

HOUSE BILL NO. 4039

January 27, 2021, Introduced by Reps. Tate, Brenda Carter, Young, Weiss, Liberati, Steckloff, Manoogian, Puri, Hope, Breen, Stone, Pohutsky, Brabec, Coleman, Kuppa, Cynthia Johnson, Hood, Shannon, Aiyash, Tyrone Carter, Hertel, Witwer, Haadsma, Sabo, Brixie, Scott, Garza, Sowerby, Cherry, Lasinski, Morse, Cavanagh, Hammoud, O'Neal and Jones and referred to the Committee on Appropriations.

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2021; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for various state departments and agencies to supplement appropriations for the fiscal year ending September 30, 2021, from the following funds:

1	APPROPRIATION SUMMARY	
2	Full-time equated classified positions	26.0
3	GROSS APPROPRIATION	\$ 3,661,357,700
4	Interdepartmental grant revenues:	
5	Total interdepartmental grants and	
6	intradepartmental transfers	0
7	ADJUSTED GROSS APPROPRIATION	\$ 3,661,357,700
8	Federal revenues:	
9	Total federal revenues	3,387,270,200
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	\$ 274,087,500
15		
16	Sec. 102. DEPARTMENT OF AGRICULTURE AND RURAL	
17	DEVELOPMENT	
18	(1) APPROPRIATION SUMMARY	
19	Full-time equated classified positions	1.0
20	GROSS APPROPRIATION	\$ 1,087,500
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and	
23	intradepartmental transfers	0
24	ADJUSTED GROSS APPROPRIATION	\$ 1,087,500
25	Federal revenues:	
26	Total federal revenues	0
27	Special revenue funds:	
28	Total local revenues	0

1	Total private revenues		0
2	Total other state restricted revenues		0
3	State general fund/general purpose	\$	1,087,500
4	(2) AGRICULTURE DEVELOPMENT		
5	Full-time equated classified positions	1.0	
6	Office of rural development--FTE positions	1.0	87,500
7	Rural development grant program		1,000,000
8	GROSS APPROPRIATION	\$	1,087,500
9	Appropriated from:		
10	State general fund/general purpose	\$	1,087,500
11			
12	Sec. 103. DEPARTMENT OF HEALTH AND HUMAN		
13	SERVICES		
14	(1) APPROPRIATION SUMMARY		
15	Full-time equated classified positions	25.0	
16	GROSS APPROPRIATION	\$	2,726,363,600
17	Interdepartmental grant revenues:		
18	Total interdepartmental grants and		
19	intradepartmental transfers		
20	ADJUSTED GROSS APPROPRIATION	\$	2,726,363,600
21	Federal revenues:		
22	Total federal revenues		2,726,363,600
23	Special revenue funds:		
24	Total local revenues		0
25	Total private revenues		0
26	Total other state restricted revenues		0
27	State general fund/general purpose	\$	0
28	(2) PUBLIC ASSISTANCE		

1	Food assistance program benefits		\$ 2,052,736,400
2	GROSS APPROPRIATION		\$ 2,052,736,400
3	Appropriated from:		
4	Federal revenues:		
5	Total other federal revenues		2,052,736,400
6	State general fund/general purpose		\$ 0
7	(3) FIELD OPERATIONS AND SUPPORT SERVICES		
8	Full-time equated classified positions	25.0	
9	Electronic benefit transfer		\$ 3,300,000
10	Public assistance field staff--FTE positions	25.0	3,183,600
11	GROSS APPROPRIATION		\$ 6,483,600
12	Appropriated from:		
13	Federal revenues:		
14	Total other federal revenues		6,483,600
15	State general fund/general purpose		\$ 0
16	(4) INFORMATION TECHNOLOGY		
17	Bridges information system		\$ 2,076,500
18	GROSS APPROPRIATION		\$ 2,076,500
19	Appropriated from:		
20	Federal revenues:		
21	Total other federal revenues		2,076,500
22	State general fund/general purpose		\$ 0
23	(5) ONE-TIME APPROPRIATIONS		
24	Federal COVID epidemiology and laboratory		
25	capacity		\$ 574,827,300
26	Federal COVID immunization and vaccine grant		90,239,800
27	GROSS APPROPRIATION		\$ 665,067,100
28	Appropriated from:		

