

**SUBSTITUTE FOR
HOUSE BILL NO. 5501**

A bill to make appropriations for the department of lifelong education, advancement, and potential for the fiscal year ending September 30, 2025; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1
2
3
4
5
6
7
8

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of lifelong education, advancement, and potential for the fiscal year ending September 30, 2025 from the following funds:

**DEPARTMENT OF LIFELONG EDUCATION, ADVANCEMENT,
AND POTENTIAL**

APPROPRIATION SUMMARY



1	Full-time equated unclassified positions	6.0	
2	Full-time equated classified positions	307.0	
3	GROSS APPROPRIATION		\$ 618,978,900
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and		
6	intradepartmental transfers		0
7	ADJUSTED GROSS APPROPRIATION		\$ 618,978,900
8	Federal revenues:		
9	Total federal revenues		432,881,700
10	Special revenue funds:		
11	Total local revenues		0
12	Total private revenues		250,000
13	Total other state restricted revenues		1,862,300
14	State general fund/general purpose		\$ 183,984,900
15	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
16	SUPPORT		
17	Full-time equated unclassified positions	6.0	
18	Full-time equated classified positions	30.0	
19	Unclassified salaries--FTEs	6.0	\$ 999,500
20	Executive direction and operations--FTEs	30.0	7,531,200
21	Property management		254,500
22	GROSS APPROPRIATION		\$ 8,785,200
23	Appropriated from:		
24	Federal revenues:		
25	Federal revenues		1,004,500
26	State general fund/general purpose		\$ 7,780,700
27	Sec. 103. INFORMATION TECHNOLOGY		
28	Information technology services and projects		\$ 998,800



1	GROSS APPROPRIATION		\$	998,800
2	Appropriated from:			
3	Federal revenues:			
4	Federal revenues			222,500
5	State general fund/general purpose		\$	776,300
6	Sec. 104. OFFICE OF EARLY CHILDHOOD EDUCATION			
7	Full-time equated classified positions	226.0		
8	Child development and care contracted services		\$	22,900,000
9	Child development and care external support			11,028,100
10	Child development and care public assistance			448,854,800
11	Childcare licensing and regulation--FTEs	154.0		26,293,200
12	Head start collaboration office--FTE	1.0		425,100
13	Office of great start operations--FTEs	71.0		14,564,600
14	Tri-share child care program			3,400,000
15	Third-shift worker child care pilot program			4,366,000
16	GROSS APPROPRIATION		\$	531,831,800
17	Appropriated from:			
18	Federal revenues:			
19	Federal revenues			431,654,700
20	Special revenue funds:			
21	Private foundations			250,000
22	Adult foster care facilities licenses fund			42,900
23	Certification fees			64,600
24	Child care home and center licenses fund			501,700
25	State general fund/general purpose		\$	99,317,900
26	Sec. 105. OFFICE OF EDUCATION PARTNERSHIPS			
27	Full-time equated classified positions	6.0		
28	Family and community engagement--FTEs	6.0	\$	1,062,500



1	GROSS APPROPRIATION	\$	1,062,500
2	Appropriated from:		
3	State general fund/general purpose	\$	1,062,500
4	Sec. 106. OFFICE OF HIGHER EDUCATION		
5	Full-time equated classified positions	45.0	
6	Dual enrollment payments	\$	3,000,000
7	Michigan reconnect program		61,500,000
8	Student financial assistance programs--FTEs	45.0	9,200,600
9	Hunger-free campus grant pilot program		500,000
10	GROSS APPROPRIATION	\$	74,200,600
11	Appropriated from:		
12	Special revenue funds:		
13	Michigan merit award trust fund		1,253,100
14	State general fund/general purpose	\$	72,947,500
15	Sec. 107. ONE-TIME APPROPRIATIONS		
16	Michigan center for adult college success	\$	2,100,000
17	GROSS APPROPRIATION	\$	2,100,000
18	Appropriated from:		
19	State general fund/general purpose	\$	2,100,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2024-2025

GENERAL SECTIONS

Sec. 201. In accordance with section 30 of article IX of the state constitution of 1963, for the fiscal year ending September 30, 2025, total state spending under part 1 from state sources is \$185,847,200.00 and state spending under part 1 from state sources to be paid to local units of government is \$0.00.



