

SUBSTITUTE FOR
HOUSE BILL NO. 4410

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, 2021 and September 30, 2022; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

ARTICLE 1

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS

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

1	DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions	6.0	
4	Full-time equated classified positions	519.0	
5	GROSS APPROPRIATION	\$	119,330,300
6	Total interdepartmental grants and		
7	intradepartmental transfers		320,000
8	ADJUSTED GROSS APPROPRIATIONS	\$	119,010,300
9	Federal revenues:		
10	Total federal revenues		13,599,800
11	Special revenue funds:		
12	Total local revenues		0
13	Total private revenues		71,300
14	Total other state restricted revenues		44,202,300
15	State general fund/general purpose	\$	61,136,900
16	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
17	SUPPORT		
18	Full-time equated unclassified positions	6.0	
19	Full-time equated classified positions	27.0	
20	Unclassified salaries--FTE positions	6.0	\$ 617,900
21	Accounting service center		1,029,200
22	Commissions and boards		23,800
23	Emergency management--FTEs	4.0	1,320,700
24	Executive direction--FTEs	23.0	3,222,200
25	Property management		735,700
26	GROSS APPROPRIATION	\$	6,949,500
27	Appropriated from:		
28	Federal revenues:		

1	HHS, multiple grants		447,400
2	Special revenue funds:		
3	Agriculture licensing and inspection fees		44,400
4	Dairy and food safety fund		100,300
5	Feed control fund		8,100
6	Fertilizer control fund		10,000
7	Freshwater protection fund		61,000
8	Gasoline inspection and testing fund		25,000
9	Industry support funds		55,600
10	Michigan craft beverage council fund		8,800
11	Private forestland enhancement fund		15,600
12	Refined petroleum fund		20,000
13	Weights and measures regulation fees		5,000
14	State general fund/general purpose	\$	6,148,300
15	Sec. 103. INFORMATION AND TECHNOLOGY		
16	Information technology services and projects	\$	2,312,800
17	GROSS APPROPRIATION	\$	2,312,800
18	Appropriated from:		
19	Special revenue funds:		
20	Agriculture licensing and inspection fees		91,400
21	Dairy and food safety fund		74,800
22	Feed control fund		15,000
23	Fertilizer control fund		15,000
24	Freshwater protection fund		15,000
25	Gasoline inspection and testing fund		32,400
26	State general fund/general purpose	\$	2,069,200
27	Sec. 104. FOOD AND DAIRY		
28	Full-time equated classified positions		139.0

1	Food safety and quality assurance--FTEs	103.0	\$	18,203,300
2	Milk safety and quality assurance--FTEs	36.0		5,752,100
3	GROSS APPROPRIATION		\$	23,955,400
4	Appropriated from:			
5	Federal revenues:			
6	HHS, multiple grants			2,741,600
7	USDA, multiple grants			137,100
8	Special revenue funds:			
9	Consumer and industry food safety education			
10	fund			242,500
11	Dairy and food safety fund			5,461,600
12	Industry food safety education fund			114,100
13	Marihuana regulatory fund			350,000
14	Marihuana regulation fund			350,000
15	State general fund/general purpose		\$	14,558,500
16	Sec. 105. ANIMAL INDUSTRY			
17	Full-time equated classified positions	62.0		
18	Animal disease prevention and response--FTEs	62.0	\$	9,623,100
19	Indemnification - livestock depredation			15,000
20	Alliance for animal agriculture			3,000,000
21	GROSS APPROPRIATION		\$	12,638,100
22	Appropriated from:			
23	Federal revenues:			
24	HHS, multiple grants			15,100
25	USDA, multiple grants			567,400
26	Special revenue funds:			
27	Agriculture licensing and inspection fees			71,800
28	Animal welfare fund			150,000

1	State general fund/general purpose		\$	11,833,800
2	Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT			
3	Full-time equated classified positions	95.0		
4	Animal feed safety--FTEs	10.0	\$	2,089,200
5	Pesticide and plant pest management--FTEs	85.0		14,172,100
6	GROSS APPROPRIATION		\$	16,261,300
7	Appropriated from:			
8	Federal revenues:			
9	EPA, multiple grants			564,200
10	HHS, multiple grants			389,900
11	USDA, multiple grants			716,900
12	Special revenue funds:			
13	Private - slow-the-spread foundation			21,300
14	Agriculture licensing and inspection fees			4,498,800
15	Commodity inspection fees			671,400
16	Feed control fund			1,387,500
17	Fertilizer control fund			1,336,700
18	Freshwater protection fund			157,500
19	Horticulture fund			70,000
20	Industrial hemp licensing and registration fund			670,600
21	Industry support funds			228,100
22	State general fund/general purpose		\$	5,548,400
23	Sec. 107. ENVIRONMENTAL STEWARDSHIP			
24	Full-time equated classified positions	65.5		
25	Agricultural preservation easement grants		\$	1,900,000
26	Environmental stewardship - MAEAP--FTEs	25.0		11,682,200
27	Farmland and open space preservation--FTEs	10.0		1,575,000
28	Intercounty drain--FTEs	6.0		842,000

1	Local Conservation districts		2,000,000
2	Migrant labor housing--FTEs	9.0	1,324,000
3	Qualified forest program--FTEs	9.0	2,651,700
4	Right-to-farm--FTEs	6.5	999,100
5	GROSS APPROPRIATION		\$ 22,974,000
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDG from MDEGLE, biosolids		93,100
9	Federal revenues:		
10	Department of interior		96,300
11	EPA, multiple grants		562,100
12	USDA, multiple grants		1,322,300
13	Special revenue funds:		
14	Agricultural preservation fund		3,475,000
15	Freshwater protection fund		8,296,900
16	Migratory labor housing fund		140,100
17	Private forestland enhancement fund		1,080,100
18	State general fund/general purpose		\$ 7,908,100
19	Sec. 108. LABORATORY PROGRAM		
20	Full-time equated classified positions	108.5	
21	Central licensing and customer call center--		
22	FTEs	12.5	\$ 1,439,500
23	Consumer protection program--FTEs	42.0	6,934,600
24	Laboratory services--FTEs	43.0	8,220,900
25	USDA monitoring--FTEs	11.0	1,677,500
26	GROSS APPROPRIATION		\$ 18,272,500
27	Appropriated from:		
28	Interdepartmental grant revenues:		

1	IDG from LARA (LCC), liquor quality testing		
2	fees		226,900
3	Federal revenues:		
4	EPA, multiple grants		180,600
5	HHS, multiple grants		1,549,900
6	USDA, multiple grants		1,678,700
7	Special revenue funds:		
8	Agriculture licensing and inspection fees		346,400
9	Dairy and food safety fund		514,300
10	Feed control fund		190,900
11	Fertilizer control fund		24,600
12	Freshwater protection fund		47,000
13	Gasoline inspection and testing fund		1,412,400
14	Grain dealers fee fund		7,900
15	Industrial hemp licensing and registration fund		318,700
16	Migratory labor housing fund		29,300
17	Refined petroleum fund		3,379,800
18	Testing fees		353,200
19	Weights and measures regulation fees		737,700
20	State general fund/general purpose	\$	7,274,200
21	Sec. 109. AGRICULTURE DEVELOPMENT		
22	Full-time equated classified positions	22.0	
23	Agriculture development--FTEs	13.0	\$ 4,760,900
24	Fair food network - double up food bucks		900,000
25	Food and agriculture investment program		2,470,600
26	Michigan craft beverage council--FTEs	3.0	920,900
27	Producer security/grain dealers--FTEs	5.0	740,300
28	Rural development fund grant program--FTE	1.0	2,004,800

1	GROSS APPROPRIATION	\$	11,797,500
2	Appropriated from:		
3	Federal revenues:		
4	USDA, multiple grants		2,630,300
5	Special revenue funds:		
6	Private - commodity group revenue		50,000
7	Agriculture licensing and inspection fees		5,100
8	Grain dealers fee fund		696,400
9	Industry support funds		223,600
10	Michigan craft beverage council fund		890,900
11	Rural development fund		2,004,800
12	State general fund/general purpose	\$	5,296,400
13	Sec. 110. FAIRS AND EXPOSITIONS		
14	County fairs, shows, and expositions	\$	500,000
15	Fairs and racing		258,600
16	Licensed tracks - light horse racing		40,300
17	Light horse racing - breeders' awards		20,000
18	Purses and supplements - fairs/licensed tracks		708,300
19	Standardbred breeders' awards		345,900
20	Standardbred purses and supplements - licensed		
21	tracks		671,800
22	Standardbred sire stakes		275,000
23	Thoroughbred breeders' awards		368,600
24	Thoroughbred sire stakes		378,800
25	Thoroughbred supplements - licensed tracks		601,900
26	GROSS APPROPRIATION	\$	4,169,200
27	Appropriated from:		
28	Special revenue funds:		

Agriculture equine industry development fund	3,669,200
State general fund/general purpose	\$ 500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$105,339,200.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$2,120,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

Agriculture preservation easement grants	\$ 1,900,000
Environmental stewardship/MAEAP	4,100,000
Qualified forest program	1,400,000
Rural development fund grant program	1,400,000
TOTAL	\$ 8,800,000

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

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

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

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

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

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

1 (e) "IDG" means interdepartmental grant.

2 (f) "MAEAP" means the Michigan agriculture environmental
3 assurance program.

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

6 (h) "MOU" means memoranda of understanding.

7 (i) "Subcommittees" means all members of the subcommittees of
8 the house and senate appropriations committees with jurisdiction
9 over the budget for the department.

10 (j) "TB" means tuberculosis.

11 (k) "USDA" means the United States Department of Agriculture.

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

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

21 Sec. 205. Funds appropriated in part 1 shall not be used for
22 the purchase of foreign goods or services, or both, if
23 competitively priced and of comparable quality American goods or
24 services, or both, are available. Preference shall be given to
25 goods or services, or both, manufactured or provided by Michigan
26 businesses, if they are competitively priced and of comparable
27 quality. In addition, preference shall be given to goods or
28 services, or both, that are manufactured or provided by Michigan
29 businesses owned and operated by veterans, if they are

1 competitively priced and of comparable quality.

2 Sec. 206. The director shall take all reasonable steps to
3 ensure businesses in deprived and depressed communities compete for
4 and perform contracts to provide services or supplies, or both.
5 Each director shall strongly encourage firms with which the
6 department contracts to subcontract with certified businesses in
7 depressed and deprived communities for services or supplies, or
8 both.

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

19 (a) The dates of each travel occurrence.

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

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

1 the attorney general authorizes.

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

11 Sec. 210. (1) In addition to the funds appropriated in part 1,
12 there is appropriated an amount not to exceed \$3,000,000.00 for
13 federal contingency authorization. These funds are not available
14 for expenditure until they have been transferred to another line
15 item in part 1 under section 393(2) of the management and budget
16 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 \$2,000,000.00 for state
19 restricted contingency authorization. These funds are not available
20 for expenditure until they have been transferred to another line
21 item in part 1 under section 393(2) of the management and budget
22 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 \$100,000.00 for local
25 contingency authorization. These funds are not available for
26 expenditure until they have been transferred to another line item
27 in part 1 under section 393(2) of the management and budget act,
28 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 \$100,000.00 for private
2 contingency authorization. These funds are not available for
3 expenditure until they have been transferred to another line item
4 in part 1 under section 393(2) of the management and budget act,
5 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 each department or agency:

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. Within 14 days after the release of the executive
19 budget recommendation, the department shall cooperate with the
20 state budget office to provide the senate and house appropriations
21 chairs, the subcommittees, respectively, and the senate and house
22 fiscal agencies with an annual report on estimated state restricted
23 fund balances, state restricted fund projected revenues, and state
24 restricted fund expenditures for the fiscal years ending September
25 30, 2021 and September 30, 2022.

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

1 Sec. 214. Total authorized appropriations from all sources
2 under part 1 for legacy costs for the fiscal year ending September
3 30, 2022 is \$11,812,300.00. From this amount, total agency
4 appropriations for pension-related legacy costs are estimated at
5 \$6,617,900.00. Total agency appropriations for retiree health care
6 legacy costs are estimated at \$5,194,400.00.

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

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

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

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

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

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

1 2021.

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

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

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

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

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

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

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

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

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

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

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

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

27 Sec. 222. Any department, agency, board, commission,
28 subdivision, or other executive branch entity or official of this
29 state that receives funding under part 1 shall not do the

1 following:

2 (a) Require as a condition of accessing any state services or
3 facilities that an individual provide proof he or she has received
4 a COVID-19 vaccine.

5 (b) Produce, develop, and issue a COVID-19 vaccine passport
6 for the purpose of certifying that an individual has received a
7 COVID-19 vaccine.

8 (c) Provide information of an individual's COVID-19 vaccine
9 status to any person, company, or governmental entity for inclusion
10 in a COVID-19 vaccine passport.

11
12 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

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

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

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

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

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

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

1 carry forward for appropriation by the legislature in the
2 subsequent fiscal year.

3 (3) The department shall notify the subcommittees, the fiscal
4 agencies, and the state budget office 30 days prior to proposing
5 changes in fees authorized under this section or under section 5 of
6 1915 PA 91, MCL 285.35.

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

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

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

28
29 **FOOD AND DAIRY**

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

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

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

14
15 **ANIMAL INDUSTRY**

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

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

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

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

2 (a) The reason for the indemnification.

3 (b) The amount of the indemnification.

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

5 Sec. 454. The department shall use its resources to
6 collaborate with the USDA to monitor bovine TB, consistent with the
7 current MOU between the department and the USDA.

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

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

28 Sec. 458. From the funds appropriated in part 1 for Michigan
29 animal agriculture alliance, the department shall work with animal

1 industry representatives and state research universities to
2 establish an animal research grant program.

3
4 **PESTICIDE AND PLANT PEST MANAGEMENT**

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

10
11 **ENVIRONMENTAL STEWARDSHIP**

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

19 Sec. 602. The department shall report on the previous calendar
20 year's activities of the environmental stewardship division. The
21 report shall be transmitted to the subcommittees, the fiscal
22 agencies, and the state budget office and posted to the
23 department's website on or before April 1 of each year.

24 Sec. 604. The department may receive and expend federal
25 revenues up to a total of \$1,000,000.00 in excess of the federal
26 revenue appropriated in section 107 of part 1 for environmental
27 stewardship and MAEAP activities. The department shall notify the
28 subcommittees, the fiscal agencies, and the state budget office
29 prior to expending federal revenues authorized under this section.

1 Sec. 608. (1) The appropriations in part 1 for the qualified
2 forest program are for the purpose of increasing the knowledge of
3 nonindustrial private forestland owners of sound forest management
4 practices and increasing the amount of commercial timber production
5 from those lands.

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

10 Sec. 609. The appropriations in part 1 for local conservation
11 districts shall be distributed in equal amounts to local
12 conservation districts in the state that were in operation as of
13 April 15, 2021.

14 Sec. 610. From the funds appropriated in part 1, the department
15 shall coordinate with the department of treasury to improve the timely
16 processing and issuance of tax credits under section 36109 of the natural
17 resources and environmental protection act, 1994 PA 451, MCL 324.36109,
18 for the Michigan's farmland and open space preservation program under
19 parts 361 and 362 of the natural resources and environmental protection
20 act, 1994 PA 451, MCL 324.36101 to 324.3116 and 324.36201 to 324.36207.
21 This includes, but is not limited to:

22 (a) Timely review of mailed applications and paperwork.

