	Securities fees	1,729,700
26	Securities investor education and training fund	9,200
27	Security business fund	7,000
28	Survey and remonumentation fund	98,300



1	Tax tribunal fund		825,300
2	Utility consumer representation fund		54,000
3	State general fund/general purpose	\$	235,500
4	Sec. 103. PUBLIC SERVICE COMMISSION		
5	Full-time equated classified positions	188.0	
6	Public service commission--FTEs	188.0	\$ 33,014,200
7	GROSS APPROPRIATION	\$	33,014,200
8	Appropriated from:		
9	Federal revenues:		
10	DOT, gas pipeline safety		2,273,300
11	Special revenue funds:		
12	Public utility assessments		30,168,300
13	Restructuring mechanism assessments		572,600
14	State general fund/general purpose	\$	0
15	Sec. 104. LIQUOR CONTROL COMMISSION		
16	Full-time equated classified positions	145.0	
17	Liquor licensing and enforcement--FTEs	116.0	\$ 16,579,200
18	Management support services--FTEs	29.0	4,710,600
19	GROSS APPROPRIATION	\$	21,289,800
20	Appropriated from:		
21	Special revenue funds:		
22	Direct shipper enforcement revolving fund		303,300
23	Liquor control enforcement and license		
24	investigation revolving fund		175,000
25	Liquor license fee enhancement fund		76,400
26	Liquor license revenue		7,848,500
27	Liquor purchase revolving fund		12,886,600
28	State general fund/general purpose	\$	0



1	Sec. 105. OCCUPATIONAL REGULATION		
2	Full-time equated classified positions	1,166.9	
3	Adult foster care and camps licensing and		
4	regulation--FTEs	96.0	\$ 13,144,400
5	Bureau of community and health systems		
6	administration--FTEs	20.0	13,365,700
7	Bureau of construction codes--FTEs	182.0	23,980,600
8	Bureau of fire services--FTEs	79.0	12,552,700
9	Bureau of professional licensing--FTEs	205.0	40,873,400
10	Childcare licensing and regulation--FTEs	117.0	18,652,000
11	Corporations, securities, and commercial		
12	licensing bureau--FTEs	109.0	15,275,400
13	Health facilities regulation--FTEs	192.9	23,289,400
14	Marihuana treatment research		20,000,000
15	Medical marihuana facilities licensing and		
16	tracking--FTEs	99.0	11,682,200
17	Medical marihuana program--FTEs	25.0	5,162,500
18	Nurse aide program--FTEs	8.0	600,000
19	Recreational marihuana regulation--FTEs	34.0	6,736,200
20	Urban search and rescue		1,000,000
21	GROSS APPROPRIATION		\$ 206,314,500
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from MDE, child care licensing		19,833,800
25	Federal revenues:		
26	DHS, fire training systems		528,000
27	DOT, hazardous materials training and planning		60,000
28	EPA, underground storage tanks		804,400



1	HHS-Medicaid, certification of health care	
2	providers and suppliers	8,757,200
3	HHS-Medicare, certification of health care	
4	providers and suppliers	14,147,600
5	Special revenue funds:	
6	Aboveground storage tank fees	230,400
7	Accountancy enforcement fund	778,600
8	Adult foster care facilities licenses fund	411,600
9	Boiler inspection fund	3,442,600
10	Builder enforcement fund	644,000
11	Child care home and center licenses fund	501,700
12	Construction code fund	8,335,400
13	Corporation fees	7,734,600
14	Division on deafness fund	93,400
15	Elevator fees	4,413,900
16	Fire alarm fees	133,700
17	Fire safety standard and enforcement fund	41,000
18	Fire service fees	2,662,100
19	Fireworks safety fund	1,236,200
20	Health professions regulatory fund	25,407,700
21	Health systems fees	3,937,400
22	Licensing and regulation fund	12,654,100
23	Liquor purchase revolving fund	149,500
24	Marihuana registry fund	5,162,500
25	Marihuana regulation fund	26,736,200
26	Marihuana regulatory fund	12,182,200
27	Mobile home code fund	3,088,500
28	Nurse aide registration fund	600,000



1	Nurse professional fund		1,967,000
2	Nursing home administrative penalties		100,000
3	PMECSEMA fund		1,894,000
4	Property development fees		292,600
5	Real estate appraiser education fund		65,500
6	Real estate education fund		347,100
7	Real estate enforcement fund		704,400
8	Refined petroleum fund		2,655,900
9	Securities fees		5,519,600
10	Securities investor education and training fund		494,300
11	Security business fund		236,500
12	Survey and remonumentation fund		885,400
13	State general fund/general purpose	\$	26,443,900
14	Sec. 106. MICHIGAN OFFICE OF ADMINISTRATIVE		
15	HEARINGS AND RULES		
16	Full-time equated classified positions	212.0	
17	Michigan office of administrative hearings and		
18	rules--FTEs	212.0	\$ 38,834,800
19	GROSS APPROPRIATION	\$	38,834,800
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG revenues--administrative hearings and rules		26,680,800
23	Special revenue funds:		
24	Construction code fund		26,800
25	Corporation fees		4,321,200
26	Health professions regulatory fund		411,100
27	Health systems fees		161,600
28	Licensing and regulation fund		890,300



1	Liquor purchase revolving fund		713,500
2	Marihuana regulation fund		100,000
3	Marihuana regulatory fund		252,500
4	Public utility assessments		2,668,600
5	Securities fees		1,070,500
6	Tax tribunal fund		852,300
7	State general fund/general purpose	\$	685,600
8	Sec. 107. COMMISSIONS		
9	Full-time equated classified positions	16.0	
10	Michigan indigent defense commission--FTEs	16.0 \$	2,714,000
11	Michigan unarmed combat commission		126,200
12	GROSS APPROPRIATION	\$	2,840,200
13	Appropriated from:		
14	Special revenue funds:		
15	Michigan unarmed combat fund		126,200
16	State general fund/general purpose	\$	2,714,000
17	Sec. 108. DEPARTMENT GRANTS		
18	Firefighter training grants	\$	2,300,000
19	Liquor law enforcement grants		8,400,000
20	Medical marihuana operation and oversight		
21	grants		3,000,000
22	Michigan indigent defense commission grants		117,467,400
23	Remonumentation grants		6,800,000
24	Utility consumer representation fund		750,000
25	GROSS APPROPRIATION	\$	138,717,400
26	Appropriated from:		
27	Special revenue funds:		
28	Fireworks safety fund		2,300,000



1	Liquor license revenue	8,400,000
2	Local indigent defense reimbursement	200,000
3	Marihuana registry fund	3,000,000
4	Survey and remonumentation fund	6,800,000
5	Utility consumer representation fund	750,000
6	State general fund/general purpose	\$ 117,267,400
7	Sec. 109. INFORMATION TECHNOLOGY	
8	Information technology services and projects	\$ 19,390,100
9	GROSS APPROPRIATION	\$ 19,390,100
10	Appropriated from:	
11	Federal revenues:	
12	DOT, gas pipeline safety	45,000
13	EPA, underground storage tanks	100,200
14	HHS-Medicaid, certification of health care	
15	providers and suppliers	358,300
16	HHS-Medicare, certification of health care	
17	providers and suppliers	683,800
18	Aboveground storage tank fees	34,600
19	Accountancy enforcement fund	1,100
20	Boiler inspection fund	338,800
21	Construction code fund	778,800
22	Corporation fees	4,693,100
23	Elevator fees	476,900
24	Fire safety standard and enforcement fund	3,000
25	Fire service fees	199,200
26	Fireworks safety fund	47,200
27	Health professions regulatory fund	1,371,300
28	Health systems fees	348,200



1	Licensing and regulation fund		1,901,700
2	Liquor purchase revolving fund		3,389,800
3	Marihuana registry fund		352,100
4	Marihuana regulation fund		270,900
5	Marihuana regulatory fund		291,800
6	Michigan unarmed combat fund		6,800
7	Mobile home code fund		171,400
8	PMECSEMA fund		68,600
9	Public utility assessments		1,508,200
10	Real estate appraiser education fund		1,000
11	Real estate education fund		1,900
12	Refined petroleum fund		170,800
13	Restructuring mechanism assessments		28,100
14	Securities fees		229,700
15	Securities investor education and training fund		1,000
16	Survey and remonumentation fund		74,100
17	Tax tribunal fund		183,500
18	State general fund/general purpose	\$	1,259,200
19	Sec. 110. ONE-TIME APPROPRIATIONS		
20	Michigan saves	\$	1,000,000
21	GROSS APPROPRIATION	\$	1,000,000
22	Appropriated from:		
23	State general fund/general purpose	\$	1,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2020-2021

GENERAL SECTIONS

28 Sec. 201. Pursuant to section 30 of article IX of the



1 state constitution of 1963, total state spending from state
 2 sources under part 1 for fiscal year 2020-2021 is
 3 \$408,901,300.00 and state spending from state sources to be
 4 paid to local units of government for fiscal year 2020-2021
 5 is \$137,967,400.00. The itemized statement below identifies
 6 appropriations from which spending to local units of
 7 government will occur:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS		
9	Firefighter training grants	\$ 2,300,000
10	Liquor law enforcement grants	8,400,000
11	Medical marihuana operation and oversight	
12	grants	3,000,000
13	Michigan indigent defense commission grants	117,467,400
14	Remonumentation grants	6,800,000
15	TOTAL DEPARTMENT OF LICENSING AND REGULATORY	
16	AFFAIRS	\$ 137,967,400

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

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

21 (a) "Department" means the department of licensing and
 22 regulatory affairs.

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

24 (c) "FOIA" means the freedom of information act, 1976 PA
 25 442, MCL 15.231 to 15.246.

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

27 (e) "IDG" means interdepartmental grant.

28 (f) "Subcommittees" means the subcommittees of the house
 29 and senate appropriations committees with jurisdiction over



1 the budget for the department.

2 Sec. 204. The department shall use the internet to
3 fulfill the reporting requirements of this part. This
4 requirement shall include transmission of reports via
5 electronic mail to the recipients identified for each
6 reporting requirement and it shall include placement of
7 reports on an internet site.

8 Sec. 205. Funds appropriated in this part and part 1
9 shall not be used for the purchase of foreign goods or
10 services, or both, if competitively priced and of comparable
11 quality American goods or services, or both, are available.
12 Preference shall be given to goods or services, or both,
13 manufactured or provided by Michigan businesses, if they are
14 competitively priced and of comparable quality. In addition,
15 preference shall be given to goods or services, or both, that
16 are manufactured or provided by Michigan businesses owned and
17 operated by veterans, if they are competitively priced and of
18 comparable quality.

19 Sec. 206. The department shall not take disciplinary
20 action against an employee of the department or departmental
21 agency in the state classified civil service because the
22 employee communicates with a member of the legislature or his
23 or her staff, unless the communication is prohibited by law
24 and the department or agency taking disciplinary action is
25 exercising its authority as provided by law.

26 Sec. 207. (1) Out-of-state travel shall be limited to
27 situations when travel is approved by a departmental
28 employee's immediate supervisor and in which 1 or more of the
29 following conditions apply:



1 (a) The travel is required by legal mandate or court
2 order or for law enforcement purposes.

3 (b) The travel is necessary to protect the health or
4 safety of Michigan citizens or visitors or to assist other
5 states in similar circumstances.

6 (c) The travel is necessary to produce budgetary savings
7 or to increase state revenues, including protecting existing
8 federal funds or securing additional federal funds.

9 (d) The travel is necessary to comply with federal
10 requirements.

11 (e) The travel is necessary to secure specialized
12 training for staff that is not available within this state.

13 (f) The travel is financed entirely by federal or
14 nonstate funds.

15 (2) The department shall not approve the travel of more
16 than 1 departmental employee to a specific professional
17 development conference or training seminar that is located
18 outside of this state unless a professional development
19 conference or training seminar is funded by a federal or
20 private funding source and requires more than 1 individual
21 from the department to attend, or the conference or training
22 seminar includes multiple issues in which 1 employee from the
23 department does not have expertise.

24 (3) Not later than January 1, the department shall
25 prepare a travel report listing all travel by classified and
26 unclassified employees outside this state in the immediately
27 preceding fiscal year that was funded in whole or in part
28 with funds appropriated in the department's budget. The
29 report shall be submitted to the house and senate



1 appropriations committees, the senate and house fiscal
2 agencies, and the state budget director. The report shall
3 include all of the following information:

4 (a) The name of each person receiving reimbursement for
5 travel outside this state or whose travel costs were paid by
6 this state.

7 (b) The destination of each travel occurrence.

8 (c) The dates of each travel occurrence.

9 (d) A brief statement of the reason for each travel
10 occurrence.

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

17 (f) A total of all out-of-state travel funded for the
18 immediately preceding fiscal year.

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

25 Sec. 209. Not later than November 30, the state budget
26 office shall prepare and transmit a report that provides for
27 estimates of the total general fund/general purpose
28 appropriation lapses at the close of the prior fiscal year.
29 This report shall summarize the projected year-end general



1 fund/general purpose appropriation lapses by major
2 departmental program or program areas. The report shall be
3 transmitted to the chairpersons of the senate and house
4 appropriations committees and the senate and house fiscal
5 agencies.

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

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

19 (3) In addition to the funds appropriated in part 1,
20 there is appropriated an amount not to exceed \$200,000.00 for
21 local contingency funds. These funds are not available for
22 expenditure until they have been transferred to another line
23 item in part 1 under section 393(2) of the management and
24 budget act, 1984 PA 431, MCL 18.1393.

25 (4) In addition to the funds appropriated in part 1,
26 there is appropriated an amount not to exceed \$100,000.00 for
27 private contingency funds. These funds are not available for
28 expenditure until they have been transferred to another line
29 item in part 1 under section 393(2) of the management and



1 budget act, 1984 PA 431, MCL 18.1393.

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

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

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

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

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

15 (e) Job specifications and wage rates.

16 Sec. 212. Within 14 days after the release of the
17 executive budget recommendation, the department shall
18 cooperate with the state budget office to provide the
19 chairpersons of the senate and house appropriations
20 committees, the chairpersons of the subcommittees, and the
21 senate and house fiscal agencies with an annual report on
22 estimated state restricted fund balances, state restricted
23 fund projected revenues, and state restricted fund
24 expenditures for the prior 2 fiscal years.

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

29 Sec. 214. Total authorized appropriations from all



1 sources under part 1 for legacy costs for the fiscal year
2 ending September 30, 2021 are estimated at \$47,354,500.00.
3 From this amount, total agency appropriations for pension-
4 related legacy costs are estimated at \$22,721,300.00. Total
5 agency appropriations for retiree health care legacy costs
6 are estimated at \$24,633,200.00.

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

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

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

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

27 (2) By April 1 of the current fiscal year and
28 semiannually thereafter, the department shall report to the
29 senate and house appropriations committees, the senate and



1 house appropriations subcommittees on the department budget,
2 and the senate and house fiscal agencies the following
3 information:

4 (a) Number of employees that were engaged in remote work
5 in 2020.

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

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

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

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

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

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



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

8 Sec. 221. The department may carry into the succeeding
9 fiscal year unexpended federal pass-through funds to local
10 institutions and governments that do not require additional
11 state matching funds. Federal pass-through funds to local
12 institutions and governments that are received in amounts in
13 addition to those included in part 1 and that do not require
14 additional state matching funds are appropriated for the
15 purposes intended. Within 14 days after the receipt of
16 federal pass-through funds, the department shall notify the
17 house and senate chairpersons of the subcommittees, the
18 senate and house fiscal agencies, and the state budget
19 director of pass-through funds appropriated under this
20 section.

21 Sec. 222. (1) Grants supported with private revenues
22 received by the department are appropriated upon receipt and
23 are available for expenditure by the department, subject to
24 subsection (3), for purposes specified within the grant
25 agreement and as permitted under state and federal law.

26 (2) Within 10 days after the receipt of a private grant
27 appropriated in subsection (1), the department shall notify
28 the house and senate chairpersons of the subcommittees, the
29 senate and house fiscal agencies, and the state budget



1 director of the receipt of the grant, including the fund
2 source, purpose, and amount of the grant.

3 (3) The amount appropriated under subsection (1) shall
4 not exceed \$1,500,000.00.

5 Sec. 223. (1) The department may charge registration
6 fees to attendees of informational, training, or special
7 events sponsored by the department, and related to activities
8 that are under the department's purview.

9 (2) These fees shall reflect the costs for the
10 department to sponsor the informational, training, or special
11 events.

12 (3) Revenue generated by the registration fees is
13 appropriated upon receipt and available for expenditure to
14 cover the department's costs of sponsoring informational,
15 training, or special events.

16 (4) Revenue generated by registration fees in excess of
17 the department's costs of sponsoring informational, training,
18 or special events shall carry forward to the subsequent
19 fiscal year and not lapse to the general fund.

20 (5) The amount appropriated under subsection (3) shall
21 not exceed \$500,000.00.

22 Sec. 224. The department may make available to
23 interested entities otherwise unavailable customized listings
24 of nonconfidential information in its possession, such as
25 names and addresses of licensees. The department may
26 establish and collect a reasonable charge to provide this
27 service. The revenue received from this service is
28 appropriated when received and shall be used to offset
29 expenses to provide the service. Any balance of this revenue



1 collected and unexpended at the end of the fiscal year shall
2 lapse to the appropriate restricted fund.

3 Sec. 225. (1) The department shall sell documents at a
4 price not to exceed the cost of production and distribution.
5 Money received from the sale of these documents shall revert
6 to the department. In addition to the funds appropriated in
7 part 1, these funds are available for expenditure when they
8 are received by the department of treasury. This subsection
9 applies only for the following documents:

10 (a) Corporation and securities division documents,
11 reports, and papers required or permitted by law pursuant to
12 section 1060(6) of the business corporation act, 1972 PA 284,
13 MCL 450.2060.

14 (b) The Michigan liquor control code of 1998, 1998 PA
15 58, MCL 436.1101 to 436.2303.

16 (c) The mobile home commission act, 1987 PA 96, MCL
17 125.2301 to 125.2350; the business corporation act, 1972 PA
18 284, MCL 450.1101 to 450.2098; the nonprofit corporation act,
19 1982 PA 162, MCL 450.2101 to 450.3192; and the uniform
20 securities act (2002), 2008 PA 551, MCL 451.2101 to 451.2703.

21 (d) Construction code manuals.

22 (e) Copies of transcripts from administrative law
23 hearings.

24 (2) In addition to the funds appropriated in part 1,
25 funds appropriated for the department under sections 57, 58,
26 and 59 of the administrative procedures act of 1969, 1969 PA
27 306, MCL 24.257, 24.258, and 24.259, and section 203 of the
28 legislative council act, 1986 PA 268, MCL 4.1203, are
29 appropriated for all expenses necessary to provide for the



1 cost of publication and distribution.

2 (3) Unexpended funds at the end of the fiscal year shall
3 carry forward to the subsequent fiscal year and not lapse to
4 the general fund.

5 Sec. 226. (1) Not later than December 31, the department
6 shall submit a report to the subcommittees, the senate and
7 house fiscal agencies, and the state budget director
8 pertaining to licensing and regulatory programs during the
9 previous 3 fiscal years, if available, for the following
10 agencies:

11 (a) Liquor control commission.

12 (b) Bureau of fire services.

13 (c) Bureau of construction codes.

14 (d) Corporations, securities, and commercial licensing
15 bureau.

16 (e) Bureau of professional licensing.

17 (f) Bureau of community and health systems.

18 (2) The report shall be in a format that is consistent
19 between the agencies listed in subsection (1) and shall
20 provide, but is not limited to, the following information for
21 the 3 previous fiscal years, as applicable, for each agency;
22 agencies listed in subsection (1)(a) and (b) shall report by
23 regulated activity and agencies listed in subsection (1)(c),
24 (d), (e), and (f) shall report by regulatory product and/or
25 regulated activity:

26 (a) Revenue generated by and expenditures disbursed by
27 regulatory fund.

28 (b) Revenue generated by regulatory product or regulated
29 activity.



- 1 (c) The renewal cycle and amount of each fee charged.
- 2 (d) Number of initial applications.
- 3 (e) Number of initial applications denied.
- 4 (f) Number of license renewals.
- 5 (g) Average amount of time to approve or deny completed
6 applications.
- 7 (h) Number of examinations proctored for initial
8 applications.
- 9 (i) A description of the types of complaints received.
- 10 (j) A description of the process used to resolve
11 complaints.
- 12 (k) Number of complaints received.
- 13 (l) Number of complaints investigated.
- 14 (m) Number of complaints closed with no action.
- 15 (n) Number of complaints resulting in administrative
16 actions or citations.
- 17 (o) Average amount of time to complete investigations.
- 18 (p) Number of enforcement actions, including license
19 revocations, suspensions, and fines.
- 20 (q) A description of the types of enforcement actions
21 taken against licensees.
- 22 (r) Number of administrative hearing adjudications.
- 23 (3) As used in subsection (2), "regulatory product"
24 means each occupation, profession, trade, or program, which
25 includes licensure, certification, registration, inspection,
26 review, permitting, approval, or any other regulatory service
27 provided by the agencies specified in subsection (1) for each
28 regulated activity. As used in this subsection and subsection
29 (2), "regulated activity" means the particular activities,



1 entities, facilities, and industries regulated by the
2 agencies specified in subsection (1).

3 Sec. 227. It is the intent of the legislature that the
4 department establish an employee performance monitoring
5 process that is consistent throughout the department in
6 addition to current civil service commission evaluations. By
7 April 1, the department shall submit a report to the state
8 budget office, the subcommittees, and the senate and house
9 fiscal agencies on changes to the employee performance
10 monitoring process that are planned or implemented, as well
11 as the number of employee evaluations performed.

12 Sec. 228. Unless prohibited by law, the department may
13 accept credit card or other electronic means of payment for
14 licenses, fees, or permits.

15 Sec. 229. The department shall submit a report to the
16 subcommittees, the senate and house fiscal agencies, and the
17 state budget director by September 30 detailing any
18 expenditure of funds for a television or radio production
19 that was made to a third-party vendor in the fiscal year
20 ending September 30, 2021. The report must include the
21 following information for each expenditure:

22 (a) Total amount of the expenditure.

23 (b) Fund source for the expenditure.

24 (c) Name of the vendor(s) that created the production
25 and the amount paid to the vendor(s).

26 (d) Purpose of the production.

27

28 **PUBLIC SERVICE COMMISSION**

29 Sec. 301. The public service commission administers the



1 low-income energy assistance grant program on behalf of the
2 Michigan department of health and human services via an
3 interagency agreement. Funds supporting the grant program are
4 appropriated in the department upon awarding of grants and
5 may be expended for grant payments and administrative related
6 expenses incurred in the operation of the program.

7

8 **LIQUOR CONTROL COMMISSION**

9 Sec. 401. (1) From the appropriations in part 1 from the
10 direct shipper enforcement fund, the liquor control
11 commission shall expend these funds as required under section
12 203(11) of the Michigan liquor control code of 1998, 1998 PA
13 58, MCL 436.1203, to investigate and audit unlawful direct
14 shipments of wine by unlicensed wineries and retailers, with
15 priority directed toward unlicensed out-of-state retailers
16 and third-party marketers. In addition to other investigative
17 methods, the commission shall use shipping records available
18 to it under section 203(21) of the Michigan liquor control
19 code of 1998, 1998 PA 58, MCL 436.1203, to assist with this
20 effort. The liquor control commission must refer all
21 unlicensed out-of-state retailers and third-party marketers
22 identified with the shipping records to the attorney general.

23 (2) By February 1, the liquor control commission shall
24 provide a report to the legislature, the subcommittees, and
25 the state budget director detailing the commission's
26 activities to investigate and audit the illegal shipping of
27 wine and the results of these activities. The report shall
28 include the following:

29 (a) Work hours spent, specific actions undertaken, and



1 the number of FTEs dedicated to identifying and stopping
2 unlicensed out-of-state retailers, third-party marketers, and
3 wineries that ship illegally in Michigan.

4 (b) General overview of expenditures associated with
5 efforts to identify and stop unlicensed out-of-state
6 retailers, third-party marketers, and wineries that ship
7 illegally in Michigan.

8 (c) Number of out-of-state entities found to have
9 illegally shipped wine into Michigan and total number of
10 bottles (750 ml), number of cases with 750 ml bottles, number
11 of liters, number of gallons, or weight of illegally shipped
12 wine. These items must be broken down by total number of
13 retailers and total number of wineries.

14 (d) Suggested areas of focus on how to address direct
15 shipper enforcement and illegal importation in the future.

16 (e) Number of unlicensed out-of-state entities found to
17 have illegally shipped wine into Michigan identified with the
18 shipping records under subsection (1).

19 (f) Number of notices sent under subsection (3).

20 (3) From the appropriations in part 1 from the direct
21 shipper enforcement fund, the liquor control commission shall
22 send a notice to each unlicensed out-of-state entity found to
23 have illegally shipped wine into Michigan that has been
24 identified via the shipping records under subsection (1). The
25 notice must include all of the following:

26 (a) Notification that shipping wine into Michigan by
27 retailers and third-party marketers is illegal, and wineries
28 shipping into Michigan must obtain a direct shipper license.

29 (b) Under section 909 of the Michigan liquor control



1 code of 1998, 1998 PA 58, MCL 436.1909, making unlawful
 2 shipments of wine into Michigan may be a felony punishable by
 3 imprisonment for not more than 4 years or a fine of not more
 4 than \$5,000.00, or both.

5 (c) Notice that the matter has been referred to the
 6 attorney general.

7

8 **OCCUPATIONAL REGULATION**

9 Sec. 501. Money appropriated under this part and part 1
 10 for the bureau of fire services shall not be expended unless,
 11 in accordance with section 2c of the fire prevention code,
 12 1941 PA 207, MCL 29.2c, inspection and plan review fees will
 13 be charged according to the following schedule:

14 Operation and maintenance inspection fee

15 <u>Facility type</u>	16 <u>Facility size</u>	17 <u>Fee</u>
18 Hospitals	19 Any	20 \$8.00 per bed

21 Plan review and construction inspection fees for
 22 hospitals and schools

23 <u>Project cost range</u>	24 <u>Fee</u>
25 \$101,000.00 or less	26 minimum fee of \$155.00
27 \$101,001.00 to \$1,500,000.00	28 \$1.60 per \$1,000.00
29 \$1,500,001.00 to \$10,000,000.00	\$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.

30 Sec. 502. The funds collected by the department for
 31 licenses, permits, and other elevator regulation fees set
 32 forth in the Michigan Administrative Code and as determined
 33 under section 8 of 1976 PA 333, MCL 338.2158, and section 16
 34 of 1967 PA 227, MCL 408.816, that are unexpended at the end



1 of the fiscal year shall carry forward to the subsequent
2 fiscal year.

3 Sec. 503. Not later than February 15, the department
4 shall submit a report to the subcommittees, the senate and
5 house fiscal agencies, and the state budget director
6 providing the following information:

7 (a) The number of veterans who were separated from
8 service in the Armed Forces of the United States with an
9 honorable character of service or under honorable conditions
10 (general) character of service, individually or if a majority
11 interest of a corporation or limited liability company, that
12 were exempted from paying licensure, registration, filing, or
13 any other fees collected under each licensure or regulatory
14 program administered by the bureau of construction codes, the
15 bureau of professional licensing, and the corporations,
16 securities, and commercial licensing bureau during the
17 preceding fiscal year.

18 (b) The specific fees and total amount of revenue
19 exempted under each licensure or regulatory program
20 administered by the bureau of construction codes, the bureau
21 of professional licensing, and the corporations, securities,
22 and commercial licensing bureau during the preceding fiscal
23 year.

24 (c) The actual costs of providing licensing and other
25 regulatory services to veterans exempted from paying
26 licensure, registration, filing, or any other fees during the
27 preceding fiscal year and a description of how these costs
28 were calculated.

29 (d) The estimated amount of revenue that will be



1 exempted under each licensure or regulatory program
2 administered by the bureau of construction codes, the bureau
3 of professional licensing, and the corporations, securities,
4 and commercial licensing bureau in both the current and
5 subsequent fiscal years and a description of how the exempted
6 revenue was estimated.

7 Sec. 504. Funds remaining in the homeowner construction
8 lien recovery fund are appropriated to the department for
9 payment of court-ordered homeowner construction lien recovery
10 fund judgments entered prior to August 23, 2010. Pursuant to
11 available funds, the payment of final judgments shall be made
12 in the order in which the final judgments were entered and
13 began accruing interest.