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

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

5 (a) "Department" means the department of lifelong education,
6 advancement, and potential.

7 (b) "DHHS" means the Michigan department of health and human
8 services.

9 (c) "Director" means the director of the department.

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

11 (e) "IDG" means interdepartmental grant.

12 (f) "Standard report recipients" means the senate and house
13 appropriations subcommittees on labor, economic development, and
14 lifelong learning, the senate and house fiscal agencies, the senate
15 and house policy offices, and the state budget office.

16 Sec. 204. The department shall use the internet to fulfill the
17 reporting requirements of this part. This requirement includes
18 transmitting reports to the standard report recipients and any
19 other required recipients by email and posting the reports on an
20 internet site.

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

24 (a) The funds must not be used for the purchase of foreign
25 goods or services, or both, if competitively priced and of
26 comparable quality American goods or services, or both, are
27 available.

28 (b) Preference must be given to goods or services, or both,
29 manufactured or provided by Michigan businesses, if they are



1 competitively priced and of comparable quality.

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

6 Sec. 206. The department shall not take disciplinary action
7 against an employee of the department for communicating with a
8 member of the legislature or legislative staff, unless the
9 communication is prohibited by law and the department is exercising
10 its authority as provided by law.

11 Sec. 207. Consistent with section 217 of the management and
12 budget act, 1984 PA 431, MCL 18.1217, the department shall prepare
13 a report on out-of-state travel expenses not later than January 1.
14 The report must list all travel by classified and unclassified
15 employees outside this state in the previous fiscal year that was
16 funded in whole or in part with funds appropriated in the
17 department's budget. The department shall submit the report to the
18 standard report recipients and to the senate and house
19 appropriations committees. The report must include all of the
20 following information:

21 (a) The dates of each travel occurrence.

22 (b) The total transportation and related expenses of each
23 travel occurrence and the proportions funded with state general
24 fund/general purpose revenues, state restricted revenues, federal
25 revenues, and other revenues.

26 Sec. 208. The department shall not use funds appropriated in
27 part 1 to hire a person to provide legal services that are the
28 responsibility of the attorney general. This section does not apply
29 to legal services for bonding activities or to outside legal



1 services that the attorney general authorizes.

2 Sec. 209. Not later than December 15, the state budget office
3 shall prepare and submit a report that provides estimates of the
4 total general fund/general purpose appropriation lapses at the
5 close of the previous fiscal year. The report must summarize the
6 projected year-end general fund/general purpose appropriation
7 lapses by major departmental program or program areas. The state
8 budget office shall submit the report to the standard report
9 recipients and to the chairpersons of the senate and house
10 appropriations committees.

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

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

23 (3) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$350,000.00 for local
25 contingency authorization. Amounts appropriated under this
26 subsection are not available for expenditure until they have been
27 transferred to another line item in part 1 under section 393(2) of
28 the management and budget act, 1984 PA 431, MCL 18.1393.

29 (4) In addition to the funds appropriated in part 1, there is



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

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

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

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

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

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

17 (e) Job specifications and wage rates.

18 Sec. 212. Not later than 14 days after the release of the
 19 executive budget recommendation, the department shall cooperate
 20 with the state budget office to provide an annual report on
 21 estimated state restricted fund balances, state restricted fund
 22 projected revenues, and state restricted fund expenditures for the
 23 previous 2 fiscal years. The report must be submitted to the
 24 standard report recipients and to the chairpersons of the senate
 25 and house appropriations committees.

26 Sec. 214. (1) Funds appropriated in part 1 must not be used to
 27 restrict or impede a marginalized community's access to government
 28 resources, programs, or facilities.

29 (2) From the funds appropriated in part 1, local governments



1 shall report any action or policy that attempts to restrict or
2 interfere with the duties of the local health officer.

3 Sec. 215. To the extent permissible under the management and
4 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall
5 take all reasonable steps to ensure geographically-disadvantaged
6 business enterprises compete for and perform contracts to provide
7 services or supplies, or both. The director shall strongly
8 encourage firms with which the department contracts to subcontract
9 with certified geographically-disadvantaged business enterprises
10 for services, supplies, or both. As used in this section,
11 "geographically-disadvantaged business enterprises" means that term
12 as defined in Executive Directive No. 2019-08.