1	Federal revenues:		
2	Total other federal revenues		665,067,100
3	State general fund/general purpose	\$	0
4			
5	Sec. 104. DEPARTMENT OF LABOR AND ECONOMIC		
6	OPPORTUNITY		
7	(1) APPROPRIATION SUMMARY		
8	GROSS APPROPRIATION	\$	906,906,600
9	Interdepartmental grant revenues:		
10	Total interdepartmental grants and		
11	intradepartmental transfers		0
12	ADJUSTED GROSS APPROPRIATION	\$	906,906,600
13	Federal revenues:		
14	Total federal revenues		660,906,600
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	\$	246,000,000
20	(2) ONE-TIME APPROPRIATIONS		
21	Michigan main street recovery initiative		125,000,000
22	Michigan business accelerator and resiliency		
23	initiative		75,000,000
24	Michigan microenterprise support initiative		25,000,000
25	MIOSHA restaurant supports		10,000,000
26	Reconnect and futures for frontliners		
27	wraparound services		6,000,000
28	Pre-apprenticeship program for energy		5,000,000

1	Emergency rental assistance	660,906,600
2	GROSS APPROPRIATION	\$ 906,906,600
3	Appropriated from:	
4	Federal revenues:	
5	Total federal revenues	660,906,600
6	State general fund/general purpose	\$ 246,000,000
7		
8	Sec. 105. LEGISLATURE	
9	(1) APPROPRIATION SUMMARY	
10	GROSS APPROPRIATION	\$ 5,000,000
11	Interdepartmental grant revenues:	
12	Total interdepartmental grants and	
13	intradepartmental transfers	0
14	ADJUSTED GROSS APPROPRIATION	\$ 5,000,000
15	Federal revenues:	
16	Total federal revenues	0
17	Special revenue funds:	
18	Total local revenues	0
19	Total private revenues	0
20	Total other state restricted revenues	0
21	State general fund/general purpose	\$ 5,000,000
22	(2) ONE-TIME APPROPRIATIONS	
23	Capitol security improvements	\$ 5,000,000
24	GROSS APPROPRIATION	\$ 5,000,000
25	Appropriated from:	
26	State general fund/general purpose	\$ 5,000,000
27		
28	Sec. 106. DEPARTMENT OF TREASURY	

1	(1) APPROPRIATION SUMMARY	
2	GROSS APPROPRIATION	\$ 22,000,000
3	Interdepartmental grant revenues:	
4	Total interdepartmental grants and	
5	intradepartmental transfers	0
6	ADJUSTED GROSS APPROPRIATION	\$ 22,000,000
7	Federal revenues:	
8	Total federal revenues	0
9	Special revenue funds:	
10	Total local revenues	0
11	Total private revenues	0
12	Total other state restricted revenues	0
13	State general fund/general purpose	\$ 22,000,000
14	(2) ONE-TIME APPROPRIATIONS	
15	Property tax - delinquent tax penalty and	
16	interest waiver	\$ 22,000,000
17	GROSS APPROPRIATION	\$ 22,000,000
18	Appropriated from:	
19	State general fund/general purpose	\$ 22,000,000

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PART 2

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PROVISIONS CONCERNING APPROPRIATIONS

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GENERAL SECTIONS

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Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year ending September 30, 2021 is \$274,087,500.00 and total state spending from state sources to be paid to local units of government is \$0.00.

Sec. 202. The appropriations made and expenditures authorized

1 under this part and part 1 and the departments, commissions,
2 boards, offices, and programs for which appropriations are made
3 under this part and part 1 are subject to the management and budget
4 act, 1984 PA 431, MCL 18.1101 to 18.1594.

5
6 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

7 Sec. 301. The unexpended funds appropriated in part 1 for the
8 rural development grant program are designated as a work project
9 appropriation, and any unencumbered or unallotted funds shall not
10 lapse at the end of the fiscal year and shall be available for
11 expenditures under this section until the projects have been
12 completed. The following is in compliance with section 451a(1) of
13 the management and budget act, 1984 PA 431, MCL 18.1451a:

14 (a) The purpose of the project is to support rural communities
15 to identify opportunities for success and address challenges to
16 growth.

17 (b) The project will be accomplished through partnerships and
18 grants with local agencies.

19 (c) The estimated cost of this project is \$1,000,000.00.

20 (d) The tentative completion date for this work project is
21 September 30, 2022.

22
23 **DEPARTMENT OF HEALTH AND HUMAN SERVICES**

24 Sec. 401. The unexpended funds appropriated in part 1 for
25 federal COVID epidemiology and laboratory capacity are designated
26 as a work project appropriation, and any unencumbered or unallotted
27 funds shall not lapse at the end of the fiscal year and shall be
28 available for expenditure for projects under this section until the
29 projects have been completed. The following is in compliance with

1 section 451a(1) of the management and budget act, 1984 PA 431, MCL
2 18.1451a:

3 (a) The purpose of the work project is to support testing,
4 contact tracing, and other mitigation efforts associated with the
5 department's response to the coronavirus-19 public health
6 emergency.