14 Sec. 505. The department shall submit a comprehensive
15 annual report for all programs administered by the marijuana
16 regulatory agency by January 31 to the standing committees on
17 appropriations of the senate and house of representatives,
18 the senate and house fiscal agencies, and the state budget
19 director. This report shall include, but is not limited to,
20 all of the following information for the prior fiscal year
21 regarding the marihuana programs under the Michigan Medical
22 Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430; the
23 Medical Marihuana Facilities Licensing Act, 2016 PA 281, MCL
24 333.27101 to 333.27801, and the Michigan Regulation and
25 Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to
26 333.27967:

27 (a) The number of initial applications received, by
28 license category.

29 (b) The number of initial applications approved and the



1 number of initial applications denied, by license category.

2 (c) The average amount of time, from receipt to approval
3 or denial, to process an initial application, by license
4 category.

5 (d) The number of renewal applications approved, by
6 license category and by county.

7 (e) The number of renewal applications received, by
8 license category, and by county, if applicable.

9 (f) The number of renewal applications denied, by
10 license category and by county.

11 (g) The average amount of time, from receipt to approval
12 or denial, to process a renewal application, by license
13 category, if applicable.

14 (h) The percentage of initial applications not approved
15 or denied within the time requirements established in the
16 respective act, by license category, if applicable.

17 (i) The percentage of renewal applications not approved
18 or denied within the time requirements established in the
19 respective act, by license category, if applicable.

20 (j) The total amount collected from application fees or
21 established regulatory assessment and the specific fund this
22 amount is deposited into, by license category.

23 (k) The costs of administering the licensing program
24 under each of the above-referenced acts.

25 (l) The registered name and addresses of all facilities
26 licensed under the above-referenced acts, by license category
27 and by county.

28 (m) Number of complaints received pertaining to the
29 above-referenced acts, by license type or regulatory



1 activity.

2 (n) A description of the types of complaints received.

3 (o) A description of the process used to resolve
4 complaints.

5 (p) Number of investigations opened pertaining to each
6 license category.

7 (q) Number of investigations closed pertaining to each
8 license category.

9 (r) Average amount of time to complete investigations
10 pertaining to each license category.

11 (s) Number of enforcement actions pertaining to each
12 license category.

13 (t) A description of the types of enforcement actions
14 taken against licensees.

15 (u) Number of administrative hearing adjudications
16 pertaining to each license type.

17 (v) A list of the fees charged for license applications,
18 license renewals, and registry cards.

19 Sec. 506. If the revenue collected by the department for
20 health systems administration from fees and collections
21 exceeds the amount appropriated in part 1, the revenue may be
22 carried forward into the subsequent fiscal year. The revenue
23 carried forward under this section shall be used as the first
24 source of funds in the subsequent fiscal year.

25 Sec. 507. Not later than February 1, the department
26 shall submit a report to the subcommittees, the senate and
27 house fiscal agencies, and state budget director providing
28 the following information:

29 (a) The total amount of reimbursements made to local



1 units of government for delegated inspections of fireworks
2 retail locations pursuant to section 11 of the Michigan
3 fireworks safety act, 2011 PA 256, MCL 28.461, from the funds
4 appropriated in part 1 for the bureau of fire services during
5 the preceding fiscal year.

6 (b) The amount of reimbursement for delegated
7 inspections of fireworks retail locations for each local unit
8 of government that received reimbursement from the funds
9 appropriated in part 1 for the bureau of fire services during
10 the preceding fiscal year.

11 Sec. 508. (1) Beginning October 1, for the purpose of
12 defraying the costs associated with responding to false final
13 inspection appointments and to discourage the practice of
14 calling for final inspections when the project is incomplete
15 or noncompliant with a plan of correction previously provided
16 by the bureau of fire services, the bureau of fire services
17 may assess a fee not to exceed \$200.00 for responding to a
18 second or subsequent confirmed false inspection appointment.
19 Fees collected under this section shall be deposited into the
20 restricted account referenced by section 2c(2) of the fire
21 prevention code, 1941 PA 207, MCL 29.2c, and explicitly
22 identified within the statewide integrated governmental
23 management applications system.

24 (2) Not later than September 30, the department shall
25 prepare a report that provides the amount of the fee assessed
26 under subsection (1), the number of fees assessed and issued
27 per region, the cost allocation for the work performed and
28 reduced as a result of this section, and any recommendations
29 for consideration by the legislature. The department shall



1 submit this information to the state budget director, the
2 subcommittees, and the senate and house fiscal agencies.

3 Sec. 510. The department shall submit a report on the
4 Michigan automated prescription system to the senate and
5 house appropriations committees, the senate and house fiscal
6 agencies, and the state budget director by November 30. The
7 report shall include, but is not limited to, the following:

8 (a) Total number of licensed health professionals
9 registered to the Michigan automated prescription system.

10 (b) Total number of dispensers registered to the
11 Michigan automated prescription system.

12 (c) Total number of prescribers using the Michigan
13 automated prescription system.

14 (d) Total number of dispensers using the Michigan
15 automated prescription system.

16 (e) Number of cases related to overprescribing,
17 overdispensing, and drug diversion where the department took
18 administrative action as a result of information and data
19 generated from the Michigan automated prescription system.

20 (f) The number of hospitals, doctor's offices,
21 pharmacies, and other health facilities that have integrated
22 the Michigan automated prescription system into their
23 electronic health records systems.

24 (g) Total number of delegate users registered to the
25 Michigan automated prescription system.

26 Sec. 511. From the amount appropriated in part 1 for the
27 bureau of community and health systems administration, upon
28 receipt of the order of suspension of a licensed adult foster
29 care home, home for the aged, or nursing home, the department



1 shall serve the facility and provide contemporaneous notice
2 to the offices of legislators representing a district where
3 the licensed facility is situated and to the senate and house
4 subcommittees on health and human services.

5

6 **COMMISSIONS**

7 Sec. 801. If Byrne formula grant funding is awarded to
8 the Michigan indigent defense commission, the Michigan
9 indigent defense commission may receive and expend Byrne
10 formula grant funds in an amount not to exceed \$250,000.00 as
11 an interdepartmental grant from the department of state
12 police. The Michigan indigent defense commission, created
13 under section 5 of the Michigan indigent defense commission
14 act, 2013 PA 93, MCL 780.985, may receive and expend federal
15 grant funding from the United States Department of Justice in
16 an amount not to exceed \$300,000.00 as other federal grants.

17 Sec. 802. From the funds appropriated in part 1, the
18 Michigan indigent defense commission shall submit a report by
19 September 30 to the senate and house appropriations
20 subcommittees on licensing and regulatory affairs, the senate
21 and house fiscal agencies, and the state budget director on
22 the incremental costs associated with the standard
23 development process, the compliance plan process, and the
24 collection of data from all indigent defense systems and
25 attorneys providing indigent defense. Particular emphasis
26 shall be placed on those costs that may be avoided after
27 standards are developed and compliance plans are in place.

28

29 **DEPARTMENT GRANTS**



1 Sec. 901. (1) The department shall expend the funds
2 appropriated in part 1 for medical marihuana operation and
3 oversight grants for grants to counties for education and
4 outreach programs relating to the Michigan medical marihuana
5 program pursuant to section 6(1) of the Michigan Medical
6 Marihuana Act, 2008 IL 1, MCL 333.26426. These grants shall
7 be distributed proportionately based on the number of
8 registry identification cards issued to or renewed for the
9 residents of each county that applied for a grant under
10 subsection (2). For the purposes of this subsection,
11 operation and oversight grants are for education,
12 communication, and outreach regarding the Michigan Medical
13 Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430. Grants
14 provided under this section must not be used for law
15 enforcement purposes.

16 (2) Not later than December 1, the department shall post
17 a listing of potential grant money available to each county
18 on its website. In addition, the department shall work
19 collaboratively with counties regarding the availability of
20 these grant funds. A county requesting a grant shall apply on
21 a form developed by the department and available on its
22 website. The form shall contain the county's specific
23 projected plan for use of the money and its agreement to
24 maintain all records and to submit documentation to the
25 department to support the use of the grant money.

26 (3) In order to be eligible to receive a grant under
27 subsection (1), a county shall apply not later than January 1
28 and agree to report how the grant was expended and to provide
29 that report to the department not later than September 15.



1 The department shall submit a report not later than October
2 15 of the subsequent fiscal year to the state budget
3 director, the subcommittees, and the senate and house fiscal
4 agencies detailing the grant amounts by recipient and the
5 reported uses of the grants in the preceding fiscal year.

6 Sec. 902. (1) The amount appropriated in part 1 for
7 firefighter training grants shall only be expended for
8 payments to counties to reimburse organized fire departments
9 for firefighter training and other activities required under
10 the firefighters training council act, 1966 PA 291, MCL
11 29.361 to 29.377.

12 (2) If the amount appropriated in part 1 for firefighter
13 training grants is expended by the firefighters training
14 council, established in section 3 of the firefighters
15 training council act, 1966 PA 291, MCL 29.363, for payments
16 to counties under section 14 of the firefighters training
17 council act, 1966 PA 291, MCL 29.374, it is the intent of the
18 legislature that:

19 (a) The amount appropriated in part 1 for firefighter
20 training grants shall be allocated pursuant to section 14(2)
21 of the firefighters training council act, 1966 PA 291, MCL
22 29.374.

23 (b) If the amount allocated to any county under
24 subdivision (a) is less than \$5,000.00, the amounts disbursed
25 to each county under subdivision (a) shall be adjusted to
26 provide for a minimum payment of \$5,000.00 to each county.

27 (3) Not later than February 1, the department shall
28 submit a financial report to the subcommittees, the senate
29 and house fiscal agencies, and the state budget director



1 identifying the following information for the preceding
2 fiscal year:

3 (a) The amount of the payments that would be made to
4 each county if the distribution formula described by the
5 first sentence of section 14(2) of the firefighters training
6 council act, 1966 PA 291, MCL 29.374, would have been
7 utilized to allocate the total amount appropriated in part 1
8 for firefighter training grants.

9 (b) The amount of the payments approved by the
10 firefighters training council for allocation to each county.

11 (c) The amount of the payments actually expended or
12 encumbered within each county.

13 (d) A description of any other payments or expenditures
14 made under the authority of the firefighters training
15 council.

16 (e) The amount of payments approved for allocations to
17 counties that was not expended or encumbered and lapsed back
18 to the fireworks safety fund.

19

20 **ONE-TIME APPROPRIATIONS**

21 Sec. 1001. From the funds appropriated in part 1 for
22 Michigan saves, the Michigan public service commission may
23 award a \$1,000,000.00 grant to a nonprofit green bank with
24 experience in leveraging energy-efficiency and renewable
25 energy improvements, for the purpose of making such loans
26 more affordable for Michigan families, businesses, and public
27 entities. Grant funds may be used to support a loan loss
28 reserve fund or other comparable financial instrument to
29 further leverage private investment in clean energy



1 improvements.

3 ARTICLE 10

4 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

5 PART 1

6 LINE-ITEM APPROPRIATIONS

7 Sec. 101. There is appropriated for the department of
8 military and veterans affairs for the fiscal year ending
9 September 30, 2021, from the following funds:

10 **DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

11 **APPROPRIATION SUMMARY**

12 Full-time equated unclassified positions 9.0

13 Full-time equated classified positions 1,052.5

14 **GROSS APPROPRIATION** \$ 226,092,500

15 Interdepartmental grant revenues:

16 Total interdepartmental grants and
17 intradepartmental transfers 101,800

18 **ADJUSTED GROSS APPROPRIATION** 225,990,700

19 Federal revenues:

20 Total federal revenues 123,626,100

21 Special revenue funds:

22 Total local revenues 0

23 Total private revenues 630,000

24 Total other state restricted revenues 20,313,400

25 **State general fund/general purpose** \$ 81,421,200

26 **Sec. 102. MILITARY**

27 Full-time equated unclassified positions 9.0

28 Full-time equated classified positions 371.0



1	Unclassified salaries--FTEs	9.0	\$	1,566,700
2	Departmentwide			1,792,200
3	Headquarters and armories--FTEs	86.0		20,871,100
4	Michigan youth challenge academy--FTEs	68.0		9,759,900
5	Military family relief fund			150,000
6	Military retirement			658,000
7	Military training sites and support facilities--			
8	-FTEs	215.0		41,056,700
9	National guard operations			298,200
10	National guard tuition assistance fund--FTEs	2.0		6,516,600
11	Starbase grant			2,322,000
12	GROSS APPROPRIATION		\$	84,991,400
13	Appropriated from:			
14	Interdepartmental grant revenues:			
15	IDG - state police			101,800
16	Federal revenues:			
17	DOD - DOA - NGB			60,278,600
18	Federal counternarcotics revenues			100,000
19	Special revenue funds:			
20	Private donations			90,000
21	Billeting fund			1,460,400
22	Military family relief fund			150,000
23	Rental fees			167,300
24	State general fund/general purpose		\$	22,643,300
25	Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY			
26	Full-time equated classified positions	50.0		
27	County veteran service fund			4,000,000



1	Michigan veterans affairs agency		
2	administration--FTEs	44.0	7,458,200
3	Veterans service grants		3,835,500
4	Veterans trust fund administration--FTEs	6.0	920,000
5	Veterans trust fund grants		1,480,000
6	GROSS APPROPRIATION		\$ 17,693,700
7	Appropriated from:		
8	Special revenue funds:		
9	Michigan veterans trust fund		2,400,000
10	Veterans license plate fund		50,000
11	State general fund/general purpose		\$ 15,243,700
12	Sec. 104. MICHIGAN VETERANS FACILITY AUTHORITY		
13	Full-time equated classified positions	631.5	
14	Chesterfield Township home for veterans--FTEs	115.0	8,590,000
15	D.J. Jacobetti home for veterans--FTEs	200.0	24,684,700
16	Grand Rapids home for veterans--FTEs	298.5	29,520,700
17	Michigan veterans facility authority		634,100
18	Michigan veteran homes administration--FTEs	18.0	3,013,700
19	Veterans cemetery		85,200
20	GROSS APPROPRIATION		\$ 66,528,400
21	Appropriated from:		
22	Federal revenues:		
23	DVA - VHA		19,992,900
24	HHS - HCFA title XVIII, Medicare		1,373,700
25	HHS - HCFA title XIX, Medicaid		2,257,500
26	Special revenue funds:		
27	Private - veterans' home post and posthumous		540,000
28	Income and assessments		14,301,600



1	Lease revenue		40,000
2	State general fund/general purpose	\$	28,022,700
3	Sec. 105. CAPITAL OUTLAY		
4	Armory maintenance		1,000,000
5	Grayling army airfield readiness center		18,905,000
6	Land and acquisitions		1,000,000
7	Special maintenance - National Guard		20,000,000
8	Special maintenance - veterans homes		500,000
9	GROSS APPROPRIATION	\$	41,405,000
10	Appropriated from:		
11	Federal revenues:		
12	DOD - DOA - NGB		38,905,000
13	Special revenue funds:		
14	Michigan National Guard construction fund		1,000,000
15	State general fund/general purpose	\$	1,500,000
16	Sec. 106. INFORMATION TECHNOLOGY		
17	Information technology services and projects		1,991,000
18	GROSS APPROPRIATION	\$	1,991,000
19	Appropriated from:		
20	Federal revenues:		
21	DOD - DOA - NGB		158,100
22	DVA - VHA		548,000
23	HHS - HCFA title XVIII, Medicare		12,300
24	Special revenue funds:		
25	Income and assessments		744,100
26	State general fund/general purpose	\$	528,500
27	Sec. 107. ONE-TIME APPROPRIATIONS		
28	Grand Rapids home for veterans transition		13,233,000



1	Veterans benefits eligibility study	250,000
2	GROSS APPROPRIATION	\$ 13,483,000
3	Appropriated from:	
4	State general fund/general purpose	\$ 13,483,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2020-2021

GENERAL SECTIONS

9 Sec. 201. Pursuant to section 30 of article IX of the
10 state constitution of 1963, total state spending from state
11 sources under part 1 for fiscal year 2021 is \$101,734,600.00
12 and state spending from state sources to be paid to local
13 units of government for the fiscal year ending September 30,
14 2021 is \$4,136,500.00. The itemized statement below
15 identifies appropriations from which spending to local units
16 of government will occur:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

17	County veteran service fund	\$ 4,000,000
18	Michigan veterans affairs agency administration	90,000
19	Military training sites and support facilities	46,500
20	TOTAL	\$ 4,136,500

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

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

26 (a) "Core services" means that term as defined in
27 section 373 of the management and budget act, 1984 PA 431,
28 MCL 18.1373.

29 (b) "Department" means the department of military and



1 veterans affairs.

2 (c) "Director" means the director of the department.

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

4 (e) "HVAC" means heating, ventilation, and air
5 conditioning.

6 (f) "IDG" means interdepartmental grant.

7 (g) "Michigan veterans' facility authority" means the
8 authority created under section 3 of the Michigan veterans'
9 facility authority act, 2016 PA 560, MCL 36.103.

10 (h) "MVAA" means the Michigan veterans affairs agency.

11 (i) "MVH" means the Michigan veteran homes.

12 (j) "Subcommittees" means the subcommittees of the
13 senate and house appropriations committees with jurisdiction
14 over the budget of the department.

15 (k) "Support services" means an activity, such as
16 information technology, accounting, human resources, legal,
17 and other support functions that are required to support the
18 ongoing delivery of core services.

19 (l) "USDVA" means the United States Department of
20 Veterans Affairs.

21 (m) "USDVA-VHA" means the USDVA Veterans Health
22 Administration.

23 (n) "VSO" means veterans service organization.

24 (o) "Work project" means that term as defined in section
25 404 of the management and budget act, 1984 PA 431, MCL
26 18.1404, and that meets the criteria in section 451a(1) of
27 the management and budget act, 1984 PA 431, MCL 18.1451a.

28 Sec. 204. The department and agencies receiving
29 appropriations in part 1 shall use the internet to fulfill



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

5 Sec. 205. Funds appropriated in part 1 shall not be used
6 for the purchase of foreign goods or services, or both, if
7 competitively priced and of comparable quality American goods
8 or services, or both, are available. Preference must be given
9 to goods or services, or both, manufactured or provided by
10 Michigan businesses, if they are competitively priced and of
11 comparable quality. In addition, preference shall be given to
12 goods or services, or both, that are manufactured or provided
13 by Michigan businesses owned and operated by veterans, if
14 they are competitively priced and of comparable quality.

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

22 Sec. 207. For the purposes of implementing section 217
23 of the management and budget act, 1984 PA 431, MCL 18.1217,
24 the department and agencies receiving appropriations in part
25 1 shall prepare a report on out-of-state travel expenses not
26 later than January 1 of each year. The travel report shall be
27 a listing of all travel by classified and unclassified
28 employees outside this state in the immediately preceding
29 fiscal year that was funded in whole or in part with funds



1 appropriated in the department's budget. The department and
2 agencies shall submit the report to the senate and house
3 appropriations committees, the house and senate fiscal
4 agencies, and the state budget director. The report shall
5 include the following information:

6 (a) The dates of each travel occurrence.

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

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

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



1 Sec. 210. (1) In addition to the funds appropriated in
2 part 1, there is appropriated an amount not to exceed
3 \$8,600,000.00 for federal contingency funds. These funds are
4 not available for expenditure until they have been
5 transferred to another line item in part 1 under section
6 393(2) of the management and budget act, 1984 PA 431, MCL
7 18.1393.

8 (2) In addition to the funds appropriated in part 1,
9 there is appropriated an amount not to exceed \$1,100,000.00
10 for state restricted contingency funds. These funds are not
11 available for expenditure until they have been transferred to
12 another line item in part 1 under section 393(2) of the
13 management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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



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

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

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

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

9 (e) Job specifications and wage rates.

10 Sec. 212. Within 14 days after the release of the
11 executive budget recommendation, the department shall
12 cooperate with the state budget office to provide the senate
13 and house appropriations chairs, the senate and house
14 appropriations subcommittees chairs, and the senate and house
15 fiscal agencies with an annual report on estimated state
16 restricted fund balances, state restricted fund projected
17 revenues, and state restricted fund expenditures for the
18 prior 2 fiscal years.

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

23 Sec. 214. Total authorized appropriations from all
24 sources under part 1 for legacy costs for the fiscal year
25 ending September 30, 2021 are estimated at \$20,359,000.00.
26 From this amount, total agency appropriations for pension-
27 related legacy costs are estimated at \$9,768,500.00. Total
28 agency appropriations for retiree health care legacy costs
29 are estimated at \$10,590,500.00.



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

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

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

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

21 (2) By April 1 of the current fiscal year and
22 semiannually thereafter, the department shall report to the
23 senate and house appropriations committees, the senate and
24 house appropriations subcommittees on the department budget,
25 and the senate and house fiscal agencies the following
26 information:

27 (a) Number of employees that were engaged in remote work
28 in 2020.

29 (b) Number of employees authorized to work remotely and



1 the actual number of those working remotely in the current
2 reporting period.

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

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

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

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

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

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



1 fiscal agencies.

2 Sec. 221. The department shall provide biannual reports
3 to the subcommittees, the senate and house fiscal agencies,
4 and the state budget office, which shall provide the
5 following data:

6 (a) A list of all major work projects, including a
7 status report of each project.

8 (b) The department's financial status, featuring a
9 report of budgeted versus actual expenditures by part 1 line
10 item including a year-end projection of budget requirements.

11 (c) The number of active employees at the close of the
12 reporting period by job classification and departmental
13 branch of service.

14 Sec. 222. The appropriations in part 1 are for the core
15 services, support services, and work projects of the
16 department, including, but not limited to, the following core
17 services:

18 (a) Armories and joint force readiness.

19 (b) National Guard training facilities and air bases.

20 (c) Michigan youth challenge academy.

21 (d) Military family relief fund.

22 (e) Starbase grant.

23 (f) National Guard tuition assistance program.

24 (g) Michigan veterans affairs agency administration.

25 (h) Veterans service grants.

26 (i) Veterans' trust fund administration.

27 (j) Veterans' trust fund grants.

28 (k) County veteran service fund.

29 (l) Michigan veterans' facility authority.



1 (m) Michigan veterans homes.

2 Sec. 223. The appropriations in part 1 for capital
3 outlay shall be carried forward at the end of the fiscal year
4 consistent with section 248 of the management and budget act,
5 1984 PA 431, MCL 18.1248.

6 Sec. 224. Sixty days prior to the public announcement of
7 the intention to sell any department real property, the
8 department shall submit notification of that intent to the
9 subcommittees and the senate and house fiscal agencies.

10 Sec. 225. The department shall report to the
11 subcommittees tentative plans for the required payment of any
12 court judgment against the department, as soon as those plans
13 are developed. The report must include, but is not limited
14 to, all of the following information:

15 (a) A listing of all known court judgments that would
16 result in a financial obligation for the department.

17 (b) The amount of time in which each of those financial
18 obligations must be met.

19 (c) The proposed budget line items from which a payment
20 for a court judgment of \$100,000.00 or more would be made.

21 (d) The estimated impact of the loss of revenue on the
22 programs funded by the line items from which payments would
23 be made.

24 Sec. 226. (1) Money privately donated to the department
25 for the Grand Rapids home for veterans, D.J. Jacobetti home
26 for veterans, or Chesterfield Township home for veterans in
27 excess of the appropriation in part 1 is appropriated and may
28 be used for the purpose designated by the private source, if
29 specified.



1 (2) The department must notify the subcommittees and the
2 house and senate fiscal agencies of the receipt of a donation
3 under this subsection within 14 calendar days of receiving
4 the donation. The notification must include the amount of the
5 donation and the purpose for which the funds will be
6 expended, if known.

7
8 **MILITARY**

9 Sec. 301. (1) From the funds appropriated in part 1,
10 there is funding to support unclassified employee positions
11 as authorized by section 5 of article XI of the state
12 constitution of 1963.

13 (2) The department shall report quarterly to the
14 subcommittees and house and senate fiscal agencies a list of
15 the current unclassified positions, which shall include the
16 official titles and responsibilities of each position.

17 (3) Upon the department being granted a request for an
18 additional unclassified employee position from the civil
19 service commission, or for any substantive changes to the
20 duties of an existing unclassified employee position, the
21 department shall notify the subcommittees and the senate and
22 house fiscal agencies within 15 days.

23 Sec. 302. (1) From the funds appropriated in part 1 for
24 military operations, effective and efficient executive
25 direction and administrative leadership shall be provided to
26 the department.

27 (2) The department shall operate and maintain National
28 Guard armories.

29 (3) The department shall evaluate armories and submit a



1 report biannually, on the status of the armories.

2 (4) The department shall maintain a system to measure
3 the condition and adequacy of the armories.

4 (5) The Michigan Army National Guard and Air National
5 Guard shall work to provide a culture that is free of sexual
6 assault, through an environment of prevention, education and
7 training, response capability, victim support, reporting
8 procedures, and appropriate accountability that enhances the
9 safety and well-being of all guard members.

10 (6) By December 1, the department shall report the
11 following information to the subcommittees, the senate and
12 house fiscal agencies, and the state budget office:

13 (a) An assessment of the grounds and facilities of each
14 armory to objectively measure and determine the current
15 facility condition and capability to support authorized
16 manpower, unit training, and operations.

17 (b) Recommendations for the placement of new armories,
18 the relocation or consolidation of existing armories, or a
19 change in the mission of units assigned to armories to
20 ideally position the National Guard in current or projected
21 population centers.

22 (c) Recommendations for the enhanced use of armories to
23 facilitate family support programs during deployments.

24 (d) An analysis of the feasibility, potential costs, and
25 benefits of use of armories shared with other local, state,
26 or federal agencies to improve responses to local emergencies
27 as well as the community support provided to armories.

28 (e) An investment strategy and proposed funding amounts
29 in a prioritized project list to correct the most critical



1 facility shortfalls across the inventory of armories in this
2 state.

3 Sec. 303. (1) The department shall maintain the Michigan
4 youth challenge academy to provide values, skills, education,
5 and self-discipline instruction for at-risk youth as provided
6 under 32 USC 509.

7 (2) The department shall take steps to recruit
8 candidates to the challenge academy from economically
9 disadvantaged areas, including those with low-income and
10 high-unemployment backgrounds.

11 (3) The department shall partner with the department of
12 health and human services to identify youth who may be
13 eligible for the challenge academy from those youth served by
14 department of health and human services programs. These
15 eligible youth shall be given priority for enrollment in the
16 academy.

17 (4) The department shall maintain the staffing and
18 resources necessary to train and graduate at least 114
19 students per cohort (228 annually).

20 (5) The department shall ensure individual academic
21 success as measured by the number of individuals who have
22 received a general equivalency diploma, high school diploma,
23 or high school credit recovery or by the improvement of tests
24 of adult basic education scores, or both.

25 (6) Any unexpended private donations to support the
26 Michigan youth challenge academy at the close of this fiscal
27 year shall not lapse to the general fund but shall be carried
28 forward to the subsequent fiscal year.

29 Sec. 304. (1) The department shall provide grants for



1 disbursement from the military family relief fund, as
2 provided under the military family relief fund act, 2004 PA
3 363, MCL 35.1211 to 35.1216, and R 200.5 to R 200.95 of the
4 Michigan Administrative Code.

5 (2) The department shall provide information on the
6 revenues, expenditures for advertising and assistance grants,
7 and fund balance of the Michigan military family relief fund,
8 biannually.

9 (3) From the funds appropriated in part 1, the
10 department shall provide sufficient staffing and other
11 resources to provide outreach to the Michigan families of
12 members of the reserve component of the Armed Forces of the
13 United States called into active duty and to support the
14 processing and approval of grant applications for this fiscal
15 year under the Michigan military relief fund and report those
16 applications biannually.

17 Sec. 305. (1) The department shall provide Army and Air
18 National Guard forces, when directed, for state and local
19 emergencies and in support of national military requirements.

20 (2) The department shall operate and maintain Army
21 National Guard training facilities, including Fort Custer and
22 Camp Grayling.

23 (3) The department shall maintain a system that measures
24 the condition and adequacy of air facilities using both
25 quality and functionality criteria.

26 (4) The department shall operate and maintain Air
27 National Guard air bases, including Selfridge Air National
28 Guard base, Battle Creek Air National Guard base, and Alpena
29 combat readiness training center.



1 (5) The department shall provide the following
2 information biannually:

3 (a) The apportioned and assigned strength of the
4 Michigan Army National Guard.