13 Sec. 216. On a quarterly basis, the department shall report on
14 the number of full-time equated positions in pay status by civil
15 service classification, including a comparison by line item of the
16 number of full-time equated positions authorized from funds
17 appropriated in part 1 to the actual number of full-time equated
18 positions employed by the department at the end of the reporting
19 period. The report must be submitted to the senate and house
20 appropriations committees and to the standard report recipients.

21 Sec. 217. It is the intent of the legislature that the
22 department maximize the efficiency of the state workforce and, if
23 possible, prioritize in-person work, and post its in-person,
24 remote, or hybrid work policy on its website.

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



1 guidelines.

2 Sec. 220. Not later than April 1, the department shall report
3 on each specific policy change made to implement a public act
4 affecting the department that took effect during the previous
5 calendar year. The department shall submit the report to the
6 standard report recipients, to the senate and house appropriations
7 committees, and to the joint committee on administrative rules.

8 Sec. 222. To the extent possible, the department shall not
9 expend appropriations under part 1 until all existing authorized
10 work project funds available for the same purposes are exhausted.

11

12 **OFFICE OF EDUCATION PARTNERSHIPS**

13 Sec. 401. From the funds appropriated in part 1 for family and
14 community engagement, the department shall, at a minimum, do all of
15 the following:

16 (a) Establish or partner with family engagement centers across
17 this state to increase parent and guardian involvement in child
18 education.

19 (b) Ensure translation and interpretation services are
20 available and implemented pursuant to department guidance.

21 (c) Partner with intermediate school districts to assist in
22 getting information and resources to constituent districts.

23 (d) Develop an early literacy engagement plan to help parents
24 or guardians become involved in child education.

25

26 **OFFICE OF HIGHER EDUCATION**

27 Sec. 705. The funds appropriated in part 1 for dual enrollment
28 payments for an eligible student enrolled in a state approved
29 nonpublic school must be distributed as provided under the



1 postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to
2 388.524, and the career and technical preparation act, 2000 PA 258,
3 MCL 388.1901 to 388.1913, in a form and manner as determined by the
4 department.

5 Sec. 706. To facilitate maximum 4-year completion rates for
6 Michigan reconnect grant students, the department shall do all of
7 the following:

8 (a) Require that each eligible institution that enrolls
9 Michigan reconnect grant students report to the department in
10 writing the institution's baseline 4-year completion rate promptly
11 after that rate is calculable.

12 (b) Require that each eligible institution that enrolls
13 Michigan reconnect grant students annually report to the department
14 in writing all information necessary to determine whether the
15 institution maintains full program standing. To maintain full
16 program standing, an institution must achieve 1 of the following,
17 as applicable:

18 (i) For an institution with a baseline 4-year completion rate
19 of less than 30%, the institution must subsequently achieve each
20 year a 4-year completion rate that is no less than 3 percentage
21 points greater than its immediately preceding 4-year completion
22 rate until a 30% 4-year completion rate is attained; then must
23 subsequently achieve each year a 4-year completion rate that is no
24 less than 2 percentage points greater than its immediately
25 preceding 4-year completion rate until a 50% 4-year completion rate
26 is attained; and then must subsequently achieve each year a 4-year
27 completion rate that is greater, by no specific measure, than its
28 immediately preceding 4-year completion rate until a 75% 4-year
29 completion rate is attained.



1 (ii) For an institution with a baseline 4-year completion rate
 2 equal to or greater than 30% and less than 50%, the institution
 3 must subsequently achieve each year a 4-year completion rate that
 4 is no less than 2 percentage points greater than its immediately
 5 preceding 4-year completion rate until a 50% 4-year completion rate
 6 is attained; and then must subsequently achieve each year a 4-year
 7 completion rate that is greater, by no specific measure, than its
 8 immediately preceding 4-year completion rate until a 75% 4-year
 9 completion rate is attained.