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

9 (c) The total estimated cost of the work project is
10 \$574,827,300.00.

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

12 Sec. 402. The unexpended funds appropriated in part 1 for
13 federal COVID immunization and vaccine grant are designated as a
14 work project appropriation, and any unencumbered or unallotted
15 funds shall not lapse at the end of the fiscal year and shall be
16 available for expenditure for projects under this section until the
17 projects have been completed. The following is in compliance with
18 section 451a(1) of the management and budget act, 1984 PA 431, MCL
19 18.1451a:

20 (a) The purpose of the work project is to support the
21 distribution, administration, and monitoring of coronavirus-19
22 vaccine.

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

25 (c) The total estimated cost of the work project is
26 \$90,239,800.00.

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

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29 **DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY**

1 Sec. 501. (1) From the funds appropriated in part 1 for the
2 Michigan main street recovery initiative, not less than
3 \$60,000,000.00 shall be used by the Michigan strategic fund to
4 create and operate a grant program for eligible businesses
5 including the development of an application process. The Michigan
6 strategic fund shall award 1 or more grants to a nonprofit
7 organization to serve as administrator for this program.
8 Applications shall be accepted, reviewed, and approved by the grant
9 administrator and the administrator shall distribute the funds.
10 Awards to eligible businesses shall not exceed \$20,000.00.

11 (2) From the funds appropriated in part 1 for the Michigan
12 main street recovery initiative, not less than \$63,000,000.00 shall
13 be used by the Michigan strategic fund to create and operate a low-
14 interest capital access program for eligible businesses including
15 the development of an application process. The Michigan strategic
16 fund shall distribute funds to eligible community development
17 financial institutions or other qualified institutions to serve as
18 administrators for this program. Applications shall be accepted,
19 reviewed, and approved by the administrators and the administrators
20 shall distribute the funds. Awards to eligible businesses shall not
21 exceed \$100,000.00.

22 (3) From the funds appropriated in part 1 for the Michigan
23 main street recovery initiative, not less than \$2,000,000.00 shall
24 be used to fund planning grants to eligible community development
25 financial institutions to support access to available federal
26 funding.

27 (4) An eligible business shall meet the following criteria:

28 (a) For grantees under subsection (1), have fewer than 25
29 employees.

1 (b) For eligible recipients for low-interest capital under
2 subsection (2), have not less than 1 and no more than 50 employees.

3 (c) Have demonstrated income loss from March 1, 2020, of at
4 least 5%.

5 (d) Have a need for working capital for operations, including
6 payroll, equipment, utility expenses, or similar expenses.

7 (e) Not receive funding under the Michigan microenterprise
8 support initiative or the Michigan business accelerator and
9 resiliency initiative.

10 (5) From the funds for each program, up to 5% may be retained
11 by the Michigan strategic fund for administration of the programs.

12 (6) Funds must be fully expended by September 30, 2021.

13 (7) The Michigan strategic fund shall develop program
14 guidelines and eligibility criteria for the program and shall post
15 that information on its publicly accessible website.

16 (8) The Michigan strategic fund shall report to the senate and
17 house appropriations committees, the house and senate fiscal
18 agencies, and the state budget office on July 1, 2021, and on
19 September 30, 2021, with a summary of funding provided by industry,
20 average funding amount, and summary of funding provided by region
21 over the previous 3-month period.

22 Sec. 502. (1) From the funds appropriated in part 1 for the
23 Michigan business accelerator and resiliency initiative, not less
24 than \$74,000,000.00 shall be used by the Michigan strategic fund to
25 create and operate a business accelerator and entrepreneurial
26 resiliency fund including the development of an application
27 process. The Michigan strategic fund shall award 1 or more grants
28 to a nonprofit organization to serve as administrator for this
29 program. Applications shall be accepted, reviewed, and approved by

1 the administrator and the administrator shall distribute the funds.
2 Awards to eligible businesses shall not exceed \$100,000.00 and
3 shall be used for working capital for operations, including
4 payroll, equipment, utility expenses, or similar expenses or for
5 capital support to leverage additional investment funds.

6 (2) From the funds appropriated in part 1 for Michigan
7 business accelerator and resiliency initiative, not less than
8 \$1,000,000.00 shall be allocated to qualified nonprofit
9 organizations providing international trade and business expansion
10 services in advanced manufacturing, medical devices, technology,
11 mobility, defense, agriculture, and engineering and design.