5 (b) The apportioned and assigned strength of the
6 Michigan Air National Guard.

7 (c) Recruiting, retention, and attrition data, including
8 measurement against stated performance goals, for the
9 Michigan Army National Guard.

10 (d) Recruiting, retention, and attrition data, including
11 measurement against stated performance goals, for the
12 Michigan Air National Guard.

13 Sec. 306. There is created and established under the
14 jurisdiction and control of the department a revolving
15 account to be known as the billeting fund account. All of the
16 fees and other revenues generated from the operation of the
17 chargeable transient quarters program shall be deposited in
18 the billeting fund account. Appropriations will be made from
19 the account for the support of program operations and the
20 maintenance and operations of the chargeable transient
21 quarters program and will not exceed the estimated revenues
22 for the fiscal year in which they are made, together with
23 unexpended balances from prior years. The department shall
24 submit an annual report of operations and expenditures
25 regarding the billeting fund account to the appropriations
26 committees of the senate and house of representatives, the
27 senate and house fiscal agencies, and the state budget office
28 at the end of the fiscal year.

29 Sec. 307. (1) The department shall maintain a National



1 Guard tuition assistance program under section 3 of the
2 Michigan national guard tuition assistance act, 2014 PA 259,
3 MCL 32.433, for eligible persons as defined in section 2 of
4 the Michigan national guard tuition assistance act, 2014 PA
5 259, MCL 32.432.

6 (2) The objective of the National Guard tuition
7 assistance program is to bolster military readiness by
8 increasing recruitment and retention of Michigan Army and Air
9 National Guard service members, to fill federally authorized
10 strength levels for the state, to improve the Michigan Army
11 and Air National Guard's competitive draw from other military
12 enlistment options in the state, to enhance the ability of
13 the Michigan Army and Air National Guard to compete for
14 members and federal dollars with surrounding states, and to
15 increase the pool of eligible candidates within the Michigan
16 Army and Air National Guard to become commissioned officers.

17 (3) The department shall make efforts to increase the
18 number of national guard members who have received a
19 credential or are still enrolled in the Michigan National
20 Guard tuition assistance program after their initial term of
21 enlistment with the goal of 55% of program participants, or
22 at the current 4-year college graduation rate in Michigan,
23 whichever is higher. To evaluate the effectiveness of the
24 program, the department shall monitor the number of new
25 recruits and new reenlistments and the percentage of those
26 who become participants in the program to determine whether
27 the percentage of authorized Michigan Army and Air National
28 Guard strength obtained and retained is competitive in
29 comparison with the neighboring army and air national guards



1 from Illinois, Indiana, Ohio, and Wisconsin.

2 (4) Not later than March 1, the department shall provide
3 a report to the subcommittees on the Michigan National Guard
4 tuition assistance program. The report shall include the
5 number of guard members receiving tuition assistance, where
6 those guard members received education or training under the
7 program, the average amount of financial assistance received,
8 the total funds spent on the program, and, in the opinion of
9 the department, after those expenditures, whether any unmet
10 needs remained. The report shall also include performance
11 data regarding the number of members denied benefits from the
12 program. The report shall include, but is not limited to, all
13 of the following information:

14 (a) The total number of applications for tuition
15 assistance denied.

16 (b) A delineated list of the grounds for denial and the
17 number of the total applicable to each reason for denial.

18 (c) A list of specific actions undertaken to increase
19 the opportunities for expanding qualified educational and
20 training programs.

21 (d) A list of any educational and training programs
22 removed from eligibility and the rationale for their removal.

23 (e) An explanation of any identified barriers to the
24 successful utilization of funds appropriated in part 1 for
25 the National Guard tuition assistance fund and applicable
26 proposals for legislative action to address those barriers.

27 (5) The general fund/general purpose funds appropriated
28 in part 1 for the National Guard tuition assistance fund
29 shall be deposited to the restricted Michigan National Guard



1 tuition assistance fund created in section 4 of the Michigan
2 National Guard tuition assistance act, 2014 PA 259, MCL
3 32.434. All funds in the restricted Michigan National Guard
4 tuition assistance fund are appropriated and available for
5 expenditure to support the Michigan National Guard tuition
6 assistance program.

7 Sec. 308. The department shall maintain the starbase
8 program at Air National Guard facilities, as provided under
9 10 USC 2193b, to improve the knowledge, skills, and interest
10 of students, primarily in the fifth grade, in math, science,
11 and technology. The starbase program is to specifically
12 target minority and at-risk students for participation.
13

14 **MICHIGAN VETERANS AFFAIRS AGENCY**

15 Sec. 405. (1) The MVAA shall provide a report biannually
16 on the financial status of the Michigan veterans' trust fund,
17 including the number and amount of emergency grants, state
18 operating and administrative expenses, and county
19 administrative expenses.

20 (2) The Michigan veterans' trust fund board together
21 with the agency shall maintain the staffing and resources
22 necessary to process a minimum of 2,000 applications for
23 veterans' trust fund emergency grants.

24 (3) The Michigan veterans' trust fund board together
25 with the MVAA shall provide emergency grants for disbursement
26 from the Michigan veterans' trust fund, as provided under the
27 following program authorities:

28 (a) Sections 37, 38, and 39 of article IX of the state
29 constitution of 1963.



1 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

2 (c) R 35.1 to R 35.7 of the Michigan Administrative
3 Code.

4 (d) R 35.621 to R 35.623 of the Michigan Administrative
5 Code.

6 (4) No later than February 1, the MVAA shall provide a
7 detailed report of the Michigan veterans' trust fund that
8 includes, for the immediately preceding fiscal year,
9 information on grants provided from the emergency grant
10 program, including details concerning the methodology of
11 allocations, the selection of emergency grant program
12 authorized agents, a description of how the emergency grant
13 program is administered in each county, and a detailed
14 breakdown of trust fund expenditures for that year, including
15 the amount distributed to each county for operating costs,
16 administrative costs and emergency grants. The report shall
17 also include the number of approved applications, by category
18 of assistance, and the number of denied applications, by
19 reason of denial. The report shall also provide an update on
20 the department's efforts to reduce program administrative
21 costs and maintain the Michigan veterans' trust fund corpus
22 at or above its original amount of at least \$50,000,000.00.

23 Sec. 406. (1) The MVAA shall provide outreach services
24 to Michigan veterans to advise them on the benefits to which
25 they are entitled, as provided under Executive Reorganization
26 Order No. 2013-2, MCL 32.92. The MVAA shall also do the
27 following:

28 (a) Develop and operate an outreach program that
29 communicates benefit eligibility information to at least 50%



1 of Michigan's population of veterans, as assessed by annual
2 census estimates, with a goal of reaching 100% and enabling
3 100% to access benefit information online.

4 (b) Communicate veteran benefit information pertaining
5 to the Michigan military family relief fund, Michigan
6 veterans' trust fund, and USDVA health, financial, and
7 memorial benefits to which veterans are entitled.

8 (c) Provide sufficient staffing and other resources to
9 approve requests for military discharge certificates (DD-214)
10 annually.

11 (d) Continue the process to digitize all medical
12 records, military discharge documents, and burial records
13 that are currently on paper and microfilm.

14 (e) Provide a report biannually on the MVAA's
15 performance on the performance measures, outcomes, and
16 initiatives developed by the agency in the strategic plan
17 required by section 501 of 2013 PA 9.

18 (f) Provide a report to the subcommittees, the senate
19 and house fiscal agencies, and the state budget office no
20 later than April 1 providing, to the extent known, data on
21 the estimated number of homeless veterans, by county, in this
22 state.

23 (g) Provide the percentage of Michigan veterans
24 contacted through its outreach programs, with a goal of 90%,
25 and report that percentage to the subcommittees biannually on
26 the status of outreach.

27 (2) From the funds appropriated in part 1, the MVAA
28 shall provide for the regional coordination of services, as
29 follows:



1 (a) The MVAA shall coordinate with veteran benefit
2 counselors throughout a specified region.

3 (b) The MVAA shall coordinate services with the
4 department of health and human services and the department of
5 corrections.

6 (c) The MVAA shall coordinate with regional workforce
7 and economic development agencies.

8 (d) The MVAA shall coordinate activities among local
9 foundations, nonprofit organizations, and community groups to
10 improve accessibility, enrollment, and utilization of the
11 array of health care, education, employment assistance, and
12 quality of life services provided at the local level.

13 (e) The MVAA may work with MVAA service officers,
14 regional coordinators, county veteran counselors, VSO service
15 officers, and other service providers to incorporate the
16 provision of information relating to mental health care
17 resources into their daily operations to aid veterans in
18 understanding the mental health care support services they
19 may be eligible to receive.

20 (f) The MVAA shall coordinate with the department of
21 health and human services to identify Medicaid recipients who
22 are veterans and who may be eligible for federal veterans
23 health care benefits or other benefits, to the extent that
24 the identification does not violate applicable
25 confidentiality requirements.

26 (g) The MVAA shall collaborate with the department of
27 corrections to create and maintain a process by which
28 prisoners can obtain a copy of their DD-214 form or other
29 military discharge documentation if necessary.



1 (h) The MVAA shall ensure that all MVAA service
2 officers, VSO service officers, and regional coordinators
3 receive appropriate training in processing applications for
4 benefits payable to veterans due to military sexual trauma,
5 post-traumatic stress disorder, depression, anxiety,
6 substance abuse, or other mental health issues.

7 (3) The MVAA shall provide claims processing services to
8 Michigan veterans in support of benefit claims submitted to
9 the USDVA for the health, financial, and memorial benefits
10 for which they are eligible, and shall do all of the
11 following:

12 (a) Report the following information biannually:

13 (i) The number of benefit claims, by type, submitted to
14 the USDVA by MVAA.

15 (ii) The number of fully developed claims submitted to
16 the USDVA, with an overall goal of 40% of benefit claims
17 submitted that are considered fully developed by the USDVA.

18 (b) Maintain the staffing and resources necessary to
19 process a minimum of 500 claims per year.

20 (4) The MVAA shall maintain staffing and resources
21 necessary to develop and implement a process to ensure that
22 all county counselors receive the training and accreditation
23 necessary to provide quality services to veterans. The MVAA
24 shall report information biannually on the number and
25 percentage of county veterans counselors trained by the MVAA,
26 and the number and percentage who received funding from the
27 MVAA to attend training, with an overall goal of 100% of
28 county veterans counselors trained.

29 (5) From the funds appropriated in part 1 for MVAA, the



1 MVAA is authorized to expend up to \$50,000.00 to hire legal
2 services to represent veterans benefit cases before federal
3 court to maintain accreditation under 38 CFR
4 14.628(d)(1)(iv).

5 Sec. 407. (1) The MVAA shall disburse grants to achieve
6 agency goals and performance objectives in partnership with
7 counties, VSOs, and tribal governments. Grants will be
8 disbursed to fund programs and projects that are determined
9 by the agency to meet agency performance objectives and
10 ensure that grantees communicate the availability of
11 emergency grants through the Michigan veterans' trust fund.
12 In disbursing grants, the MVAA shall do all of the following:

13 (a) Ensure that each grantee is issued performance
14 standards.

15 (b) Ensure that each grantee uses those funds for
16 veterans advocacy and outreach.

17 (c) Monitor the performance of each grantee.

18 (d) Require each grantee to report not less than
19 quarterly on services provided to veterans and account for
20 all grant fund expenditures.

21 (e) Require that each grantee report not less than
22 quarterly both of the following:

23 (i) The number and type of claims originated and
24 submitted by the grantee to the USDVA.

25 (ii) The number and type of claims originated by an
26 organization other than the grantee and submitted by the
27 grantee to the USDVA.

28 (f) Promulgate monthly benchmark requirements, based
29 upon contractual obligations, that each grantee must meet and



1 require each grantee to report on achieving the benchmark
2 requirements not less than quarterly to the MVAA, in order to
3 ensure that each grantee meets MVAA veteran service goals.

4 (g) Assess the accuracy rate of claims reported by
5 grantees and the attendance rate of grantees, based upon
6 contractual obligations.

7 (h) Ensure that each grantee adheres to the MVAA
8 approved schedule of operations.

9 (i) Report biannually to the subcommittees and senate
10 and house fiscal agencies on grantee operations monitored
11 under this subsection.

12 (2) Grants awarded to a VSO by the MVAA shall provide
13 for the following, as developed by the MVAA:

14 (a) The provision of service to veterans statewide,
15 using a regional service delivery model, with services
16 provided at specified locations and times, including service
17 provided in state correctional facilities.

18 (b) The payment of an hourly service rate that shall be
19 set annually by MVAA based on funds appropriated in part 1.

20 (c) A specified number of service hours within each
21 geographic region of this state, with a statewide goal based
22 on both appropriations for the current fiscal year for the
23 grant programs and the hourly service rate under subdivision
24 (b). The statewide goal will include service hours provided
25 to eligible incarcerated veterans within 1 year of their
26 earliest release date.

27 (d) Use of an MVAA-designated internet-based claims data
28 system.

29 (3) The MVAA shall report the following information



1 biannually:

2 (a) A summary of activities supported through the
3 appropriation in part 1 for grants, including the amount of
4 expenditures to date, number of service hours, number of
5 claims for benefits submitted by type of claim, and other
6 information deemed appropriate by the MVAA.

7 (b) The number and percentage of fully developed claims
8 submitted to the USDVA, and the number and percentage of
9 fully developed claims submitted that are considered fully
10 developed by the USDVA with an overall goal of 40%.

11 Sec. 409. (1) The department shall enter into an
12 interagency agreement in cooperation with the department of
13 health and human services in order to work with the federal
14 public assistance reporting information system to identify
15 Medicaid recipients who are veterans and who may be eligible
16 for federal veterans' health care benefits or other benefits.
17 The interagency agreement shall include the specific outcome
18 and performance reporting requirements described in this
19 section. The interagency agreement shall require the
20 department to provide all of the following items by January 1
21 for the current fiscal year to the subcommittees, the senate
22 and house fiscal agencies, and the policy offices:

23 (a) The number of veterans identified by the department
24 of health and human services through eligibility
25 determinations.

26 (b) The number of veterans referred to the department.

27 (c) The number of referrals made by the department of
28 health and human services that were contacted by the
29 department.



1 (d) The number of referrals made to the department that
2 were eligible for veterans health care benefits or other
3 benefits.

4 (e) The specific actions and efforts undertaken by the
5 department of health and human services and the department to
6 identify female veterans who are applying for public
7 assistance benefits, but who are eligible for veterans
8 benefits.

9 (2) By October 1 of the current fiscal year, the
10 department of health and human services shall change the
11 public assistance application form from asking whether the
12 prospective applicant was a veteran to asking whether the
13 applicant had ever served in the military.

14 (3) This section does not prohibit the department from
15 entering into interagency agreements with any other public
16 department or agency in this state in order to obtain the
17 information detailed in subsection (1).

18 Sec. 410. The general fund/general purpose funds
19 appropriated in part I for the county veteran service fund
20 shall be deposited to the restricted county veteran service
21 fund created in section 3a of 1953 PA 192, MCL 35.623a. All
22 funds in the restricted county veteran service fund are
23 appropriated and available for expenditure to support county
24 veteran service grants.

25 Sec. 411. From the funds appropriated in part 1, the
26 MVAA shall conduct an assessment of the need for,
27 feasibility, and annual cost to the state of establishing and
28 maintaining a new veterans' cemetery in the Upper Peninsula
29 and Lower Peninsula of the state. The assessment shall



1 consider the availability of any federal funds available for
2 veterans cemeteries for its determinations. The MVAA shall
3 report the findings of the assessment to each chairperson of
4 the subcommittees, the house and senate fiscal agencies, and
5 the state budget office by not later than September 30.

6
7 **MICHIGAN VETERANS FACILITY AUTHORITY**

8 Sec. 451. The board of managers and Michigan veterans'
9 facility authority shall exercise certain regulatory and
10 governance authority regarding admission and member affairs
11 at the Grand Rapids, D.J. Jacobetti, and Chesterfield
12 Township homes for veterans. The board of managers shall also
13 work to represent the interest of the veterans' community in
14 both advisory and advocacy roles.

15 Sec. 452. (1) The MVH and the Michigan veterans'
16 facility authority shall provide compassionate and quality
17 nursing and domiciliary care services at the Grand Rapids,
18 D.J. Jacobetti, and Chesterfield Township homes for veterans
19 so that members can achieve their highest potential of
20 wellness, independence, self-worth, and dignity.

21 (2) From the funds appropriated in part 1, the
22 department shall provide resources necessary to provide
23 nursing care services to veterans in accordance with federal
24 standards and provide the results of the annual USDVA survey
25 and certification as proof of compliance.

26 (3) Appropriations in part 1 for a home operated by the
27 MVH and the D.J. Jacobetti and Chesterfield Township homes
28 for veterans shall not be used for any purpose other than for
29 veterans and veterans' families.



1 (4) Any contractor providing mental health services to
2 the Grand Rapids, D.J. Jacobetti, and Chesterfield Township
3 homes for veterans shall utilize mental health interventions
4 that have been shown to be effective with the conditions they
5 are treating, in accordance with evidence-based best
6 practices supported by the USDVA-VHA, United States
7 Department of Defense, the Substance Abuse and Mental Health
8 Services Administration, the American Psychological
9 Association, and the National Association of Social Workers.

10 (5) Any contractor providing CENAs to the Grand Rapids
11 home for veterans shall ensure that each CENA has at least 8
12 hours of training on information provided by the home.

13 (6) Any contractor providing CENAs to a home operated by
14 the MVH shall ensure that each CENA has at least one 8-hour
15 shift of shadowing at the veterans' home.

16 (7) Any contractor providing CENAs to a home operated by
17 the MVH shall ensure that each CENA is competent in the basic
18 skills needed to perform his or her assigned duties at the
19 home.

20 (8) A home operated by the MVH shall provide each CENA
21 at least 12 hours of in-service training once that individual
22 has been assigned to the home.

23 (9) All complaints of abusive or neglectful care at the
24 Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes
25 for veterans by a resident member, a resident member's family
26 or legal guardian, or staff of the veterans' homes received
27 by a supervisor shall be referred to the director of nursing
28 or his or her designee upon receipt of the complaint. The
29 director of nursing or his or her designee shall report on



1 not less than a monthly basis, except that the board of
2 managers or the Michigan veterans' facility authority may
3 specify a more frequent reporting period to the home
4 administrator, board of managers, Michigan veterans' facility
5 authority, agency, subcommittees, senate and house fiscal
6 agencies, and state budget office the following information:

7 (a) A description of the process by which resident
8 members and others may file complaints of alleged abuse or
9 neglect at the Grand Rapids, D.J. Jacobetti, and Chesterfield
10 Township homes for veterans.

11 (b) Summary statistics on the number and general nature
12 of complaints of abuse or neglect.

13 (c) Summary statistics on the final disposition of
14 complaints of abuse or neglect received.

15 (10) The MVH shall provide an on-site, board-certified
16 psychiatrist for all resident members with mental health
17 disorders in order to ensure that those resident members
18 receive needed services in a professional and timely manner.
19 The MVH shall provide all members and staff a safe and secure
20 environment.

21 (11) The MVH shall ensure that they effectively develop,
22 execute, and monitor all comprehensive care plans in
23 accordance with federal regulations and their internal
24 policies, with a goal that a comprehensive care plan is fully
25 developed for all resident members.

26 (12) The MVH shall implement controls over their food,
27 maintenance supplies, pharmaceuticals, and medical supplies
28 inventories.

29 (13) The MVH shall establish sufficient controls for



1 calculating resident member maintenance assessments in order
2 to accurately calculate resident member maintenance
3 assessments for each billing cycle. The MVH shall establish
4 sufficient controls to ensure that all past due resident
5 member maintenance assessments are addressed within 30 days.

6 (14) The MVH shall establish sufficient controls over
7 monetary donations and donated goods.

8 (15) The MVH shall implement sufficient controls over
9 the handling of resident member funds to ensure the release
10 of funds within 15 calendar days upon the resident member
11 leaving the home and to ensure that a representative of a
12 resident member is provided a full accounting of that
13 resident member's funds within 30 calendar days after the
14 death of that resident member.

15 (16) The MVH shall post on its website all policies
16 adopted by the board of managers, the Michigan veterans'
17 facility authority, and the veterans' homes related to the
18 administrative operations of the veterans' homes.

19 (17) The process by which visitors, residents, and
20 employees of the Grand Rapids, D.J. Jacobetti, and
21 Chesterfield Township homes for veterans may register
22 complaints shall be displayed in high-traffic areas
23 throughout the home.

24 (18) The MVH shall provide copies of each facility's
25 USDVA State Veteran Home quarterly report to the legislature
26 and the state budget office. These quarterly reports shall be
27 posted on the MVH website.

28 (19) The MVH shall provide to the legislature and the
29 state budget office biannual reports regarding the status of



1 Centers for Medicare and Medicaid certification efforts,
 2 including, but not limited to, descriptions of incremental
 3 milestones, associated expenditures, and the percentage of
 4 plan completed until such time certification has been
 5 achieved and reported.

6 Sec. 453. The department shall ensure that the quality
 7 of care for members of the Grand Rapids, D.J. Jacobetti, and
 8 Chesterfield Township homes for veterans shall meet or exceed
 9 the quality of care for the full spectrum of health care
 10 services to meet or exceed the Centers for Medicare and
 11 Medicaid Services certification standards. The department
 12 shall provide a report biannually to the subcommittees that
 13 contains evidence that the quality of care for the full
 14 spectrum of health care services has met or exceeded Centers
 15 for Medicare and Medicaid Services certification standards.

16

17 **CAPITAL OUTLAY**

18 Sec. 501. (1) The department shall provide for the
 19 acquisition and disposition of National Guard armories,
 20 facilities, and lands as provided under sections 368, 382,
 21 and 382a of the Michigan military act, 1967 PA 150, MCL
 22 32.768, 32.782, and 32.782a.

23 (2) The department shall provide a listing of property
 24 sales and acquisitions biannually.

25 Sec. 502. (1) The appropriations in part 1 for special
 26 maintenance - National Guard shall be carried forward at the
 27 end of the fiscal year consistent with section 248 of the
 28 management and budget act, 1984 PA 431, MCL 18.1248.

29 (2) The appropriations for special maintenance -



1 National Guard shall be expended in accordance with the
2 requirements of sections 302 and 305 of this part and shall
3 be expended according to the maintenance priorities of the
4 department to repair and modernize military training sites
5 and support facilities, including armories, which may include
6 projects such as roof, HVAC, or boiler replacement, interior
7 renovations, facility expansion, improvements to parking
8 facilities, and other projects.

9 (3) The department shall provide a report biannually
10 providing information on the status, projected costs, and
11 projected completion date of current and planned special
12 maintenance projects at the armories and other National Guard
13 facilities funded from capital outlay appropriations made in
14 part 1 and in prior appropriations years.

15 Sec. 503. (1) The appropriations in part 1 for special
16 maintenance - veterans homes shall be carried forward at the
17 end of the fiscal year consistent with section 248 of the
18 management and budget act, 1984 PA 431, MCL 18.1248.

19 (2) The appropriations for special maintenance -
20 veterans homes shall be expended in accordance with the
21 requirements of section 402 of this part and shall be
22 expended according to the maintenance priorities of the
23 department to repair and modernize the state's veterans'
24 homes, which may include projects such as roof, HVAC, or
25 boiler replacement, interior renovations, facility expansion,
26 improvements to parking facilities, and other projects
27 designed to enhance the quality of life and medical care of
28 members.

29 (3) The MVH shall provide a report biannually providing



1 information on the status, projected costs, and projected
2 completion date of current and planned special maintenance
3 projects at the Grand Rapids, D.J. Jacobetti, and
4 Chesterfield Township homes for veterans funded from capital
5 outlay appropriations made in part 1 and in prior
6 appropriations years.

7 Sec. 504. (1) The appropriations in part 1 for armory
8 maintenance shall be carried forward at the end of the fiscal
9 year consistent with section 248 of the management and budget
10 act, 1984 PA 431, MCL 18.1248.

11 (2) The appropriations for armory maintenance shall be
12 expended in accordance with the requirements of sections 302
13 and 305 of this part and shall be expended according to the
14 maintenance priorities of the department to repair and
15 modernize military training sites and support facilities,
16 including armories.

17

18 **ONE-TIME APPROPRIATIONS**

19 Sec. 601. The appropriation in part 1 for a veterans
20 benefits eligibility study shall be used for the commission
21 of a study by an institution of higher education that will
22 create, implement, and evaluate a program that will identify
23 Michigan Medicaid beneficiaries who are veterans and support
24 them in exploring their eligibility for USDVA-VHA health care
25 benefits. A report from the study must be delivered to the
26 department and the subcommittees no later than December 1,
27 2021 and must contain the findings of the study, including
28 data as to the frequency of veteran Medicaid beneficiaries
29 who are eligible, but who are not aware, or have not taken



1 steps to seek USDVA-VHA health care services, and shall
 2 include recommendations to the department on effective and
 3 efficient strategies that could be used to identify such
 4 veterans and facilitate their exploration of eligibility for
 5 USDVA-VHA health care benefits.