10 (iii) For an institution with a baseline 4-year completion rate
 11 equal to or greater than 50% and less than 75%, the institution
 12 must subsequently achieve each year a 4-year completion rate that
 13 is greater, by no specific measure, than its immediately preceding
 14 4-year completion rate until a 75% 4-year completion rate is
 15 attained.

16 (c) Place on probationary status any institution that does not
 17 achieve the rate increase required under subdivision (b), and, as
 18 to that institution, do all of the following:

19 (i) Inform the institution that it has 1 year from the date of
 20 its placement on probationary status to achieve a 4-year completion
 21 rate that is 1 of the following:

22 (A) For an institution that failed to achieve a required 2- or
 23 3-point rate increase under subdivision (b) (i) or (ii), not less than
 24 the sum of its rate-increase shortfall for the previous year plus a
 25 rate increase of no specific measure. An institution that returns
 26 to full program standing upon meeting this probationary rate-
 27 increase requirement is subsequently subject to the rate-increase
 28 requirements described in subdivision (b) (i) or (ii), as applicable.

29 (B) For an institution that failed to achieve a required rate



1 increase of no specific measure under subdivision (b) (i), (ii), or
 2 (iii), not less than the sum of a rate increase that offsets any rate
 3 decrease from the previous year, if there was a rate decrease, plus
 4 a rate increase of no specific measure. An institution that returns
 5 to full program standing upon meeting this probationary rate-
 6 increase requirement is subsequently subject to the rate-increase
 7 requirements described in subdivision (b) (i), (ii), or (iii), as
 8 applicable.

9 (ii) Require that, in a time and manner prescribed by the
 10 department, the institution develop a corrective action plan that
 11 is approved by the department. The corrective action plan must be
 12 developed in consultation with the department, the Office of Sixty
 13 by 30 or its successor, the Michigan Community College Association,
 14 and, subject to section 5a of the Michigan reconnect grant act,
 15 2020 PA 84, MCL 390.1705a, the Michigan Center for Adult College
 16 Success.

17 (d) If, upon completion of its probationary period, an
 18 institution does not achieve the rate increase required under
 19 subdivision (c) (i), change the institution's program status to
 20 limited program standing and inform the institution that all of the
 21 following apply to an institution with limited program standing:

22 (i) The institution's limited program standing continues for so
 23 long as the institution does not achieve a 4-year completion rate
 24 of at least the minimum rate it would have achieved if it had never
 25 been necessary to place it on probationary status.

26 (ii) As provided in section 16(b) of the Michigan reconnect
 27 grant recipient act, 2020 PA 68, MCL 390.1716, a Michigan reconnect
 28 grant student enrolled at an institution with limited program
 29 standing before the date the institution was placed on limited



1 program standing is eligible to continue receiving a Michigan
2 reconnect grant. The department shall take appropriate steps to
3 best ensure that students in this situation are informed of options
4 they may have to transfer to eligible institutions with full
5 program standing while continuing to receive a Michigan reconnect
6 grant.

7 (iii) As provided in section 15(d) of the Michigan reconnect
8 grant recipient act, 2020 PA 68, MCL 390.1715, a new enrollee at an
9 institution with limited program standing is not eligible to
10 receive a Michigan reconnect grant.

11 (e) As used in this section:

12 (i) "4-year completion rate" means the percentage of Michigan
13 reconnect grant students in an entering cohort of Michigan
14 reconnect grant students at an eligible institution who have earned
15 an associate degree or occupational certificate at the end of 4
16 years as determined by the center for educational performance and
17 information, with transfers to 4-year colleges and universities
18 counted as completions, and transfers to other eligible
19 institutions subtracted from both the numerator and denominator of
20 the calculation.

21 (ii) "Baseline 4-year completion rate" means the 4-year
22 completion rate for an eligible institution's first entering cohort
23 of Michigan reconnect grant students.

24 (iii) "Eligible institution" means that term as defined in
25 section 3 of the Michigan reconnect grant act, 2020 PA 84, MCL
26 390.1703.

27 (iv) "Michigan reconnect grant student" means that term as
28 defined in section 3 of the Michigan reconnect grant act, 2020 PA
29 84, MCL 390.1703.