12 (3) Up to 5% of the appropriated funds for the program may be
13 retained by the Michigan strategic fund for administration of the
14 program.

15 (4) Funds must be fully expended by September 30, 2021.

16 (5) The Michigan strategic fund shall develop program
17 guidelines and eligibility criteria for the program and shall post
18 that information on its publicly accessible website.

19 (6) The Michigan strategic fund shall report to the senate and
20 house appropriations committees, the house and senate fiscal
21 agencies, and the state budget office on July 1, 2021, and on
22 September 30, 2021, with a summary of funding by industry, average
23 funding amount per recipient, and funding activity by geographic
24 region over the previous 3-month period.

25 Sec. 503. (1) From the funds appropriated in part 1 for the
26 Michigan microenterprise support initiative, \$25,000,000.00 shall
27 be used by the Michigan strategic fund to create and operate a
28 business services support and grant program for eligible businesses
29 including the development of an application process. The fund shall

1 award 1 or more grants to a nonprofit organization to serve as
2 administrator for this program including the provision of support
3 services. Applications shall be accepted, reviewed, and approved by
4 the administrator and the administrator shall distribute the funds.
5 Awards to eligible businesses shall not exceed \$35,000.00.

6 (2) An eligible business shall meet the following criteria:

7 (a) Have not less than 1 and no more than 9 employees.

8 (b) Have limited access to traditional capital.

9 (c) Have demonstrated income loss from March 1, 2020, of at
10 least 5% or certification that the microenterprise entity is
11 qualified to do business in Michigan after March 1, 2020.

12 (d) Have need for working capital for operations, including
13 payroll, inventory, supplies, utility expenses, or other similar
14 expenses.

15 (e) Not receive a grant or loan under the Michigan main street
16 recovery initiative or funding under the Michigan business
17 accelerator and resiliency initiative.

18 (3) Grant recipients, as a condition of receiving grant funds,
19 shall certify that they have or will receive business support
20 services from qualified providers, including, but not limited to,
21 financial advising, marketing and e-commerce, and regulatory and
22 employee safety requirements.

23 (4) Qualified providers shall be existing nonprofit entities
24 that provide direct support services to small businesses and
25 microenterprises. Grantees shall not be charged for any support
26 services provided.

27 (5) Up to 5% of the appropriated funds for the program may be
28 retained by the fund for administration of the program.

29 (6) Funds must be fully expended by September 30, 2021.

1 (7) The Michigan strategic fund shall develop program
2 guidelines and eligibility criteria for the program and shall post
3 that information on its publicly accessible website.

4 (8) The Michigan strategic fund shall report to the senate and
5 house appropriations committees, the house and senate fiscal
6 agencies, and the state budget office on July 1, 2021, and on
7 September 30, 2021, with a summary of funding by industry, average
8 funding amount per recipient, summary of funding by region, and
9 eligible services provided by each qualified provider over the
10 previous 3-month period.

11 Sec. 504. From the funds appropriated in part 1 for MIOSHA
12 restaurant supports, the department shall expend funds to support
13 reopening food service establishments.

14 Sec. 505. (1) From the funds appropriated in part 1 for
15 reconnect and futures for frontliners wraparound services,
16 \$6,000,000.00 shall be appropriated to the department of labor and
17 economic opportunity to fund child care, broadband access,
18 transportation, or other services to individuals enrolled in
19 Michigan reconnect or futures for frontliners, to support continued
20 efforts to remove barriers to employment and improve student
21 success.

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

1 (a) The purpose of the work project is to support wraparound
2 services for individuals enrolled in Michigan reconnect or futures
3 for frontliners.

4 (b) The project will be accomplished by utilizing state
5 employees or by contracts.

6 (c) The total estimated cost of the work project is
7 \$6,000,000.00.

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

9 Sec. 506. (1) From the funds appropriated in part 1 for the
10 pre-apprenticeship program for energy, \$5,000,000.00 shall be
11 awarded to a nonprofit 501(c)(3) corporation established and
12 operated to provide employment and training services to unemployed
13 and underemployed Michigan residents for a statewide apprenticeship
14 program that connects the unemployed or underemployed with
15 education, training, and resources necessary for gainful
16 employment. The program shall prioritize programming for residents
17 from underrepresented groups and economically distressed
18 communities, providing them with the skills needed for entry into
19 federally registered apprenticeships in the energy sector. The
20 grantee shall also produce a report that identifies, specific to
21 Michigan, future employment in the energy sector, the economic
22 impact of those changes, and pre-apprenticeship or federally
23 registered apprenticeship programming needed to address those
24 employment needs.