23 (b) Timely and proactive communications to applicants on the status
24 of their application.

25 (c) A clear and understood timeline for the issuance of any tax
26 credits.

27
28 **LABORATORY PROGRAM**

29 Sec. 651. The department shall report on the previous calendar

1 year's activities of the laboratory division. The report shall be
2 transmitted to the subcommittees, the fiscal agencies, and the
3 state budget office and posted to the department's website on or
4 before April 1 of each year.

5
6 **AGRICULTURE DEVELOPMENT**

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

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

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

22 (4) Before the allocation of funding, all projects shall
23 receive approval from the Michigan commission of agriculture and
24 rural development, except for projects selected through a
25 competitive process by a joint evaluation committee selected by the
26 director and consisting of representatives that have agriculture,
27 business, and economic development expertise. Projects funded
28 through the food and agriculture investment program will be
29 required to have a grant agreement that outlines milestones and

1 activities that must be met in order to receive a disbursement of
2 funds. Projects must also identify measurable project outcomes.

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

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

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

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

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

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

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

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

- 4 (a) Grants.
- 5 (b) Loans or loan guarantees.
- 6 (c) Infrastructure development.
- 7 (d) Other economic assistance.
- 8 (e) Program administration.
- 9 (f) Export assistance.

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

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

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

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

24 (b) Notify recipients of food assistance program benefits
25 about the double up food bucks program that is administered by the
26 fair food network. Food assistance program recipients shall receive
27 information about the double up food bucks program, including
28 information that explains that when program recipients spend up to
29 \$20.00 at participating farmer's markets and grocery stores, the

1 recipient can receive an additional \$20.00 to buy Michigan produce.

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

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

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

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

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

20 (d) A breakdown of program participation by county and by day
21 of week.

22 (4) The report required under subsection (3) shall also
23 include a discussion of program evaluation criteria, as well as
24 recommendation of a reporting metric for tracking health outcomes
25 of program participants.

26 Sec. 706. (1) The department shall report on the previous
27 calendar year's activities of the agriculture development division.
28 The report shall be transmitted to the subcommittees, the fiscal
29 agencies, and the state budget office and posted to the

department's website on or before April 1 of each year.

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

(a) The name of the grantee.

(b) The amount of the grant.

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

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

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

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

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

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

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

FAIRS AND EXPOSITIONS

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

Sec. 802. From the funds appropriated in part 1 from agriculture equine industry development funds, available revenue

1 shall be allocated in the following priority order:

2 (a) To support all administrative, contractual, and regulatory
3 costs incurred by the department and the Michigan gaming control
4 board.

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

7 (c) Any remaining funds collected through September 30, 2021,
8 after the obligations in subdivisions (a) and (b) have been met,
9 shall be prorated equally among the supplements, breeders' awards,
10 and sire stakes awards to eligible race meeting licensees in
11 accordance with section 20 of the horse racing law of 1995, 1995 PA
12 279, MCL 431.320.

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

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

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

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

29 (3) From the amount appropriated in part 1 for county fairs,

1 shows, and expositions, up to \$25,000.00 shall be expended for the
2 purpose of financial support, promotion, prizes, and premiums of
3 equine, livestock, and other agricultural commodity expositions in
4 this state, and festivals.

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

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

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

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

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

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

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

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

(8) The department shall provide a year-end report on the county fairs, shows, and expositions grants no later than December 1, 2022 to the subcommittees, the fiscal agencies, and the state budget director that includes a listing of the grantees, award amounts, match funding, and project outcomes.

ARTICLE 2

DEPARTMENT OF CORRECTIONS

PART 1

LINE-ITEM APPROPRIATIONS

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

DEPARTMENT OF CORRECTIONS

APPROPRIATION SUMMARY

Full-time equated unclassified positions	16.0

Full-time equated classified positions	13,484.4

GROSS APPROPRIATION	\$ 2,063,013,600

Interdepartmental grant revenues:	

Total interdepartmental grants and intradepartmental transfers	0

ADJUSTED GROSS APPROPRIATION	\$ 2,063,013,600

Federal revenues:	

Total federal revenues	5,364,100

Special revenue funds:	

Total local revenues	9,646,100

Total private revenues	0

Total other state restricted revenues	45,493,400

1	State general fund/general purpose		\$ 2,002,510,000
2	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
3	SUPPORT		
4	Full-time equated unclassified positions	16.0	
5	Full-time equated classified positions	335.0	
6	Unclassified salaries--FTEs	16.0	\$ 2,030,400
7	Administrative hearings officers		3,187,000
8	Budget and operations administration--FTEs	247.0	35,100,400
9	Compensatory buyout and union leave bank		100
10	County jail reimbursement program		14,814,600
11	Employee wellness programming--FTEs	6.0	1,190,600
12	Equipment and special maintenance		1,559,700
13	Executive direction--FTEs	21.0	4,477,000
14	Judicial data warehouse user fees		50,600
15	New custody staff training		21,166,100
16	Prison industries operations--FTEs	61.0	10,100,600
17	Property management		2,455,100
18	Prosecutorial and detainer expenses		4,801,000
19	Sheriffs' coordinating and training office		100,000
20	Worker's compensation		10,733,300
21	GROSS APPROPRIATION		\$ 111,766,500
22	Appropriated from:		
23	Federal revenues:		
24	DOJ, prison rape elimination act grant		674,700
25	Special revenue funds:		
26	Correctional industries revolving fund		10,100,600
27	Correctional industries revolving fund 110		721,600
28	Jail reimbursement program fund		5,900,000

1	Local corrections officer training fund		100,000
2	Program and special equipment fund		100
3	State general fund/general purpose	\$	94,269,500
4	Sec. 103. OFFENDER SUCCESS ADMINISTRATION		
5	Full-time equated classified positions	340.9	
6	Community corrections comprehensive plans and		
7	services	\$	13,198,100
8	Education/skilled trades/career readiness		
9	programs--FTEs	263.9	38,528,300
10	Enhanced food technology program--FTEs	12.0	1,750,000
11	Goodwill flip the script		1,250,000
12	Offender success community partners		14,500,000
13	Offender success federal grants		751,000
14	Offender success programming		16,772,800
15	Offender success services--FTEs	65.0	17,831,100
16	Public safety initiative		4,000,000
17	Residential probation diversions		16,575,500
18	GROSS APPROPRIATION	\$	125,156,800
19	Appropriated from:		
20	Federal revenues:		
21	DOJ, prisoner reintegration		751,000
22	Federal education funding		1,575,200
23	Special revenue funds:		
24	Program and special equipment fund		14,326,000
25	State general fund/general purpose	\$	108,504,600
26	Sec. 104. FIELD OPERATIONS ADMINISTRATION		
27	Full-time equated classified positions	1,880.5	
28	Criminal justice reinvestment	\$	3,748,400

1	Field operations--FTEs	1,849.5	221,739,400
2	Parole board operations--FTEs	31.0	3,867,400
3	Parole/probation services		940,000
4	Residential alternative to prison program		1,500,000
5	GROSS APPROPRIATION	\$	231,795,200
6	Appropriated from:		
7	Special revenue funds:		
8	Local - community tether program reimbursement		275,000
9	Reentry center offender reimbursements		10,000
10	Supervision fees		6,630,500
11	Supervision fees set-aside		940,000
12	State general fund/general purpose	\$	223,939,700
13	Sec. 105. CORRECTIONAL FACILITIES		
14	ADMINISTRATION		
15	Full-time equated classified positions	660.0	
16	Central records--FTEs	43.0	\$ 4,792,300
17	Correctional facilities administration--FTEs	37.0	6,596,400
18	Housing inmates in federal institutions		511,000
19	Inmate housing fund		100
20	Inmate legal services		290,900
21	Leased beds and alternatives to leased beds		100
22	Prison food service--FTEs	336.0	72,833,200
23	Prison store operations--FTEs	33.0	3,392,300
24	Public works program		1,000,000
25	Transportation--FTEs	211.0	30,850,400
26	GROSS APPROPRIATION	\$	120,266,700
27	Appropriated from:		
28	Federal revenues:		

1	DOJ-BOP, federal prisoner reimbursement		411,000
2	SSA-SSI, incentive payment		272,000
3	Special revenue funds:		
4	Correctional industries revolving fund 110		663,400
5	Public works user fees		1,000,000
6	Resident stores		3,392,300
7	State general fund/general purpose	\$	114,528,000
8	Sec. 106. HEALTH CARE		
9	Full-time equated classified positions	1,469.3	
10	Clinical complexes--FTEs	1,033.3	\$ 148,457,900
11	Health care administration--FTEs	17.0	3,459,500
12	Healthy Michigan plan administration--FTEs	12.0	993,200
13	Hepatitis C treatment		8,810,700
14	Interdepartmental grant to health and human		
15	services, eligibility specialists		120,200
16	Mental health and substance abuse treatment		
17	services--FTEs	407.0	52,167,800
18	Prisoner health care services		94,793,600
19	Vaccination program		691,200
20	GROSS APPROPRIATION	\$	309,494,100
21	Appropriated from:		
22	Federal revenues:		
23	DOJ, Office of Justice Programs, RSAT		250,200
24	Federal revenues and reimbursements		395,200
25	Special revenue funds:		
26	Prisoner health care co-payments		257,200
27	State general fund/general purpose	\$	308,591,500
28	Sec. 107. CORRECTIONAL FACILITIES		

1	Full-time equated classified positions	8,798.7	
2	Alger Correctional Facility - Munising--FTEs	259.0	\$ 32,062,300
3	Baraga Correctional Facility - Baraga--FTEs	295.8	38,174,700
4	Bellamy Creek Correctional Facility - Ionia--		
5	FTEs	392.2	46,870,400
6	Carson City Correctional Facility - Carson		
7	City--FTEs	421.4	51,347,100
8	Central Michigan Correctional Facility - St.		
9	Louis--FTEs	386.6	48,651,500
10	Charles E. Egeler Correctional Facility -		
11	Jackson--FTEs	386.6	48,082,700
12	Chippewa Correctional Facility - Kincheloe--		
13	FTEs	443.6	54,172,600
14	Cooper Street Correctional Facility - Jackson--		
15	FTEs	254.6	31,028,600
16	Detroit Detention Center--FTEs	69.1	9,371,100
17	Earnest C. Brooks Correctional Facility -		
18	Muskegon--FTEs	248.2	31,973,300
19	G. Robert Cotton Correctional Facility -		
20	Jackson--FTEs	395.0	47,720,200
21	Gus Harrison Correctional Facility - Adrian--		
22	FTEs	443.6	52,960,900
23	Ionia Correctional Facility - Ionia--FTEs	288.3	36,284,700
24	Kinross Correctional Facility - Kincheloe--FTEs	258.6	34,558,400
25	Lakeland Correctional Facility - Coldwater--		
26	FTEs	275.4	34,910,900
27	Macomb Correctional Facility - New Haven--FTEs	313.3	38,667,900
28	Marquette Branch Prison - Marquette--FTEs	319.7	40,008,400

1	Michigan Reformatory - Ionia--FTEs	319.8	37,583,000
2	Muskegon Correctional Facility - Muskegon--FTEs	208.0	27,868,000
3	Newberry Correctional Facility - Newberry--FTEs	199.1	25,831,000
4	Oaks Correctional Facility - Eastlake--FTEs	289.4	36,901,200
5	Parnall Correctional Facility - Jackson--FTEs	266.1	30,865,900
6	Richard A. Handlon Correctional Facility -		
7	Ionia--FTEs	255.7	32,651,500
8	Saginaw Correctional Facility - Freeland--FTEs	276.9	35,235,000
9	Special Alternative Incarceration Program -		
10	Jackson--FTEs	33.5	5,905,800
11	St. Louis Correctional Facility - St. Louis--		
12	FTEs	306.6	39,979,700
13	Thumb Correctional Facility - Lapeer--FTEs	283.6	35,580,100
14	Womens Huron Valley Correctional Complex -		
15	Ypsilanti--FTEs	505.1	63,075,100
16	Woodland Correctional Facility - Whitmore Lake-		
17	-FTEs	296.9	36,473,900
18	Northern region administration and support--		
19	FTEs	43.0	4,495,800
20	Southern region administration and support--		
21	FTEs	64.0	19,160,400
22	GROSS APPROPRIATION		\$ 1,108,452,100
23	Appropriated from:		
24	Federal revenues:		
25	DOJ, state criminal assistance program		1,034,800
26	Special revenue funds:		
27	Local revenues		9,371,100

1	State restricted fees, revenues, and	
2	reimbursements	102,100
3	State general fund/general purpose	\$ 1,097,944,100
4	Sec. 108. INFORMATION TECHNOLOGY	
5	Information technology services and projects	\$ 31,082,200
6	GROSS APPROPRIATION	\$ 31,082,200
7	Appropriated from:	
8	Special revenue funds:	
9	Correctional industries revolving fund 110	182,000
10	Program and special equipment fund	452,800
11	Supervision fees set-aside	714,800
12	State general fund/general purpose	\$ 29,732,600
13	Sec. 109. ONE-TIME APPROPRIATIONS	
14	<i>John Does v MDOC</i> settlement agreement	\$ 25,000,000
15	GROSS APPROPRIATION	\$ 25,000,000
16	Appropriated from:	
17	State general fund/general purpose	\$ 25,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$2,048,003,400.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$122,895,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF CORRECTIONS

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

25 (n) "Recidivism" means that term as defined in section 1 of
26 2017 PA 5, MCL 798.31.

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

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

1 330.1100d.

2 (q) "Serious mental illness" means that term as defined in
3 section 100d(3) of the mental health code, 1974 PA 258, MCL
4 330.1100d.

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

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

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

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

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

29 Sec. 207. The department shall prepare a report on out-of-

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

9 (a) The dates of each travel occurrence.

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

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

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

28 Sec. 210. In addition to the funds appropriated in part 1,
29 there is appropriated an amount not to exceed \$2,500,000.00 for

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

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

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

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

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

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

16 (e) Job specifications and wage rates.

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

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

1 Sec. 214. Total authorized appropriations from all sources
2 under part 1 for legacy costs for the fiscal year ending September
3 30, 2022 are estimated at \$279,249,700.00. From this amount, total
4 department appropriations for pension-related legacy costs are
5 estimated at \$156,450,700.00. Total department appropriations for
6 retiree health care legacy costs are estimated at \$122,799,000.00.

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

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

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

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

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

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

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

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

13 (a) Number of employees that were engaged in remote work in
14 2021.

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

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

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

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

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

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

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

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

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

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

1 purchased.

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

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

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

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

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

25 (a) Report to the senate and house appropriations committees,
26 the senate and house fiscal agencies, the senate and house policy
27 offices, and the state budget office any amounts of severance pay
28 for a department director, deputy director, or other high-ranking
29 department official not later than 14 days after a severance

1 agreement with the director or official is signed. The name of the
2 director or official and the amount of severance pay must be
3 included in the report required by this subdivision.

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

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

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

19 Sec. 224. Any department, agency, board, commission,
20 subdivision, or other executive branch entity or official of this
21 state that receives funding under part 1 shall not do the
22 following:

23 (a) Require as a condition of accessing any state services or
24 facilities that an individual provide proof that he or she has
25 received a COVID-19 vaccine.

26 (b) Produce, develop, and issue a COVID-19 vaccine passport
27 for the purpose of certifying that an individual has received a
28 COVID-19 vaccine.