1 Sec. 707. (1) From the funds appropriated in part 1 for the
2 hunger-free campus grant pilot program, the department shall award
3 \$250,000.00 to each public institution of higher education.

4 (2) The purposes of the hunger-free campus grant pilot program
5 include all of the following:

6 (a) Addressing student hunger at each public institution of
7 higher education.

8 (b) Leveraging sustainable solutions to address basic needs on
9 the campuses of each public institution of higher education.

10 (c) Raising awareness of basic needs services offered on the
11 campuses of each public institution of higher education.

12 (d) Building strategic partnerships at the local, state, and
13 national levels to address food insecurity among students attending
14 each public institution of higher education.

15 (3) A public institution of higher education awarded funding
16 under the hunger-free campus grant pilot program shall do all of
17 the following:

18 (a) Establish a hunger task force that includes
19 representatives from the student body and that meets at least 3
20 times per academic year to set at least 2 goals with action plans.

21 (b) Designate a staff member responsible for informing
22 students about enrollment opportunities in this state's
23 supplemental nutrition assistance program (SNAP).

24 (c) Provide at least 1 physical food pantry on campus or
25 enable students to receive food through a separate, stigma-free
26 arrangement. A public institution of higher education may partner
27 with a local food bank or food pantry to meet the requirement of
28 this subdivision.

29 (d) Develop a student meal credit donation program or



1 designate a certain amount of funds for free food vouchers that
2 might otherwise be raised through such a program. A public
3 institution of higher education may develop its own procedures for
4 a meal donation program.

5 (4) As used in this section, "public institution of higher
6 education" means Michigan State University and Northern Michigan
7 University.

8

9 **OFFICE OF EARLY CHILDHOOD EDUCATION**

10 Sec. 1002. (1) From the funds appropriated in part 1, the
11 department shall ensure that the final child development and care
12 provider reimbursement rates are published on the department and
13 Great Start to Quality websites.

14 (2) In addition to the funds appropriated in part 1, upon
15 receiving approval from the state budget director, the department
16 may receive and expend federal child care development block grant
17 funds at risk of being lapsed back to the federal government. The
18 department may do this only if all of the following criteria are
19 met:

20 (a) The funds are at risk of being lapsed to the federal
21 government by the end of the current fiscal year.

22 (b) The department plans to expend the funds through a 1 time
23 rate increase to providers.

24 (c) The department makes this request to the state budget
25 director not less than 30 days before the expenditure of the funds.

26 (3) If the average cases over a 3-month period in the child
27 development and care program result in the projected fiscal year
28 2025 caseloads to fall below the caseload agreement from the May
29 2024 consensus revenue estimating conference, the department may



1 increase the hourly reimbursement rate to child care providers if
2 the following conditions are met:

3 (a) The level of estimated expenditures for the remainder of
4 the year is estimated to be significantly below the level estimated
5 from the May 2024 consensus revenue estimating conference.

6 (b) The department plans to expend the funds through an
7 ongoing rate increase to providers for the remainder of the fiscal
8 year.

9 (c) The department makes this request to the state budget
10 director not less than 30 days before the expenditure of the funds
11 that includes the rate increase.

12 (4) Upon receiving approval from the state budget director
13 under subsection (2) or (3), the department must notify the senate
14 and house fiscal agencies of the amount being appropriated, the
15 estimated rate increase to providers, and if the rate increase to
16 providers is 1 time or ongoing in nature.

17 (5) The department may withdraw the intent to expend the funds
18 under subsections (2) or (3) by notifying the state budget director
19 in writing.

20 (6) From the funds appropriated in part 1 for child
21 development and care public assistance, the provider reimbursement
22 rates for child care centers, group home providers, registered
23 family homes, and license exempt providers are increased by 20%
24 from the provider reimbursement rates established in the child
25 development and care handbook for fiscal year 2023-2024, rounded to
26 the nearest \$0.05.

27 (7) Provider reimbursement rate increases funded under
28 subsection (1) are effective the first full biweekly pay period of
29 the fiscal year.