7 ARTICLE 11

8 DEPARTMENT OF NATURAL RESOURCES

9 PART 1

10 LINE-ITEM APPROPRIATIONS

11 Sec. 101. There is appropriated for the department of
 12 natural resources for the fiscal year ending September 30,
 13 2021, from the following funds:

14 **DEPARTMENT OF NATURAL RESOURCES**

15 **APPROPRIATION SUMMARY**

16	Full-time equated unclassified positions	6.0	
17	Full-time equated classified positions	2,346.1	
18	GROSS APPROPRIATION		\$ 469,594,100
19	Total interdepartmental grants and		
20	intradepartmental transfers		203,100
21	ADJUSTED GROSS APPROPRIATIONS		469,391,000
22	Federal revenues:		
23	Total federal revenues		88,453,700
24	Special revenue funds:		
25	Total private revenues		7,439,200
26	Total other state restricted revenues		322,800,800
27	State general fund/general purpose		\$ 50,697,300



1	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
2	SUPPORT		
3	Full-time equated unclassified positions	6.0	
4	Full-time equated classified positions	121.1	
5	Unclassified salaries--FTEs	6.0	\$ 828,600
6	Accounting service center		1,562,200
7	Executive direction--FTEs	11.6	2,309,600
8	Finance and operations--FTEs	105.5	17,279,200
9	Gifts and pass-through transactions		5,003,600
10	Legal services--FTEs	4.0	678,900
11	Natural resources commission		77,100
12	Property management		4,107,300
13	GROSS APPROPRIATION		\$ 31,846,500
14	Appropriated from:		
15	IDG, land acquisition services-to-work orders		203,100
16	Federal revenues:		
17	Federal funds		359,200
18	Special revenue funds:		
19	Private funds		5,003,600
20	Deer habitat reserve		162,000
21	Forest development fund		3,150,800
22	Forest land user charges		7,700
23	Forest recreation account		54,000
24	Game and fish protection fund		7,622,700
25	Land exchange facilitation and management fund		4,549,500
26	Local public recreation facilities fund		207,500
27	Marine safety fund		830,200
28	Michigan natural resources trust fund		1,386,300



1	Michigan state parks endowment fund		1,419,300
2	Michigan state waterways fund		861,800
3	Nongame wildlife fund		13,800
4	Off-road vehicle safety education fund		700
5	Off-road vehicle trail improvement fund		213,900
6	Park improvement fund		1,917,900
7	Public use and replacement deed fees		29,000
8	Recreation improvement account		85,800
9	Snowmobile registration fee revenue		50,100
10	Snowmobile trail improvement fund		127,400
11	Sportsmen against hunger fund		500
12	Turkey permit fees		79,700
13	Waterfowl fees		3,400
14	Wildlife resource protection fund		43,200
15	State general fund/general purpose	\$	3,463,400
16	Sec. 103. DEPARTMENT INITIATIVES		
17	Full-time equated classified positions	13.0	
18	Great Lakes restoration initiative		2,905,300
19	Invasive species prevention and control--FTEs	13.0	5,087,900
20	GROSS APPROPRIATION	\$	7,993,200
21	Appropriated from:		
22	Federal revenues:		
23	Federal funds		2,905,300
24	State general fund/general purpose	\$	5,087,900
25	Sec. 104. COMMUNICATION AND CUSTOMER SERVICES		
26	Full-time equated classified positions	137.3	
27	Marketing and outreach--FTEs	80.8	14,622,900
28	Michigan historical center--FTEs	56.5	7,105,000



1	Michigan wildlife council campaign management	80,000
2	Michigan wildlife council media	936,000
3	Michigan wildlife council messaging and	
4	implementation	448,000
5	Michigan wildlife council research	136,000
6	GROSS APPROPRIATION	\$ 23,327,900
7	Appropriated from:	
8	Federal revenues:	
9	Federal funds	2,423,000
10	State park improvement, federal	320,000
11	Special revenue funds:	
12	Forest development fund	139,200
13	Forest recreation account	17,400
14	Game and fish protection fund	8,603,700
15	Land exchange facilitation and management fund	49,100
16	Marine safety fund	37,300
17	Michigan historical center operations fund	1,217,000
18	Michigan state parks endowment fund	94,600
19	Michigan state waterways fund	156,600
20	Nongame wildlife fund	11,000
21	Off-road vehicle trail improvement fund	40,600
22	Park improvement fund	2,988,000
23	Recreation passport fees	53,200
24	Snowmobile registration fee revenue	20,300
25	Snowmobile trail improvement fund	48,200
26	Sportsmen against hunger fund	250,000
27	Wildlife management public education fund	1,600,000



1	Youth hunting and fishing education and		
2	outreach fund		100,100
3	State general fund/general purpose	\$	5,158,600
4	Sec. 105. WILDLIFE MANAGEMENT		
5	Full-time equated classified positions	230.5	
6	Natural resources heritage--FTEs	9.0	643,100
7	Wildlife management--FTEs	221.5	46,192,100
8	GROSS APPROPRIATION	\$	46,835,200
9	Appropriated from:		
10	Federal revenues:		
11	Federal funds		25,921,600
12	Special revenue funds:		
13	Private funds		315,700
14	Cervidae licensing and inspection fees		85,400
15	Deer habitat reserve		1,775,000
16	Forest development fund		277,600
17	Game and fish protection fund		12,380,500
18	Nongame wildlife fund		435,600
19	Turkey permit fees		1,052,600
20	Waterfowl fees		114,100
21	State general fund/general purpose	\$	4,477,100
22	Sec. 106. FISHERIES MANAGEMENT		
23	Full-time equated classified positions	223.5	
24	Aquatic resource mitigation--FTEs	2.0	634,100
25	Fish production--FTEs	63.0	10,582,900
26	Fisheries resource management--FTEs	158.5	21,829,100
27	GROSS APPROPRIATION	\$	33,046,100
28	Appropriated from:		



1	Federal revenues:		
2	Federal funds		11,711,100
3	Special revenue funds:		
4	Private funds		136,700
5	Fisheries settlement		634,000
6	Game and fish protection fund		20,020,200
7	Invasive species fund		100
8	State general fund/general purpose	\$	544,000
9	Sec. 107. LAW ENFORCEMENT		
10	Full-time equated classified positions	293.0	
11	General law enforcement--FTEs	293.0	45,732,800
12	GROSS APPROPRIATION	\$	45,732,800
13	Appropriated from:		
14	Federal revenues:		
15	Federal funds		6,784,300
16	Special revenue funds:		
17	Cervidae licensing and inspection fees		53,400
18	Forest development fund		45,400
19	Forest recreation account		72,800
20	Game and fish protection fund		20,572,600
21	Marine safety fund		1,352,900
22	Michigan state parks endowment fund		71,400
23	Michigan state waterways fund		21,700
24	Off-road vehicle safety education fund		162,800
25	Off-road vehicle trail improvement fund		2,007,700
26	Park improvement fund		72,800
27	Snowmobile registration fee revenue		725,200
28	Wildlife resource protection fund		1,111,900



1	State general fund/general purpose	\$	12,677,900
2	Sec. 108. PARKS AND RECREATION DIVISION		
3	Full-time equated classified positions	971.2	
4	Forest recreation and trails--FTEs	62.7	7,395,700
5	MacMullan conference center--FTEs	15.0	1,210,000
6	Michigan conservation corps		934,400
7	Recreational boating--FTEs	175.4	21,018,500
8	State parks--FTEs	718.1	78,285,000
9	State parks improvement revenue bonds - debt		
10	service		1,201,300
11	GROSS APPROPRIATION	\$	110,044,900
12	Appropriated from:		
13	Federal revenues:		
14	Federal funds		141,400
15	Michigan state waterways fund, federal		1,683,700
16	Special revenue funds:		
17	Private funds		428,300
18	Forest recreation account		3,145,900
19	MacMullan conference center account		1,210,000
20	Michigan state parks endowment fund		11,398,900
21	Michigan state waterways fund		19,338,000
22	Off-road vehicle safety education fund		7,500
23	Off-road vehicle trail improvement fund		1,535,000
24	Park improvement fund		63,249,700
25	Park improvement fund, Belle Isle subaccount		1,202,100
26	Pure Michigan trails fund		100
27	Recreation improvement account		504,500
28	Recreation passport fees		220,300



1	Snowmobile registration fee revenue		16,300
2	Snowmobile trail improvement fund		1,682,900
3	State general fund/general purpose	\$	4,280,300
4	Sec. 109. MACKINAC ISLAND STATE PARK COMMISSION		
5	Full-time equated classified positions	17.0	
6	Historical facilities system--FTEs	13.0	1,867,500
7	Mackinac Island State Park operations--FTEs	4.0	338,500
8	GROSS APPROPRIATION	\$	2,206,000
9	Appropriated from:		
10	Special revenue funds:		
11	Mackinac Island State Park fund		1,658,600
12	Mackinac Island State Park operation fund		132,600
13	State general fund/general purpose	\$	414,800
14	Sec. 110. FOREST RESOURCES DIVISION		
15	Full-time equated classified positions	339.5	
16	Adopt-a-forest program		25,000
17	Cooperative resource programs--FTEs	11.0	1,613,500
18	Forest fire equipment		931,500
19	Forest management and timber market		
20	development--FTEs	185.0	43,838,400
21	Forest management initiatives--FTEs	8.5	911,500
22	Minerals management--FTEs	20.0	2,991,500
23	Wildfire protection--FTEs	115.0	15,122,300
24	GROSS APPROPRIATION	\$	65,433,700
25	Appropriated from:		
26	Federal funds		3,433,600
27	Federal national forest timber fund		9,073,400
28	Private funds		1,054,900



1	Commercial forest fund	25,600
2	Fire equipment fund	668,700
3	Forest development fund	40,269,700
4	Forest land user charges	236,600
5	Game and fish protection fund	985,200
6	Michigan state parks endowment fund	2,813,100
7	Michigan state waterways fund	53,500
8	State general fund/general purpose	\$ 6,819,400
9	Sec. 111. GRANTS	
10	Dam management grant program	350,000
11	Deer habitat improvement partnership initiative	445,800
12	Federal - clean vessel act grants	400,000
13	Federal - forest stewardship grants	2,000,000
14	Federal - land and water conservation fund	
15	payments	6,000,000
16	Federal - rural community fire protection	400,000
17	Federal - urban forestry grants	900,000
18	Fisheries habitat improvement grants	1,250,000
19	Grants to communities - federal oil, gas, and	
20	timber payments	3,450,000
21	Grants to counties - marine safety	3,074,700
22	Local marine patrol grants	1,750,000
23	National recreational trails	3,904,700
24	Nonmotorized trail development and maintenance	
25	grants	200,000
26	Off-road vehicle safety training grants	60,000
27	Off-road vehicle trail improvement grants	4,657,700
28	Recreation improvement fund grants	917,000



1	Recreation passport local grants	2,000,000
2	Snowmobile law enforcement grants	380,100
3	Snowmobile local grants program	8,090,400
4	Trail easements	700,000
5	Wildlife habitat improvement grants	1,503,000
6	GROSS APPROPRIATION	\$ 42,433,400
7	Appropriated from:	
8	Federal revenues:	
9	Federal funds	18,622,100
10	Private funds	100,000
11	Deer habitat reserve	200,000
12	Game and fish protection fund	2,753,000
13	Local public recreation facilities fund	2,000,000
14	Marine safety fund	1,407,300
15	Off-road vehicle safety education fund	60,000
16	Off-road vehicle trail improvement fund	4,657,700
17	Permanent snowmobile trail easement fund	700,000
18	Recreation improvement account	917,000
19	Snowmobile registration fee revenue	380,100
20	Snowmobile trail improvement fund	8,090,400
21	State general fund/general purpose	\$ 2,545,800
22	Sec. 112. INFORMATION TECHNOLOGY	
23	Information technology services and projects	10,694,400
24	GROSS APPROPRIATION	\$ 10,694,400
25	Appropriated from:	
26	Special revenue funds:	
27	Commercial forest fund	2,100
28	Deer habitat reserve	61,600



1	Forest development fund	1,694,500
2	Forest land user charges	23,900
3	Forest recreation account	42,000
4	Game and fish protection fund	3,865,400
5	Land exchange facilitation and management fund	30,600
6	Marine safety fund	163,600
7	Michigan natural resources trust fund	22,300
8	Michigan state parks endowment fund	1,367,400
9	Michigan state waterways fund	493,700
10	Nongame wildlife fund	30,500
11	Off-road vehicle safety education fund	10,400
12	Off-road vehicle trail improvement fund	21,800
13	Park improvement fund	1,419,700
14	Pure Michigan trails fund	100
15	Recreation improvement account	48,900
16	Snowmobile registration fee revenue	11,600
17	Snowmobile trail improvement fund	74,400
18	Sportsmen against hunger fund	600
19	Turkey permit fees	33,800
20	Waterfowl fees	3,300
21	Wildlife resource protection fund	42,100
22	Youth hunting and fishing education and	
23	outreach fund	2,000
24	State general fund/general purpose	\$ 1,228,100
25	Sec. 113. CAPITAL OUTLAY (1) RECREATIONAL LANDS	
26	AND INFRASTRUCTURE	
27	Fish hatchery infrastructure investment	2,500,000
28	Forest development infrastructure	2,500,000



1	Mass timber facility Newberry customer service		
2	center		5,000,000
3	State parks repair and maintenance		19,025,000
4	Wetlands restoration, enhancement and		
5	acquisition		1,000,000
6	GROSS APPROPRIATION	\$	30,025,000
7	Appropriated from:		
8	Special revenue funds:		
9	Forest development fund		7,500,000
10	Game and fish protection fund		2,500,000
11	Michigan state parks endowment fund		7,025,000
12	Recreation passport fees		10,500,000
13	Waterfowl hunt stamp		1,000,000
14	State general fund/general purpose	\$	1,500,000
15	Sec. 113. CAPITAL OUTLAY (2) WATERWAYS BOATING		
16	PROGRAM		
17	Local boating infrastructure maintenance and		
18	improvements		3,472,500
19	State boating infrastructure maintenance		8,102,500
20	GROSS APPROPRIATION	\$	11,575,000
21	Appropriated from:		
22	Federal revenues:		
23	Federal funds		875,000
24	Michigan state waterways fund, federal		200,000
25	Special revenue funds:		
26	Michigan state waterways fund		10,500,000
27	State general fund/general purpose	\$	0
28	Sec. 114. ONE-TIME BASIS ONLY APPROPRIATIONS		



1	Forest fire equipment		1,000,000
2	Forestry investment		500,000
3	Milliken Visitors Center		2,500,000
4	Shooting range development, enhancement, and		
5	restoration		4,400,000
6	GROSS APPROPRIATION	\$	8,400,000
7	Appropriated from:		
8	Federal revenues:		
9	Federal funds		4,000,000
10	Special revenue funds:		
11	Private funds		400,000
12	Forest development fund		1,500,000
13	State general fund/general purpose	\$	2,500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR

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, 2021 is \$373,498,100.00 and state spending from state resources to be paid to local units of government for the fiscal year ending September 30, 2021 is \$10,409,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF NATURAL RESOURCES

27	Dam management grants	\$	175,000
28	Fisheries habitat improvement grants		125,000



1	Grants to counties - marine safety		1,407,300
2	Local marine patrol grants		1,750,000
3	Nonmotorized trail development and maintenance		
4	grants		100,000
5	Off-road vehicle safety training grants		60,000
6	Off-road vehicle trail improvement grants		697,400
7	Recreation improvement fund grants	\$	91,700
8	Recreation passport local grants	\$	2,000,000
9	Snowmobile law enforcement grants		380,100
10	Wildlife habitat improvement grants		150,300
11	Local boating infrastructure maintenance and		
12	improvements		3,472,500
13	TOTAL	\$	10,409,300

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

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

18 (a) "Department" means the department of natural
19 resources.

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

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

22 (d) "IDG" means interdepartmental grant.

23 Sec. 204. The department shall use the internet to
24 fulfill the reporting requirements of this part. This
25 requirement shall include transmission of reports via
26 electronic mail to the recipients identified for each
27 reporting requirement and it shall include placement of
28 reports on an internet site.

29 Sec. 205. Funds appropriated in part 1 shall not be used



1 for the purchase of foreign goods or services, or both, if
2 competitively priced and of comparable quality American goods
3 or services, or both, are available. Preference shall be
4 given to goods or services, or both, manufactured or provided
5 by Michigan businesses if they are competitively priced and
6 of comparable quality. In addition, preference should be
7 given to goods or services, or both, that are manufactured or
8 provided by Michigan businesses owned and operated by
9 veterans, if they are competitively priced and of comparable
10 quality.

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

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

28 (a) The dates of each travel occurrence.

29 (b) The total transportation and related costs of each



1 travel occurrence, including the proportion funded with state
2 general fund/general purpose revenues, the proportion funded
3 with state restricted revenues, the proportion funded with
4 federal revenues, and the proportion funded with other
5 revenues.

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

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

22 Sec. 210. In addition to the funds appropriated in part
23 1, there is appropriated an amount not to exceed
24 \$5,000,000.00 for state restricted contingency funds. These
25 funds are not available for expenditure until they have been
26 transferred to another line item in part 1 under section
27 393(2) of the management and budget act, 1984 PA 431, MCL
28 18.1393.

29 Sec. 211. The department shall cooperate with the



1 department of technology, management, and budget to maintain
2 a searchable website accessible by the public at no cost that
3 includes, but is not limited to, all of the following for
4 each department:

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

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

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

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

13 (e) Job specifications and wage rates.

14 Sec. 212. Within 14 days after the release of the
15 executive budget recommendation, the department shall
16 cooperate with the state budget office to provide the
17 chairpersons of the senate and house appropriations
18 committees, the chairpersons of the senate and house
19 appropriations subcommittees on natural resources, and the
20 senate and house fiscal agencies with an annual report on
21 estimated state restricted fund balances, state restricted
22 fund projected revenues, and state restricted fund
23 expenditures for the prior 2 fiscal years.

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

28 Sec. 214. Total authorized appropriations from all
29 sources under part 1 for legacy costs for the fiscal year



1 ending September 30, 2021 are estimated at \$50,470,100.00.
2 From this amount, total agency appropriations for pension-
3 related legacy costs are estimated at \$24,216,200.00. Total
4 agency appropriations for retiree health care legacy costs
5 are estimated at \$26,253,900.00.

6 Sec. 215. The director shall take all reasonable steps
7 to ensure businesses in deprived and depressed communities
8 compete for and perform contracts to provide services or
9 supplies, or both. The director shall strongly encourage
10 firms with which the department contracts to subcontract with
11 certified businesses in depressed and deprived communities
12 for services, supplies, or both.

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

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

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

24 (2) By April 1 of the current fiscal year and
25 semiannually thereafter, the department shall report to the
26 senate and house appropriations committees, the senate and
27 house appropriations subcommittees on the department budget,
28 and the senate and house fiscal agencies the following
29 information:



1 (a) Number of employees that were engaged in remote work
2 in 2020.

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

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

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

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

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

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

27 Sec. 220. The department shall report no later than
28 April 1 on each specific policy change made to implement a
29 public act affecting the department that took effect during



1 the prior calendar year to the senate and house
 2 appropriations committees, the senate and house subcommittees
 3 on natural resources, the joint committee on administrative
 4 rules, and the senate and house fiscal agencies.

5 Sec. 221. Appropriations of state restricted game and
 6 fish protection funds have been made in the following amounts
 7 to the following departments and agencies:

8	Legislative auditor general		34,300
9	Attorney general		659,300
10	Department of technology, management, and		
11	budget	\$	586,600
12	Department of treasury	\$	3,009,900

13 Sec. 222. Pursuant to section 43703(3) of the natural
 14 resources and environmental protection act, 1994 PA 451, MCL
 15 324.43703, there is appropriated from the game and fish
 16 protection trust fund to the game and fish protection account
 17 of the Michigan conservation and recreation legacy fund,
 18 \$6,000,000.00 for the fiscal year ending September 30, 2021.

19 Sec. 223. The department may contract with or provide
 20 grants to local units of government, institutions of higher
 21 education, or nonprofit organizations to support activities
 22 authorized by appropriations in part 1. As used in this
 23 section, contracts and grants include, but are not limited
 24 to, contracts and grants for research, wildlife and fisheries
 25 management, forest management, invasive species monitoring
 26 and control, and natural resource-related programs.

27

28 **DEPARTMENT INITIATIVES**

29 Sec. 251. From the amounts appropriated in part 1 for



1 invasive species prevention and control, the department shall
2 allocate not less than \$3,600,000.00 for grants for the
3 prevention, detection, eradication, and control of invasive
4 species.

5

6 **DEPARTMENT SUPPORT SERVICES**

7 Sec. 302. The department may charge land acquisition
8 projects appropriated for the fiscal year ending September
9 30, 2021, and for prior fiscal years, a standard percentage
10 fee to recover actual costs, and may use the revenue derived
11 to support the land acquisition service charges provided for
12 in part 1.

13 Sec. 303. As appropriated in part 1, the department may
14 charge both application fees and transaction fees related to
15 the exchange or sale of state-owned land or rights in land
16 authorized by part 21 of the natural resources and
17 environmental protection act, 1994 PA 451, MCL 324.2101 to
18 324.2165. The fees shall be set by the director at a rate
19 that allows the department to recover its costs for providing
20 these services.

21

22 **COMMUNICATION AND CUSTOMER SERVICES**

23 Sec. 408. By October 21, the department shall submit to
24 the senate and house appropriations subcommittees on natural
25 resources a report on all land transactions approved by the
26 natural resources commission in the fiscal year ending
27 September 30, 2020. For each land transaction, the report
28 shall include the size of the parcel, the county and
29 municipality in which the parcel is located, the dollar



1 amount of the transaction, the fund source affected by the
2 transaction, and whether the transaction is by purchase,
3 public auction, transfer, exchange, or conveyance.

4 Sec. 409. The department shall provide a report on the
5 current and planned future use of the Portage Restaurant at
6 Presque Isle State Harbor in Presque Isle County. The report
7 must include the following:

8 (a) Loss of rental income since building lease expired.

9 (b) Maintenance, renovations, and repair expenses since
10 January 2019, including, but not limited to:

11 (i) Heat.

12 (ii) Electric.

13 (iii) Interior.

14 (iv) Exterior.

15 (v) Insurance.

16 (c) Responses to requests for proposal put out since
17 January 2019.

18 (d) Responses to requests for information put out since
19 January 2019.

20 (e) Copy of contract provided to potential tenants.

21 Sec. 410. Not later than November 1, 2020, the
22 department shall issue a comprehensive report to members of
23 the legislature on all lands acquired, or in the process of
24 being acquired since January 1, 2019. This includes the
25 detailed planned uses of the lands and shall include
26 incorporating provisions in Public Act 288 of 2016 and Public
27 Act 240 of 2018.

28

29 **WILDLIFE DIVISION**



1 Sec. 506. The United States Department of Agriculture,
2 Wildlife Services, is encouraged to harvest all deer during
3 targeted removal required under the enhanced wildlife
4 biosecurity program.

5 Sec. 507. (1) With the authority vested in section 43521
6 of the natural resources and environmental protection act,
7 1994 PA 451, MCL 324.43521, the department may discount the
8 price of antlerless deer licenses to \$5.00 for deer
9 management units 452 and 487 to achieve a harvest or
10 management objective for that species.

11 (2) From the funds appropriated in part 1 for wildlife
12 management, up to \$505,000.00 from the general fund shall be
13 credited to the game and fish protection account to supplant
14 lost revenue that would otherwise be collected from full-
15 price antlerless deer licenses sold for deer management units
16 452 and 487 pursuant to the fees set in section 43527a of the
17 natural resources and environmental protection act, 1994 PA
18 451, MCL 324.43527a, if not for the discount in subsection
19 (1). The state budget director shall authorize the
20 expenditure of these funds only upon confirmation of the
21 license discount under subsection (1).

22 (3) The department may terminate the discount in
23 subsection (1) once the lost revenue from that discount
24 reaches \$505,000.00.

25

26 **FISHERIES DIVISION**

27 Sec. 601. (1) From the appropriation in part 1 for
28 aquatic resource mitigation, not more than \$758,000.00 shall
29 be allocated for grants to watershed councils, resource



1 development councils, soil conservation districts, local
2 governmental units, and other nonprofit organizations for
3 stream habitat stabilization and soil erosion control.

4 (2) The fisheries division in the department shall
5 develop priority and cost estimates for all projects
6 recommended for grants under subsection (1).

7 Sec. 602. As a condition of expenditure of fisheries
8 management appropriations under part 1, the department of
9 natural resources shall not impede the certification process
10 for water control structures on Michigan waterways. The
11 department of natural resources shall fund from funds
12 appropriated in part 1 all non-water-quality studies or
13 requirements that the department requests of either of the
14 following:

15 (a) The department of environmental quality as a
16 condition for issuance of a certification under section 401
17 of the federal water pollution control act, 33 USC 1341.

18 (b) The Federal Energy Regulatory Commission as a
19 condition of licensing under the federal power act, 16 USC
20 791a to 825r.

21 Sec. 603. The department shall produce an annual report
22 detailing the performance of its fish hatcheries by March 31.

23

24 **FOREST RESOURCES DIVISION**

25 Sec. 802. From the funds appropriated in part 1, the
26 department shall provide quarterly reports on the number of
27 acres of state forestland marked or treated for timber
28 harvest to the senate and house appropriations subcommittees
29 on natural resources and the standing committees of the



1 senate and house of representatives with primary
2 responsibility for natural resources issues. The department
3 shall complete and deliver these reports by 45 days after the
4 end of the fiscal quarter.

5 Sec. 803. In addition to the money appropriated in part
6 1, the department may receive and expend money from federal
7 sources to provide response to wildfires as required by a
8 compact with the federal government. If additional
9 expenditure authorization is required, the department shall
10 notify the state budget office that expenditure under this
11 section is required. The department shall notify the house
12 and senate appropriations subcommittees on natural resources
13 and the house and senate fiscal agencies by November 1 of the
14 expenditures under this section during the fiscal year ending
15 September 30, 2020.

16 Sec. 807. (1) In addition to the funds appropriated in
17 part 1, there is appropriated from the disaster and emergency
18 contingency fund up to \$800,000.00 to cover department costs
19 related to any disaster as defined in section 2 of the
20 emergency management act, 1976 PA 390, MCL 30.402.

21 (2) Funds appropriated under subsection (1) shall not be
22 expended unless the state budget director recommends the
23 expenditure and the department notifies the house and senate
24 committees on appropriations. By December 1 each year, the
25 department shall provide a report to the senate and house
26 fiscal agencies and the state budget office on the use of the
27 disaster and emergency contingency fund during the prior
28 fiscal year.

29 (3) If Federal Emergency Management Agency (FEMA)



1 reimbursement is approved for costs paid from the disaster
2 and emergency contingency fund, the federal revenue shall be
3 deposited into the disaster and emergency contingency fund.

4 (4) Unexpended and unencumbered funds remaining in the
5 disaster and emergency contingency fund at the close of the
6 fiscal year shall not lapse to the general fund and shall be
7 carried forward and be available for expenditures in
8 subsequent fiscal years.

9
10 **LAW ENFORCEMENT**

11 Sec. 901. The appropriation in part 1 for snowmobile law
12 enforcement grants shall be used by the department to provide
13 grants to county law enforcement agencies to enforce part 821
14 of the natural resources and environmental protection act,
15 1994 PA 451, MCL 324.82101 to 324.82161, including rules
16 promulgated under that part and ordinances enacted pursuant
17 to that part. The department shall consider the number of
18 enforcement hours and the number of miles of snowmobile
19 trails in each county in allocating these grants. Any funds
20 not distributed to counties revert back to the snowmobile
21 registration fee subaccount created under section 82111 of
22 the natural resources and environmental protection act, 1994
23 PA 451, MCL 324.82111. Counties shall provide semiannual
24 reports to the department on the use of grant money received
25 under this section.

26 Sec. 902. The department shall provide a report on the
27 marine safety grant program to the senate and house
28 appropriations subcommittees on natural resources and the
29 senate and house fiscal agencies by December 1. The report



1 shall include the following information for the preceding
2 year: the total amount of revenue received for watercraft
3 registrations, the amount deposited into the marine safety
4 fund, and the expenditures made from the marine safety fund,
5 including the amounts expended for department administration,
6 other state agencies, the law enforcement division, and
7 grants to counties. The report shall also include the
8 distribution methodology used by the department to distribute
9 the marine safety grants and a list of the grants and the
10 amounts awarded by county.

11

12 GRANTS

13 Sec. 1001. Federal pass-through funds to local
14 institutions and governments that are received in amounts in
15 addition to those included in part 1 for grants to
16 communities - federal oil, gas, and timber payments and that
17 do not require additional state matching funds are
18 appropriated for the purposes intended. By November 30, the
19 department shall report to the senate and house
20 appropriations subcommittees on natural resources, the senate
21 and house fiscal agencies, and the state budget director on
22 all amounts appropriated under this section during the fiscal
23 year ending September 30, 2020.

24 Sec. 1002. From the funds appropriated in part 1 for
25 deer habitat improvement partnership initiative, \$145,800.00
26 shall be made available for grants through the northern lower
27 peninsula deer private land assistance network.

28 Sec. 1003. From the funds appropriated in part 1 for
29 local marine patrol grants, \$1,750,000.00 is appropriated as



1 grants to local sheriffs to enforce no wake zones in an
2 effort to mitigate high water impacts on local
3 infrastructure. Individual grant amounts shall not be more
4 than \$100,000.00.

5

6 **CAPITAL OUTLAY**

7 Sec. 1103. The appropriations in part 1 for capital
8 outlay shall be carried forward at the end of the fiscal year
9 consistent with section 248 of the management and budget act,
10 1984 PA 431, MCL 18.1248.