29 (c) Provide information of an individual's COVID-19 vaccine

1 status to any person, company, or governmental entity for inclusion
2 in a COVID-19 vaccine passport.

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

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

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

14
15 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

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

25 Sec. 302. From the funds appropriated in part 1, the
26 department shall submit a report by March 1 on the department's
27 staff retention strategies to the senate and house appropriations
28 subcommittees on corrections, the senate and house committees on
29 oversight, the senate and house fiscal agencies, the legislative

1 corrections ombudsman, and the state budget office. The report must
2 include, but not be limited to, the following:

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

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

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

13 Sec. 303. From the funds appropriated in part 1, the
14 department shall submit a report by March 1 on the number of
15 employee departures to the senate and house appropriations
16 subcommittees on corrections, the senate and house committees on
17 oversight, the senate and house fiscal agencies, the legislative
18 corrections ombudsman, and the state budget office. The report must
19 include the number of corrections officers that departed from
20 employment at a state correctional facility in the immediately
21 preceding fiscal year and the number of years they worked for the
22 department. The report shall include a chart that shows the normal
23 distribution of employee departures in these positions based on
24 years of service. Years of service shall be grouped into the
25 following ranges: 1 to 3 years, 3 to 5 years, 5 to 10 years, 10 to
26 15 years, 15 to 20 years, and 20 and more years. The department
27 shall review all reasons for employee departures and summarize in
28 the report the primary reasons for departure for each of the ranges
29 of years of service based on the available responses. The report

1 shall include a section that shows the distinction between recruits
2 who are in-training at the academy that depart employment, recruits
3 who are in-training at a facility that depart employment, and
4 employees who have been on the job that depart employment.

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

15 (2) From the funds appropriated in part 1 for the staffing
16 savings initiative program, an employee whose suggestion is
17 implemented by the department shall receive a reward in
18 compensation equal to 1% of any savings that result from the
19 implementation of the suggestion, up to a maximum award of
20 \$2,000.00.

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

27 Sec. 306. Funds included in part 1 for the sheriffs'
28 coordinating and training office are appropriated for and may be
29 expended to defray costs of continuing education, certification,

1 recertification, decertification, and training of local corrections
2 officers, the personnel and administrative costs of the sheriffs'
3 coordinating and training office, the local corrections officers
4 advisory board, and the sheriffs' coordinating and training council
5 under the local corrections officers training act, 2003 PA 125, MCL
6 791.531 to 791.546.

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

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

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

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

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

26 Sec. 309. The department shall issue a report for all
27 correctional facilities to the senate and house appropriations
28 subcommittees on corrections, the senate and house fiscal agencies,
29 the legislative corrections ombudsman, and the state budget office

1 by January 1 setting forth the following information for each
2 facility: its name, street address, and date of construction; its
3 current maintenance costs; any maintenance planned; its current
4 utility costs; its expected future capital improvement costs; the
5 current unspent balance of any authorized capital outlay projects,
6 including the original authorized amount; and its expected future
7 useful life.

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

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

28 Sec. 312. (1) Funds appropriated in part 1 for employee
29 wellness programming shall be used for post-traumatic stress

1 outreach, treating mental health issues, and providing mental
2 health programming for all department staff, including former
3 employees.

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

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

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

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

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

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

29 Sec. 314. From the funds appropriated in part 1, the

1 department shall submit a monthly report on the number of overtime
2 hours worked by all custody staff, by facility. The report shall
3 include for each facility, the number of mandatory overtime hours
4 worked, the number of voluntary overtime hours worked, the reasons
5 for overtime hours worked, and the average number of overtime hours
6 worked by active employees. The report shall be submitted to the
7 senate and house appropriations subcommittees on corrections, the
8 senate and house committees on oversight, the senate and house
9 fiscal agencies, the legislative corrections ombudsman, and the
10 state budget office.

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

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

27
28 **OFFENDER SUCCESS ADMINISTRATION**

29 Sec. 401. The department shall submit 3-year and 5-year prison

1 population projection updates concurrent with submission of the
2 executive budget recommendation to the senate and house
3 appropriations subcommittees on corrections, the senate and house
4 fiscal agencies, the legislative corrections ombudsman, and the
5 state budget office. The report shall include explanations of the
6 methodology and assumptions used in developing the projection
7 updates.

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

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

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

22 (c) The department may accept cash or in-kind donations to
23 supplement funds for prison education training, supplies, and
24 materials necessary to complete the academic and jobs skills
25 related programs.

26 Sec. 403. The department shall partner with nonprofit faith-
27 based, business and professional, civic, and community
28 organizations for the purpose of providing offender success
29 services. Offender success services include, but are not limited

1 to, counseling, providing information on housing and job placement,
2 and money management assistance.

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

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

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

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

28 Sec. 409. From the funds appropriated in part 1, the
29 department shall design services for offender success and vocation

1 education programs collaborating with the department of labor and
2 economic opportunity and local entities to the extent deemed
3 necessary by the director. The department shall ensure the program
4 provides relevant professional development opportunities to
5 prisoners that are high quality, demand driven, locally receptive,
6 and responsive to the needs of communities where the prisoners are
7 expected to reside after their release from correctional
8 facilities.

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

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

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

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

28 (b) If federal funds are made available, the number of
29 participants funded, the number served, the number successfully

1 completing the program, and a summary of the program activity.

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

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

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

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

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

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

26 (2) If requested by the senate and house of representatives
27 appropriations subcommittees on corrections, the law enforcement
28 agency receiving funding under part 1 shall appear before the
29 subcommittees to discuss the expenditure report required under

1 subsection (1). The subcommittees will work with the law
2 enforcement agency to determine when the meeting will occur.

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

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

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

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

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

26 (3) State reimbursement under this section shall be \$65.00 per
27 diem per diverted offender for offenders with a presumptive prison
28 guideline score, \$55.00 per diem per diverted offender for
29 offenders with a straddle cell guideline for a group 1 crime, and

1 \$40.00 per diem per diverted offender for offenders with a straddle
2 cell guideline for a group 2 crime. Reimbursements shall be paid
3 for sentences up to a 1-year total.

4 (4) As used in this section:

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

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

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

24 (5) County jail reimbursement program expenditures shall not
25 exceed the amount appropriated in part 1 for the county jail
26 reimbursement program. Payments to counties under the county jail
27 reimbursement program shall be made in the order in which properly
28 documented requests for reimbursements are received. A request
29 shall be considered to be properly documented if it meets MDOC

1 requirements for documentation. By October 15, the department shall
2 distribute the documentation requirements to all counties.

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

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

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

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

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

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

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

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

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

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

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

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

14 (b) Expenditures by location.

15 (c) The impact on jail utilization.

16 (d) The impact on prison admissions.

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

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

26 (2) The department shall cooperate with MDHHS to create and
27 maintain a process by which prisoners can obtain their Michigan
28 birth certificates if necessary. The department shall describe a
29 process for obtaining birth certificates from other states, and in

1 situations where the prisoner's effort fails, the department shall
2 assist in obtaining the birth certificate.

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

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

13 (2) The department shall provide monthly email reports to the
14 senate and house appropriations subcommittees on corrections, the
15 senate and house fiscal agencies, the legislative corrections
16 ombudsman, and the state budget office. The reports shall include
17 information on end-of-month prisoner populations in county jails,
18 the net operating capacity according to the most recent
19 certification report, identified by date, the number of beds in
20 currently closed housing units by facility, and end-of-month data,
21 year-to-date data, and comparisons to the prior year for the
22 following:

23 (a) Community residential program populations, separated by
24 centers and electronic monitoring.

25 (b) Parole populations.

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

28 (d) Prison and camp populations, with separate identification
29 of the number in special alternative incarceration and the number

1 of lifers.

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

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

5 (g) Prisoner exits, identifying transfers to community
6 placement, paroles from prisons and camps, paroles from community
7 placement, total movements to parole, prison intake, prisoner
8 deaths, prisoners discharging on the maximum sentence, and other
9 prisoner exits.

10 (h) Prison intake and returns, including probation violators,
11 new court commitments, violators with new sentences, escaper new
12 sentences, total prison intake, returns from court with additional
13 sentences, community placement returns, technical parole violator
14 returns, and total returns to prison and camp.

15 (3) If the department knows it will not meet the reporting
16 requirements under this section, the department shall immediately
17 notify the senate and house appropriations subcommittees on
18 corrections, the senate and house fiscal agencies, the legislative
19 corrections ombudsman, and the state budget office of that fact and
20 shall specify in the notice the reasons the department will not
21 meet the reporting requirements.

22 Sec. 422. On a quarterly basis, the department shall issue a
23 report to the senate and house appropriations subcommittees on
24 corrections, the senate and house fiscal agencies, the legislative
25 corrections ombudsman, and the state budget office, for the
26 previous 4 quarters detailing the outcomes of prisoners who have
27 been reviewed for parole. The report shall include all of the
28 following:

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

1 (b) How many prisoners were granted parole.

2 (c) How many prisoners were denied parole.

3 (d) How many parole decisions were deferred.

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

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

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

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

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

29 (2) The manufacturer of a long-acting nonaddictive medication

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

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

16 (4) The department shall submit a report by September 30 to
17 the senate and house appropriations subcommittees on corrections,
18 the senate and house fiscal agencies, the legislative corrections
19 ombudsman, and the state budget office on the number of offenders
20 who received injections upon release, the number of offenders who
21 received injections and tested positive for drugs or alcohol, the
22 number of offenders who received injections in the community for a
23 duration of at least 3 months, and the number of offenders who
24 received injections and were subsequently returned to prison. The
25 report shall also include the number of offenders who are actively
26 employed, or are continuing treatment, and if an offender is
27 subsequently returned to prison, the number of months since
28 original release.

29 Sec. 426. From the funds appropriated in part 1, the

1 department shall ensure that any inmate with a diagnosed mental
2 illness is referred to a local mental health care provider that is
3 able and willing to treat the inmate upon parole or discharge. The
4 department shall ensure that the provider is informed of the
5 inmate's current treatment plan including any medications that are
6 currently prescribed to the inmate.

7 Sec. 437. (1) Funds appropriated in part 1 for Goodwill Flip
8 the Script shall be distributed to a Michigan-chartered 501(c)(3)
9 nonprofit corporation operating in a county with greater than
10 1,500,000 people for administration and expansion of a program that
11 serves a population of individuals aged 16 to 39. The program shall
12 target those who are entering the criminal justice system for the
13 first or second time and shall assist those individuals through the
14 following program types:

15 (a) Alternative sentencing programs in partnership with a
16 local district or circuit court.

17 (b) Educational recovery for special adult populations with
18 high rates of illiteracy.

19 (c) Career development and continuing education for women.

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

27
28 **FIELD OPERATIONS ADMINISTRATION**

29 Sec. 603. (1) Included in the appropriation in part 1 is

1 adequate funding to implement the curfew monitoring program to be
2 administered by the department. The curfew monitoring program is
3 intended to provide sentencing judges and county sheriffs in
4 coordination with local community corrections advisory boards
5 access to the state's curfew monitoring program to reduce prison
6 admissions and improve local jail utilization.

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

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

14 (2) Of the funds appropriated in part 1 for criminal justice
15 reinvestment, at least \$600,000.00 shall be allocated to an
16 organization that has received a United States Department of Labor
17 training to work 2-adult reentry grant to provide county jail
18 inmates with programming and services to prepare them to get and
19 keep jobs. Examples of eligible programs and services include, but
20 are not limited to: adult education, tutoring, manufacturing skills
21 training, participation in a simulated work environment, mentoring,
22 cognitive therapy groups, life skills classes, substance abuse
23 recovery groups, fatherhood programs, classes in understanding the
24 legal system, family literacy, health and wellness, finance
25 management, employer presentations, and classes on job retention.
26 Programming and support services should begin before release and
27 continue after release from the county jail. To be eligible for
28 funding, an organization must show at least 2 years' worth of data
29 that demonstrate program success.

1 (3) The department shall report on programs described under
2 this section by March 30 to the senate and house appropriations
3 subcommittees on corrections, the senate and house fiscal agencies,
4 the legislative corrections ombudsman, and the state budget office.
5 The report shall include the reincarceration recidivism rate of
6 program participants, the employment rate of participants who
7 complete the program, and the cost of the program per participant.

8 Sec. 611. The department shall prepare by March 1 individual
9 reports for the residential reentry program, the electronic
10 monitoring program, and the special alternative to incarceration
11 program. The reports shall be submitted to the senate and house
12 appropriations subcommittees on corrections, the senate and house
13 fiscal agencies, the legislative corrections ombudsman, and the
14 state budget office. Each program's report shall include
15 information on all of the following:

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

22 (b) Monthly participant unsuccessful terminations, including
23 cause.

24 (c) Number of successful terminations.

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

26 (e) Average length of placement.

27 (f) Return to prison statistics.

28 (g) Description of each program location or locations,
29 capacity, and staffing.

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

3 (i) Comparison with prior year statistics.

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

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

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

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

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

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

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

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

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

24 Sec. 617. From the funds appropriated in part 1 for the
25 residential alternative to prison program, the department shall
26 provide vocational, educational, and cognitive programming in a
27 secure environment to enhance existing alternative sentencing
28 options, increase employment readiness and successful placement
29 rates, and reduce new criminal behavior for the west Michigan

1 probation violator population. The department shall measure and set
2 the following metric goals:

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

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

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

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

12
13 **HEALTH CARE**

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

27 (2) By April 1, the department shall provide the senate and
28 house appropriations subcommittees on corrections, the senate and
29 house fiscal agencies, the legislative corrections ombudsman, and

1 the state budget office with a report on pharmaceutical prescribing
2 practices, including a detailed accounting of expenditures on
3 antipsychotic medications, and any changes that have been made to
4 the prescription drug formularies.

5 (3) By April 1, the department shall provide the senate and
6 house appropriations subcommittees on corrections, the senate and
7 house fiscal agencies, the legislative corrections ombudsman, and
8 the state budget office with a feasibility study on practices the
9 department can implement to defray the cost of medications,
10 including the feasibility of the department to procure medications
11 directly from the manufacturer.

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

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

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

25 Sec. 804. The department shall report quarterly to the senate
26 and house appropriations subcommittees on corrections, the senate
27 and house fiscal agencies, the legislative corrections ombudsman,
28 and the state budget office on prisoner health care utilization.
29 The report shall include the number of inpatient hospital days,

1 outpatient visits, emergency room visits, and prisoners receiving
2 off-site inpatient medical care in the previous quarter, by
3 facility.

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

18 (2) The report shall also include the number of offenders
19 requiring retreatment for Hepatitis C, broken down by the number of
20 those who have been retreated while incarcerated and the number of
21 those treated and released and then retreated upon reincarceration.

22 Sec. 812. (1) The department shall provide the department of
23 health and human services with a monthly list of prisoners newly
24 committed to the department of corrections. The department and the
25 department of health and human services shall enter into an
26 interagency agreement under which the department of health and
27 human services provides the department of corrections with monthly
28 lists of newly committed prisoners who are eligible for Medicaid
29 benefits in order to maintain the process by which Medicaid

benefits are suspended rather than terminated. The department shall assist prisoners who may be eligible for Medicaid benefits after release from prison with the Medicaid enrollment process prior to release from prison.

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

CORRECTIONAL FACILITIES ADMINISTRATION

Sec. 901. From the funds appropriated in part 1 for the enhanced food technology program, the department shall maintain an enhanced food technology program that provides on-the-job training in prison kitchens that will lead to prisoners earning food service training credentials recognized by the restaurant industry.