1 Sec. 1005. (1) From the funds appropriated in part 1 for child
2 development and care public assistance, the provider reimbursement
3 rates for child care centers, group home providers, registered
4 family homes, and license exempt providers for foster care children
5 who are receiving benefits through their foster parents are
6 increased by 30% from the provider reimbursement rates established
7 in section 1002, rounded to the nearest \$0.05.

8 (2) Provider reimbursement rate increases funded under
9 subsection (1) are effective the first full biweekly pay period of
10 the fiscal year.

11 (3) The department shall ensure that the final child
12 development and care provider reimbursement rates are published on
13 the department and Great Start to Quality websites.

14 Sec. 1007. (1) From the funds appropriated in part 1 for child
15 development and care - external support, the department, the
16 department of licensing and regulatory affairs, and DHHS shall
17 create a joint report that includes, but is not limited to, the
18 following:

19 (a) The affordability of child care in this state, including,
20 but not limited to, the number of children eligible for and
21 participating in the child development and care program, the number
22 of children eligible for and participating in the child development
23 and care program for the last 5 years, and key takeaways from the
24 most recent market rate survey.

25 (b) The availability of child care in this state by county,
26 including, but not limited to, the number of licensed child care
27 providers, the change in the number of licensed child care
28 providers and slots over time, and the estimated demand for care.

29 (c) The health and safety of child care, including, but not



1 limited to, the top 10 most common rule violations, the number of
2 licenses revoked and summarily suspended, and the number of license
3 violations for incomplete health and safety training and safe sleep
4 training.

5 (d) Any actions taken to strengthen health and safety of care,
6 including, but not limited to, the number of licensing consultants,
7 their average caseload, the number of on-site visits they complete
8 by provider type and region, the types of activities that are
9 intended to improve health and safety in licensed care, and the
10 number of times those activities are performed by licensing
11 consultants.

12 (e) The quality of child care, including, but not limited to,
13 the number of licensed providers participating in the great start
14 to quality program and the workforce registry, the number of new
15 participants and how participation has changed over the last 5
16 years, and the number of children participating in the child
17 development and care program enrolled in an enhancing quality level
18 or higher program.

19 (f) Any actions taken to improve child care quality,
20 including, but not limited to, the number of quality consultants,
21 the average caseload, the number of on-site visits completed by
22 region, the types of activities that are intended to improve
23 quality and the number of times those activities are performed, and
24 the number of providers that have improved the provider's quality
25 rating since the start of the current fiscal year compared to the
26 same time period in the preceding fiscal year, reported as the
27 number of providers in each region.

28 (g) The child care workforce, including, but not limited to,
29 the number of child care professionals, average wages by role,



1 number of individuals participating in the TEACH scholarship and
 2 earning a credential, and the level of demand for staff.

3 (h) Total funding appropriated to contracts for the early
 4 childhood comprehensive systems planning by this state during the
 5 previous fiscal year that includes, but is not limited to, the
 6 following:

7 (i) The amount of funding for each grant awarded.

8 (ii) The grant recipients.

9 (iii) The activities funded by each grant.

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

13 (2) The department must post the joint report on the
 14 department website and send the joint report to the state budget
 15 director, the house and senate subcommittees that oversee the
 16 department budget, and the house and senate fiscal agencies by
 17 April 1 of the current fiscal year reflecting data for the previous
 18 fiscal year.

19 Sec. 1008. From the funds appropriated in part 1 for office of
 20 great start operations, the department shall ensure efficient
 21 service provisions to coordinate services provided to families for
 22 home visits, reduce duplication of state services and spending, and
 23 increase efficiencies, including the home visits funded under
 24 section 32p of the state school aid act of 1979, 1979 PA 94, MCL
 25 388.1632p, and work with DHHS as necessary.

26 Sec. 1009. From the funds appropriated in part 1 for child
 27 development and care public assistance, the income entrance
 28 eligibility threshold for the child development and care program is
 29 set to not more than 200% of the federal poverty guidelines.



1 Sec. 1011. From the funds appropriated in part 1 for child
2 development and care public assistance, for eligible children in
3 the child development and care program, the department shall
4 implement payments to providers based on enrollment rather than
5 based on attendance. This shall be done in a manner determined by
6 the department.