25 (2) The unexpended funds appropriated in part 1 for the pre-
26 apprenticeship program for energy are designated as a work project
27 appropriation. Any unencumbered or unallotted funds shall not lapse
28 at the end of the fiscal year and shall be available for
29 expenditures for projects under this section until the projects

1 have been completed. The following is in compliance with section
2 451a(1) of the management and budget act, 1984 PA 431, MCL
3 18.1451a:

4 (a) The purpose of the work project is to support a pre-
5 apprenticeship program for energy.

6 (b) The project will be accomplished by utilizing state
7 employees or by contracts.

8 (c) The total estimated cost of the work project is
9 \$5,000,000.00.

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

11 Sec. 507. In addition to the funds appropriated in part 1,
12 there are appropriated available federal funds to the unemployment
13 compensation fund established under section 26 of the Michigan
14 employment security act, 1936 (Ex Sess) PA 1, MCL 421.26, equal to
15 the cost of allowable unemployment compensation expenditures under
16 federal law which shall be used for the extension of benefits from
17 20 to 26 weeks.

18 Sec. 508. (1) Funds appropriated in part 1 for emergency
19 rental assistance shall be administered by the terms set forth in
20 section 501(a) of division N of the consolidated appropriations
21 act, 2021, Public Law 116-260, authorizing the United States
22 Department of Treasury to make payments to certain recipients to be
23 used to provide emergency rental assistance.

24 (2) The department of labor and economic opportunity shall
25 collaborate with the department of health and human services, the
26 judiciary, local community action agencies, local nonprofit
27 agencies, and legal aid organizations to create a rental and
28 utility assistance program.

29 (3) The rental assistance program will operate in accordance

1 with rules and guidance published by the United States Department
2 of Treasury to serve eligible renter households with rental and
3 utility assistance to preserve their housing and avoid eviction.

4 (4) The unexpended funds appropriated in part 1 for emergency
5 rental assistance are designated as a work project appropriation.
6 Any unencumbered or unallotted funds shall not lapse at the end of
7 the fiscal year and shall be available for expenditures for
8 projects under this section until the projects have been completed.
9 The following is in compliance with section 451a(1) of the
10 management and budget act, 1984 PA 431, MCL 18.1451a:

11 (a) The purpose of the work project is to create an emergency
12 rental assistance program, which includes rental and utility
13 assistance payments, housing stability services, and case
14 management to eligible renter households impacted by COVID-19.

15 (b) The projects will be accomplished by utilizing state
16 employees or by contracts.

17 (c) The total estimated cost of the work project is
18 \$660,906,600.00.

19 (d) The tentative completion date is March 31, 2022.
20

21 **LEGISLATURE**

22 Sec. 601. (1) From the funds appropriated in part 1 for
23 capitol security improvements, the legislative council shall
24 provide the security staffing; infrastructure improvements; and
25 equipment, including, but not limited to, X-ray machines,
26 magnetometers, and video and audio equipment necessary to implement
27 a weapons ban, including a ban on concealed pistols under 1927 PA
28 372, MCL 28.421 to 28.435, in any building or portion of a building
29 under the control of the Michigan state capitol commission.

1 (2) Funds to support the appropriation described in subsection
2 (1) shall come from lapsing unexpended funds appropriated to the
3 legislature that have been designated as work project
4 appropriations.
5

6 **DEPARTMENT OF TREASURY**

7 Sec. 701. (1) Funds appropriated in part 1 for property tax -
8 delinquent tax penalty and interest waiver shall not be expended
9 unless an amendment to section 44a of the general property tax act,
10 1893 PA 206, MCL 211.44a, is enacted into law to provide for the
11 waiver of interest and penalty on unpaid summer 2020 property taxes
12 levied on designated property. Funds shall be used only for
13 implementation of that bill.

14 (2) The unexpended funds appropriated for property tax -
15 delinquent tax penalty and interest waiver are designated as work
16 project appropriations. Any unencumbered or unallotted funds shall
17 not lapse at the end of the fiscal year and shall be available for
18 expenditure for projects under this section until the projects have
19 been completed. The following is in compliance with section 451a(1)
20 of the management and budget act, 1984 PA 431, MCL 18.1451a:

21 (a) The purpose of the project is to provide for the waiver of
22 interest and penalty on unpaid summer 2020 property taxes levied on
23 designated property.

24 (b) The projects will be accomplished by utilizing state
25 employees or contracts.

26 (c) The total estimated cost of the work project is
27 \$22,000,000.00.

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