11

12

ARTICLE 12

13

DEPARTMENT OF STATE POLICE

14

PART 1

15

LINE-ITEM APPROPRIATIONS

16

17

18

Sec. 101. There is appropriated for the department of
state police for the fiscal year ending September 30, 2021,
from the following funds:

19

DEPARTMENT OF STATE POLICE

20

APPROPRIATION SUMMARY

21

Full-time equated unclassified positions 3.0

22

Full-time equated classified positions 3,596.0

23

GROSS APPROPRIATION \$ 738,085,500

24

Interdepartmental grant revenues:

25

Total interdepartmental grants and

26

intradepartmental transfers 24,649,600

27

ADJUSTED GROSS APPROPRIATIONS \$ 713,435,900

28

Federal revenues:



1	Total federal revenues		124,103,800
2	Special revenue funds:		
3	Total local revenues		4,841,200
4	Total private revenues		35,000
5	Total other state restricted revenues		145,079,300
6	State general fund/general purpose	\$	439,376,600
7	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
8	SUPPORT		
9	Full-time equated unclassified positions	3.0	
10	Full-time equated classified positions	81.0	
11	Unclassified salaries--FTEs	3.0	\$ 623,900
12	Accounting service center		1,516,600
13	Department services--FTEs	18.0	4,667,200
14	Departmentwide		43,588,900
15	Executive direction--FTEs	26.0	4,424,800
16	Mobile office and system support--FTEs	37.0	4,980,700
17	GROSS APPROPRIATION	\$	59,802,100
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from department of corrections, contract		26,000
21	IDG from department of state		1,400
22	IDG from department of transportation, state		
23	trunkline fund		3,900
24	IDG from department of treasury, casino gaming		
25	fees		116,200
26	IDG, training academy charges		179,500
27	Intradepartmental transfers		38,200
28	Federal revenues:		



1	Coronavirus relief fund		85,200
2	Total other federal revenues		273,300
3	Special revenue funds:		
4	Total local revenues		1,200
5	Michigan merit award trust fund		18,100
6	Total other state restricted revenues		4,740,100
7	State general fund/general purpose	\$	54,319,000
8	Sec. 103. LAW ENFORCEMENT SERVICES		
9	Full-time equated classified positions	591.0	
10	Biometrics and identification--FTEs	58.0	\$ 9,751,500
11	Criminal justice information center--FTEs	152.0	21,914,400
12	Forensic science--FTEs	279.0	47,740,200
13	Grants and community services--FTEs	50.0	21,105,500
14	Office of school safety--FTEs	3.0	511,200
15	State 9-1-1 administration--FTEs	5.0	1,117,300
16	Training--FTEs	44.0	8,851,900
17	GROSS APPROPRIATION	\$	110,992,000
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from department of corrections, contract		318,900
21	IDG from department of state		384,200
22	IDG from department of transportation, state		
23	trunkline fund		739,500
24	IDG, training academy charges		2,434,600
25	Intradepartmental transfers		750,000
26	Federal revenues:		
27	Coronavirus relief fund		383,100
28	Total other federal revenues		15,838,700



1	Special revenue funds:		
2	Total local revenues		919,200
3	Total private revenues		20,000
4	Total other state restricted revenues		39,385,100
5	State general fund/general purpose	\$	49,818,700
6	Sec. 104. MICHIGAN COMMISSION ON LAW		
7	ENFORCEMENT STANDARDS		
8	Full-time equated classified positions	18.0	
9	Public safety officers benefit program--FTE	1.0	\$ 302,800
10	Standards and training/justice training grants-		
11	-FTEs	17.0	8,536,900
12	Training only to local units		654,500
13	GROSS APPROPRIATION	\$	9,494,200
14	Appropriated from:		
15	Federal revenues:		
16	Total federal revenues		250,000
17	Special revenue funds:		
18	Total other state restricted revenues		8,624,900
19	State general fund/general purpose	\$	619,300
20	Sec. 105. FIELD SERVICES		
21	Full-time equated classified positions	2,304.0	
22	Investigative services--FTEs	151.5	\$ 33,475,600
23	Post operations--FTEs	2,122.5	335,222,900
24	Secure cities partnership--FTEs	30.0	7,879,700
25	GROSS APPROPRIATION	\$	376,578,200
26	Appropriated from:		
27	Interdepartmental grant revenues:		



1	IDG from department of treasury, casino gaming		
2	fees		5,197,000
3	Intradepartmental transfers		797,900
4	Federal revenues:		
5	Coronavirus relief fund		44,329,600
6	Total other federal revenues		6,755,300
7	Special revenue funds:		
8	Total local revenues		1,200,000
9	Michigan merit award trust fund		830,200
10	Total other state restricted revenues		50,438,700
11	State general fund/general purpose	\$	267,029,500
12	Sec. 106. SPECIALIZED SERVICES		
13	Full-time equated classified positions	602.0	
14	Commercial vehicle enforcement--FTEs	211.0	\$ 31,400,200
15	Emergency management and homeland security--		
16	FTEs	64.0	16,126,500
17	Hazardous materials programs--FTEs	25.0	23,873,900
18	Highway safety planning--FTEs	26.0	18,193,800
19	Intelligence operations--FTEs	200.0	27,640,900
20	Secondary road patrol program--FTE	1.0	13,074,300
21	Special operations--FTEs	75.0	14,737,900
22	GROSS APPROPRIATION		\$ 145,047,500
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of transportation, state		
26	trunkline fund		11,168,900
27	IDG from department of technology, management,		
28	and budget		3,100



1	IDG from department of treasury, public safety	
2	answer point training 911 fund	100,000
3	Intradepartmental transfers	1,998,300
4	Federal revenues:	
5	Coronavirus relief fund	702,100
6	Total other federal revenues	54,526,100
7	Special revenue funds:	
8	Total local revenues	1,784,300
9	Total private revenues	15,000
10	Total other state restricted revenues	28,876,200
11	State general fund/general purpose	\$ 45,873,500
12	Sec. 107. INFORMATION TECHNOLOGY	
13	Information technology services and projects	\$ 28,462,400
14	GROSS APPROPRIATION	\$ 28,462,400
15	Appropriated from:	
16	Interdepartmental grant revenues:	
17	IDG from department of state	3,800
18	IDG from department of transportation, state	
19	trunkline fund	258,400
20	IDG from department of treasury, casino gaming	
21	fees	96,800
22	IDG, training academy charges	12,200
23	Intradepartmental transfers	20,800
24	Federal revenues:	
25	Total federal revenues	960,400
26	Special revenue funds:	
27	Total local revenues	936,500
28	Michigan merit award trust fund	6,100



1	Total other state restricted revenues		12,159,900
2	State general fund/general purpose	\$	14,007,500
3	Sec. 108. ONE-TIME APPROPRIATIONS		
4	Michigan joint task force on jail and pretrial		
5	incarceration	\$	4,200,000
6	Trooper school		3,509,100
7	GROSS APPROPRIATION	\$	7,709,100
8	Appropriated from:		
9	State general fund/general purpose	\$	7,709,100

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2020-2021

GENERAL SECTIONS

14 Sec. 201. Pursuant to section 30 of article IX of the
15 state constitution of 1963, total state spending from state
16 sources under part 1 for fiscal year 2020-2021 is
17 \$584,455,900.00 and state spending from state sources to be
18 paid to local units of government for fiscal year 2020-2021
19 is \$15,899,900.00. The itemized statement below identifies
20 appropriations from which spending to local units of
21 government will occur:

22	DEPARTMENT OF STATE POLICE		
23	Secondary road patrol program	\$	12,963,600
24	Standards and training/justice training grants		2,281,800
25	Training only to local units		654,500
26	TOTAL	\$	15,899,900

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



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

2 (a) "CJIS" means Criminal Justice Information Systems.

3 (b) "Core service" means that term as defined in section
4 373 of the management and budget act, 1984 PA 431, MCL
5 18.1373.

6 (c) "Department" means the department of state police.

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

8 (e) "DNA" means deoxyribonucleic acid.

9 (f) "DTMB" means the department of technology,
10 management, and budget.

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

12 (h) "IDG" means interdepartmental grant.

13 (i) "MCOLES" means the Michigan commission on law
14 enforcement standards created in section 3 of the Michigan
15 commission on law enforcement standards act, 1965 PA 203, MCL
16 28.603.

17 (j) "Subcommittees" means the subcommittees of the
18 senate and house standing committees on appropriations with
19 jurisdiction over the budget for the department.

20 (k) "Support service" means an activity required to
21 support the ongoing delivery of core services.

22 Sec. 204. The department and agencies receiving
23 appropriations in part 1 shall use the internet to fulfill
24 the reporting requirements of this part. This requirement
25 must include transmission of reports via electronic mail to
26 the recipients identified for each reporting requirement and
27 it must include placement of reports on an internet site.

28 Sec. 205. Funds appropriated in part 1 shall not be used
29 for the purchase of foreign goods or services, or both, if



1 competitively priced and of comparable quality American goods
2 or services, or both, are available. Preference shall be
3 given to goods or services, or both, manufactured or provided
4 by Michigan businesses, if they are competitively priced and
5 of comparable quality. In addition, preference shall be given
6 to goods or services, or both, that are manufactured or
7 provided by Michigan businesses owned and operated by
8 veterans, if they are competitively priced and of comparable
9 quality.

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

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

29 (a) The dates of each travel occurrence.



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

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

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

24 Sec. 210. (1) In addition to the funds appropriated in
25 part 1, there is appropriated an amount not to exceed
26 \$2,000,000.00 for federal contingency funds. These funds are
27 not available for expenditure until they have been
28 transferred to another line item in part 1 under section
29 393(2) of the management and budget act, 1984 PA 431, MCL



1 18.1393.

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

8 Sec. 211. The department shall cooperate with the DTMB
9 to maintain a searchable website accessible by the public at
10 no cost that includes, but is not limited to, all of the
11 following for the department:

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

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

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

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

20 (e) Job specifications and wage rates.

21 Sec. 212. Within 14 days after the release of the
22 executive budget recommendation, the department shall
23 cooperate with the state budget office to provide the
24 chairpersons of the senate and house appropriations
25 committees, the chairpersons of the subcommittees, and the
26 senate and house fiscal agencies with an annual report on
27 estimated state restricted fund balances, state restricted
28 fund projected revenues, and state restricted fund
29 expenditures for the fiscal years ending September 30, 2020



1 and September 30, 2021.

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

6 Sec. 214. Total authorized appropriations from all
7 sources under part 1 for legacy costs for the fiscal year
8 ending September 30, 2021 are estimated at \$134,845,000.00.
9 From this amount, total department appropriations for
10 pension-related legacy costs are estimated at \$72,052,800.00.
11 Total department appropriations for retiree health care
12 legacy costs are estimated at \$62,792,200.00.

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

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

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

29 (b) A comparison by line item of the number of FTEs



1 authorized from funds appropriated in part 1 to the actual
2 number of FTEs employed by the department at the end of the
3 reporting period.

4 (2) By April 1 of the current fiscal year and
5 semiannually thereafter, the department shall report to the
6 senate and house appropriations committees, the senate and
7 house appropriations subcommittees on the department budget,
8 and the senate and house fiscal agencies the following
9 information:

10 (a) Number of employees that were engaged in remote work
11 in 2020.

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

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

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

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

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

29 Sec. 219. The department and agencies receiving



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

7 Sec. 220. The department shall report no later than
8 April 1 on each specific policy change made to implement a
9 public act affecting the department that was enacted and took
10 effect during the prior calendar year to the senate and house
11 appropriations committees, the subcommittees, the joint
12 committees on administrative rules, and the senate and house
13 fiscal agencies.

14 Sec. 221. Based on the availability of federal funding
15 and demonstrated need, as indicated by applications submitted
16 to the state court administrative office, the department
17 shall provide \$1,500,000.00 in Byrne justice assistance grant
18 program funding to the judiciary by interdepartmental grant.

19 Sec. 222. The department shall provide biannual reports
20 to the subcommittees, the senate and house fiscal agencies,
21 and the state budget office that provide the following data:

22 (a) A list of major work projects, including the status
23 of each project.

24 (b) The department's financial status, featuring a
25 report of budgeted versus actual expenditures by part 1 line
26 item including a year-end projection of budget requirements.
27 If projected department budget requirements exceed the
28 allocated budget, the report shall include a plan to reduce
29 overall expenses while still satisfying specified service



1 level requirements.

2 (c) A report on the performance metrics cited or
3 information required to be reported in this part, reasons for
4 nonachievement of metric targets, and proposed corrective
5 actions.

6 Sec. 223. The appropriations in part 1 are for the core
7 services, support services, and work projects of the
8 department, including, but not limited to, the following core
9 services:

- 10 (a) State security operations.
11 (b) Training.
12 (c) MCOLES.
13 (d) CJIS.
14 (e) Forensic analysis and biometric identification.
15 (f) Post operations and investigative services.
16 (g) Special operations.
17 (h) Intelligence operations.
18 (i) Commercial vehicle regulation and enforcement.
19 (j) Emergency management and homeland security.
20 (k) Highway safety planning.
21 (l) Secondary road patrol program.

22 Sec. 224. The department shall notify the subcommittees,
23 the chairpersons of the senate and house appropriations
24 committees, and the senate and house fiscal agencies not less
25 than 90 days before recommending to close or consolidate any
26 state police post. The notification shall include a local and
27 state impact study of the proposed post closure or
28 consolidation.

29 Sec. 225. At least 90 days before beginning any effort



1 to privatize, the department shall submit a complete project
2 plan to the subcommittees and the senate and house fiscal
3 agencies. The plan shall include the criteria under which the
4 privatization initiative will be evaluated. The evaluation
5 shall be completed and submitted to the subcommittees and the
6 senate and house fiscal agencies within 30 months.

7 Sec. 226. (1) When the department provides contractual
8 services to a local unit of government, the department shall
9 be reimbursed for all costs incurred in providing the
10 services, including, but not limited to, retirement and
11 overtime costs.

12 (2) The department shall define service cost models for
13 those services requiring reimbursement.

14 (3) Contractual services provided to an entity other
15 than a local unit of government may be provided by department
16 personnel, but only on an overtime basis outside the normal
17 work schedule of the personnel.

18 (4) This section does not apply to services provided to
19 state agencies.

20 (5) Revenues received for contractual or reimbursed
21 services in excess of the appropriation in part 1 are
22 appropriated and may be received and expended by the
23 department for the purposes for which funds are received.

24 (6) If additional authorization is approved in the
25 statewide integrated governmental management application
26 (SIGMA) by the state budget office under this section, the
27 department shall notify the subcommittees and the senate and
28 house fiscal agencies within 10 days after the approval. The
29 notification shall include the amount and funding source of



1 the additional authorization, the date of its approval, and
2 the projected use of funds to be expended.

3 Sec. 227. The department shall serve as an active
4 liaison between the DTMB and state, local, regional, and
5 federal public safety agencies on matters pertaining to the
6 Michigan public safety communications system and shall report
7 user issues to the DTMB.

8 Sec. 228. The department may establish and collect fees
9 for publications, videos, conferences, workshops, and related
10 materials. Collected fees shall be used to offset
11 expenditures for costs of the publications, videos,
12 workshops, conferences, and related materials. The department
13 shall not collect fees under this section that exceed the
14 cost of the expenditures.

15 Sec. 229. (1) The department may accept monetary and
16 nonmonetary gifts, bequests, donations, contributions, or
17 grants from any private or public source to support, in whole
18 or in part, a departmental function or program. The
19 department shall expend or use such gifts, bequests,
20 donations, contributions, or grants for the purposes
21 designated by the private or public source, if the purpose is
22 specified.

23 (2) Revenue collected by the department under this
24 section that is unexpended and unencumbered shall not lapse
25 to the general fund but shall be carried forward to the
26 subsequent fiscal year.

27 Sec. 230. (1) Federal revenues authorized by and
28 available from the federal government in excess of the
29 appropriations in part 1 are appropriated and may be received



1 and expended by the department for purposes authorized under
2 state law and subject to federal requirements. The total
3 amount of federal revenues that may be received and expended
4 under this section and section 704(3) must not exceed
5 \$45,000,000.00.

6 (2) The department shall notify the subcommittees and
7 the senate and house fiscal agencies before expending federal
8 revenues received and appropriated under subsection (1).

9 (3) If additional authorization is approved in the
10 statewide integrated governmental management application
11 (SIGMA) by the state budget office under this section, the
12 department shall notify the subcommittees and the senate and
13 house fiscal agencies within 10 days after the approval. The
14 notification shall include the amount and funding source of
15 the additional authorization, the date of its approval, and
16 the projected use of funds to be expended.

17 Sec. 231. It is the intent of the legislature that the
18 department shall take all steps necessary to protect the data
19 and privacy of citizens who are not the focus of a
20 departmental investigation and to protect personal
21 information from unauthorized access or misuse. This
22 includes, but is not limited to, requiring vendors or service
23 providers to protect data shared with them, ensuring that
24 when personal data is collected, but no longer utilized by
25 the department, that reasonable steps be taken to securely
26 destroy records containing personal information when it is to
27 be discarded so that the information is rendered
28 indecipherable and is not sold for marketing or other
29 purposes. In addition, the department shall provide written



1 notification to any data subject whose sensitive personal
2 information is accessed or acquired by an unauthorized
3 person.

4 Sec. 232. A law enforcement officer or a motor carrier
5 officer funded under part 1 shall not be required to issue a
6 predetermined or specified number of citations for violations
7 of the Michigan vehicle code, 1949 PA 300, MCL 257.1 to
8 257.923, or of local ordinances substantially corresponding
9 to provisions of the Michigan vehicle code, 1949 PA 300, MCL
10 257.1 to 257.923, including parking or standing violations. A
11 law enforcement officer's or motor carrier officer's
12 performance evaluation system shall not require a
13 predetermined or specified number of citations to be issued.

14 Sec. 233. The department shall report to the
15 subcommittees and the senate and house fiscal agencies on
16 tentative plans for the required payment of any court
17 judgment against the department, as soon as those plans are
18 developed. The report must include, but is not limited to,
19 all of the following information:

20 (a) A listing of all known court judgments that would
21 result in a financial obligation for the department.

22 (b) The amount of time in which each of those financial
23 obligations must be met.

24 (c) The proposed budget line items from which a payment
25 for a court judgment of \$100,000.00 or more would be made.

26 (d) The estimated impact of the loss of revenue on the
27 programs funded by any line items from which payments would
28 be made.

29 Sec. 234. Any coronavirus relief funds appropriated in



1 part 1 for which expenditures have not been incurred as of
2 December 30, 2020, are unappropriated and immediately
3 reappropriated for deposit into the unemployment compensation
4 fund established under section 26 of the Michigan
5 unemployment security act, 136 (Ex Sess) PA 1, MCL 421.26, to
6 support costs incurred from March 1, 2020 through December
7 30, 2020, due to the COVID-19 public health emergency.

8
9 **LAW ENFORCEMENT SERVICES**

10 Sec. 401. (1) The department shall develop and deliver
11 professional, innovative, and quality training that supports
12 the enforcement and public safety efforts of the criminal
13 justice community.

14 (2) The department shall provide performance data, as
15 provided under section 222, for days of training being
16 conducted by the academy, with an annual goal of at least
17 80%.

18 (3) The department shall submit a report to the
19 subcommittees and the senate and house fiscal agencies within
20 60 days of the conclusion of any trooper, motor carrier, or
21 state properties security recruit school. The report shall
22 include the following:

23 (a) The number of veterans and the number of MCOLES-
24 certified police officers who were admitted to and the number
25 who graduated from the recruit school.

26 (b) The total number of recruits who were admitted to
27 the school, the number of recruits who graduated from the
28 school, and the location at which each of these recruits is
29 assigned.



1 (4) The department shall distribute and review course
2 evaluations to ensure that quality training is provided.

3 Sec. 402. (1) In accordance with applicable state and
4 federal laws and regulations, the department shall maintain
5 and ensure compliance with CJIS databases and applications in
6 the support of public safety and law enforcement communities.

7 (2) The department shall improve the accuracy,
8 timeliness, and completeness of criminal history information
9 by conducting a minimum of 30 outreach activities targeted to
10 criminal justice agencies. The department shall report the
11 number of these outreach activities conducted, as provided
12 under section 222.

13 (3) The department shall provide for the compilation of
14 crime statistics consistent with the uniform crime reporting
15 (UCR) program and the national incident-based report system
16 (NIBRS).

17 (4) The department shall provide for the compilation and
18 evaluation of traffic crash reports and the maintenance of
19 the state accident data collection system.

20 (5) The department shall make individual traffic crash
21 reports available for a fee of \$10.00 per incident. The
22 department may also sell an extract of electronic traffic
23 crash data for a fee of \$0.25 per incident, provided that the
24 name, address, and any other personal identifying information
25 have been excluded.

26 (6) In accordance with applicable state and federal laws
27 and regulations, the department shall provide for the
28 maintenance and dissemination of criminal history records and
29 juvenile records, including to the extent necessary to



1 exchange criminal history records information with the
2 Federal Bureau of Investigation and other states through the
3 interstate identification index, the National Crime
4 Information Center, and other federal CJIS databases and
5 indices.

6 (7) In accordance with applicable state and federal
7 laws, the department shall provide for the maintenance of
8 records, including criminal history records regarding
9 firearms licensure, as provided in 1927 PA 372, MCL 28.421 to
10 28.435.

11 (8) The department shall provide a report to the
12 legislature on concealed pistol licensing not later than
13 December 1, 2021 that includes all of the following:

14 (a) The department's actual revenue received from fees
15 paid for concealed pistol license (CPL) applications for
16 fiscal year 2020-2021 and the uses of that revenue.

17 (b) The department's fiscal year 2020-2021 costs for
18 administering its concealed pistol licensing responsibilities
19 under 1927 PA 372, MCL 28.421 to 28.435, but not including
20 costs related to the administration of other state statutes
21 or requirements of federal law.

22 (9) The department shall provide information on the
23 number of background checks processed through the internet
24 criminal history access tool (ICHAT), as provided in section
25 222.

26 (10) The following unexpended and unencumbered revenues
27 deposited into the criminal justice information center
28 service fees shall not lapse to the general fund, but shall
29 be carried forward into the subsequent fiscal year:



1 (a) Fees for fingerprinting and criminal record checks
2 and name-based criminal record checks under 1935 PA 120, MCL
3 28.271 to 28.274.

4 (b) Fees for application and licensing for initial and
5 renewal concealed pistol licenses under 1927 PA 372, MCL
6 28.421 to 28.435.

7 (c) Fees for searching, copying, and providing public
8 records under the freedom of information act, 1976 PA 442,
9 MCL 15.231 to 15.246.

10 (d) Revenue from other sources, including, but not
11 limited to, investment and interest earnings.

12 (11) Unexpended and unencumbered revenue generated by
13 state records management system fees shall not lapse to the
14 general fund, but shall be carried forward into the
15 subsequent fiscal year.

16 Sec. 403. (1) The department shall provide forensic
17 testing and analysis/profiling of DNA evidence to aid in law
18 enforcement investigations in this state.

19 (2) The department shall ensure its ability to maintain
20 accreditation by a federally designated accrediting agency,
21 as provided under 34 USC 12592.

22 (3) The department shall provide forensic science
23 services with an average turnaround time of 55 days, assuming
24 an annual caseload volume commensurate with that received in
25 fiscal year 2012-2013, and shall work to achieve a goal of a
26 30-day average turnaround time across all forensic science
27 disciplines.

28 (4) The department shall provide the following data as
29 provided in section 222:



1 (a) The average turnaround time for processing forensic
2 evidence across all disciplines.

3 (b) Forensic laboratory staffing levels, including
4 scientists in training, and vacancies.

5 (c) The number of backlogged cases in each discipline.

6 Sec. 404. (1) The biometrics and identification division
7 shall house and manage the automated fingerprint
8 identification system, the statewide network of agency
9 photographs, and combined offender DNA index system biometric
10 databases.

11 (2) The department shall provide data on the number of
12 10-print and palm-print submissions to the database, with a
13 goal of at least 97% of submissions provided electronically,
14 as provided in section 222.

15 (3) The department shall maintain the staffing and
16 resources necessary to have a 28-day average wait time for
17 scheduling a polygraph examination, assuming an annual
18 caseload received commensurate with fiscal year 2012-2013,
19 with a goal of achieving a 15-day average wait time.

20 (4) If changes are made to the department's protocol for
21 retaining and purging DNA analysis samples and records, the
22 department shall post a copy of the protocol changes on the
23 department's website.

24 Sec. 405. Not later than December 1, the department
25 shall submit a report to the subcommittees and senate and
26 house fiscal agencies that includes, but is not limited to,
27 all of the following information:

28 (a) Sexual assault kit analysis backlog at the beginning
29 of the prior fiscal year.



1 (b) The number of sexual assault kits collected or
2 submitted for analysis during the prior fiscal year.

3 (c) The number of sexual assault kits analyzed and the
4 number of associated DNA profiles created and uploaded during
5 the prior fiscal year.

6 (d) Sexual assault kit analysis backlog at the ending of
7 the prior fiscal year.

8 (e) The average turnaround time to analyze sexual
9 assault kits and to create and upload associated DNA profiles
10 for the prior fiscal year.

11 Sec. 406. The department shall provide administrative
12 support for the following grant and community service
13 programs:

14 (a) The operations of the automobile theft prevention
15 authority.

16 (b) Administration of the Edward Byrne memorial justice
17 assistance program and other grant programs, as well as the
18 department's community policing efforts.

19 (c) Administration of school safety grants.

20 Sec. 407. Not later than March 30, the office of school
21 safety shall provide a school safety report to the
22 legislature and the senate and house fiscal agencies that
23 must include the following:

24 (a) The status of school safety grants, if any, issued
25 by the grants and community services unit or the office of
26 school safety, including grant amounts awarded to each school
27 district for school safety improvements.

28 (b) Reports of incidents of school violence or threats
29 reported to the state police by local law enforcement or



1 local school districts, or received through the Michigan
2 incident crime report (MICR).

3 (c) Reports of OK2SAY-based incidences and activities.

4 (d) Based upon an evaluation of incidents of school
5 safety and analysis of school safety grants, recommendations
6 on best practices and other safety measures to ensure school
7 safety in this state.

8

9 **MICHIGAN COMMISSION ON LAW ENFORCEMENT STANDARDS**

10 Sec. 501. (1) MCOLES shall establish standards for the
11 selection, employment, training, education, licensing, and
12 licensure revocation of all law enforcement officers and
13 provide the basic law enforcement training curriculum for law
14 enforcement training academy programs statewide.

15 (2) MCOLES shall maintain staffing and resources
16 necessary to update law enforcement standards within 120 days
17 of the enactment date of any new legislation.

18

19 **FIELD SERVICES**

20 Sec. 601. (1) Department enlisted personnel who are
21 employed to enforce traffic laws as provided in section 629e
22 of the Michigan vehicle code, 1949 PA 300, MCL 257.629e, are
23 not prohibited from responding to crimes in progress or other
24 emergency situations and are responsible for making every
25 effort to protect all residents of this state.

26 (2) The department shall maintain the staffing and
27 resources necessary to continually work to enhance traffic
28 safety throughout this state and shall dedicate a minimum of
29 455,200 hours to statewide patrol, of which a minimum of



1 40,000 shall be committed to distressed cities in this state.
2 The department shall work to improve public safety efforts
3 within distressed cities by enhancing data analysis
4 capabilities and identifying crime trends and areas with high
5 occurrence of crime.

6 (3) The department shall report on the number of
7 residence checks of registered sex offenders conducted, as
8 provided under section 222.

9 (4) The department shall submit a report on or before
10 April 15 to the subcommittees and senate and house fiscal
11 agencies regarding the secure cities partnership during the
12 prior calendar year.

13 Sec. 602. (1) The department shall identify and
14 apprehend criminals through criminal investigations in this
15 state.

16 (2) The department shall maintain the staffing and
17 resources necessary to provide a comparable number of hours
18 investigating crimes as those performed in fiscal year 2012-
19 2013.

20 (3) The department shall maintain the staffing and
21 resources necessary to annually meet or exceed a case
22 clearance rate of 62%.

23 (4) The department shall annually provide 4 training
24 opportunities to local law enforcement partners with the goal
25 of increasing their knowledge of gambling laws, trends, legal
26 issues, and opioid-related investigations.

27 (5) The department shall maintain the staffing and
28 resources necessary to increase the number of opioid-related
29 investigations by 20% above the number of those



1 investigations conducted in the 2014-2015 fiscal year by
2 multijurisdictional task forces and hometown security teams.
3 The department shall work to enhance investigative and drug
4 interdiction efforts by enhancing data analysis capabilities
5 and linking investigations among multijurisdictional task
6 forces and hometown security teams.

7 Sec. 603. (1) The department shall provide protection to
8 this state, its economy, welfare, and vital state-sponsored
9 programs through the prevention and suppression of organized
10 smuggling of untaxed tobacco products in this state, through
11 enforcement of the tobacco products tax act, 1993 PA 327, MCL
12 205.421 to 205.436, and other laws pertaining to combating
13 criminal activity in this state, and by maintaining a tobacco
14 tax enforcement unit.

15 (2) The department shall submit an annual report on
16 December 1 to the subcommittees, the senate and house
17 appropriations subcommittees on general government, the
18 senate and house fiscal agencies, and the state budget office
19 that details expenditures and activities related to tobacco
20 tax enforcement for the prior fiscal year.

21 (3) The tobacco tax enforcement unit shall dedicate a
22 minimum of 16,600 hours to tobacco tax enforcement.

23 Sec. 604. (1) The department shall provide fire
24 investigation training and investigative assistance to public
25 safety agencies in this state.

26 (2) The department shall maintain the staffing and
27 resources necessary to maintain readiness to respond
28 appropriately to at least the number of requests for fire
29 investigation services that occurred in fiscal year 2010-2011



1 and shall be available for call out statewide 100% of the
2 time.

3

4 **SPECIALIZED SERVICES**

5 Sec. 701. (1) The department shall operate the Michigan
6 intelligence operation center for homeland security as this
7 state's primary federally designated fusion center to
8 receive, analyze, gather, and disseminate threat-related
9 information among federal, state, local, tribal, and private
10 sector partners.

11 (2) The department shall ensure public safety by
12 providing public and private sector partners with timely and
13 accurate information regarding critical information key
14 resource threats as reported to or discovered by the Michigan
15 intelligence operations center for homeland security and
16 shall increase public awareness on how to report suspicious
17 activity through website or telephone communications.