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

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

Sec. 903. From the funds appropriated in part 1 for prison food service, the department shall report biannually to the senate and house appropriations subcommittees on corrections, the senate

1 and house fiscal agencies, the legislative corrections ombudsman,
2 and the state budget office on the following:

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

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

11 (c) Major sanitation violations.

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

28 (a) New custody staff training.

29 (b) Prison industries operations.

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

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

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

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

(b) The number of prisoners enrolled in each program, the

1 number of prisoners completing each program, the number of
2 prisoners who do not complete each program and are not subsequently
3 reenrolled, and the reason for not completing the program, the
4 number of prisoners transferred to another facility while enrolled
5 in a program and not subsequently reenrolled, the number of
6 prisoners enrolled who are repeating the program, and the number of
7 prisoners on waiting lists for each program, all itemized by
8 facility.

9 (c) The steps the department has undertaken to improve
10 programs, track records, accommodate transfers and prisoners with
11 health care needs, and reduce waiting lists.

12 (d) The number of prisoners paroled without a high school
13 diploma and the number of prisoners paroled without a high school
14 equivalency.

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

18 (f) An identification of program outcomes for each academic
19 and vocational program.

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

23 Sec. 909. From the funds appropriated in part 1, the
24 department shall provide to all prisoners, upon intake, information
25 regarding the academic and vocational education programs provided
26 and available to the prisoners at the facilities in which the
27 prisoners are housed. The information must include how prisoners
28 can access the programming, the requirements for admittance to
29 programs, and the expected outcomes of participation in the

1 programs. This information must be made available to all prisoners
2 in an effort to adequately prepare prisoners for success upon
3 release from prison.

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

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

13 (a) Within 72 hours of occurrence, any critical incident
14 occurring at a correctional facility.

15 (b) By March 1, the number of critical incidents occurring
16 each month at each facility during the immediately preceding
17 calendar year, categorized by type and severity of each incident.

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

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

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

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

18 (3) The department shall, to the greatest extent possible,
19 provide programming for prisoners at or near the beginning of
20 prisoners' terms of incarceration, particularly programs that could
21 impact prisoners' behavior while incarcerated. Programming
22 includes, but is not limited to, violence prevention programming,
23 assaultive offender programming, sexual offender programming,
24 substance abuse treatment programming, and thinking for a change
25 programming.

26 (4) The department shall submit a quarterly report to the
27 senate and house appropriations subcommittees on corrections, the
28 senate and house fiscal agencies, the legislative corrections
29 ombudsman, and the state budget office detailing enrollment in sex

1 offender programming, assaultive offender programming, violent
2 offender programming, and thinking for a change programming. At a
3 minimum, the report shall include the following:

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

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

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

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

20 Sec. 924. The department shall evaluate all prisoners at
21 intake for substance abuse disorders, serious developmental
22 disorders, serious mental illness, and other mental health
23 disorders. Prisoners with serious mental illness or serious
24 developmental disorders shall not be removed from the general
25 population as a punitive response to behavior caused by their
26 serious mental illness or serious developmental disorder. Due to
27 persistent high violence risk or severe disruptive behavior that is
28 unresponsive to treatment, prisoners with serious mental illness or
29 serious developmental disorders may be placed in secure residential

1 housing programs that will facilitate access to institutional
2 programming and ongoing mental health services funded from
3 appropriations in part 1. A prisoner with serious mental illness or
4 serious developmental disorder who is confined in these specialized
5 housing programs shall be evaluated or monitored by a medical
6 professional at a frequency of not less than every 12 hours.

7 Sec. 925. By March 1, the department shall report to the
8 senate and house appropriations subcommittees on corrections, the
9 senate and house fiscal agencies, the legislative corrections
10 ombudsman, and the state budget office on the annual number of
11 prisoners in administrative segregation between October 1, 2020 and
12 September 30, 2021, and the annual number of prisoners in
13 administrative segregation between October 1, 2020 and September
14 30, 2021 who at any time during the current or prior prison term
15 were diagnosed with serious mental illness or have a developmental
16 disorder and the number of days each of the prisoners with serious
17 mental illness or a developmental disorder have been confined to
18 administrative segregation.

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

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

1 (b) Provide appropriate placement for prisoners less than 18
2 years of age who have serious mental illness, serious emotional
3 disturbance, or a serious developmental disorder and need to be
4 housed separately from the general population. Prisoners less than
5 18 years of age who have serious mental illness, serious emotional
6 disturbance, or a serious developmental disorder shall not be
7 removed from an existing placement as a punitive response to
8 behavior caused by their serious mental illness, serious emotional
9 disturbance, or a serious developmental disorder. Due to persistent
10 high violence risk or severe disruptive behavior that is
11 unresponsive to treatment, prisoners less than 18 years of age with
12 serious emotional disturbance, serious mental illness, or serious
13 developmental disorders may be placed in secure residential housing
14 programs that will facilitate access to institutional programming
15 and ongoing mental health services. A prisoner less than 18 years
16 of age with serious mental illness, serious emotional disturbance,
17 or a serious developmental disorder who is confined in these
18 specialized housing programs shall be evaluated or monitored by a
19 medical professional at a frequency of not less than every 12
20 hours.

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

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

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

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

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

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

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

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

26 Sec. 943. The department shall submit a report by May 1 to the
27 senate and house appropriations subcommittees on corrections, the
28 senate and house fiscal agencies, the legislative corrections
29 ombudsman, and the state budget office on the actual and projected

1 savings achieved by closing correctional facilities. Savings
2 amounts shall be itemized by facility. Information required by this
3 section shall start with the closure of the Pugsley Correctional
4 Facility, which closed in September of 2016, and shall continue for
5 each facility closed thereafter.

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

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

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

27
28 **MISCELLANEOUS**

29 Sec. 1009. The department shall make an information packet for

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

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

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

28
29 ARTICLE 3

DEPARTMENT OF EDUCATION

PART I

LINE-ITEM APPROPRIATIONS

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

DEPARTMENT OF EDUCATION**APPROPRIATION SUMMARY**

Full-time equated unclassified positions	6.0

Full-time equated classified positions	614.5

GROSS APPROPRIATION	\$ 406,054,400

ADJUSTED GROSS APPROPRIATIONS	406,054,400

Federal revenues:

Total federal revenues	301,762,100

Special revenue funds:

Total local revenues	5,870,300

Total private revenues	2,238,500

Total other state restricted revenues	9,785,400

State general fund/general purpose	\$ 86,398,100

Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF**THE SUPERINTENDENT**

Full-time equated unclassified positions	6.0

Full-time equated classified positions	11.0

Unclassified salaries--FTE positions	6.0	\$ 1,022,600

Education commission of the states	120,800

State board of education, per diem payments	24,400

State board/superintendent operations--FTEs	11.0	2,460,100

GROSS APPROPRIATION	\$ 3,627,900

1	Appropriated from:		
2	Federal revenues:		
3	Federal revenues		288,600
4	Special revenue funds:		
5	Private foundations		28,100
6	Certification fees		808,000
7	State general fund/general purpose	\$	2,503,200
8	Sec. 103. DEPARTMENTAL ADMINISTRATION AND		
9	SUPPORT		
10	Full-time equated classified positions	47.6	
11	Central support operations--FTEs	38.6	6,041,400
12	Federal and private grants		3,000,000
13	Grant and contract operations--FTEs	9.0	2,743,900
14	Property management		3,622,100
15	Terminal leave payments		353,300
16	Training and orientation workshops		150,000
17	Worker's compensation		19,400
18	GROSS APPROPRIATION	\$	15,930,100
19	Appropriated from:		
20	Federal revenues:		
21	Federal indirect revenues		2,938,800
22	Federal revenues		6,193,900
23	Special revenue funds:		
24	Private foundations		1,000,000
25	Certification fees		577,800
26	Teacher testing fees		4,500
27	Training and orientation workshop fees		150,000
28	State general fund/general purpose	\$	5,065,100

1	Sec. 104. INFORMATION TECHNOLOGY		
2	Information technology services and projects		4,938,300
3	GROSS APPROPRIATION	\$	4,938,300
4	Appropriated from:		
5	Federal revenues:		
6	Federal indirect revenues		1,951,000
7	Federal revenues		640,200
8	Special revenue funds:		
9	Certification fees		932,900
10	State general fund/general purpose	\$	1,414,200
11	Sec. 105. SPECIAL EDUCATION SERVICES		
12	Full-time equated classified positions	47.0	
13	Special education operations--FTEs	47.0	9,277,200
14	GROSS APPROPRIATION	\$	9,277,200
15	Appropriated from:		
16	Federal revenues:		
17	Federal revenues		8,691,100
18	Special revenue funds:		
19	Private foundations		109,400
20	Certification fees		46,800
21	State general fund/general purpose	\$	429,900
22	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND		
23	BLIND		
24	Full-time equated classified positions	82.0	
25	Camp Tuhsmeheeta--FTE	1.0	501,000
26	Low incidence outreach program		1,000,000
27	Michigan schools for the deaf and blind		
28	operations--FTEs	81.0	13,627,000

1	Private gifts - blind		200,000
2	Private gifts - deaf		150,000
3	GROSS APPROPRIATION	\$	15,478,000
4	Appropriated from:		
5	Federal revenues:		
6	Federal revenues		7,550,600
7	Special revenue funds:		
8	Local cost sharing (schools for deaf/blind)		5,870,300
9	Gifts, bequests, and donations		851,000
10	Low incidence outreach fund		1,000,000
11	Student insurance revenue		206,100
12	State general fund/general purpose	\$	0
13	Sec. 107. EDUCATOR EXCELLENCE		
14	Full-time equated classified positions	48.0	
15	Educator excellence operations--FTEs	48.0	9,458,700
16	GROSS APPROPRIATION	\$	9,458,700
17	Appropriated from:		
18	Federal revenues:		
19	Federal revenues		3,164,600
20	Special revenue funds:		
21	Certification fees		4,078,400
22	Teacher testing fees		197,100
23	State general fund/general purpose	\$	2,018,600
24	Sec. 108. MICHIGAN OFFICE OF GREAT START		
25	Full-time equated classified positions	66.0	
26	Child development and care contracted services		12,400,000
27	Child development and care external support		30,673,600
28	Child development and care public assistance		199,080,000

1	Head start collaboration office--FTE	1.0	318,700
2	Office of great start operations--FTEs	65.0	13,468,700
3	T.E.A.C.H. Early Childhood Michigan scholarship		
4	program		5,000,000
5	GROSS APPROPRIATION	\$	260,941,000
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues		220,306,000
9	Special revenue funds:		
10	Private foundations		250,000
11	Certification fees		64,600
12	State general fund/general purpose	\$	40,320,400
13	Sec. 109. SYSTEMS, EVALUATION, AND TECHNOLOGY		
14	Full-time equated classified positions	10.0	
15	Office of systems, evaluation, and technology		
16	operations--FTEs	10.0	1,978,000
17	GROSS APPROPRIATION	\$	1,978,000
18	Appropriated from:		
19	Federal revenues:		
20	Federal indirect revenues		138,300
21	Federal revenues		980,100
22	Special revenue funds:		
23	Certification fees		10,400
24	State general fund/general purpose	\$	849,200
25	Sec. 110. STRATEGIC PLANNING AND IMPLEMENTATION		
26	Full-time equated classified positions	6.0	
27	Strategic planning and implementation		
28	operations--FTEs	6.0	1,077,200

1	GROSS APPROPRIATION		\$ 1,077,200
2	Appropriated from:		
3	Federal revenues:		
4	Federal revenues		556,000
5	State general fund/general purpose	\$	521,200
6	Sec. 111. ADMINISTRATIVE LAW SERVICES		
7	Full-time equated classified positions	2.0	
8	Administrative law operations--FTEs	2.0	1,416,400
9	GROSS APPROPRIATION	\$	1,416,400
10	Appropriated from:		
11	Federal revenues:		
12	Federal revenues		578,200
13	Special revenue funds:		
14	Certification fees		734,700
15	State general fund/general purpose	\$	103,500
16	Sec. 112. ACCOUNTABILITY SERVICES		
17	Full-time equated classified positions	63.6	
18	Accountability services operations--FTEs	63.6	14,559,500
19	GROSS APPROPRIATION	\$	14,559,500
20	Appropriated from:		
21	Federal revenues:		
22	Federal revenues		12,657,600
23	State general fund/general purpose	\$	1,901,900
24	Sec. 113. SCHOOL SUPPORT SERVICES		
25	Full-time equated classified positions	74.6	
26	Adolescent and school health		321,400
27	School support services operations--FTEs	74.6	13,724,200
28	GROSS APPROPRIATION	\$	14,045,600

1	Appropriated from:		
2	Federal revenues:		
3	Federal revenues		12,621,800
4	Special revenue funds:		
5	Commodity distribution fees		71,700
6	State general fund/general purpose	\$	1,352,100
7	Sec. 114. EDUCATIONAL SUPPORTS		
8	Full-time equated classified positions	82.7	
9	Educational supports operations--FTEs	82.7	16,863,100
10	GROSS APPROPRIATION	\$	16,863,100
11	Appropriated from:		
12	Federal revenues:		
13	Federal revenues		12,764,500
14	Special revenue funds:		
15	Certification fees		602,400
16	State general fund/general purpose	\$	3,496,200
17	Sec. 115. CAREER AND TECHNICAL EDUCATION		
18	Full-time equated classified positions	28.0	
19	Career and technical education operations--FTEs	28.0	5,382,500
20	GROSS APPROPRIATION	\$	5,382,500
21	Appropriated from:		
22	Federal revenues:		
23	Federal revenues		4,012,300
24	State general fund/general purpose	\$	1,370,200
25	Sec. 116. LIBRARY OF MICHIGAN		
26	Full-time equated classified positions	33.0	
27	Library of Michigan operations--FTEs	31.0	4,935,600
28	Library services and technology program--FTE	1.0	5,614,000

1	Michigan eLibrary--FTE	1.0	1,727,700
2	Renaissance zone reimbursements		2,200,000
3	State aid to libraries		13,067,700
4	GROSS APPROPRIATION	\$	27,545,000
5	Appropriated from:		
6	Federal revenues:		
7	Federal revenues		5,614,000
8	Special revenue funds:		
9	Library fees		300,000
10	State general fund/general purpose	\$	21,631,000
11	Sec. 117. PARTNERSHIP DISTRICT SUPPORT		
12	Full-time equated classified positions	13.0	
13	Partnership district support operations--FTEs	13.0	3,535,900
14	GROSS APPROPRIATION	\$	3,535,900
15	Appropriated from:		
16	Federal revenues:		
17	Federal revenues		114,500
18	State general fund/general purpose	\$	3,421,400

19

20

PART 2

21

PROVISIONS CONCERNING APPROPRIATIONS

22

FOR FISCAL YEAR 2021-2022

23

GENERAL SECTIONS

24

25

26

27

28

29

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$96,183,500.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$15,267,700.00. The itemized statement below identifies appropriations from which spending to local units

of government will occur:

DEPARTMENT OF EDUCATION

Renaissance zone reimbursements	\$	2,200,000
State aid to libraries		13,067,700
TOTAL	\$	15,267,700

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

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

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

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

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

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

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

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

Sec. 205. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to

1 goods or services, or both, manufactured or provided by Michigan
2 businesses, if they are competitively priced and of comparable
3 quality. In addition, preference shall be given to goods or
4 services, or both, that are manufactured or provided by Michigan
5 businesses owned and operated by veterans, if they are
6 competitively priced and of comparable quality.