7 Sec. 1012. From the funds appropriated in part 1,
8 \$3,000,000.00 must be for the department to work in collaboration
9 with DHHS to continue the network of infant and early childhood
10 mental health consultation, which provides mental health
11 consultation to child care providers.

12 Sec. 1015. (1) From the funds appropriated in part 1 for
13 third-shift worker child care pilot program, \$4,366,000.00 must be
14 for grants to licensed child care providers to provide child care
15 for children of parents or guardians who work third-shift and
16 otherwise meet the eligibility requirements for the child
17 development and care program as established in the child
18 development and care handbook for the fiscal year.

19 (2) To be eligible for a grant under this section, an
20 applicant must do all of the following:

21 (a) Demonstrate a need for child care for children of parents
22 or guardians who work third-shift in their community.

23 (b) Provide assurance that the applicant does not currently
24 provide child care for children of parents or guardians who work
25 third-shift.

26 (c) Demonstrate the capacity to provide child care for
27 children overnight.

28 (d) Apply in a form and manner as determined by the
29 department.



1 (3) The department shall do all of the following:

2 (a) Make grant applications available and notify all licensed
3 child care providers of the grant.

4 (b) Evaluate grant applications based on all of the following
5 criteria:

6 (i) The applicant's Great Start to Quality rating.

7 (ii) The capacity of the applicant to serve children overnight.

8 (iii) The demonstrated need for child care for children of
9 parents and guardians who work third-shift in the applicant's
10 community.

11 (iv) Any other criteria as determined by the department.

12 (c) Select no more than 10 eligible licensed child care
13 providers to receive grants.

14 Sec. 1030. (1) The funds appropriated in part 1 for the tri-
15 share child care program must be awarded for the continuation of
16 the child care facilitator pilot project originally initiated and
17 funded in section 1047(31) of article 5 of 2020 PA 166.

18 (2) Except as otherwise provided in this subsection, funding
19 appropriated in part 1 must be used to fund existing child care
20 facilitator hubs. The department may fund new child care
21 facilitator hubs provided sufficient funding exists to support all
22 existing hubs, including hubs currently funded with private money.
23 Any new hubs added must increase the number of participating
24 counties or serve statewide employers.

25 (3) Any child care facilitator receiving funds under this
26 section must be a nonprofit, limited liability company, C-
27 corporation, S-corporation, or a sole proprietor.

28 (4) Not more than \$200,000.00 may be used for administration
29 of the program.



1 Sec. 1040. (1) Not later than December 31, the child care
2 licensing bureau shall submit a report pertaining to licensing and
3 regulatory programs that the bureau oversees.

4 (2) The report under subsection (1) must provide, but not be
5 limited to, the following information for the immediately preceding
6 fiscal year, as applicable:

7 (a) The revenue generated by and expenditures disbursed for
8 each regulatory category.

9 (b) The renewal cycle and amount of each fee charged.

10 (c) The number of initial applications, aggregated by license
11 type.

12 (d) The number of initial applications denied, aggregated by
13 license type.

14 (e) The number of license renewals, aggregated by license
15 type.

16 (f) The number of licenses allowed to expire, aggregated by
17 license type.

18 (g) The average amount of time to approve or deny completed
19 applications.

20 (h) A description of the most common reasons applications are
21 denied.

22 (i) A description of the types of complaints received.

23 (j) A description of the process used to resolve complaints.

24 (k) The number of complaints received.

25 (l) The number of complaints investigated.

26 (m) The number of complaints closed with no action.

27 (n) The number of complaints resulting in administrative
28 actions or citations.

29 (o) The average amount of time to complete investigations.



1 (p) The number of enforcement actions, including license
2 revocations, suspensions, and fines.

3 (q) A description of the types of enforcement actions taken
4 against licensees.

5 (r) The number of administrative hearing adjudications.

6

7 **ONE-TIME APPROPRIATIONS**

8 Sec. 1102. From the funds appropriated in part 1, the Michigan
9 Center for Adult College Success shall continue to improve adult
10 postsecondary enrollment pursuant to the Michigan reconnect grant
11 act, 2020 PA 84, MCL 390.1701 to 390.1709.