18 (3) The department shall maintain the staffing and
19 resources necessary to support the cyber section, including
20 the Michigan cyber command center, the computer crimes unit,
21 and the internet crimes against children task force. The
22 department shall maintain the staffing and resources
23 necessary to increase the number of cases completed by the
24 computer crimes unit by 40% above the number of cases
25 completed in the 2014-2015 fiscal year. The unit shall pursue
26 process improvement initiatives to effectively utilize staff
27 resources in providing investigatory assistance and
28 evidentiary analysis for law enforcement and criminal justice
29 agencies statewide. The department shall maintain the



1 staffing and resources necessary to increase the Michigan
2 cyber command center casework by 25% above the level of
3 activity in the 2017-2018 fiscal year.

4 (4) The department shall maintain the staffing and
5 resources necessary to provide digital forensic analysis
6 services with a goal of decreasing backlogs of digital
7 forensic analysis cases annually until the department
8 maintains a 60-day turnaround time.

9 Sec. 702. (1) The department shall provide specialized
10 services in support of, and to enhance, local, state, and
11 federal law enforcement operations within this state in
12 accordance with all applicable state and federal laws and
13 regulations.

14 (2) The department shall maintain the staffing and
15 resources necessary to provide training to maintain readiness
16 to respond appropriately to at least the number of requests
17 for specialty services which occurred in fiscal year 2010-
18 2011.

19 (3) The canine unit shall be available for call out
20 statewide 100% of the time.

21 (4) The bomb squad unit shall be available for call out
22 statewide 100% of the time.

23 (5) The emergency support teams shall be available for
24 call out statewide 100% of the time.

25 (6) The marine services team shall be available for call
26 out statewide 100% of the time.

27 (7) Aviation services shall be available for call out
28 statewide 100% of the time, unless prohibited by weather or
29 unexpected mechanical breakdowns.



1 (8) The department shall maintain the staff and
2 resources necessary to provide security services at the State
3 Capitol Complex facilities, the State Secondary Complex, and
4 other state-owned or leased properties, as provided under
5 section 6c of 1935 PA 59, MCL 28.6c. The department shall
6 also maintain the staff and resources necessary to respond to
7 emergencies at the State Capitol Complex, State Secondary
8 Complex, House Office Building, Binsfeld Office Building,
9 Capitol parking lot, Townsend Parking Ramp, Roosevelt Parking
10 Ramp, and other areas as directed. The department shall
11 maintain a goal of annually conducting 35,000 property
12 inspections of state owned and leased facilities.

13 Sec. 703. (1) The department shall maintain commercial
14 vehicle regulation, school bus inspections, and enforcement
15 activities, including enforcement of requirements concerning
16 size, weight, and load restrictions; operating authority;
17 registration; fuel taxes; transportation of hazardous
18 materials; operations of new entrants; commercial driver
19 licenses; and inspections pursuant to the federal motor
20 carrier assistance program.

21 (2) The department shall maintain the staffing and
22 resources necessary to meet inspection goals consistent with
23 the department's federal motor carrier assistance program
24 activities.

25 (3) Revenue collected under the motor carrier act, 1933
26 PA 254, MCL 475.1 to 479.42, shall be expended in accordance
27 with that act. Unexpended and unencumbered revenues shall not
28 lapse to the general fund but shall be carried forward into
29 the subsequent fiscal year.



1 Sec. 704. (1) The department shall coordinate the
2 mitigation, preparation, response, and recovery activities of
3 municipal, county, state, and federal governments, and other
4 governmental entities, for all hazards, disasters, and
5 emergencies.

6 (2) The state director of emergency management may
7 expend money appropriated under part 1 to call upon any
8 agency or department of the state or any resource of the
9 state to protect life or property or to provide for the
10 health or safety of the population in any area of this state
11 in which the governor proclaims a state of emergency or state
12 of disaster under 1945 PA 302, MCL 10.31 to 10.33, or under
13 the emergency management act, 1976 PA 390, MCL 30.401 to
14 30.421. The state director of emergency management may expend
15 the amounts the director considers necessary to accomplish
16 these purposes. The director shall submit to the state budget
17 director, as soon as possible, a complete report of all
18 actions taken under the authority of this section. The report
19 shall contain, as a separate item, a statement of all money
20 expended that is not reimbursable from federal funding. The
21 state budget director shall review the expenditures and
22 submit recommendations to the legislature in regard to any
23 possible need for a supplemental appropriation.

24 (3) In addition to the funds appropriated in part 1, the
25 department may receive and expend money from local, private,
26 federal, or state sources for the purpose of providing
27 emergency management training to local or private interests
28 and for the purpose of supporting emergency preparedness,
29 response, recovery, and mitigation activity. If additional



1 expenditure authorization in the statewide integrated
2 governmental management application (SIGMA) is approved by
3 the state budget office under this section, the department
4 and the state budget office shall notify the subcommittees
5 and the senate and house fiscal agencies within 10 days after
6 the approval. The notification shall include the amount and
7 source of the additional authorization, the date of its
8 approval, and the projected use of funds to be expended under
9 the authorization. The total amount of federal revenues that
10 may be received and expended under this section and section
11 230 must not exceed \$45,000,000.00. The total amount of state
12 restricted revenues that may be received and expended under
13 this section and section 704(7) must not exceed
14 \$15,000,000.00.

15 (4) The department shall foster, promote, and maintain
16 partnerships to protect this state and homeland from all
17 hazards.

18 (5) The department shall maintain the staffing and
19 resources necessary to do all of the following:

20 (a) Serve approximately 105 local emergency management
21 preparedness programs and 88 local emergency planning
22 committees in this state.

23 (b) Operate and maintain the state's emergency
24 operations center and provide command and control in support
25 of emergency response services.

26 (c) Maintain readiness, including training and equipment
27 to respond to civil disorders and natural disasters
28 commensurate with the capabilities of fiscal year 2010-2011.

29 (d) Perform hazardous materials response training.



1 (6) The department shall conduct a minimum of 3 training
2 sessions to enhance safe response in the event of natural or
3 manmade incidents, emergencies, or disasters.

4 (7) In addition to the funds appropriated in part 1,
5 there is appropriated from the disaster and emergency
6 contingency fund an amount necessary to cover costs related
7 to any disaster or emergency as defined in the emergency
8 management act, 1976 PA 390, MCL 30.401 to 30.421. However,
9 funds appropriated under this section and state restricted
10 funds received and expended under section 704(3) must not
11 exceed \$15,000,000.00. Funds shall be expended as provided
12 under sections 18 and 19 of the emergency management act,
13 1976 PA 390, MCL 30.418 and 30.419, and R 30.51 to R 30.61 of
14 the Michigan Administrative Code.

15 (8) Funds in the disaster and emergency contingency fund
16 shall not be expended unless the state budget director
17 approves the expenditure and the department and the state
18 budget office notify the senate and house appropriations
19 committees. If expenditures are made from the disaster and
20 emergency contingency fund during a month, the department
21 shall submit monthly reports to the senate and house fiscal
22 agencies detailing the purpose of the expenditures. These
23 monthly reports shall be submitted within 30 days after the
24 end of the month during which funds from the disaster and
25 emergency contingency fund were expended.

26 (9) Upon the declaration of a state of emergency or
27 disaster by the governor under section 3 of the emergency
28 management act, 1976 PA 390, MCL 30.403, approval of the
29 state budget director, and notification of the subcommittees



1 and senate and house fiscal agencies, the director may expend
2 funds appropriated from any source to any line item within
3 part 1 for the purpose of paying the necessary and reasonable
4 expenses incurred by the department in responding to or
5 mitigating the effects of any emergency or disaster as those
6 terms are defined in section 2 of the emergency management
7 act, 1976 PA 390, MCL 30.402.

8 (10) The department shall track and report on a biannual
9 basis, as provided in section 222 of this part, the status of
10 the department's assessment of critical infrastructure
11 vulnerabilities, including the protection status of critical
12 infrastructure items identified by the assessment. The
13 department is not required to report any information that
14 could compromise the security of any critical infrastructure.

15 Sec. 705. The department shall provide for the planning,
16 administration, and implementation of highway traffic safety
17 programs to save lives and reduce injuries on roads in this
18 state, in partnership with other public and private
19 organizations.

20 Sec. 706. (1) Funds appropriated in part 1 for the
21 secondary road patrol program shall be used to provide grants
22 to sheriffs under the secondary road patrol program described
23 under section 76 of 1846 RS 14, MCL 51.76.

24 (2) Not later than April 30, 2021, the office of highway
25 safety planning shall work with the state court
26 administrator, as necessary, to issue a report to the
27 department and the subcommittees on the following data from
28 the previous calendar year:

29 (a) The total number of traffic civil infractions



1 written under both state and local ordinances for which the
2 \$40.00 justice system assessment is to be assessed.

3 (b) Of the total number reported under subdivision (a),
4 the number of traffic civil infractions written under both
5 state and local ordinances that the court assessed and
6 ordered payment of the justice system assessment.

7 (c) Of the number reported under subdivision (b), the
8 number of traffic civil infractions for which the justice
9 system assessment was collected and distributed to the
10 justice system fund created in section 181 of the revised
11 judiciary act of 1961, 1961 PA 236, MCL 600.181.

12 (d) The number of citations, misdemeanors, and felonies
13 written under both state and local ordinances corresponding
14 to a law of this state for a violation of each of the
15 following:

16 (i) Section 617a of the Michigan vehicle code, 1949 PA
17 300, MCL 257.617a.

18 (ii) Section 618 of the Michigan vehicle code, 1949 PA
19 300, MCL 257.618.

20 (iii) Section 625(1) of the Michigan vehicle code, 1949
21 PA 300, MCL 257.625.

22 (iv) Section 625(8) of the Michigan vehicle code, 1949 PA
23 300, MCL 257.625.

24 (v) Section 626 of the Michigan vehicle code, 1949 PA
25 300, MCL 257.626.

26 (vi) Section 676b of the Michigan vehicle code, 1949 PA
27 300, MCL 257.676b.

28 (vii) Section 904 of the Michigan vehicle code, 1949 PA
29 300, MCL 257.904.



1 (3) The sheriffs' duties under the secondary road patrol
2 program, as outlined in section 76(2) of 1846 RS 14, MCL
3 51.76, are to patrol and monitor traffic violations; to
4 enforce the criminal laws of this state, violations of which
5 are observed by or brought to the attention of the sheriff's
6 department while patrolling and monitoring secondary roads;
7 to investigate accidents involving motor vehicles; and to
8 provide emergency assistance to persons on or near a highway
9 or road the sheriff is patrolling and monitoring.

10
11 **ONE-TIME APPROPRIATIONS**

12 Sec. 801. (1) Funds appropriated in part 1 for the
13 Michigan joint task force on jail and pretrial incarceration
14 must be used to support the development and delivery of
15 training for law enforcement, dispatch, and jail officers in
16 the areas of behavioral health and victim services, in
17 accordance with task force recommendations.

18 (2) The unexpended funds appropriated in part 1 for the
19 Michigan joint task force on jail and pretrial incarceration
20 are designated as work project appropriations and any
21 unencumbered or unallotted funds shall not lapse at the end
22 of the fiscal year and shall be available for expenditures
23 for projects under this section until the projects have been
24 completed. The following is in compliance with section
25 451a(1) of the management and budget act, 1984 PA 431, MCL
26 18.1451a:

27 (a) The purpose of the project is to support the
28 development and delivery of training for law enforcement,
29 dispatch, and jail officers, in accordance with task force



1 recommendations.

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

4 (c) The total estimated cost of the project is
5 \$4,200,000.00.

6 (d) The estimated completion date is September 30, 2025.
7

8 PART 2A

9 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

10 FOR FISCAL YEAR 2021-2022
11

12 **GENERAL SECTIONS**

13 Sec. 1001. It is the intent of the legislature to
14 provide appropriations for the fiscal year ending on
15 September 30, 2022 for the line items listed in part 1. The
16 fiscal year 2021-2022 appropriations are anticipated to be
17 the same as those for fiscal year 2020-2021, excluding
18 appropriations designated as one-time appropriations and
19 adjusting for changes in caseload and related costs, federal
20 fund match rates, economic factors, and available revenue.
21 These adjustments will be determined after the January 2021
22 consensus revenue estimating conference.
23

24 ARTICLE 13

25 STATE TRANSPORTATION DEPARTMENT

26 PART 1

27 LINE-ITEM APPROPRIATIONS

28 Sec. 101. There is appropriated for the state
29 transportation department for the fiscal year ending



1 September 30, 2021, from the following funds:

2	DEPARTMENT OF TRANSPORTATION	
3	APPROPRIATION SUMMARY	
4	Full-time equated unclassified positions	6.0
5	Full-time equated classified positions	2,818.3
6	GROSS APPROPRIATION	\$ 5,107,470,600
7	Total interdepartmental grants and	
8	intradepartmental transfers	4,063,100
9	ADJUSTED GROSS APPROPRIATIONS	5,103,407,500
10	Federal revenues:	
11	Total federal revenues	1,424,196,100
12	Special revenue funds:	
13	Total local revenues	80,782,000
14	Total private revenues	900,000
15	Total other state restricted revenues	3,597,529,400
16	State general fund/general purpose	\$ 0
17	Sec. 102. DEBT SERVICE	
18	Airport safety and protection plan	\$ 3,432,000
19	Blue Water Bridge fund	6,810,900
20	Comprehensive transportation	10,903,900
21	Economic development	11,485,800
22	Local bridge fund	2,330,700
23	State trunkline	180,133,000
24	GROSS APPROPRIATION	\$ 215,096,300
25	Appropriated from:	
26	Federal revenues:	
27	Federal aid - transportation programs	55,180,900
28	Special revenue funds:	



1	Blue Water Bridge fund		6,810,900
2	Comprehensive transportation fund		10,903,900
3	Economic development fund		11,485,800
4	Local bridge fund		2,330,700
5	State aeronautics fund		3,432,000
6	State trunkline fund		124,952,100
7	State general fund/general purpose	\$	0
8	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER		
9	AGENCY SUPPORT SERVICES		
10	CTF grant to civil service commission	\$	250,000
11	CTF grant to department of attorney general		107,800
12	CTF grant to department of technology,		
13	management, and budget		48,100
14	CTF grant to department of treasury		41,800
15	CTF grant to legislative auditor general		42,600
16	MTF grant to department of environment, Great		
17	Lakes, and energy		1,497,600
18	MTF grant to department of state for collection		
19	of revenue and fees		20,000,000
20	MTF grant to department of treasury		3,025,400
21	MTF grant to legislative auditor general		345,000
22	SAF grant to civil service commission		150,000
23	SAF grant to department of attorney general		188,200
24	SAF grant to department of technology,		
25	management, and budget		37,500
26	SAF grant to department of treasury		81,600
27	SAF grant to legislative auditor general		33,300
28	STF grant to civil service commission		6,321,000



1	STF grant to department of attorney general		2,135,900
2	STF grant to department of state police		12,170,700
3	STF grant to department of technology,		
4	management, and budget		1,523,500
5	STF grant to department of treasury		148,300
6	STF grant to legislative auditor general		801,500
7	GROSS APPROPRIATION	\$	48,949,800
8	Appropriated from:		
9	Special revenue funds:		
10	Comprehensive transportation fund		490,300
11	Michigan transportation fund		24,868,000
12	State aeronautics fund		490,600
13	State trunkline fund		23,100,900
14	State general fund/general purpose	\$	0
15	Sec. 104. DEPARTMENTAL ADMINISTRATION AND		
16	SUPPORT		
17	Full-time equated unclassified positions	6.0	
18	Full-time equated classified positions	251.3	
19	Unclassified salaries--FTE positions	6.0	\$ 828,600
20	* positions in above line		6
21	Asset management council		1,876,400
22	Business support services--FTEs	41.0	6,797,900
23	Commission audit and support services--FTEs	29.3	3,574,100
24	Economic development and enhancement programs--		
25	FTEs	10.0	1,734,400
26	Finance, contracts, and support services--FTEs	171.0	22,467,400
27	Property management		7,011,400
28	Worker's compensation		1,608,000



1	GROSS APPROPRIATION		\$ 45,898,200
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG for accounting service center user charges		4,063,100
5	Special revenue funds:		
6	Comprehensive transportation fund		1,541,700
7	Economic development fund		405,300
8	Michigan transportation fund		4,394,500
9	State aeronautics fund		775,900
10	State trunkline fund		34,717,700
11	State general fund/general purpose	\$	0
12	Sec. 105. INFORMATION TECHNOLOGY		
13	Information technology services and projects	\$	39,623,000
14	GROSS APPROPRIATION	\$	39,623,000
15	Appropriated from:		
16	Federal revenues:		
17	Federal aid - transportation programs		520,500
18	Special revenue funds:		
19	Blue Water Bridge fund		57,100
20	Comprehensive transportation fund		232,300
21	Economic development fund		38,400
22	Michigan transportation fund		303,600
23	State aeronautics fund		181,200
24	State trunkline fund		38,289,900
25	State general fund/general purpose	\$	0
26	Sec. 106. TRANSPORTATION PLANNING		
27	Full-time equated classified positions	136.0	
28	Planning services--FTEs	136.0	\$ 41,766,500



1	Grants to regional planning councils		488,800
2	GROSS APPROPRIATION	\$	42,255,300
3	Appropriated from:		
4	Federal revenues:		
5	Federal aid - transportation programs		24,000,000
6	Special revenue funds:		
7	Comprehensive transportation fund		622,600
8	Michigan transportation fund		9,859,900
9	State aeronautics fund		15,800
10	State trunkline fund		7,757,000
11	State general fund/general purpose	\$	0
12	Sec. 107. DESIGN AND ENGINEERING SERVICES		
13	Full-time equated classified positions	1,508.3	
14	Program development and delivery--FTEs	1,031.3	\$ 102,492,900
15	System operations management--FTEs	357.0	57,666,100
16	Business services--FTEs	120.0	18,182,300
17	GROSS APPROPRIATION	\$	178,341,300
18	Appropriated from:		
19	Federal revenues:		
20	Federal aid - transportation programs		23,529,800
21	Special revenue funds:		
22	Comprehensive transportation fund		187,100
23	Michigan transportation fund		15,656,100
24	State aeronautics fund		160,300
25	State trunkline fund		138,808,000
26	State general fund/general purpose	\$	0
27	Sec. 108. HIGHWAY MAINTENANCE		
28	Full-time equated classified positions	760.7	



1	State trunkline operations--FTEs	760.7	\$	415,521,900
2	GROSS APPROPRIATION		\$	415,521,900
3	Appropriated from:			
4	Special revenue funds:			
5	State trunkline fund			415,521,900
6	State general fund/general purpose		\$	0
7	Sec. 109. ROAD AND BRIDGE PROGRAM			
8	Cities and villages		\$	633,771,000
9	County road commissions			1,136,717,600
10	Grants to local programs			33,000,000
11	Local agency wetland mitigation bank fund			2,000,000
12	Local bridge program			27,000,100
13	Local federal aid and road and bridge			
14	construction			290,587,800
15	Movable bridge			5,444,100
16	Rail grade crossing			3,000,000
17	Rail grade crossing - surface improvements			3,000,000
18	State trunkline federal aid and road and bridge			
19	construction			1,327,133,800
20	GROSS APPROPRIATION		\$	3,461,654,400
21	Appropriated from:			
22	Federal revenues:			
23	Federal aid - transportation programs			1,112,914,900
24	Special revenue funds:			
25	Local funds			30,003,500
26	Blue Water Bridge fund			7,179,100
27	Local bridge fund			27,000,100
28	Michigan transportation fund			1,816,932,700



1	State trunkline fund		467,624,100
2	State general fund/general purpose	\$	0
3	Sec. 110. BLUE WATER BRIDGE		
4	Full-time equated classified positions	41.0	
5	Blue Water Bridge operations--FTEs	41.0	\$ 6,743,700
6	GROSS APPROPRIATION	\$	6,743,700
7	Appropriated from:		
8	Special revenue funds:		
9	Blue Water Bridge fund		6,743,700
10	State general fund/general purpose	\$	0
11	Sec. 111. TRANSPORTATION ECONOMIC DEVELOPMENT		
12	Community service infrastructure fund	\$	3,000,000
13	Forest roads		5,000,000
14	Rural county primary		7,698,600
15	Rural county urban system		2,500,000
16	Target industries/economic redevelopment		2,897,300
17	Urban county congestion		7,698,600
18	GROSS APPROPRIATION	\$	28,794,500
19	Appropriated from:		
20	Special revenue funds:		
21	Economic development fund		28,794,500
22	State general fund/general purpose	\$	0
23	Sec. 112. AERONAUTICS SERVICES		
24	Full-time equated classified positions	46.0	
25	Air fleet operations and maintenance--FTEs	8.0	\$ 1,774,500
26	Air service program		50,000
27	Aviation services--FTEs	38.0	4,925,500
28	GROSS APPROPRIATION	\$	6,750,000



1	Appropriated from:		
2	Special revenue funds:		
3	State aeronautics fund		6,750,000
4	State general fund/general purpose	\$	0
5	Sec. 113. PUBLIC TRANSPORTATION SERVICES		
6	Full-time equated classified positions	36.0	
7	Passenger transportation services--FTEs	36.0	\$ 6,067,900
8	GROSS APPROPRIATION	\$	6,067,900
9	Appropriated from:		
10	Federal revenues:		
11	Federal aid - transportation programs		972,100
12	Special revenue funds:		
13	Comprehensive transportation fund		5,095,800
14	State general fund/general purpose	\$	0
15	Sec. 114. LOCAL BUS TRANSIT		
16	Local bus operating	\$	193,750,000
17	Nonurban operating/capital		30,027,900
18	GROSS APPROPRIATION	\$	223,777,900
19	Appropriated from:		
20	Federal revenues:		
21	Federal aid - transportation programs		28,027,900
22	Special revenue funds:		
23	Local funds		2,000,000
24	Comprehensive transportation fund		193,750,000
25	State general fund/general purpose	\$	0
26	Sec. 115. INTERCITY PASSENGER AND FREIGHT		
27	Full-time equated classified positions	39.0	
28	Detroit/Wayne County Port Authority	\$	400,000



1	Freight property management		1,000,000
2	Intercity services		7,260,000
3	Marine passenger service		928,000
4	Office of rail--FTEs	39.0	6,779,700
5	Rail operations and infrastructure		98,738,000
6	GROSS APPROPRIATION		\$ 115,105,700
7	Appropriated from:		
8	Federal revenues:		
9	Federal aid - transportation programs		24,500,000
10	Special revenue funds:		
11	Local funds		760,000
12	Private funds		900,000
13	Total private revenues		900,000
14	Comprehensive transportation fund		79,449,500
15	Intercity bus equipment fund		600,000
16	Michigan transportation fund		2,124,300
17	Rail freight fund		6,000,000
18	State trunkline fund		771,900
19	State general fund/general purpose		\$ 0
20	Sec. 116. PUBLIC TRANSPORTATION DEVELOPMENT		
21	Municipal credit program		\$ 2,000,000
22	Service initiatives		8,475,100
23	Specialized services		18,438,900
24	Transit capital - Urban		56,220,700
25	Transit capital - Nonurban		52,850,000
26	Transportation to work		3,875,000
27	Van pooling		150,000
28	GROSS APPROPRIATION		\$ 142,009,700



1	Appropriated from:		
2	Federal revenues:		
3	Federal aid - transportation programs		48,550,000
4	Special revenue funds:		
5	Local funds		35,510,000
6	Comprehensive transportation fund		57,949,700
7	State general fund/general purpose	\$	0
8	Sec. 117. CAPITAL OUTLAY		
9	Salt storage buildings and containment control	\$	2,500,000
10	Special maintenance, remodeling, and additions		3,001,500
11	Airport safety, protection, and improvement		
12	program	\$	121,076,500
13	Detroit Metropolitan Wayne County Airport		4,303,000
14	GROSS APPROPRIATION	\$	130,881,000
15	Appropriated from:		
16	Federal revenues:		
17	Federal aid - transportation programs		106,000,000
18	Special revenue funds:		
19	Local funds		12,508,500
20	Qualified airport fund		4,303,000
21	State aeronautics fund		2,568,000
22	State trunkline fund		5,501,500
23	State general fund/general purpose	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2020-2021

GENERAL SECTIONS

28 Sec. 201. Pursuant to section 30 of article IX of the



1 state constitution of 1963, total state spending from state
 2 sources under part 1 for fiscal year 2020-2021 is
 3 \$3,597,529,400.00 and state spending from state sources to be
 4 paid to local units of government for fiscal year 2020-2021
 5 is \$2,125,342,100.00. The itemized statement below identifies
 6 appropriations from which spending to local units of
 7 government will occur:

8 **STATE TRANSPORTATION DEPARTMENT**

9	Grants to regional planning councils	\$ 488,800
10	Cities and villages	633,771,000
11	County road commissions	1,136,717,600
12	Grants to local programs	33,000,000
13	Local bridge program	27,000,100
14	Local agency wetland mitigation	2,000,000
15	Movable bridge	2,668,700
16	Rail grade crossing	1,500,000
17	Rail grade surface crossing improvements	3,000,000
18	Transportation economic development	25,897,200
19	Air service program	50,000
20	Local bus operating	193,750,000
21	Detroit/Wayne County Port Authority	400,000
22	Marine passenger service	428,000
23	Municipal credit program	2,000,000
24	Service initiatives	6,500,100
25	Specialized services	4,353,900
26	Transit capital	41,070,700
27	Transportation to work	3,875,000



1	Airport safety, protection, and improvement	
2	program	2,568,000
3	Detroit Metropolitan Wayne County Airport	4,303,000
4	Total payments to local units of government	\$ 2,125,342,100

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

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

9 (a) "CTF" means comprehensive transportation fund.

10 (b) "Department" means the state transportation
11 department.

12 (c) "Director" means the director of the department.

13 (d) "DOT" means the United States Department of
14 Transportation.

15 (e) "DOT-FHWA" means DOT, Federal Highway
16 Administration.

17 (f) "FTE" means full-time equated.

18 (g) "IDG" means interdepartmental grant.

19 (h) "MTF" means Michigan transportation fund.

20 (i) "SAF" means state aeronautics fund.

21 (j) "STF" means state trunkline fund.

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

28 Sec. 205. Funds appropriated in part 1 shall not be used
29 for the purchase of foreign goods or services, or both, if



1 competitively priced and of comparable quality American goods
2 or services, or both, are available. Preference shall be
3 given to goods or services, or both, manufactured or provided
4 by Michigan businesses, if they are competitively priced and
5 of comparable quality. In addition, preference shall be given
6 to goods or services, or both, that are manufactured or
7 provided by Michigan businesses owned and operated by
8 veterans, if they are competitively priced and of comparable
9 quality.

10 Sec. 206. The director shall take all reasonable steps
11 to ensure businesses in deprived and depressed communities
12 compete for and perform contracts to provide services or
13 supplies, or both. Each director shall strongly encourage
14 firms with which the department contracts to subcontract with
15 certified businesses in depressed and deprived communities
16 for services, supplies, or both.

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

28 (a) The dates of each travel occurrence.

29 (b) The transportation and related costs of each travel



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

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

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

22 Sec. 210. (1) In addition to the funds appropriated in
23 part 1, there is appropriated an amount not to exceed
24 \$40,000,000.00 for federal contingency funds. These funds are
25 not available for expenditure until they have been
26 transferred to another line item in part 1 pursuant to
27 section 393(2) of the management and budget act, 1984 PA 431,
28 MCL 18.1393.

29 (2) In addition to the funds appropriated in part 1,



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

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

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

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

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

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

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

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



1 (e) Job specifications and wage rates.

2 Sec. 212. Within 14 days after the release of the
3 executive budget recommendation, the department shall
4 cooperate with the state budget office to provide the senate
5 and house appropriations chairs, the chairpersons of the
6 senate and house appropriations subcommittees on
7 transportation, and the senate and house fiscal agencies with
8 an annual report on estimated state restricted fund balances,
9 state restricted fund projected revenues, and state
10 restricted fund expenditures for the fiscal years ending
11 September 30, 2020 and September 30, 2021.

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

16 Sec. 214. Total authorized appropriations from all
17 sources under part 1 for legacy costs for the fiscal year
18 ending September 30, 2021 are \$73,945,200.00. From this
19 amount, total agency appropriations for pension-related
20 legacy costs are estimated at \$35,479,800.00. Total agency
21 appropriations for retiree health care legacy costs are
22 estimated at \$38,465,400.00.