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

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

25 (a) The dates of each travel occurrence.

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

1 and the proportion funded with other revenues.

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

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

16 Sec. 210. (1) In addition to the funds appropriated in part 1,
17 there is appropriated an amount not to exceed \$5,000,000.00 for
18 federal contingency funds. These funds are not available for
19 expenditure until they have been transferred to another line item
20 in part 1 under section 393(2) of the management and budget act,
21 1984 PA 431, MCL 18.1393.

22 (2) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$400,000.00 for state
24 restricted contingency funds. These funds are not available for
25 expenditure until they have been transferred to another line item
26 in part 1 under section 393(2) of the management and budget act,
27 1984 PA 431, MCL 18.1393.

28 (3) In addition to the funds appropriated in part 1, there is
29 appropriated an amount not to exceed \$250,000.00 for local

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

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

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

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

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

18 (c) Fiscal year-to-date payments to a selected vendor,
19 including the vendor name, payment date, payment amount, and
20 payment description.

21 (d) The number of active department employees by job
22 classification.

23 (e) Job specifications and wage rates.

24 Sec. 212. As a condition of receiving funds in part 1, within
25 14 days after the release of the executive budget recommendation,
26 the department shall cooperate with the state budget office to
27 provide the senate and house appropriations chairs, the chairs of
28 the senate and house appropriations subcommittees responsible for
29 the department budget, and the senate and house fiscal agencies

1 with an annual report on estimated state restricted fund balances,
2 state restricted fund projected revenues, and state restricted fund
3 expenditures for the fiscal years ending September 30, 2021 and
4 September 30, 2022.

5 Sec. 213. From the funds appropriated in part 1, the
6 department shall maintain, on a publicly accessible website, a
7 department scorecard that identifies, tracks, and regularly updates
8 key metrics that are used to monitor and improve the department's
9 performance. In addition, the department shall post the results of
10 the survey required under section 235 on the department scorecard.

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

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

24 Sec. 216. (1) As a condition of receiving funds in part 1, on
25 a semiannual basis, the department shall report to the senate and
26 house appropriations committees, the senate and house
27 appropriations subcommittees on the department budget, and the
28 senate and house fiscal agencies the following information:

29 (a) The number of FTEs in pay status by type of staff and

1 civil service classification.

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

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

10 (a) Number of employees that were engaged in remote work in
11 2021.

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

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

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

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

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

1 or institution.

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

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

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

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

1 otherwise required by federal and state guidelines.

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

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

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

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

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

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

1 benefits.

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

11 Sec. 227. Any department, agency, board, commission,
12 subdivision, or other executive branch entity or official of this
13 state that receives funding under part 1 shall not do the
14 following:

15 (a) Require as a condition of accessing any state services or
16 facilities that an individual provide proof he or she has received
17 a COVID-19 vaccine.

18 (b) Produce, develop, and issue a COVID-19 vaccine passport
19 for the purpose of certifying that an individual has received a
20 COVID-19 vaccine.

21 (c) Provide information of an individual's COVID-19 vaccine
22 status to any person, company, or governmental entity for inclusion
23 in a COVID-19 vaccine passport.

24 Sec. 228. (1) As a condition of receiving appropriations in
25 part 1, in collaboration with the DHHS, the department shall
26 promote and support initiatives in schools and other educational
27 organizations that include, but are not limited to, training for
28 educators, teachers, and other personnel in school settings for all
29 of the following:

1 (a) Utilization of trauma-informed practices.

2 (b) Age-appropriate education and information on human
3 trafficking.

4 (c) Age-appropriate education and information on sexual abuse
5 prevention.

6 (2) Upon request by the department, the department of state
7 police and the department of attorney general shall consult in the
8 promotion and support of initiatives in schools and other
9 educational organizations under subsection (1).

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

16 Sec. 230. From the funds appropriated in part 1, the
17 department shall compile a report that identifies any new, or lack
18 thereof, mandates required of nonpublic schools. In compiling the
19 report, the department may consult with relevant statewide
20 education associations in Michigan. The report compiled by the
21 department shall indicate the type of mandate, including, but not
22 limited to, student health, student or building safety,
23 accountability, and educational requirements, and shall indicate
24 whether a school has to report on the specified mandates. The
25 report required under this section shall be completed by April 1,
26 2022 and transmitted to the state budget director, the house and
27 senate appropriations subcommittees responsible for the department
28 of education, and the senate and house fiscal agencies not later
29 than April 15, 2022.

1 Sec. 231. From the funds appropriated in part 1, the
2 department shall collect information from all school districts,
3 intermediate school districts, and public school academies that
4 have not adopted any policies that were specified by section 12b of
5 the child protection law, 1975 PA 238, MCL 722.632b, during the
6 fiscal year ending September 30, 2020, or that adopted new policies
7 specified by section 12b of the child protection law, 1975 PA 238,
8 MCL 722.632b, during the fiscal year ending September 30, 2021. The
9 information collected shall be reported to the house and senate
10 appropriations committees, the house and senate fiscal agencies,
11 and the state budget office. The report shall include a list of
12 each school district, intermediate school district, and public
13 school academy that has adopted each policy specified by section
14 12b of the child protection law, 1975 PA 238, MCL 722.632b.

15 Sec. 232. From the funds appropriated in part 1, the
16 department shall ensure that the most recently issued report of
17 regional in-demand occupations issued by the department of
18 technology, management, and budget is distributed in electronic or
19 paper form to all high schools in each school district,
20 intermediate school district, and public school academy.

21 Sec. 235. (1) From the funds appropriated in part 1, the
22 department shall administer a survey to all educators and
23 educational related stakeholders with whom the department interacts
24 that includes, but is not limited to, the following questions:

25 (a) Do you feel the department handled your situation
26 appropriately? Why or why not?

27 (b) Do you feel the department has addressed your situation?
28 Why or why not?

29 (c) Please provide additional feedback, if applicable.

(2) The department shall post an updated summary of the results of the survey required in subsection (1) on the department scorecard that is required under section 213.

(3) The department shall administer the survey required in subsection (1) on an ongoing basis throughout the entire fiscal year.

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

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

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

(c) The transportation costs of all districts.

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

STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT

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

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

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

(2) A state board of education member shall not be paid a per

diem for more than 30 days per year.

SPECIAL EDUCATION SERVICES

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

MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

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

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

Sec. 406. (1) From the funds appropriated in part 1, the Michigan Schools for the Deaf and Blind may promote its residential

1 program as a possible appropriate option for children who are deaf
2 or hard of hearing or who are blind or visually impaired. The
3 Michigan Schools for the Deaf and Blind shall distribute
4 information detailing its services to all intermediate school
5 districts in this state.

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

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

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

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

26 (2) As used in this section, "qualified services" means
27 document reproduction and services; conducting conferences,
28 workshops, and training classes; and providing specialized
29 equipment, facilities, and software.

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

8
9 **EDUCATOR EXCELLENCE**

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

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

21 Sec. 506. Revenue received from teacher testing fees that is
22 unexpended at the end of the current fiscal year may be carried
23 over to the succeeding fiscal year and shall not revert to the
24 general fund.

25 Sec. 507. From the funds appropriated in part 1, the
26 department shall adopt a teacher certification test that ensures
27 that all newly certified elementary teachers have the skills to
28 deliver evidence-based literacy instruction. The department may use
29 teacher certification or teacher testing fee revenue to the extent

allowable under law to implement this section, or may pass along increased testing fees to teachers as allowable and appropriate.

SCHOOL SUPPORT SERVICES

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

EDUCATIONAL SUPPORTS

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

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

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

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

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

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

8 (3) The department shall provide the report described in
9 subsection (1) to the state budget director, the house and senate
10 subcommittees that oversee the department of education and school
11 aid budgets, and the house and senate fiscal agencies by September
12 30, 2022.

13 Sec. 702. From the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$1,000,000.00 for
15 implementation costs associated with programs for early childhood
16 literacy funded under section 35a of the state school aid act of
17 1979, 1979 PA 94, MCL 388.1635a.

18
19 **LIBRARY OF MICHIGAN**

20 Sec. 801. (1) The funds appropriated in part 1 for library
21 fees are appropriated from money collected by the Library of
22 Michigan for providing qualified services and may be used for any
23 expenses necessary to provide the qualified services. Any money
24 that is unexpended at the end of the current fiscal year may be
25 carried forward into the succeeding fiscal year.

26 (2) As used in this section, "qualified services" means
27 document reproduction and services; conducting conferences,
28 workshops, and training classes; and providing specialized
29 equipment, facilities, and software.

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

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

13
14 **MICHIGAN OFFICE OF GREAT START**

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

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

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

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

1 (c) The grant recipients.

2 (d) The activities funded by each grant.

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

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

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

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

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

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

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

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

29 (c) The types of on-site visits and the number of visits for

1 each type that a single consultant has made since the start of the
2 current fiscal year.

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

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

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

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

23 Sec. 1009. From the funds appropriated in part 1 for child
24 development and care public assistance, the income entrance
25 eligibility threshold for the child development and care program is
26 set to 150% of the federal poverty guidelines.

27 Sec. 1010. As a condition of receiving funds in part 1, within
28 10 days of the receipt of changes to the federal child care and
29 development program, the department shall notify the house and

1 senate chairpersons of the appropriations subcommittees responsible
2 for the department budget, the house and senate fiscal agencies,
3 and the state budget director. The notification shall include, but
4 is not limited to:

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

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

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

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

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

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

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

29 (d) The block segment for a biweekly block reimbursement rate

schedule for child care centers, group homes, and registered family homes, for paid full-time hours between 81 to 90 hours, shall be reimbursed as 90 hours.

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

ARTICLE 4

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

PART 1

LINE-ITEM APPROPRIATIONS

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

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

APPROPRIATION SUMMARY

Full-time equated unclassified positions	6.0

Full-time equated classified positions	1,418.0

GROSS APPROPRIATION	\$ 604,275,600

Total interdepartmental grants and intradepartmental transfers	3,324,900

ADJUSTED GROSS APPROPRIATIONS	\$ 600,950,700

Federal revenues:

Total federal revenues	226,739,200

Special revenue funds:

Total local revenues	0

Total private revenues	1,411,200

Total other state restricted revenues	303,099,900

1	State general fund/general purpose		\$ 69,700,400
2	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
3	SUPPORT		
4	Full-time equated unclassified positions	6.0	
5	Full-time equated classified positions	106.0	
6	Unclassified salaries--FTE positions	6.0	\$ 853,700
7	Accounting service center		1,463,500
8	Administrative hearings officers		910,000
9	Environmental investigations--FTEs	12.0	2,549,100
10	Environmental support--FTEs	56.0	8,379,400
11	Environmental support projects		6,000,000
12	Executive direction--FTEs	14.0	2,340,200
13	Facilities management		1,000,000
14	Financial support--FTEs	24.0	3,471,200
15	Property management		8,715,500
16	GROSS APPROPRIATION		\$ 35,682,600
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from department of state police		87,400
20	IDG from state transportation department		122,600
21	Federal revenues:		
22	Federal funds		604,700
23	Special revenue funds:		
24	Private funds		750,800
25	Air emissions fees		989,600
26	Aquatic nuisance control fund		88,000
27	Campground fund		29,400
28	Cleanup and redevelopment fund		2,212,900

1	Electronic waste recycling fund	42,800
2	Environmental education fund	196,400
3	Environmental pollution prevention fund	589,200
4	Fees and collections	25,100
5	Financial instruments	8,824,100
6	Great Lakes protection fund	48,200
7	Groundwater discharge permit fees	143,200
8	Infrastructure construction fund	5,300
9	Laboratory services fees	580,800
10	Land and water permit fees	225,700
11	Medical waste emergency response fund	42,800
12	Metallic mining surveillance fee revenue	10,700
13	Mineral well regulatory fee revenue	10,700
14	Nonferrous metallic mineral surveillance	51,000
15	NPDES fees	409,400
16	Oil and gas regulatory fund	833,800
17	Orphan well fund	98,900
18	Public swimming pool fund	58,900
19	Public utility assessments	682,200
20	Public water supply fees	432,600
21	Refined petroleum fund	3,552,600
22	Renew Michigan fund	3,098,600
23	Sand extraction fee revenue	10,600
24	Scrap tire regulatory fund	236,400
25	Septage waste program fund	48,200
26	Settlement funds	1,000,000
27	Sewage sludge land application fee	80,300

1	Soil erosion and sedimentation control training		
2	fund		13,400
3	Solid waste management fund - staff account		1,138,500
4	Stormwater permit fees		204,600
5	Strategic water quality initiatives fund		114,600
6	Underground storage tank cleanup fund		272,900
7	Wastewater operator training fees		51,000
8	Water pollution control revolving fund		61,000
9	Water use reporting fees		23,800
10	State general fund/general purpose	\$	7,578,900
11	Sec. 103. OFFICE OF THE GREAT LAKES		
12	Full-time equated classified positions	15.0	
13	Great Lakes restoration initiative--FTEs	9.0	\$ 7,591,300
14	Office of the Great Lakes--FTEs	6.0	822,500
15	GROSS APPROPRIATION	\$	8,413,800
16	Appropriated from:		
17	Federal revenues:		
18	Federal funds		7,617,300
19	Special revenue funds:		
20	Great Lakes protection fund		505,000
21	State general fund/general purpose	\$	291,500
22	Sec. 104. WATER RESOURCES DIVISION		
23	Full-time equated classified positions	321.0	
24	Aquatic nuisance control program--FTEs	6.0	\$ 958,800
25	Coastal management grants--FTEs	7.0	2,512,600
26	Dam safety grant program		1,000,000
27	Expedited water/wastewater permits--FTE	1.0	51,200

1	Federal - Great Lakes remedial action plan		
2	grants		583,800
3	Federal - nonpoint source water pollution		
4	grants		4,083,300
5	Fish contaminant monitoring		316,100
6	Great Lakes restoration initiative		3,608,200
7	Groundwater discharge permit program--FTEs	22.0	3,343,400
8	Land and water interface permit programs--FTEs	84.0	12,580,300
9	Nonpoint source pollution prevention and		
10	control project program		2,000,000
11	NPDES nonstormwater program--FTEs	83.0	13,622,700
12	Program direction and project assistance--FTEs	27.0	3,237,500
13	Sewage sludge land application program--FTEs	7.0	892,300
14	Stormwater activities--FTEs	27.5	5,302,600
15	Surface water--FTEs	51.5	8,650,300
16	Technology advancements for water monitoring		500,000
17	Water quality protection grants		100,000
18	Water withdrawal assessment program--FTEs	5.0	842,900
19	Wetlands program		1,000,000
20	GROSS APPROPRIATION	\$	65,186,000
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG from state transportation department		1,332,000
24	Federal revenues:		
25	Federal funds		26,625,200
26	Special revenue funds:		
27	Aquatic nuisance control fund		958,800

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		1,490,200
7	Infrastructure construction fund		51,200
8	Land and water permit fees		2,393,200
9	NPDES fees		4,294,200
10	Refined petroleum fund		451,200
11	Sewage sludge land application fee		894,100
12	Soil erosion and sedimentation control training		
13	fund		140,500
14	Stormwater permit fees		2,259,600
15	Wastewater operator training fees		304,000
16	Water pollution control revolving fund		146,800
17	Water quality protection fund		100,000
18	Water use reporting fees		256,000
19	State general fund/general purpose	\$	18,292,100
20	Sec. 105. AIR QUALITY DIVISION		
21	Full-time equated classified positions	187.0	
22	Air quality programs--FTEs	187.0	\$ 30,416,600
23	GROSS APPROPRIATION	\$	30,416,600
24	Appropriated from:		
25	Federal revenues:		
26	Federal funds		7,493,200
27	Special revenue funds:		
28	Air emissions fees		10,537,200

1	Fees and collections		213,400
2	Oil and gas regulatory fund		147,600
3	Public utility assessments		150,000
4	Refined petroleum fund		3,759,200
5	State general fund/general purpose	\$	8,116,000
6	Sec. 106. REMEDIATION AND REDEVELOPMENT		
7	DIVISION		
8	Full-time equated classified positions	308.0	
9	Brownfield grants		\$ 1,100,000
10	Contaminated site investigations, cleanup and		
11	revitalization--FTEs	130.0	19,079,000
12	Emergency cleanup actions		2,000,000
13	Environmental cleanup support		30,300,000
14	Federal cleanup project management--FTEs	40.0	7,263,600
15	Laboratory services--FTEs	39.0	6,970,100
16	Refined petroleum product cleanup program--FTEs	99.0	35,123,600
17	Superfund cleanup		11,000,000
18	GROSS APPROPRIATION	\$	112,836,300
19	Appropriated from:		
20	Federal revenues:		
21	Federal funds		16,537,900
22	Special revenue funds:		
23	Brownfield development fund		1,100,000
24	Cleanup and redevelopment fund		24,173,100
25	Environmental response fund		30,742,100
26	Laboratory services fees		6,646,500
27	Public water supply fees		323,600
28	Refined petroleum fund		33,018,500

1	State general fund/general purpose	\$	294,600
2	Sec. 107. UNDERGROUND STORAGE TANK AUTHORITY		
3	Full-time equated classified positions	5.0	
4	Underground storage tank cleanup program--FTEs	5.0 \$	20,069,200
5	GROSS APPROPRIATION	\$	20,069,200
6	Appropriated from:		
7	Special revenue funds:		
8	Underground storage tank cleanup fund		20,069,200
9	State general fund/general purpose	\$	0
10	Sec. 108. RENEWING MICHIGAN'S ENVIRONMENT		
11	Full-time equated classified positions	133.0	
12	Mapping and other support--FTEs	5.0 \$	3,995,600
13	Renewing Michigan's environment program--FTEs	128.0	69,962,300
14	GROSS APPROPRIATION	\$	73,957,900
15	Appropriated from:		
16	Special revenue funds:		
17	Renew Michigan fund		69,962,300
18	State general fund/general purpose	\$	3,995,600
19	Sec. 109. INFORMATION TECHNOLOGY		
20	Information technology services and projects	\$	9,578,700
21	GROSS APPROPRIATION	\$	9,578,700
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of state police		25,600
25	IDG from state transportation department		36,800
26	Federal revenues:		
27	Federal funds		1,838,700
28	Special revenue funds:		

1	Private funds	15,200
2	Air emissions fees	292,000
3	Aquatic nuisance control fund	26,400
4	Campground fund	8,800
5	Cleanup and redevelopment fund	654,500
6	Electronic waste recycling fund	12,800
7	Environmental education fund	4,800
8	Environmental pollution prevention fund	167,200
9	Fees and collections	6,400
10	Financial instruments	1,100,500
11	Great Lakes protection fund	14,400
12	Groundwater discharge permit fees	41,600
13	Infrastructure construction fund	1,600
14	Laboratory services fees	173,600
15	Land and water permit fees	66,400
16	Medical waste emergency response fund	12,800
17	Metallic mining surveillance fee revenue	3,200
18	Mineral well regulatory fee revenue	3,200
19	Nonferrous metallic mineral surveillance	15,200
20	NPDES fees	122,400
21	Oil and gas regulatory fund	246,400
22	Orphan well fund	29,600
23	Public swimming pool fund	17,600
24	Public utility assessments	12,800
25	Public water supply fees	129,600
26	Refined petroleum fund	1,062,500
27	Renew Michigan fund	922,500
28	Sand extraction fee revenue	3,200

1	Scrap tire regulatory fund			70,400
2	Septage waste program fund			14,400
3	Sewage sludge land application fee			24,000
4	Soil erosion and sedimentation control training			
5	fund			4,000
6	Solid waste management fund - staff account			340,800
7	Stormwater permit fees			61,600
8	Strategic water quality initiatives fund			34,400
9	Underground storage tank cleanup fund			81,600
10	Wastewater operator training fees			15,200
11	Water pollution control revolving fund			18,400
12	Water use reporting fees			7,200
13	State general fund/general purpose		\$	1,838,400
14	Sec. 110. CLIMATE AND ENERGY			
15	Full-time equated classified positions	3.0		
16	Office of climate and energy--FTEs	3.0	\$	262,900
17	GROSS APPROPRIATION		\$	262,900
18	Appropriated from:			
19	Federal revenues:			
20	Federal funds			49,700
21	Special revenue funds:			
22	Public utility assessments			39,700
23	State general fund/general purpose		\$	173,500
24	Sec. 111. DRINKING WATER AND ENVIRONMENTAL			
25	HEALTH			
26	Full-time equated classified positions	125.0		
27	Drinking water--FTEs	68.0	\$	11,915,600
28	Drinking water program grants			830,000

1	Environmental health--FTEs	57.0	7,179,200
2	Noncommunity water grants		1,905,700
3	Septage waste compliance grants		275,000
4	GROSS APPROPRIATION	\$	22,105,500
5	Appropriated from:		
6	Federal revenues:		
7	Federal funds		10,555,900
8	Special revenue funds:		
9	Campground fund		308,800
10	Fees and collections		34,500
11	Public swimming pool fund		636,200
12	Public water supply fees		4,327,900
13	Refined petroleum fund		742,400
14	Septage waste program fund		498,700
15	Wastewater operator training fees		262,300
16	State general fund/general purpose	\$	4,738,800
17	Sec. 112. MATERIALS MANAGEMENT DIVISION		
18	Full-time equated classified positions	129.0	
19	Environmental sustainability and stewardship--		
20	FTEs	11.0	\$ 6,224,000
21	Hazardous waste management program--FTEs	45.0	5,826,800
22	Low-level radioactive waste authority--FTEs	2.0	246,200
23	Medical waste program--FTEs	2.0	320,100
24	Pollution prevention--FTEs	7.0	2,311,400
25	Radiological protection program--FTEs	12.0	2,035,500
26	Recycling initiative--FTEs	3.0	1,022,400
27	Scrap tire grants		3,500,000
28	Scrap tire regulatory program--FTEs	10.0	1,368,900

1	Solid waste management program--FTEs	37.0	6,642,300
2	GROSS APPROPRIATION	\$	29,497,600
3	Appropriated from:		
4	Interdepartmental grant revenues:		
5	IDG from department of state police		1,720,500
6	Federal revenues:		
7	Federal funds		7,143,700
8	Special revenue funds:		
9	Private funds		645,200
10	Cleanup and redevelopment fund		1,022,400
11	Coal ash care fund		258,400
12	Community pollution prevention fund		250,000
13	Electronic waste recycling fund		320,100
14	Energy efficiency and renewable energy		
15	revolving loan fund		250,000
16	Environmental pollution prevention fund		3,977,700
17	Medical waste emergency response fund		320,100
18	Public utility assessments		1,782,300
19	Retired engineers technical assistance program		
20	fund		491,200
21	Scrap tire regulatory fund		4,868,900
22	Small business pollution prevention revolving		
23	loan fund		134,400
24	Solid waste management fund - staff account		6,063,800
25	Technologically enhanced naturally occurring		
26	radioactive material		248,900
27	State general fund/general purpose	\$	0
28	Sec. 113. OIL, GAS, AND MINERALS DIVISION		

1	Full-time equated classified positions	57.0		
2	Oil, gas, and mineral services--FTEs	57.0	\$	11,260,900
3	GROSS APPROPRIATION		\$	11,260,900
4	Appropriated from:			
5	Special revenue funds:			
6	Metallic mining surveillance fee revenue			92,500
7	Mineral well regulatory fee revenue			208,500
8	Native copper mine fund			50,000
9	Nonferrous metallic mineral surveillance			372,300
10	Oil and gas regulatory fund			3,738,000
11	Orphan well fund			2,332,800
12	Sand extraction fee revenue			85,800
13	State general fund/general purpose		\$	4,381,000
14	Sec. 114. WATER INFRASTRUCTURE			
15	Full-time equated classified positions	29.0		
16	Municipal assistance--FTEs	29.0	\$	5,007,600
17	Water state revolving funds			120,000,000
18	GROSS APPROPRIATION		\$	125,007,600
19	Appropriated from:			
20	Federal revenues:			
21	Federal funds			103,272,900
22	Special revenue funds:			
23	Revolving loan revenue bonds			15,000,000
24	Strategic water quality initiatives fund			1,222,400
25	Water pollution control revolving fund			512,300
26	State general fund/general purpose		\$	5,000,000
27	Sec. 115. ONE-TIME APPROPRIATIONS			
28	Dam safety emergency fund			15,000,000

Water infrastructure improvements for the	
nation act	45,000,000
GROSS APPROPRIATION	\$ 60,000,000
Appropriated from:	
Federal funds	45,000,000
Special revenue funds:	
State general fund/general purpose	\$ 15,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$372,800,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$32,521,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

**DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND
ENERGY**

Brownfield grants	\$ 1,000,000
Dam safety grant program	1,000,000
Emergency cleanup actions	116,000
Environmental health	400,000
Environmental sustainability and stewardship	250,000
Medical waste program	70,000
Noncommunity water grants	1,900,000

1	Refined petroleum product cleanup program	5,000,000
2	Renewing Michigan's environment program	20,000,000
3	Scrap tire grants	\$ 2,000,000
4	Septage waste compliance grants	125,000
5	Surface water	160,000
6	Technology advancements for water monitoring	500,000
7	TOTAL	\$ 32,521,000

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

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

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

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

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

16 (d) "IDG" means interdepartmental grant.

17 (e) "NPDES" means national pollution discharge elimination
18 system.

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

25 Sec. 205. To the extent permissible under section 261 of the
26 management and budget act, 1984 PA 431, MCL 18.1261:

27 (a) Funds appropriated in part 1 shall not be used for the
28 purchase of foreign goods or services, or both, if competitively
29 priced and of comparable quality American goods or services, or

1 both, are available.

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

5 (c) In addition, preference shall be given to goods or
6 services, or both, that are manufactured or provided by Michigan
7 businesses owned and operated by veterans, if they are
8 competitively priced and of comparable quality.

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

16 Sec. 207. Consistent with section 217 of the management and
17 budget act, 1984 PA 431, MCL 18.1217, the departments and agencies
18 receiving appropriations in part 1 shall prepare a report on out-
19 of-state travel expenses not later than January 1 of each year. The
20 travel report shall be a listing of all travel by classified and
21 unclassified employees outside this state in the immediately
22 preceding fiscal year that was funded in whole or in part with
23 funds appropriated under this part and part 1. The report shall be
24 submitted to the senate and house appropriations committees, the
25 senate and house fiscal agencies, and the state budget director.
26 The report shall include the following information:

27 (a) The dates of each travel occurrence.

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

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

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

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

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

24 Sec. 211. From the funds appropriated in part 1, the
25 department shall provide to the department of technology,
26 management, and budget information sufficient to maintain a
27 searchable website accessible by the public at no cost that
28 includes, but is not limited to, all of the following for the
29 department or agency:

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

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

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

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

8 (e) Job specifications and wage rates.

9 Sec. 212. Within 14 days after the release of the executive
10 budget recommendation, the department shall provide to the state
11 budget office information sufficient to provide the senate and
12 house appropriations chairs, senate and house appropriations
13 subcommittees chairs, and the senate and house fiscal agencies with
14 an annual report on estimated state restricted fund balances, state
15 restricted fund projected revenues, and state restricted fund
16 expenditures for the fiscal years ending September 30, 2021 and
17 September 30, 2022.

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

22 Sec. 214. Total authorized appropriations from all sources
23 under part 1 for legacy costs for the fiscal year ending September
24 30, 2022 are estimated at \$33,648,000.00. From this amount, total
25 department appropriations for pension-related legacy costs are
26 estimated at \$18,851,400.00. Total department appropriations for
27 retiree health care legacy costs are estimated at \$14,796,600.00.

28 Sec. 216. (1) On a semiannual basis, the department shall
29 report to the senate and house appropriations committees, the

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

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

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

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

14 (a) Number of employees that were engaged in remote work in
15 2021.

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

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

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

21 Sec. 217. Appropriations in part 1 shall, to the extent
22 possible, not be expended by the department until all existing work
23 project authorizations available for the same purposes are
24 exhausted.

25 Sec. 218. If the state administrative board, acting under
26 section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount
27 appropriated under this part and part 1, the legislature may, by a
28 concurrent resolution adopted by a majority of the members elected
29 to and serving in each house, intertransfer funds within this part

1 and part 1 for the particular department, board, commission,
2 officer, or institution.

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

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

16 (2) As used in this section:

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

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

22 Sec. 222. (1) The department shall report all of the following
23 information relative to allocations made from appropriations for
24 the environmental cleanup and redevelopment program, state
25 cleanups, emergency actions, superfund cleanups, the revitalization
26 revolving loan program, the brownfield grants and loans program,
27 the leaking underground storage tank cleanup program, the
28 contaminated lake and river sediments cleanup program, the refined
29 petroleum product cleanup program, and the environmental protection

1 bond projects under section 19508(7) of the natural resources and
2 environmental protection act, 1994 PA 451, MCL 324.19508, to the
3 state budget director, the senate and house appropriations
4 subcommittees on the department budget, and the senate and house
5 fiscal agencies:

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

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

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

11 (d) The estimated date that site closure activities will be
12 completed.

13 (e) The amount of the allocation, or the anticipated financing
14 for the site.

15 (f) A summary of the sites and the total amount of funds
16 expended at the sites by September 30, 2022.

17 (g) The number of brownfield projects that were successfully
18 redeveloped.

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

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

24 (b) The report shall include the total amount of funds
25 expended during the fiscal year and the total amount of funds
26 awaiting expenditure.

27 (c) The total amount of bonds issued for the environmental
28 protection bond program pursuant to part 193 of the natural
29 resources and environmental protection act, 1994 PA 451, MCL

1 324.19301 to 324.19306, and bonds issued pursuant to the clean
2 Michigan initiative act, 1998 PA 284, MCL 324.95101 to 324.95108.

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

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

11 (2) Unexpended and unencumbered amounts remaining from
12 appropriations from the environmental protection bond fund
13 contained in 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA 63, and
14 2012 PA 236 are appropriated for expenditure.

15 (3) Unexpended and unencumbered amounts remaining from
16 appropriations from the clean Michigan initiative fund - response
17 activities contained in 2000 PA 52, 2004 PA 309, 2005 PA 11, 2006
18 PA 343, 2007 PA 121, 2011 PA 63, 2013 PA 59, 2014 PA 252, 2015 PA
19 84, 2016 PA 268, and 2017 PA 107 are appropriated for expenditure.