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



1 by law.

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

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

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

13 (2) By April 1 of the current fiscal year and
14 semiannually thereafter, the department shall report to the
15 senate and house appropriations committees, the senate and
16 house appropriations subcommittees on the department budget,
17 and the senate and house fiscal agencies the following
18 information:

19 (a) Number of employees that were engaged in remote work
20 in 2020.

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

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

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

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



1 purposes is exhausted.

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

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

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

23 Sec. 221. To the extent possible, the department shall
24 provide notice to the speaker of the house, the house
25 minority leader, the senate majority leader, the senate
26 minority leader, the house and senate standing committees on
27 transportation, the appropriate house and senate
28 appropriations subcommittees on transportation, and the house
29 and senate fiscal agencies on proposed federal rule changes



1 related to the department that would require amendments to
2 the laws of this state. The notice shall be given within 30
3 business days of the proposed federal rule being posted to
4 the Federal Register and shall include a description of the
5 proposed federal rule, the publication date, the date when
6 public comment closes, the document citation, and a
7 description of the statutory changes needed when the rule is
8 finalized.

9 Sec. 270. In order to reduce costs and maintain quality,
10 it is the intent of the legislature that, excluding the fleet
11 of motor vehicles for the department of state police, the
12 department will prioritize the utilization of remanufactured
13 parts as the primary means of maintenance and repair for the
14 state of Michigan's fleet of motor vehicles.

15

16 **DEPARTMENT ADMINISTRATION AND SUPPORT**

17 Sec. 301. (1) The department may establish a fee
18 schedule and collect fees sufficient to cover the costs to
19 issue the permits that the department is authorized by law to
20 issue upon request, unless otherwise stipulated by law. All
21 permit fees are nonrefundable application fees and shall be
22 credited to the appropriate fund to recover the direct and
23 indirect costs of receiving, reviewing, and processing the
24 requests.

25 (2) A bridge authority shall hold 3 public hearings on
26 an increase in any toll charged by the authority at least 30
27 days before the toll change will become effective. Two of the
28 hearings shall be held within 10 miles of the bridge over
29 which the bridge authority has jurisdiction. One hearing



1 shall be held in Lansing. Public hearings held under this
2 section shall be conducted in accordance with the open
3 meetings act, 1976 PA 267, MCL 15.261 to 15.275, and shall be
4 conducted so as to provide a reasonable opportunity for
5 public comment, including both spoken and written comments.
6 Public hearings under this section shall make reasonable
7 accommodations to allow for participation by the public
8 through electronic formats, including the opportunity to view
9 the public hearing through internet broadcast and to submit
10 comments by digital means.

11 Sec. 304. If, as a requirement of bidding on a highway
12 project, the department requires a contractor to submit
13 financial or proprietary documentation as to how the bid was
14 calculated, that bid documentation shall be kept confidential
15 and shall not be disclosed other than to a department
16 representative without the contractor's written consent. The
17 department may disclose the bid documentation if necessary to
18 address or defend a claim by a contractor.

19 Sec. 305. (1) The department may permit space on public
20 passenger transportation properties to be occupied by public
21 or private tenants on a competitive market rate basis. The
22 department shall require that revenue from the tenants be
23 placed in an account to be used to pay the costs to maintain
24 and improve the property.

25 (2) The department shall charge all public transit
26 agencies and all intercity bus carriers equal rates per
27 square foot, at fair market rates, for leasing space in
28 state-owned intermodal facilities.

29 Sec. 306. (1) The amounts appropriated in part 1 to



1 support tax and fee collection, law enforcement, and other
2 program services provided to the department and to
3 transportation funds by other state departments shall be
4 expended from transportation funds pursuant to annual
5 contracts between the department and those other state
6 departments. The contracts shall be executed prior to the
7 expenditure or obligation of those funds. The contracts shall
8 provide, but are not limited to, the following data
9 applicable to each state department:

10 (a) Estimated costs to be recovered from transportation
11 funds.

12 (b) Description of services provided to the department
13 and/or transportation funds and financed with transportation
14 funds.

15 (c) Detailed cost allocation methods appropriate to the
16 type of services being provided and the activities financed
17 with transportation funds.

18 (2) Not later than 2 months after publication of the
19 state of Michigan comprehensive annual financial report, each
20 state department receiving funding pursuant to an
21 interdepartment contract with the department shall submit a
22 written report to the department, the state budget director,
23 the house and senate fiscal agencies, and the auditor general
24 stating by spending authorization account the amount of
25 estimated funds contracted with the department, the amount of
26 funds expended, the amount of funds returned to the
27 transportation funds, and any unreimbursed transportation-
28 related costs incurred but not billed to transportation
29 funds. A copy of the report shall be submitted to the auditor



1 general, and the report shall be subject to audit.

2 (3) The auditor general shall use a risk-based approach
3 in developing an audit program for the use of transportation
4 funds.

5 Sec. 307. Before March 1 of each year, the department
6 will provide to the legislature, the state budget director,
7 and the house and senate fiscal agencies its rolling 5-year
8 plan listing by county or by county road commission all
9 highway construction projects for the fiscal year and all
10 expected projects for the ensuing fiscal years.

11 Sec. 308. By January 15, 2021, the department must
12 provide a report to the legislature that includes all of the
13 following:

14 (a) A list of all real estate owned or held by the
15 department.

16 (b) The current market value of any real estate owned or
17 held by the department.

18 (c) The amount paid for any real estate owned or held by
19 the department.

20 (d) A list of any real estate sold by the department
21 during the prior fiscal year, along with the amount of the
22 sale and the names of the purchasers of the real estate.

23 Sec. 309. No later than 90 days before the close of the
24 fiscal year, the department shall compile and issue a report
25 to the legislature regarding the use of employee
26 accountability systems, including electronic monitoring of
27 FTEs, contractors, part-time workers, and vendors. The report
28 must include, but is not limited to, all of the following:

29 (a) The number of individuals being monitored during the



1 fiscal year.

2 (b) The standards used to assess individual performance.

3 (c) Any general findings from the accountability
4 systems.

5 (d) Any specific findings from the accountability
6 systems.

7 (e) A list of any corrective measures taken as a result
8 of any findings from the accountability systems.

9 (f) The standards by which the department applied
10 personnel corrective measures.

11 (g) A good-faith estimate of the dollar value of the
12 losses to the state as tracked by the accountability systems.

13 Sec. 310. The department shall provide in a timely
14 manner copies of the agenda, approved minutes, and audio
15 recording of monthly transportation commission meetings to
16 the members of the house and senate appropriations
17 subcommittees on transportation, the house and senate fiscal
18 agencies, and the state budget director.

19 Sec. 313. (1) From funds appropriated in part 1, the
20 department may increase a state infrastructure bank program
21 and grant or loan funds in accordance with regulations of the
22 state infrastructure bank program of the United States
23 Department of Transportation. The state infrastructure bank
24 is to be administered by the department for the purpose of
25 providing a revolving, self-sustaining resource for financing
26 transportation infrastructure projects.

27 (2) In addition to funds provided in subsection (1),
28 money received by the state as federal grants, repayment of
29 state infrastructure bank loans, or other reimbursement or



1 revenue received by the state as a result of projects funded
2 by the program and interest earned on that money shall be
3 deposited in the revolving state infrastructure bank fund and
4 shall be available for transportation infrastructure
5 projects. At the close of the fiscal year, any unencumbered
6 funds remaining in the state infrastructure bank fund shall
7 remain in the fund and be carried forward into the succeeding
8 fiscal year. The department must obtain approval of both the
9 house of representatives and the senate prior to increasing a
10 state infrastructure bank program.

11 (3) The department shall submit a report to the state
12 budget director, the house and senate appropriations
13 subcommittees on transportation, and the house and senate
14 fiscal agencies on the status of the state infrastructure
15 bank. The report shall be submitted on or before December 1,
16 2020. The report shall include all of the following:

17 (a) The balance in the state infrastructure bank at
18 September 30, 2020, including a breakdown of the balance by
19 cash and cash equivalents, outstanding loans, and balance
20 available for loan to local agencies.

21 (b) A breakdown of the state infrastructure loan balance
22 by amounts designated as originating from federal sources and
23 the amounts originating from nonfederal sources.

24 (c) A list of outstanding loans by agency, original loan
25 amount, project description, loan term, and amount
26 outstanding.

27 Sec. 319. The department shall post signs at each rest
28 area to identify the agency or contractor responsible for
29 maintenance of the rest area. The signs shall include a



1 department telephone number and shall indicate that unsafe or
2 unclean conditions at the rest area may be reported to that
3 telephone number.

4 Sec. 328. From the funds appropriated in part 1, section
5 104, the department shall do the following:

6 (a) Not later than 90 days before the close of the
7 fiscal year, the department shall issue a report to each
8 house of the legislature regarding freedom of information act
9 compliance by the department that includes all of the
10 following:

11 (i) The estimated cost and number of staff hours spent
12 by the department to comply with the freedom of information
13 act during the reporting period.

14 (ii) The estimated number of freedom of information act
15 requests to the department, listed by subject area, during
16 the reporting period.

17 (iii) A copy of each freedom of information act request
18 to the department during the reporting period.

19 (iv) A copy of each freedom of information act response
20 by the department to the requester during the reporting
21 period.

22 (v) Any documents relating to an appeal or contested
23 case involving a freedom of information act request to the
24 department during the reporting period.

25 (b) The department shall submit the report described in
26 subdivision (a) in electronic format.

27 Sec. 353. (1) The department shall review its contractor
28 payment process and ensure that all prime contractors are
29 paid promptly. The department shall ensure that prime



1 contractors are in compliance with special provision 109.10
2 regarding the prompt payment of subcontractors.

3 (2) The department shall report to the house and senate
4 appropriations subcommittees on transportation and the house
5 and senate fiscal agencies, by April 10 of each year, on its
6 compliance with this section. The report shall include each
7 instance of late payment of contractors and subcontractors,
8 the amounts due each contractor and subcontractor, and copies
9 of those documents.

10 Sec. 357. When presented with complete local federal aid
11 project submittals, the department shall complete all
12 necessary reviews and inspections required to let local
13 federal aid projects within 120 days of receipt. The
14 department shall implement a system for monitoring the local
15 federal aid project review process.

16 Sec. 375. The department is prohibited from reimbursing
17 contractors or consultants for costs associated with
18 groundbreaking ceremonies, receptions, open houses, or press
19 conferences related to transportation projects funded, in
20 whole or in part, by revenue appropriated in part 1.

21 Sec. 376. The department shall not spend funds
22 appropriated in part 1 for the purpose of examining the
23 potential association between commercial signs, outdoor
24 advertising signs, billboards, digital billboards, or
25 commercial electronic variable message signs and motor
26 vehicle activity or motor vehicle driver behavior.

27 Sec. 377. No funds from the appropriation in part 1 may
28 be expended for any contractual service contract with a value
29 in excess of \$100,000.00 with any vendor in which a former



1 department director has direct input into the solicitation
2 response or contract negotiation process, or will be
3 compensated for any work performed on the contract within 24
4 months of that former director's last employment with the
5 department. This section may be waived by resolution of the
6 Michigan house of representatives and senate.

7 Sec. 378. Within 120 days after this act becomes
8 effective, the department will produce a report related to
9 international hazardous materials routing. The report shall
10 include the primary and alternate routes to be used during
11 transport, discuss why these are the preferred routes in
12 terms of avoiding residential areas, peak traffic hours,
13 hazardous road conditions, including maps of the vicinities
14 near public crossings that clearly identify emergency
15 response and enforcement resources, and repair facilities
16 along the route. Features of the proposed route that require
17 attention include the location of enforcement and emergency
18 response resources and jurisdictions, potential road and
19 traffic hazards, and population centers.

20 Sec. 381. The department shall require as a condition of
21 each contract or subcontract for construction, maintenance,
22 or engineering services that the prequalified contractor or
23 prequalified subcontractor agree to use the E-Verify system
24 to verify that all persons hired during the contract term by
25 the contractor or subcontractor are legally present and
26 authorized to work in the United States. The department may
27 verify this information directly or may require contractors
28 and subcontractors to verify the information and submit a
29 certification to the department. The department shall report



1 to the house and senate appropriations committees and the
2 house and senate fiscal agencies by March 1 of each year
3 describing the processes it has developed and implemented
4 under provisions of this section. As used in this section,
5 "E-Verify" means an internet-based system operated by the
6 Department of Homeland Security, U.S. Citizenship and
7 Immigration Services in partnership with the Social Security
8 Administration.

9 Sec. 382. In administering a contract with a county road
10 commission, city, or village that allocates costs of
11 construction or reconstruction of highways, roads, and
12 streets as provided in section 18d of 1951 PA 51, MCL
13 247.668d, the department shall submit the final cost-sharing
14 bill to the county road commission, city, or village not
15 later than 2 years after the date of the final contract
16 payment to the construction contractor.

17 Sec. 383. (1) The department shall prepare a report on
18 use of department-owned aircraft during the fiscal year
19 ending September 30, 2020. With respect to each department-
20 owned aircraft, the report shall include all of the
21 following:

22 (a) Total hours of usage.

23 (b) Description of specific flights including dates of
24 travel, names of passengers including state agency,
25 university, or local government affiliation, travel origin
26 and destination, and total estimated costs associated with
27 the air travel.

28 (2) The report shall be submitted to the senate and
29 house appropriations subcommittees on transportation, state



1 budget director, and the house and senate fiscal agencies no
2 later than February 1, 2021.

3 (3) The department shall maintain a system for
4 recovering the cost of operating department-owned aircraft
5 through charges to aircraft users.

6 (4) From the funds appropriated in part 1, the
7 department is prohibited from transporting legislators or
8 legislative staff on state-owned aircraft without prior
9 approval from the senate majority leader or the speaker of
10 the house of representatives and only when the aircraft is
11 already scheduled by state agencies on related official state
12 business.

13 Sec. 384. (1) Except as otherwise provided in subsection
14 (2), the department shall not obligate the state to expend
15 any state transportation revenue for construction planning or
16 construction of the Gordie Howe International Crossing or a
17 renamed successor. In addition, except as provided in
18 subsection (2), the department shall not commit the state to
19 any new contract related to the construction planning or
20 construction of the Gordie Howe International Crossing or a
21 renamed successor that would obligate the state to expend any
22 state transportation revenue. An expenditure for staff
23 resources used in connection with project activities, which
24 expenditure is subject to full and prompt reimbursement from
25 Canada, shall not be considered an expenditure of state
26 transportation revenue.

27 (2) If the legislature enacts specific enabling
28 legislation for the construction of the Gordie Howe
29 International Crossing or a renamed successor, subsection (1)



1 does not apply once the enabling legislation goes into
2 effect.

3 Sec. 385. (1) The department shall submit monthly
4 reports to the state budget director, the speaker of the
5 house of representatives, the house of representatives
6 minority leader, the senate majority leader, the senate
7 minority leader, the house and senate appropriations
8 subcommittees on transportation, and the house and senate
9 fiscal agencies on all of the following:

10 (a) All expenditures made by the state related to the
11 Gordie Howe Bridge.

12 (b) All reimbursements made by Canada under section
13 384(1) of this part to the state for expenditures for staff
14 resources used in connection with project activities.

15 (c) All eminent domain and condemnation powers used, the
16 related real estate involved in any governmental taking, the
17 price paid for those properties, and the beneficiary's name
18 or associated corporation.

19 (2) The initial report required under subsection (1)
20 shall be submitted on or before December 1, 2020. The initial
21 report shall cover the fiscal year ending September 30, 2020.

22 Sec. 386. (1) On or before May 1 of each year, the
23 department shall submit a report to the state budget
24 director, the house and senate appropriations subcommittees
25 on transportation, and the house and senate fiscal agencies
26 on its toll credit program. The report shall include the
27 following information:

28 (a) The amount of toll credits earned and certified by
29 the DOT-FHWA in the prior fiscal year.



1 (b) The value of toll credits used by programs and
2 projects in the previous fiscal year.

3 (c) The balance of available toll credits at the end of
4 the prior fiscal year.

5 (d) A discussion of the department's strategy for using
6 toll credits.

7 (2) The department shall use toll credits to match
8 grants from federal funds in the following order of priority:

9 (a) Bridge construction and preservation projects.

10 (b) Local road agency projects.

11 (c) State trunkline road projects.

12 (d) Rail infrastructure projects.

13 (e) Transit capital grants.

14 (f) Aeronautics capital grants.

15 (g) Any other eligible projects.

16 (h) Bike paths.

17 Sec. 387. (1) Within 60 days of completion of any formal
18 traffic study, formal traffic control study, or formal
19 traffic mitigation study, the department shall post the
20 results of the study on the department's website.

21 (2) As used in this section, the terms "traffic study",
22 "traffic control study", and "traffic mitigation study"
23 include, but are not limited to, investigations into the need
24 for traffic lights, reviews of traffic speeds and related
25 recommendations regarding speed limits, and ways to improve
26 traffic flow during peak travel times.

27 Sec. 389. Within 30 days of entering into a long-term
28 agreement with a private contractor, a public agency, or a
29 partnership between 1 or more private contractors or public



1 agencies, the department shall notify the state budget
2 director, the house and senate appropriations subcommittees
3 on transportation, and the house and senate fiscal agencies
4 of the agreement, including the subject of the agreement, the
5 term of the agreement, and financial obligations under the
6 agreement. As used in this section, "long-term agreement"
7 means an agreement that obligates the department for a period
8 of 5 years or more and that actually or contingently
9 obligates the department to make payments over the contract
10 period of \$5,000,000.00 or more.

11 Sec. 390. (1) Within 14 days after the release of the
12 executive budget recommendation, the department shall report
13 on prior fiscal year revenues, expenditures, and ending
14 balances, including a description of obligations or
15 restrictions in ending balances, for the following funds and
16 accounts:

- 17 (a) The moveable bridge fund.
 - 18 (b) The rail grade crossing account.
 - 19 (c) The transportation economic development fund.
 - 20 (d) The roads and risks reserve fund.
 - 21 (e) Any unencumbered general fund revenue.
 - 22 (f) Any unexpended federal earmarks.
- 23 (2) The department shall transmit the reports required
24 under this section to the state budget director, the house
25 and senate appropriations subcommittees on transportation,
26 and the house and senate fiscal agencies.

27 Sec. 391. The department shall not use any funds from
28 the appropriations in part 1 to perform, or to assist any
29 other state department in performing, inspections or testing



1 of motor fuel quality.

2 Sec. 393. (1) The department shall promote best
3 practices for public transportation services in this state,
4 including, but not limited to, all the following:

5 (a) Transit vehicle rehabilitation to reduce life-cycle
6 cost of public transportation through midlife rehabilitation
7 of transit buses.

8 (b) Cooperation between entities using transit,
9 including school districts, cities, townships, and counties
10 with a view to promoting cost savings through joint
11 purchasing of fuel and other procurements.

12 (c) Coordination of transportation dollars among state
13 departments which provide transit-related services, including
14 the department of health and human services. Priority should
15 be given to use of public transportation services where
16 available.

17 (d) Promotion of intelligent transportation services for
18 buses that incorporate computer and navigation technology to
19 make transit systems more efficient, including stoplight
20 coordinating, vehicle tracking, data tracking, and
21 computerized scheduling.

22 Sec. 394. The department and local road agencies shall
23 make the preservation of their existing road networks a
24 funding priority.

25 Sec. 395. From the funds appropriated in part 1 for
26 state trunkline federal aid road and bridge construction, the
27 department may expend up to \$10,000,000.00 on highway
28 maintenance activities to support safety-related, high-
29 priority, and other deferred routine maintenance needs on



1 Michigan's state trunkline network.

2 Sec. 398. The department shall continue to work to
3 eliminate fatalities and serious injuries on Michigan's
4 trunkline network and shall maintain the Toward Zero Deaths
5 statewide safety campaign. The department shall prioritize
6 additional median cable guardrail installation when
7 appropriate to address trunkline locations with a history of
8 correctable fatal and serious injury crashes.

9 Sec. 399. From the funds appropriated for state
10 trunkline federal aid and road and bridge construction, not
11 less than 10% shall be spent on capital preventative
12 maintenance of state trunkline, as defined in section 10c of
13 1951 PA 51, MCL 247.660c.

14

15 **FEDERAL**

16 Sec. 402. A portion of the federal DOT-FHWA highway
17 research, planning, and construction funds made available to
18 this state shall be allocated to transportation programs
19 administered by local jurisdictions in accordance with
20 section 10o of 1951 PA 51, MCL 247.660o. A local road agency,
21 with respect to a project approved for federal aid funding in
22 a state transportation improvement program, may enter into a
23 voluntary buyout agreement with the department or with
24 another local road agency to exchange the federal aid with
25 state restricted transportation funds as agreed to by the
26 respective parties. The state restricted transportation funds
27 received in exchange for federal aid funds shall be used for
28 the same purpose as the federal aid funds were originally
29 intended.



1

MICHIGAN TRANSPORTATION FUND

3 Sec. 501. The money received under the motor carrier
4 act, 1933 PA 254, MCL 475.1 to 479.42, and not appropriated
5 to the department of licensing and regulatory affairs or the
6 department of state police is deposited in the Michigan
7 transportation fund.

8 Sec. 503. (1) At the close of the fiscal year, funds
9 appropriated in part 1 for the transportation economic
10 development program shall lapse to the transportation
11 economic development fund.

12 (2) At the close of the fiscal year, funds appropriated
13 in part 1 for the local bridge program shall carry forward
14 and are appropriated for the purposes defined in section
15 10(5) of 1951 PA 51, MCL 247.660.

16 (3) Interest earned in the department of transportation
17 economic development fund and local bridge fund shall remain
18 in the respective funds and shall be allocated to the
19 respective programs based on actual interest earned at the
20 end of each fiscal year.

21 (4) In addition to the funds appropriated in part 1, the
22 department of transportation economic development fund and
23 local bridge fund may receive federal, local, or private
24 funds or restricted source funds such as interest earnings.
25 These funds are appropriated for projects that are consistent
26 with the purposes of the respective funds.

27 (5) None of the funds statutorily dedicated to the
28 transportation economic development fund and local bridge
29 fund shall be diverted to other projects.



1 Sec. 504. Funds from the Michigan transportation fund
2 shall be distributed to the comprehensive transportation
3 fund, the economic development fund, the recreation
4 improvement fund, and the state trunkline fund, in accordance
5 with this part and part 1 and part 711 of the natural
6 resources and environmental protection act, 1994 PA 451, MCL
7 324.71101 to 324.71108, and may only be used as specified in
8 this part and part 1, 1951 PA 51, MCL 247.651 to 247.675, and
9 part 711 of the natural resources and environmental
10 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

11 Sec. 505. The department shall regularly assess the need
12 and viability to host meetings open to all local units of
13 government, including county, city, and village officials in
14 the state of Michigan to provide information on the
15 availability of state and federal grant and loan programs and
16 opportunities for local road and bridge repair and
17 reconstruction projects. The meetings may be conducted online
18 or in person and when possible should be conducted in
19 partnership with outside associations and other state
20 agencies.

21
22 **STATE TRUNKLINE FUND**

23 Sec. 601. The department shall maintain documentation to
24 support initial acceptance of warrantied projects, interim
25 and final inspections, and notifications to contractors that
26 the warranty period had expired. The department also shall
27 review and evaluate consultant evaluation requirements or
28 recommendations and update existing policies and procedures
29 accordingly.



1 Sec. 604. At the close of the fiscal year, any
2 unencumbered and unexpended balance in the state trunkline
3 fund shall remain in the state trunkline fund and shall carry
4 forward and is appropriated for federal aid road and bridge
5 programs for projects contained in the annual state
6 transportation program.

7 Sec. 612. The department shall establish guidelines
8 governing incentives and disincentives provided under
9 contracts for state trunkline projects. The guidelines shall
10 include specific financial information concerning incentives
11 and disincentives. On or before January 1 of each year, the
12 department shall prepare a report for the immediately
13 preceding fiscal year regarding contract incentives and
14 disincentives. This report shall include a list, by project,
15 of the contractors that received contract incentives and/or
16 disincentives, the amount of the incentives and/or
17 disincentives, the fund source of any incentives, and the
18 number of days that each project was completed either ahead
19 or past the contracted completion date. This report shall be
20 provided to the senate and house appropriations subcommittees
21 on transportation, the senate and house standing committees
22 on transportation, and the senate and house fiscal agencies.

23 Sec. 613. (1) On or before February 1 of each year, the
24 department shall prepare a report on all capital federal aid
25 participating construction projects completed in the prior
26 fiscal year. The report shall include the following
27 information:

- 28 (a) Location of the project.
29 (b) General description of the project.



- 1 (c) As-bid cost of the project.
- 2 (d) As-built cost of the project.
- 3 (e) Estimated completion date.
- 4 (f) Actual completion date.
- 5 (g) Whether design engineering was performed by
6 department staff or contract engineering consultants, and, if
7 performed by contract engineering consultants, the name of
8 the contract engineering consultant firm or firms.
- 9 (h) Design engineering costs.
- 10 (i) Whether construction engineering was performed by
11 department staff or contract engineering consultants, and, if
12 performed by contract engineering consultants, the name of
13 the contract engineering consultant firm or firms.
- 14 (j) Construction engineering costs.
- 15 (k) Design life.
- 16 (2) The report shall include a discussion of design
17 engineering and construction engineering costs as a
18 proportion of total project costs and in comparison with
19 other state transportation agencies. The report shall also
20 include a discussion of relative efficiency and effectiveness
21 of work performed by department staff and work performed by
22 contract engineering consultants.
- 23 (3) The report described in this section shall be
24 provided to the senate and house appropriations subcommittees
25 on transportation, the senate and house standing committees
26 on transportation, and the senate and house fiscal agencies.
- 27 Sec. 660. (1) The legislature encourages the department
28 to examine the use of alternative road surface materials,
29 including recycled materials and flexible concrete, and to



1 develop criteria and specifications for their use in both
2 department-managed and contracted projects.

3 (2) The department shall report on efforts taken to
4 implement this section. The report shall include descriptions
5 of specific materials evaluated, evaluation methods, and
6 results of specific field or laboratory tests. The department
7 shall complete and submit the report to the state budget
8 director, the house and senate appropriations subcommittees
9 on transportation, and the house and senate fiscal agencies
10 on or before March 1 of each year.

11 Sec. 661. (1) From funds appropriated in part 1, the
12 department shall establish a collaborative stakeholder group
13 to review innovative road materials and innovative road and
14 bridge design and construction specifications. The
15 collaborative group shall include representatives from the
16 following stakeholder groups:

17 (a) The DOT-FHWA.

18 (b) An appointee of the speaker of the house of
19 representatives.

20 (c) An appointee of the senate majority leader.

21 (d) The Asphalt Pavement Association of Michigan.

22 (e) The Michigan Concrete Association.

23 (f) The Michigan Council of Engineering Companies of
24 Michigan.

25 (g) The Michigan Infrastructure and Transportation
26 Association.

27 (h) The County Road Association of Michigan.

28 (i) The Michigan Municipal League.

29 (j) The Michigan Association of Drain Commissioners.



1 (k) The Michigan Aggregates Association.

2 (l) The Michigan Association of Counties.

3 (m) The Michigan Road Preservation Association.

4 (2) Beginning July 1, 2021, the department shall report
5 quarterly on the activities of the collaborative stakeholder
6 group established under this section. The report shall be
7 provided by April 1, 2021, to the house appropriations
8 committee, the senate appropriations committee, the house
9 standing committee on transportation and infrastructure, the
10 senate standing committee on transportation and
11 infrastructure, and the house and senate fiscal agencies. The
12 report shall describe the innovative materials and innovative
13 road and bridge design and construction specifications
14 submitted for review. The report shall also describe, of the
15 innovative materials and innovative road and bridge design
16 and construction specifications submitted for review, the
17 submissions recommended for adoption by the department and
18 the submissions not recommended for adoption by the
19 department. The department shall provide recipients with
20 updated reports on activities of the collaborative
21 stakeholder group by July 1, 2021 and September 30, 2021.