20 (4) Unexpended and unencumbered amounts remaining from
21 appropriations from the refined petroleum fund activities contained
22 in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63,
23 2012 PA 200, 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, 2017
24 PA 107, 2018 PA 207, 2019 PA 57, and 2020 PA 166 are appropriated
25 for expenditure.

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

1 appropriated for expenditure.

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

7 Sec. 224. Unexpended settlement revenues at the end of the
8 fiscal year may be carried forward into the settlement fund in the
9 succeeding fiscal year up to a maximum carryforward of
10 \$2,500,000.00.

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

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

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

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

1 employees that were remitted severance pay during the fiscal year
2 ending September 30, 2021.

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

8 Sec. 226. Any department, agency, board, commission,
9 subdivision, or other executive branch entity or official of this
10 state that receives funding under part 1 shall not do the
11 following:

12 (a) Require as a condition of accessing any state services or
13 facilities that an individual provide proof he or she has received
14 a COVID-19 vaccine.

15 (b) Produce, develop, and issue a COVID-19 vaccine passport
16 for the purpose of certifying that an individual has received a
17 COVID-19 vaccine.

18 (c) Provide information of an individual's COVID-19 vaccine
19 status to any person, company, or governmental entity for inclusion
20 in a COVID-19 vaccine passport.

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

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

27 (b) The current cost to date of each project funded in each
28 category.

29 (c) The estimated remaining cost of each project funded in

1 each category.

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

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

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

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

12 (b) The purpose for each expenditure.

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

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

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

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

25
26 **REMEDIATION AND REDEVELOPMENT DIVISION**

27 Sec. 301. Revenues remaining in the laboratory services fees
28 fund at the end of the fiscal year shall carry forward into the
29 succeeding fiscal year.

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

4 Sec. 303. The department shall provide a quarterly report to
5 the house and senate subcommittees on the department budget and the
6 state budget director on the contaminated site investigations,
7 revitalization, and cleanup program containing the following
8 information:

9 (a) A list of sites the department intends to work on during
10 the current fiscal year, including the fiscal year the project
11 began.

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

14 (c) A list of sites the department closed during the previous
15 fiscal year.

16 Sec. 305. It is the intent of the legislature to repay the
17 refined petroleum fund for the \$70,000,000.00 that was transferred
18 to the environmental protection fund created in section 503a of the
19 natural resources and environmental protection act, 1994 PA 451,
20 MCL 324.503a, as part of the resolution for the fiscal year 2006-
21 2007 budget.

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

27 (2) By January 1, the department shall provide a report to the
28 house and senate subcommittees on the department budget and the
29 state budget director on the refined petroleum product cleanup

1 program containing the following information:

2 (a) A list of sites the department intends to work on during
3 the current fiscal year, including the fiscal year the project
4 began.

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

7 (c) A list of sites the department closed during the previous
8 fiscal year.

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

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

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

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

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

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

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

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

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

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

10 Sec. 312. The unexpended funds appropriated in part 1 for
11 environmental cleanup support are designated as a work project
12 appropriation, and any unencumbered or unallotted funds shall not
13 lapse at the end of the fiscal year and shall be available for
14 expenditures for projects under this section until the projects
15 have been completed. The following is in compliance with section
16 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

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

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

21 (c) The total estimated cost of the project is \$29,300,000.00.

22 (d) The tentative completion date is September 30, 2026.

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

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

8 (a) The purpose of the project is to provide contaminated site
9 cleanup.

10 (b) The project will be accomplished by utilizing contracts
11 with service providers.

12 (c) The total estimated cost of the project is \$10,000,000.00.

13 (d) The tentative completion date is September 30, 2026.
14

15 **WATER RESOURCES DIVISION**

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

21 Sec. 402. (1) From the funds appropriated in part 1 for the
22 dam safety grant program, the department shall award grants for
23 activities necessary to address an imminent threat or significant
24 risk associated with publicly owned or privately owned dams. Grant
25 applicants must submit an asset management plan for each dam
26 included in the application.

27 (2) The department shall provide an annual report regarding
28 the activities of the dam safety grant program. The annual report
29 shall be posted online on the department's website and copies

1 emailed to the relevant standing committees of the legislature and
2 its relevant appropriations committees, and a copy shall also be
3 provided to the budget director.

4 (3) The report shall contain all of the following information:

5 (a) The program's starting and ending balances.

6 (b) A list of dams that required emergency action through the
7 program, including:

8 (i) Location of the dams.

9 (ii) Owners of the dams.

10 (iii) Description of actions taken.

11 (iv) Expenditures made per dam.

12 (v) Summary of enforcement actions taken and status of fund
13 recovery through enforcement action.

14 (vi) Summary of expenditures from the program made in previous
15 years, along with the status of fund recovery for each through
16 enforcement actions.

17 (4) The department may include recommendations for
18 appropriations to the program that reflect anticipated program
19 needs based on the overall dam safety risk portfolio management.

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

28 Sec. 410. From the funds appropriated in part 1, the
29 department shall compile a report by November 1 on the status of

1 the implementation plan for the western Lake Erie basin
2 collaborative agreement. In an effort to learn more about the
3 presence and timing of harmful algal blooms, the report shall
4 contain all of the following:

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

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

8 (c) A description of the work that has commenced on the issue
9 of dissolved reactive phosphorus, the expected objectives and
10 outcomes of that work, and a list of the parties involved in that
11 effort.

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

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

18
19 **UNDERGROUND STORAGE TANK AUTHORITY**

20 Sec. 701. The unexpended funds appropriated in part 1 for the
21 underground storage tank cleanup program are designated as a work
22 project appropriation, and any unencumbered or unallotted funds
23 shall not lapse at the end of the fiscal year and shall be
24 available for expenditures for projects under this section until
25 the projects have been completed. The following is in compliance
26 with section 451a of the management and budget act, 1984 PA 431,
27 MCL 18.1451a:

28 (a) The purpose of the project is to provide contaminated site
29 cleanup.

1 (b) The project will be accomplished by utilizing contracts
2 with service providers.

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

4 (d) The tentative completion date is September 30, 2026.
5

6 **MATERIALS MANAGEMENT DIVISION**

7 Sec. 901. In addition to the money appropriated in part 1, the
8 department may receive and expend money from the Volkswagen
9 Environmental Mitigation Trust Agreement to provide funding for
10 activities as outlined within the State's Mitigation Plan. The
11 department shall prepare an annual report to the appropriations
12 subcommittees, the fiscal agencies, and the state budget office by
13 February 1, 2022 of the expenditures incurred under this section
14 during the fiscal year ending September 30, 2022.
15

16 **ONE-TIME APPROPRIATIONS**

17 Sec. 1004. (1) The department shall provide an annual report
18 regarding the activities of the dam safety emergency fund. The
19 annual report shall be posted online on the department's website
20 and copies emailed to the relevant standing committees of the
21 legislature and its relevant appropriations committees, and a copy
22 shall also be provided to the budget director.

23 (2) The report shall contain all of the following information:

24 (a) The fund's starting and ending balances.

25 (b) A list of dams that required emergency action through the
26 fund, including:

27 (i) Location of the dams.

28 (ii) Owners of the dams.

29 (iii) Description of actions taken.

1 (iv) Expenditures made per dam.

2 (v) Summary of enforcement actions taken and status of fund
3 recovery through enforcement action.

4 (vi) Summary of expenditures from the fund made in previous
5 years, along with the status of fund recovery for each through
6 enforcement actions.

7 (3) The department may include recommendations for
8 appropriations to the fund that reflect anticipated fund needs
9 based on the overall dam safety risk portfolio management.

10 Sec. 1005. (1) If funds become available, the department shall
11 award grants to local health departments to provide free or low-
12 cost water testing to private well owners. Testing offered shall
13 include coliforms, nitrates/nitrites, arsenic, and other
14 contaminants as determined by application.

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

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

27 Sec. 1008. Unless otherwise specified through statute or rule,
28 previous grant awards shall not be used to disqualify applicants
29 from consideration of grant funding opportunities for any grant

1 program offered through the department or made from the funds
2 appropriated in part 1.

3 Sec. 1009. (1) The funds appropriated in part 1 for the dam
4 safety emergency fund shall be expended for the following purposes:

5 (a) \$3,000,000.00 for the department to take remedial or
6 corrective action to address significant safety risks posed by dams
7 should the dam owner be unwilling or unable to take remedial or
8 corrective action.

9 (b) \$12,000,000.00 to administer a grant program for the
10 repair or alteration of a dam, reconstruction of a failed dam, or
11 for planning and design costs associated with those activities.
12 Both of the following apply to the grant program administered under
13 this subdivision:

14 (i) Grant applicants must provide a 25% match.

15 (ii) Grants may not exceed \$1,000,000.00 per applicant.

16 (2) Unexpended funds are designated as a work project
17 appropriation and any unencumbered or unallotted funds shall not
18 lapse at the end of the fiscal year and shall be available for
19 expenditures for projects under this section until the projects
20 have been completed.

21 (3) By December 31 annually, the department shall prepare a
22 report to be posted on the department's website and provided to the
23 relevant house and senate standing committees and appropriations
24 subcommittees. The report shall contain all of the following
25 information:

26 (a) The starting and ending balances of the fund.

27 (b) A list of the dams that required emergency action from the
28 fund, including their location, the name of the owner of each dam,
29 a description of the action or actions taken at each dam, and the

1 total expenditure at each dam.

2 (c) A list of grant recipients, including their location,
3 grant award, and a brief description of action.

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

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

14 Sec. 1014. The unexpended funds appropriated in part 1 for
15 water infrastructure improvements for the nation act are designated
16 as a work project appropriation, and any unencumbered or unallotted
17 funds shall not lapse at the end of the fiscal year and shall be
18 available for expenditures for projects under this section until
19 the projects have been completed. The following is in compliance
20 with section 451a of the management and budget act, 1984 PA 431,
21 MCL 18.1451a:

22 (a) The purpose of the project is for service line
23 replacements, distribution system and transmission main
24 improvements, meter replacements, water treatment plant
25 improvements, local assistance and capacity development, or other
26 projects as designated by the department.

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

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

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

ARTICLE 5

GENERAL GOVERNMENT

PART 1

LINE-ITEM APPROPRIATIONS

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

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions	79.5

Full-time equated classified positions	9,934.5

GROSS APPROPRIATION	\$ 6,038,613,200

Total interdepartmental grants and intradepartmental transfers	1,132,012,100

ADJUSTED GROSS APPROPRIATION	\$ 4,906,601,100

Federal revenues:

Total federal revenues	1,215,035,100

Special revenue funds:

Total local revenues	21,260,700

Total private revenues	6,907,500

Total other state restricted revenues	2,488,094,600

1	State general fund/general purpose	\$	1,175,303,200
2			
3	Sec. 102. DEPARTMENT OF ATTORNEY GENERAL		
4	(1) APPROPRIATION SUMMARY		
5	Full-time equated unclassified positions	6.0	
6	Full-time equated classified positions	541.4	
7	GROSS APPROPRIATION	\$	107,338,800
8	Total interdepartmental grants and		
9	intradepartmental transfers		35,083,600
10	ADJUSTED GROSS APPROPRIATION	\$	72,255,200
11	Federal revenues:		
12	Total federal revenues		9,868,400
13	Special revenue funds:		
14	Total local revenues		0
15	Total private revenues		0
16	Total other state restricted revenues		20,390,800
17	State general fund/general purpose	\$	41,996,000
18	(2) ATTORNEY GENERAL OPERATIONS		
19	Full-time equated unclassified positions	6.0	
20	Full-time equated classified positions	541.4	
21	Attorney general	\$	112,500
22	Unclassified positions--FTEs	5.0	853,400
23	Child support enforcement--FTEs	25.0	3,660,600
24	Operations--FTEs	498.4	96,025,900
25	Prosecuting attorneys coordinating council--		
26	FTEs	12.0	2,217,600
27	Public safety initiative--FTE	1.0	888,600
28	Sexual assault law enforcement--FTEs	5.0	1,457,500

1	GROSS APPROPRIATION	\$ 105,216,100
2	Appropriated from:	
3	Interdepartmental grant revenues:	
4	IDG from MDOC	695,400
5	IDG from MDE	786,000
6	IDG from EGLE	2,123,600
7	IDG from MDHHS, health policy	311,100
8	IDG from MDHHS, human services	6,494,000
9	IDG from MDHHS, medical services administration	730,000
10	IDG from MDHHS, WIC	352,600
11	IDG from MDIFS, financial and insurance	
12	services	1,212,000
13	IDG from LEO, Michigan occupational safety and	
14	health administration	199,500
15	IDG from LEO, workforce development	95,300
16	IDG from MDLARA, bureau of marijuana regulatory	
17	agency	1,462,700
18	IDG from MDLARA, fireworks safety fund	86,800
19	IDG from MDLARA, health professions	3,217,800
20	IDG from MDLARA, licensing and regulation fees	763,700
21	IDG from MDLARA, remonumentation fees	112,600
22	IDG from MDLARA, securities fees	740,800
23	IDG from MDLARA, unlicensed builders	1,123,900
24	IDG from MDMVA	175,200
25	IDG from MDOS, children's protection registry	45,000
26	IDG from MDOT, comprehensive transportation	
27	fund	107,600
28	IDG from MDOT, state aeronautics fund	188,200

1	IDG from MDOT, state trunkline fund	2,123,200
2	IDG from MDSP	275,600
3	IDG from MDTMB	1,278,800
4	IDG from MDTMB, civil service commission	325,700
5	IDG from MDTMB, risk management revolving fund	1,340,500
6	IDG from Michigan state housing development	
7	authority	1,221,200
8	IDG from Michigan strategic fund	191,400
9	IDG from treasury	7,303,400
10	Federal revenues:	
11	DAG, state administrative match grant/food	
12	stamps	137,000
13	Federal funds	3,302,300
14	HHS, medical assistance, medigant	402,600
15	HHS-OS, state Medicaid fraud control units	5,905,300
16	National criminal history improvement program	121,200
17	Special revenue funds:	
18	Antitrust enforcement collections	807,900
19	Attorney general's operations fund	1,118,200
20	Auto repair facilities fees	349,300
21	Franchise fees	405,900
22	Game and fish protection fund	654,900
23	Human trafficking commission fund	170,000
24	Lawsuit settlement proceeds fund	2,636,900
25	Liquor purchase revolving fund	1,558,900
26	Michigan merit award trust fund	524,000
27	Michigan employment security act -	
28	administrative fund	2,375,300

1	Michigan state waterways fund		146,400
2	Mobile home code fund		262,800
3	Prisoner reimbursement		552,600
4	Prosecuting attorneys training fees		419,600
5	Public utility assessments		2,095,100
6	Reinstatement fees		272,000
7	Retirement funds		1,110,300
8	Second injury fund		634,800
9	Self-insurers security fund		390,800
10	Silicosis and dust disease fund		112,000
11	State building authority revenue		129,900
12	State casino gaming fund		1,880,400
13	State lottery fund		368,100
14	Utility consumer representation fund		1,027,800
15	Worker's compensation administrative revolving		
16	fund		386,900
17	State general fund/general purpose	\$	39,873,300
18	(3) INFORMATION TECHNOLOGY		
19	Information technology services and projects	\$	1,622,700
20	GROSS APPROPRIATION	\$	1,622,700
21	Appropriated from:		
22	State general fund/general purpose	\$	1,622,700
23	(4) ONE-TIME APPROPRIATIONS		
24	Address confidentiality program	\$	500,000
25	GROSS APPROPRIATION	\$	500,000
26	Appropriated from:		
27	State general fund/general purpose	\$	500,000
28			