22

23 **TRANSIT AND RAIL RELATED FUNDS**

24 Sec. 701. The department shall establish an intercity
25 bus equipment and facility fund as a subsidiary fund within
26 the comprehensive transportation fund created under section
27 10b of 1951 PA 51, MCL 247.660b. Proceeds received by this
28 state from the sale of state-owned intercity bus equipment
29 shall be credited to the intercity bus equipment and facility



1 fund for the purchase and repair of intercity bus equipment,
2 as appropriated. Security deposits not returned to a lessee
3 of state-owned intercity bus equipment under terms of the
4 lease agreement shall be credited to the intercity bus
5 equipment and facility fund for the repair of intercity bus
6 equipment, as appropriated. Money received by the department
7 from lease payments for state-owned intercity bus equipment,
8 and facility maintenance charges under terms of leases of
9 state-owned intercity facilities, shall be credited to the
10 intercity bus equipment and facility fund for the purchase
11 and repair of intercity bus equipment or for the maintenance
12 and rehabilitation of state-owned intercity facilities, as
13 appropriated. At the close of the fiscal year, any funds
14 remaining in the intercity bus equipment and facility fund
15 shall remain in the fund and be carried forward into the
16 succeeding fiscal year.

17 Sec. 702. Money that is received by this state as
18 repayment for loans made for rail or water freight capital
19 projects, and as a result of the sale of property or
20 equipment used or projected to be used for rail or water
21 freight projects shall be deposited in the rail freight fund
22 created by section 17 of the state transportation
23 preservation act of 1976, 1976 PA 295, MCL 474.67. At the
24 close of the fiscal year, any funds remaining in the rail
25 freight fund shall remain in the fund and be carried forward
26 into the succeeding fiscal year.

27 Sec. 703. After receiving notification from a railroad
28 company pursuant to section 8 of the state transportation
29 preservation act of 1976, 1976 PA 295, MCL 474.58, the



1 department shall immediately notify the house of
2 representatives and senate appropriations subcommittees on
3 transportation and the state budget office that the railroad
4 company has filed with the appropriate governmental agencies
5 for abandonment of a line.

6 Sec. 704. From the funds appropriated in part 1, the
7 department shall prepare and transmit a report that provides
8 detail regarding the department's obligations for programs
9 funded under the appropriation in part 1 for rail operations
10 and infrastructure. The report shall include a breakdown of
11 the appropriation by program, year-to-date obligations under
12 each program itemized by project, and an estimate of future
13 obligations under each program itemized by project for the
14 remainder of the fiscal year. The initial report shall be
15 submitted to the senate and house appropriations
16 subcommittees on transportation, the state budget director,
17 and the senate and house fiscal agencies, on or before
18 February 1, 2021. The department also shall update and
19 resubmit the final report on or before November 1, 2021.

20 Sec. 706. The Detroit/Wayne County Port Authority shall
21 issue a complete operations assessment and a financial
22 disclosure statement. The operations assessment shall include
23 operational goals for the next 5 years and recommendations to
24 improve land acquisition and development efficiency. The
25 report shall be completed and submitted to the house of
26 representatives and senate appropriations subcommittees on
27 transportation, the state budget director, and the house and
28 senate fiscal agencies by June 30 of each fiscal year for the
29 prior fiscal year.



1 Sec. 707. (1) Before March 1 of each year, the
2 department will provide to the legislature, the state budget
3 office, and the house and senate fiscal agencies its rail
4 strategic plan. The strategic plan shall include, but is not
5 limited to, a rolling 5-year rail plan and summary of the
6 department's obligations for programs funded under the
7 appropriation in part 1 for rail operations and
8 infrastructure.

9 (2) The rolling 5-year rail plan shall include, but is
10 not limited to, all the following:

11 (a) A listing by county of all rail infrastructure
12 projects on rail lines within the state utilizing state
13 funds, and the estimated cost of each project.

14 (b) The actual or projected state expenditures for
15 operation of passenger rail service.

16 (c) The actual or projected state expenditures for
17 maintenance of passenger service rail lines.

18 (3) The period of the rolling 5-year rail plan includes
19 the current fiscal year and the 4 fiscal years immediately
20 following the current fiscal year.

21 (4) The summary of the department's obligations for
22 programs funded under the appropriation in part 1 for rail
23 operations and infrastructure shall include a breakdown of
24 the appropriation by program, year-to-year obligations under
25 each program itemized by project, and an estimate of future
26 obligations under each program itemized by project for the
27 remainder of the fiscal year.

28 Sec. 719. It is the intent of the legislature that by
29 September 30, 2021, each subsidized elderly and medical



1 transit system located in a county with a population of
2 100,000 or more must determine that system's estimated cost
3 per rider. It is the intent of the legislature that during
4 the fiscal year, each system must issue a request for
5 proposals from ride-sharing companies for 50% of the system's
6 anticipated service.

7 Sec. 720. It is the intent of the legislature that all
8 transit agencies in Michigan should strive to achieve a
9 farebox recovery rate of not less than 6%.

10 Sec. 735. For the fiscal year ending September 30, 2021,
11 the appropriation to a street railway pursuant to section
12 10e(22) of 1951 PA 51, MCL 247.660e, is \$0.

13 Sec. 752. At least once each fiscal year, the department
14 shall meet with representatives of a rail industry trade
15 association to provide information on the availability of
16 rail infrastructure loan and grant funding programs and
17 freight economic development project opportunities.

18 Sec. 753. From the funds appropriated in part 1 for
19 marine passenger service, 60% must be spent on eligible
20 entities servicing multiple destinations. The remaining funds
21 must be spent on eligible entities servicing a single
22 destination.

23

24 **AERONAUTICS FUND**

25 Sec. 801. Except as otherwise provided in section 903 of
26 this part for capital outlay, at the close of the fiscal
27 year, any unobligated and unexpended balance in the state
28 aeronautics fund created in the aeronautics code of the state
29 of Michigan, 1945 PA 327, MCL 259.1 to 259.208, shall lapse



1 to the state aeronautics fund and be appropriated by the
2 legislature in the immediately succeeding fiscal year.

3

4 **CAPITAL OUTLAY**

5 Sec. 901. (1) From federal-state-local project
6 appropriations contained in part 1 for the purpose of
7 assisting political entities and subdivisions of this state
8 in the construction and improvement of publicly used airports
9 and landing fields within this state, the state
10 transportation department may permit the award of contracts
11 on behalf of units of local government for the authorized
12 locations not to exceed the indicated amounts, of which the
13 state allocated portion shall not exceed the amount
14 appropriated in part 1.

15 (2) Political entities and subdivisions shall provide
16 not less than 5% of the cost of any project under this
17 section, unless a total nonfederal share less than 10% is
18 otherwise specified in federal law. State money shall not be
19 allocated until local money is allocated. State money for any
20 1 project shall not exceed 1/3 of the total appropriation in
21 part 1 from state funds for airport improvement programs.

22 (3) The Michigan aeronautics commission may take those
23 steps necessary to match federal money available for airport
24 construction and improvement within this state and to meet
25 the matching requirements of the federal government. Whether
26 acting alone or jointly with another political subdivision or
27 public agency or with this state, a political subdivision or
28 public agency of this state shall not submit to any agency of
29 the federal government a project application for airport



1 planning or development unless it is authorized in this part
 2 and part 1 and the project application is approved by the
 3 governing body of each political subdivision or public agency
 4 making the application and by the Michigan aeronautics
 5 commission.

6 Sec. 903. The appropriations in part 1 for capital
 7 outlay shall be carried forward at the end of the fiscal year
 8 consistent with the provisions of section 248 of the
 9 management and budget act, 1984 PA 431, MCL 18.1248.

10
 11 ARTICLE 14
 12 SUPPLEMENTAL APPROPRIATIONS
 13 PART 1
 14 LINE-ITEM APPROPRIATIONS
 15 FOR FISCAL YEAR 2019-2020

16 Sec. 101. There is appropriated for the various state
 17 departments and agencies to supplement appropriations for the
 18 fiscal year ending September 30, 2020, from the following
 19 funds:

20 APPROPRIATION SUMMARY		
21	GROSS APPROPRIATION	\$ 214,984,500
22	Interdepartmental grant revenues:	
23	Total interdepartmental grants and	
24	intradepartmental transfers	0
25	ADJUSTED GROSS APPROPRIATION	\$ 214,984,500
26	Federal revenues:	
27	Total federal revenues	340,820,800
28	Special revenue funds:	



1	Total local revenues	(11,350,500)
2	Total private revenues	0
3	Total other state restricted revenues	(83,281,600)
4	State general fund/general purpose	\$ (31,204,200)
5	Sec. 102. DEPARTMENT OF EDUCATION	
6	(1) APPROPRIATION SUMMARY	
7	GROSS APPROPRIATION	\$ (10,000,000)
8	Interdepartmental grant revenues:	
9	Total interdepartmental grants and	
10	intradepartmental transfers	0
11	ADJUSTED GROSS APPROPRIATION	\$ (10,000,000)
12	Federal revenues:	
13	Total federal revenues	(10,000,000)
14	Special revenue funds:	
15	Total local revenues	0
16	Total private revenues	0
17	Total other state restricted revenues	0
18	State general fund/general purpose	\$ 0
19	(2) ONE-TIME APPROPRIATIONS	
20	Child care rate reduction stipend	\$ (125,000,000)
21	Child care supports	115,000,000
22	GROSS APPROPRIATION	\$ (10,000,000)
23	Appropriated from:	
24	Federal revenues:	
25	Coronavirus relief fund	(10,000,000)
26	State general fund/general purpose	\$ 0
27	Sec. 103. DEPARTMENT OF HEALTH AND HUMAN	
28	SERVICES	



1	(1) APPROPRIATION SUMMARY	
2	GROSS APPROPRIATION	\$ 323,750,500
3	Interdepartmental grant revenues:	
4	Total interdepartmental grants and	
5	intradepartmental transfers	0
6	ADJUSTED GROSS APPROPRIATION	\$ 323,750,500
7	Federal revenues:	
8	Total federal revenues	449,911,800
9	Special revenue funds:	
10	Total local revenues	(11,350,500)
11	Total private revenues	0
12	Total other state restricted revenues	(83,281,600)
13	State general fund/general purpose	\$ (31,529,200)
14	(2) CHILDREN'S SERVICES AGENCY - CHILD WELFARE	
15	Adoption subsidies	\$ 133,200
16	Child care fund	3,953,600
17	Foster care payments	0
18	Guardianship assistance program	43,900
19	GROSS APPROPRIATION	\$ 4,130,700
20	Appropriated from:	
21	Federal revenues:	
22	Social security act, temporary assistance for	
23	needy families	434,200
24	Total other federal revenues	10,859,500
25	State general fund/general purpose	\$ (7,163,000)
26	(3) PUBLIC ASSISTANCE	
27	Family independence program	\$ (4,964,100)
28	State disability assistance payments	(2,303,100)



1	State supplementation	(133,500)
2	GROSS APPROPRIATION	\$ (7,400,700)
3	Appropriated from:	
4	Special revenue funds:	
5	Supplemental security income recoveries	(600,000)
6	State general fund/general purpose	\$ (6,800,700)
7	(4) FIELD OPERATIONS AND SUPPORT SERVICES	
8	Food assistance reinvestment	\$ 10,466,000
9	GROSS APPROPRIATION	\$ 10,466,000
10	Appropriated from:	
11	State general fund/general purpose	\$ 10,466,000
12	(5) BEHAVIORAL HEALTH SERVICES	
13	Autism services	\$ 5,014,800
14	Healthy Michigan plan - behavioral health	20,195,100
15	Medicaid mental health services	90,193,300
16	Medicaid substance use disorder services	(320,900)
17	GROSS APPROPRIATION	\$ 115,082,300
18	Appropriated from:	
19	Federal revenues:	
20	Total other federal revenues	93,581,300
21	Special revenue funds:	
22	Total other state restricted revenues	(862,200)
23	State general fund/general purpose	\$ 22,363,200
24	(6) CHILDREN'S SPECIAL HEALTH CARE SERVICES	
25	Medical care and treatment	\$ 12,646,700
26	GROSS APPROPRIATION	\$ 12,646,700
27	Appropriated from:	
28	Federal revenues:	



1	Total other federal revenues	8,689,500
2	State general fund/general purpose	\$ 3,957,200
3	(7) MEDICAL SERVICES	
4	Adult home help services	\$ 18,534,600
5	Ambulance services	75,500
6	Auxiliary medical services	(795,700)
7	Dental services	(43,945,100)
8	Federal Medicare pharmaceutical program	(1,352,300)
9	Health plan services	254,109,000
10	Healthy Michigan plan	196,479,300
11	Home health services	(430,100)
12	Hospice services	(12,229,800)
13	Hospital services and therapy	(2,482,300)
14	Integrated care organizations	10,168,800
15	Long-term care services	(50,647,700)
16	Medicaid home- and community-based services	
17	waiver	3,357,300
18	Medicare premium payments	4,959,300
19	Personal care services	(101,400)
20	Pharmaceutical services	(83,602,300)
21	Physician services	(20,988,500)
22	Program of all-inclusive care for the elderly	1,416,800
23	School-based services	11,066,500
24	Special Medicaid reimbursement	(94,619,500)
25	Transportation	(146,900)
26	GROSS APPROPRIATION	\$ 188,825,500
27	Appropriated from:	
28	Federal revenues:	



1	Total other federal revenues	336,347,300
2	Special revenue funds:	
3	Total local revenues	(11,350,500)
4	Total other state restricted revenues	(81,819,400)
5	State general fund/general purpose	\$ (54,351,900)
6	Sec. 104. DEPARTMENT OF STATE	
7	(1) APPROPRIATION SUMMARY	
8	GROSS APPROPRIATION	\$ 13,909,000
9	Interdepartmental grant revenues:	
10	Total interdepartmental grants and	
11	intradepartmental transfers	0
12	ADJUSTED GROSS APPROPRIATION	\$ 13,909,000
13	Federal revenues:	
14	Total federal revenues	13,909,000
15	Special revenue funds:	
16	Total local revenues	0
17	Total private revenues	0
18	Total other state restricted revenues	0
19	State general fund/general purpose	\$ 0
20	(2) ELECTION REGULATION	
21	Help America vote act	\$ 13,909,000
22	GROSS APPROPRIATION	\$ 13,909,000
23	Appropriated from:	
24	Federal revenues:	
25	Help America vote act - election security	12,054,000
26	Help America vote act Title I, sec 101	1,025,000
27	Help America vote act Title II	830,000
28	State general fund/general purpose	\$ 0



1	Sec. 105. DEPARTMENT OF TREASURY		
2	(1) APPROPRIATION SUMMARY		
3	GROSS APPROPRIATION	\$	(112,675,000)
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and		
6	intradepartmental transfers		0
7	ADJUSTED GROSS APPROPRIATION	\$	(112,675,000)
8	Federal revenues:		
9	Total federal revenues		(113,000,000)
10	Special revenue funds:		
11	Total local revenues		0
12	Total private revenues		0
13	Total other state restricted revenues		0
14	State general fund/general purpose	\$	325,000
15	(2) FINANCIAL PROGRAMS		
16	Dual enrollment payments	\$	325,000
17	GROSS APPROPRIATION	\$	325,000
18	Appropriated from:		
19	State general fund/general purpose	\$	325,000
20	(3) ONE-TIME APPROPRIATIONS		
21	First responder hazard pay premiums	\$	(100,000,000)
22	First responder hazard pay premiums		40,000,000
23	Teacher COVID-19 grants		(53,000,000)
24	GROSS APPROPRIATION	\$	(113,000,000)
25	Appropriated from:		
26	Federal revenues:		
27	Coronavirus relief fund		(113,000,000)
28	State general fund/general purpose	\$	0



PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2019-2020

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 ending September 30, 2020 is (\$31,204,200) and total state spending from state sources to be paid to local units of government is \$25,915,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HUMAN SERVICES

Autism services	\$	1,296,100
Child care fund		3,552,300
Healthy Michigan plan - behavioral health		1,829,500
Medicaid mental health services		19,396,900
Medicaid substance use disorder services		(159,300)
TOTAL	\$	25,915,500

Sec. 202. The appropriations made and expenditures authorized under this part 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



1 members elected to and serving in each house, inter-transfer
2 funds within this article for the particular department,
3 board, commission, officer, or institution.

4
5 **DEPARTMENT OF CORRECTIONS**

6 Sec. 301. The appropriation from coronavirus relief
7 funds under section 302 of 2020 PA 67 for hazard/premium pay
8 for front line workers is reduced by \$13,400,000.00.

9
10 **DEPARTMENT OF EDUCATION**

11 Sec. 351. (1) From the funds appropriated in part 1 for
12 child care supports, the department of education shall create
13 a child care rate reduction stipend as an add-on to the child
14 care relief fund grant to reduce child care costs to
15 families. All licensed child care providers that receive
16 grants from the child care relief fund are eligible to
17 receive the additional child care rate reduction stipend.
18 Providers are eligible to receive stipends to cover the
19 months of June, July, and August in the 2019-2020 fiscal year
20 and will have up to 30 days after the charged month to apply
21 for a child care rate reduction stipend.

22 (2) At the time of application, licensed providers shall
23 provide information on the amount of tuition charged to
24 families. The department of education shall reimburse the
25 provider up to 30% of the tuition amount charged to the
26 family for each child cared for by the provider for the
27 months of June, July, and August in the 2019-2020 fiscal
28 year. Recipients of the child care rate reduction stipend
29 must reduce their rates by the rate reimbursement percentage



1 described in this section. The stipend is intended to cover
2 that percentage of a parent's tuition, thus reducing the
3 amount charged to the family. In addition to receiving the
4 stipend, the provider must ensure that they meet the
5 requirements of the child care relief fund for each month the
6 provider received a child care relief fund grant. To be
7 eligible for grants in June, July, and August the weekly rate
8 charged to families cannot be higher than the rate charged
9 prior to the state of emergency in March 2020. If subsequent
10 grants are available, this provision does not apply. For the
11 grants distributed in the June round to support child care
12 subsidy families, the funds shall be used to provide tuition
13 credits to families incurred in June and any remaining funds
14 may be used for operational costs incurred due to COVID-19.

15 (3) As a condition of receiving a child care relief fund
16 grant, child care providers are required to reduce the
17 monthly billed amount to the family of each child by the
18 amount received for each child. If the department of
19 education determines that the provider did not provide the
20 required tuition reduction, the department of education shall
21 recoup the funds.

22 (4) The department of education shall take reasonable
23 steps to distribute the child care reduction stipend within
24 15 business days of receiving an application from a provider
25 unless the provider fails to meet the requirements of this
26 section. The department of education shall provide notice and
27 information to all licensed providers on how to apply for the
28 stipend and the requirements of the program. The department
29 of education shall take reasonable steps to ensure that



1 providers apply for a child care rate reduction stipend.
2 Providers shall be required to maintain all billing and
3 refund records for a minimum of 4 years for auditing
4 purposes.

5 (5) In addition to the funds allocated in subsection
6 (1), from the funds appropriated in part 1 for child care
7 supports, the department shall allocate funds for additional
8 child care supports specified under this section as follows:

9 (a) Reimburse eligible child care providers for care
10 provided to school-age children receiving the child care
11 subsidy during the school day, if the children are enrolled
12 in a virtual education program when virtual learning is the
13 only option.

14 (b) Allow for a one-time increase of up to 60 absence
15 hours for all children receiving the child care subsidy to
16 allow families and providers to respond to COVID-related
17 absences and closures.

18 (c) Provide for 1 additional round of the Child Care
19 Relief Fund with the goal of helping providers stay open and
20 making care more affordable for families. This round will
21 include funds for child care rate reduction stipend for
22 families and operational supports for providers. Providers
23 must complete an online application to receive funding. At
24 the time of application, licensed providers shall provide
25 information on the number of children in care. The state
26 shall award, at least, \$200.00 per child in care. Providers
27 must disburse these funds to families on the next tuition
28 bill after funding is received. At the time of application,
29 licensed providers shall also provide information on, at a



1 minimum, provider type, licensed capacity, and star rating.
2 These criteria shall be used to disburse funds to providers
3 for operational expenses.

4 (d) Grants shall be awarded on a first come first serve
5 basis.

6 (6) The unexpended funds appropriated in part 1 for
7 child care supports are designated as a work project
8 appropriation. Any unencumbered or unallotted funds shall not
9 lapse at the end of the fiscal year and shall be available
10 for expenditure for projects under this section until the
11 projects have been completed. The following is in compliance
12 with section 451a(1) of the management and budget act, 1984
13 PA 431, MCL 18.1451a:

14 (a) The purpose of the work project is to continue to
15 provide child care supports to families and providers in
16 response to the COVID-19 pandemic.

17 (b) The projects will be accomplished by utilizing state
18 employees or by contracts.

19 (c) The total estimated cost of the work project is
20 \$115,000,000.00.

21 (d) The tentative completion date is September 30, 2021.

22 (7) As used in this section, "licensed providers"
23 includes licensed child care centers, licensed group homes,
24 licensed family homes, and disaster relief child care
25 centers.

26

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

28 Sec. 401. In addition to the funding appropriated in
29 part 1, the department may receive and expend funding from



1 the Volkswagen Environmental Mitigation Trust Agreement to
2 provide support for activities outlined within this state's
3 mitigation plan. The department shall submit a report to the
4 senate and house appropriations subcommittees on environment,
5 Great Lakes, and energy, the senate and house fiscal
6 agencies, and the state budget office by September 30 on
7 expenditures incurred under this section during the 2019-2020
8 fiscal year.

9
10 **DEPARTMENT OF HEALTH AND HUMAN SERVICES**

11 Sec. 451. The appropriation from coronavirus relief
12 funds under section 302 of 2020 PA 67 for hazard/premium pay
13 for front line workers is reduced by \$8,000,000.00.

14 Sec. 452. The appropriation from coronavirus relief
15 funds under section 302 of 2020 PA 67 for additional future
16 response activities is reduced by \$40,000,000.00.

17
18 **DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

19 Sec. 501. The appropriation from coronavirus relief
20 funds under section 302 of 2020 PA 67 for hazard/premium pay
21 for front line workers is reduced by \$186,000.00.

22 Sec. 502. The department's federal fund appropriation
23 under section 302 of 2020 PA 67 for provider relief fund
24 payments is increased by \$1,533,000.00 to recognize
25 additional funding appropriated in the federal coronavirus
26 aid, relief, and economic security act, Public Law 116-136.

27
28 **DEPARTMENT OF NATURAL RESOURCES**

29 Sec. 551. The appropriation from coronavirus relief



1 funds under section 302 of 2020 PA 67 for hazard/premium pay
2 for front line workers is reduced by \$146,000.00.

3

4 **DEPARTMENT OF STATE**

5 Sec. 601. The unexpended funds appropriated in part 1
6 for the help America vote act are designated as a work
7 project appropriation. Any unencumbered or unallocated funds
8 shall not lapse at the end of the fiscal year and shall be
9 available for expenditure for projects under this section
10 until the projects have been completed. The following is in
11 compliance with section 451a of the management and budget
12 act, 1984 PA 431, MCL 18.1451a:

13 (a) The purpose of the project is to provide election
14 security improvements to the election system, equipment, and
15 processes used in federal elections in support of local and
16 county elections officials.

17 (b) The total estimated cost of the project is
18 \$13,909,000.00. Of the funds included in this project, not
19 less than \$200,000.00 shall be used to reimburse local and
20 county elections clerks for election drop box security for
21 the November 2020 general election.

22 (c) The secretary of state shall provide quarterly
23 reports to the speaker of the house, the house minority
24 leader, the senate majority leader, the senate minority
25 leader, and the senate and house fiscal agencies on the
26 status of activities funded through this project. The report
27 shall include, but not be limited to, the status of the
28 monthly process for eliminating deceased voters from the
29 qualified voter file as prescribed under section 509o(4) of



1 the Michigan election law, 1954 PA 116, MCL 168.509o.

2 (d) No funds from this project may be used for statewide
3 ballot application or absentee ballot mailings, but grants to
4 local and county election clerks for mailing-related expenses
5 are allowed.

6 (e) The secretary of state shall use the information
7 from returned mail from previous ballot application mailings
8 for qualified voter file maintenance, in accordance with
9 Michigan election law.

10 (f) The project will be accomplished by utilizing state
11 employees, contracts with private vendors, and grants to
12 local and county election clerks.

13 (g) The tentative completion date is September 30, 2024.
14

15 **DEPARTMENT OF STATE POLICE**

16 Sec. 651. The appropriation from coronavirus relief
17 funds under section 302 of 2020 PA 67 for hazard/premium pay
18 for front line workers is reduced by \$1,400,000.00.
19

20 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

21 Sec. 701. The appropriation from coronavirus relief
22 funds under section 302 of 2020 PA 67 for additional future
23 response activities is reduced by \$9,000,000.00.
24

25 **DEPARTMENT OF TREASURY**

26 Sec. 751. (1) There is appropriated an amount sufficient
27 to recognize and pay refundable tax credits, tax refunds, and
28 interest as provided by law.

29 (2) The appropriations under subsection (1) shall be



1 funded by restricting tax revenue in an amount sufficient to
2 record these expenditures.

3 Sec. 752. (1) From the funds appropriated in part 1 for
4 first responder hazard pay premiums, the department of
5 treasury shall provide grants for the payment or
6 reimbursement of first responder hazard pay premiums provided
7 to first responders who have performed hazardous duty or work
8 involving physical hardship related to COVID-19 as described
9 in this section.

10 (2) Eligible first responder hazard pay premium payments
11 and reimbursements may be provided for hazard pay premiums
12 for law enforcement officers, firefighters, emergency medical
13 technicians (EMTs), paramedics, 9-1-1 operators, local unit
14 of government corrections officers, airport public safety
15 officers, and eligible personnel associated with ambulance
16 operations licensed under section 20920 of the public health
17 code, 1978 PA 368, MCL 333.20920. Private EMTs and paramedics
18 that contract with municipalities or hospitals are eligible
19 if hazard pay premiums are paid through the applicant. First
20 responder hazard pay premium payments and reimbursements may
21 be made as a lump sum payment or as an hourly rate
22 enhancement. The maximum reimbursement amount shall be
23 \$1,000.00 per eligible employee. Any payment or reimbursement
24 made under this section, whether paid as a lump sum or hourly
25 wage enhancement, shall be of no effect in determining any
26 employee's average compensation as provided by any contract
27 or other provision of law. Eligible hazard pay premiums must
28 be paid to employees by October 31, 2020 to be eligible for
29 payment or reimbursement under this section.



1 (3) The department of treasury shall make available on
2 its website all forms and information needed for applicants
3 to apply for payments or reimbursements. Applicants will have
4 until September 30, 2020 to apply for a payment or
5 reimbursement. Payments and reimbursements will be made on a
6 first-come, first-served basis, and must be made no later
7 than 45 days after all required information is submitted.

8 (4) The department of treasury shall award not more than
9 \$5,000,000.00 to any applicant.

10 (5) The department of treasury shall provide a report to
11 the senate and house appropriations committees, the senate
12 and house fiscal agencies, and the state budget office not
13 later than December 1, 2020. The report shall include a list
14 by payment or reimbursement recipient of the date each was
15 approved, the payment or reimbursement amount, and a
16 description of the first responder hazard pay premiums,
17 including the number of first responders covered and type of
18 hazard pay premium covered by the payment or reimbursement.

19 (6) As used in this section, "applicant" means a city;
20 village; township; county; public airport operator; ambulance
21 operation licensed under section 20920 of the public health
22 code, 1978 PA 368, MCL 333.20920; or a local governmental
23 authority, intergovernmental agency, or organization that
24 employs local public safety or local public health personnel
25 and that was established by a city, village, township,
26 county, or group of these for the primary purpose of
27 providing public safety or public health services.

28 (7) The unexpended funds appropriated in part 1 for
29 first responder hazard pay premiums are designated as a work



1 project appropriation. Any unencumbered or unallotted funds
2 shall not lapse at the end of the fiscal year and shall be
3 available for expenditure for projects under this section
4 until the projects have been completed. The following is in
5 compliance with section 451a(1) of the management and budget
6 act, 1984 PA 431, MCL 18.1451a:

7 (a) The purpose of the work project is to provide a
8 payment or reimbursement of up to \$1,000.00 per eligible
9 first responder for hazardous duty or work involving physical
10 hardship related to COVID-19.

11 (b) The project will be accomplished by utilizing state
12 employees to provide payments or reimbursements to eligible
13 applicants.

14 (c) The total estimated cost of the work project is
15 \$40,000,000.00.

16 (d) The tentative completion date is December 30, 2020.
17

18 **REPEALER**

19 Sec. 800. (1) Section 911 of 2019 PA 56 is repealed.

20 (2) Section 301 of 2020 PA 123 is repealed.

21 (3) Sections 801 and 802 of 2020 PA 144 are repealed.