1	Sec. 103. DEPARTMENT OF CIVIL RIGHTS		
2	(1) APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions	6.0	
4	Full-time equated classified positions	109.0	
5	GROSS APPROPRIATION		\$ 17,584,100
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and		
8	intradepartmental transfers		298,900
9	ADJUSTED GROSS APPROPRIATION		\$ 17,285,200
10	Federal revenues:		
11	Total federal revenues		2,850,700
12	Special revenue funds:		
13	Total local revenues		0
14	Total private revenues		18,700
15	Total other state restricted revenues		58,500
16	State general fund/general purpose		\$ 14,357,300
17	(2) CIVIL RIGHTS OPERATIONS		
18	Full-time equated unclassified positions	6.0	
19	Full-time equated classified positions	109.0	
20	Unclassified salaries--FTEs	6.0	\$ 747,400
21	Complaint investigation and enforcement--FTEs	40.0	6,297,400
22	Division on deaf, deafblind, and hard of		
23	hearing--FTEs	6.0	733,800
24	Executive office--FTEs	23.0	2,938,800
25	Law and policy--FTEs	28.0	2,940,400
26	Museums support		1,500,000
27	Public affairs--FTEs	12.0	1,674,500
28	GROSS APPROPRIATION		\$ 16,832,300

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from DTMB		298,900
4	Federal revenues:		
5	EEOC, state and local antidiscrimination agency		
6	contracts		1,233,100
7	HUD, grant		1,602,600
8	Special revenue funds:		
9	Private revenues		18,700
10	State restricted indirect funds		58,500
11	State general fund/general purpose	\$	13,620,500
12	(3) INFORMATION TECHNOLOGY		
13	Information technology services and projects	\$	751,800
14	GROSS APPROPRIATION	\$	751,800
15	Appropriated from:		
16	Federal revenues:		
17	EEOC, state and local antidiscrimination agency		
18	contracts		15,000
19	State general fund/general purpose	\$	736,800
20			
21	Sec. 104. EXECUTIVE OFFICE		
22	(1) APPROPRIATION SUMMARY		
23	Full-time equated unclassified positions	10.0	
24	Full-time equated classified positions	79.2	
25	GROSS APPROPRIATION	\$	7,318,600
26	Interdepartmental grant revenues:		
27	Total interdepartmental grants and		
28	intradepartmental transfers		0

1	ADJUSTED GROSS APPROPRIATIONS		7,318,600
2	Federal revenues:		
3	Total federal revenues		0
4	Special revenue funds:		
5	Total local revenues		0
6	Total private revenues		0
7	Total other state restricted revenues		0
8	State general fund/general purpose	\$	7,318,600
9	(2) EXECUTIVE OFFICE OPERATIONS		
10	Full-time equated unclassified positions	10.0	
11	Full-time equated classified positions	79.2	
12	Unclassified salaries--FTE positions	8.0	\$ 1,401,000
13	Governor		159,300
14	Lieutenant governor		111,600
15	Executive office--FTEs	79.2	5,646,700
16	GROSS APPROPRIATION	\$	7,318,600
17	Appropriated from:		
18	State general fund/general purpose	\$	7,318,600
19			
20	Sec. 105. LEGISLATURE		
21	(1) APPROPRIATION SUMMARY		
22	GROSS APPROPRIATION	\$	205,057,800
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and		
25	intradepartmental transfers		6,345,200
26	ADJUSTED GROSS APPROPRIATIONS	\$	198,712,600
27	Federal revenues:		
28	Total federal revenues		0

1	Special revenue funds:	
2	Total local revenues	0
3	Total private revenues	406,000
4	Total other state restricted revenues	6,877,300
5	State general fund/general purpose	\$ 191,429,300
6	(2) LEGISLATURE	
7	Senate	\$ 43,286,600
8	Senate automated data processing	2,772,600
9	Senate fiscal agency	4,111,200
10	House of representatives	63,843,700
11	House automated data processing	2,772,600
12	House fiscal agency	4,111,200
13	GROSS APPROPRIATION	\$ 120,897,900
14	Appropriated from:	
15	State general fund/general purpose	\$ 120,897,900
16	(3) LEGISLATIVE COUNCIL	
17	Legislative corrections ombudsman	\$ 1,022,000
18	Legislative council	14,467,300
19	Legislative IT systems design project	776,500
20	Legislative service bureau automated data	
21	processing	1,802,100
22	Michigan veterans facility ombudsman	319,900
23	National association dues	610,800
24	Worker's compensation	153,700
25	Independent citizens redistricting commission	3,108,900
26	GROSS APPROPRIATION	\$ 22,261,200
27	Appropriated from:	
28	Special revenue funds:	

1	Private - gifts and bequests		406,000
2	State general fund/general purpose	\$	21,855,200
3	(4) LEGISLATIVE RETIREMENT SYSTEM		
4	General nonretirement expenses	\$	5,451,200
5	GROSS APPROPRIATION	\$	5,451,200
6	Appropriated from:		
7	Special revenue funds:		
8	Court fees		1,268,500
9	State general fund/general purpose	\$	4,182,700
10	(5) PROPERTY MANAGEMENT		
11	Binsfeld office building and other properties	\$	8,562,800
12	Cora Anderson building		12,550,600
13	GROSS APPROPRIATION	\$	21,113,400
14	Appropriated from:		
15	State general fund/general purpose	\$	21,113,400
16	(6) STATE CAPITOL HISTORIC SITE		
17	Bond/lease obligations	\$	100
18	General operations		4,781,100
19	Restoration, renewal, and maintenance		3,438,300
20	GROSS APPROPRIATION	\$	8,219,500
21	Appropriated from:		
22	Special revenue funds:		
23	Capitol historic site fund		3,438,300
24	State general fund/general purpose	\$	4,781,200
25	(7) OFFICE OF THE AUDITOR GENERAL		
26	Unclassified positions	\$	376,300
27	Field operations		26,738,300
28	GROSS APPROPRIATION	\$	27,114,600

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG, emp ben div postemployment life insurance	
4	benefit	20,900
5	IDG from LEO, self-insurers security fund	88,700
6	IDG from DHHS, human services	34,000
7	IDG from MDLARA, liquor purchase revolving fund	106,600
8	IDG from MDMVA, Michigan veterans facility	
9	authority	54,400
10	IDG from MDOT, comprehensive transportation	
11	fund	43,200
12	IDG from MDOT, Michigan transportation fund	350,200
13	IDG from MDOT, state aeronautics fund	33,800
14	IDG from MDOT, state trunkline fund	813,500
15	IDG, legislative retirement system	31,900
16	IDG, single audit act	2,842,000
17	IDG, commercial mobile radio system emergency	
18	telephone fund	40,800
19	IDG, contract audit administration fees	69,100
20	IDG, deferred compensation funds	100,600
21	IDG, Michigan finance authority	321,900
22	IDG, Michigan economic development corporation	125,500
23	IDG, Michigan education trust fund	67,000
24	IDG, Michigan justice training commission fund	45,400
25	IDG, Michigan strategic fund	203,900
26	IDG, office of retirement services	866,800
27	IDG, other restricted funding sources	85,000
28	Special revenue funds:	

1	21st century jobs trust fund	106,900
2	Brownfield development fund	31,300
3	Clean Michigan initiative implementation bond	
4	fund	60,500
5	Game and fish protection fund	34,800
6	MDTMB, civil service commission	184,300
7	Michigan state housing development authority	
8	fees	126,000
9	Michigan veterans' trust fund	2,000
10	Michigan veterans' trust fund income and	
11	assessments	23,000
12	Motor transport revolving fund	8,100
13	Office services revolving fund	11,200
14	State disbursement unit, office of child	
15	support	63,600
16	State services fee fund	1,506,200
17	Waterways fund	12,600
18	State general fund/general purpose	\$ 18,598,900
19		
20	Sec. 106. DEPARTMENT OF STATE	
21	(1) APPROPRIATION SUMMARY	
22	Full-time equated unclassified positions	6.0
23	Full-time equated classified positions	1,586.0
24	GROSS APPROPRIATION	\$ 270,164,300
25	Interdepartmental grant revenues:	
26	Total interdepartmental grants and	
27	intradepartmental transfers	20,000,000
28	ADJUSTED GROSS APPROPRIATION	\$ 250,164,300

1	Federal revenues:		
2	Total federal revenues		1,460,000
3	Special revenue funds:		
4	Total local revenues		0
5	Total private revenues		50,100
6	Total other state restricted revenues		236,218,600
7	State general fund/general purpose	\$	12,435,600
8	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
9	Full-time equated unclassified positions	6.0	
10	Full-time equated classified positions	130.0	
11	Secretary of state	\$	112,500
12	Unclassified salaries--FTEs	5.0	711,800
13	Executive direction--FTEs	30.0	5,216,600
14	Operations--FTEs	100.0	27,076,000
15	Property management		10,919,700
16	Worker's compensation		131,100
17	GROSS APPROPRIATION	\$	44,167,700
18	Appropriated from:		
19	Special revenue funds:		
20	Abandoned vehicle fees		239,800
21	Auto repair facilities fees		129,400
22	Children's protection registry fund		270,700
23	Driver fees		2,452,100
24	Driver improvement course fund		308,200
25	Enhanced driver license and enhanced official		
26	state personal identification card fund		2,015,800
27	Parking ticket court fines		429,900
28	Personal identification card fees		288,100

1	Reinstatement fees - operator licenses		532,500
2	Scrap tire fund		78,600
3	Transportation administration auxiliary fund		4,001,600
4	Transportation administration collection fund		32,484,100
5	State general fund/general purpose	\$	936,900
6	(3) LEGAL SERVICES		
7	Full-time equated classified positions	158.0	
8	Operations--FTEs	158.0	\$ 22,881,500
9	GROSS APPROPRIATION	\$	22,881,500
10	Appropriated from:		
11	Special Revenue Funds:		
12	Auto repair facilities fees		3,047,300
13	Driver fees		1,587,800
14	Enhanced driver license and enhanced official		
15	state personal identification card fund		2,722,700
16	Reinstatement fees - operator licenses		950,700
17	Transportation administration auxiliary fund		1,373,400
18	Transportation administration collection fund		11,149,100
19	Vehicle theft prevention fees		1,102,500
20	State general fund/general purpose	\$	948,000
21	(4) CUSTOMER DELIVERY SERVICES		
22	Full-time equated classified positions	1,253.0	
23	Branch operations--FTEs	916.0	\$ 97,011,500
24	Central operations--FTEs	335.0	52,528,500
25	Motorcycle safety education administration--		
26	FTEs	2.0	647,600
27	Motorcycle safety education grants		2,100,000
28	Organ donor program		129,100

1	GROSS APPROPRIATION	\$ 152,416,700
2	Appropriated from:	
3	Interdepartmental grant revenues:	
4	IDG from MDOT, Michigan transportation fund	20,000,000
5	Federal revenues:	
6	DOT	860,000
7	OHSP	600,000
8	Special revenue funds:	
9	Private funds	100
10	Thomas Daley gift of life fund	50,000
11	Abandoned vehicle fees	450,900
12	Auto repair facilities fees	763,700
13	Child support clearance fees	363,600
14	Driver education provider and instructor fund	75,000
15	Driver fees	22,074,100
16	Driver improvement course fund	1,219,800
17	Enhanced driver license and enhanced official	
18	state personal identification card fund	10,814,200
19	Expedient service fees	2,921,500
20	Marine safety fund	1,549,400
21	Michigan state police auto theft fund	123,000
22	Mobile home commission fees	507,500
23	Motorcycle safety and education awareness fund	300,000
24	Motorcycle safety fund	2,147,600
25	Off-road vehicle title fees	170,700
26	Parking ticket court fines	1,640,000
27	Personal identification card fees	2,375,600
28	Recreation passport fee revenue	1,000,000

1	Reinstatement fees - operator licenses		1,414,500
2	Snowmobile registration fee revenue		390,000
3	State lottery fund		1,015,800
4	Transportation administration auxiliary fund		8,441,000
5	Transportation administration collection fund		68,522,400
6	Vehicle theft prevention fees		786,000
7	State general fund/general purpose	\$	1,840,300
8	(5) ELECTION REGULATION		
9	Full-time equated classified positions	45.0	
10	County clerk education and training fund	\$	100,000
11	Election administration and services--FTEs	45.0	7,459,700
12	Fees to local units		109,800
13	GROSS APPROPRIATION	\$	7,669,500
14	Appropriated from:		
15	Special revenue funds:		
16	Notary education and training fund		100,000
17	Notary fee fund		343,500
18	State general fund/general purpose	\$	7,226,000
19	(6) INFORMATION TECHNOLOGY		
20	Information technology services and projects	\$	43,028,900
21	GROSS APPROPRIATION	\$	43,028,900
22	Appropriated from:		
23	Special revenue funds:		
24	Administrative order processing fee		11,700
25	Auto repair facilities fees		128,800
26	Driver fees		784,200
27	Enhanced driver license and enhanced official		
28	state personal identification card fund		347,400

1	Expedient service fees		1,092,500
2	Parking ticket court fines		88,600
3	Personal identification card fees		172,600
4	Reinstatement fees - operator licenses		589,900
5	Transportation administration auxiliary fund		4,184,000
6	Transportation administration collection fund		33,964,500
7	Vehicle theft prevention fees		180,300
8	State general fund/general purpose	\$	1,484,400
9			
10	SEC. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT,		
11	AND BUDGET		
12	(1) APPROPRIATION SUMMARY		
13	Full-time equated unclassified positions	6.0	
14	Full-time equated classified positions	3,141.0	
15	GROSS APPROPRIATION	\$	1,641,669,800
16	Interdepartmental grant revenues:		
17	Total interdepartmental grants and		
18	intradepartmental transfers		1,057,210,900
19	ADJUSTED GROSS APPROPRIATION	\$	584,458,900
20	Federal revenues:		
21	Total federal revenues		
22	Special revenue funds:		
23	Total local revenues		
24	Total private revenues		
25	Total other state restricted revenues		
26	State general fund/general purpose	\$	455,845,100
27	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
28	Full-time equated unclassified positions	6.0	

1	Full-time equated classified positions	859.5	
2	Unclassified salaries--FTEs	6.0	\$ 975,000
3	Administrative services--FTEs	173.5	26,156,400
4	Budget and financial management--FTEs	178.0	38,380,000
5	Building operation services--FTEs	255.0	93,951,500
6	Bureau of labor market information and		
7	strategies--FTEs	44.0	5,889,900
8	Business support services--FTEs	104.0	13,471,100
9	Design and construction services--FTEs	40.0	6,870,600
10	Executive operations--FTEs	12.0	2,460,900
11	Motor vehicle fleet--FTEs	39.0	82,017,200
12	Office of the state employer--FTEs	14.0	1,723,300
13	Property management		8,529,100
14	GROSS APPROPRIATION		\$ 280,425,000
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG from accounting service centers user		
18	charges		6,255,500
19	IDG from building occupancy and parking charges		96,077,000
20	IDG from MDHHS, community health		506,000
21	IDG from MDHHS, human services		234,300
22	IDG from MDLARA		100,000
23	IDG from motor transport fund		82,017,200
24	IDG from technology user fees		11,152,900
25	IDG from user fees		6,960,300
26	Federal revenues:		
27	Federal funds		5,129,800
28	Special revenue funds:		

1	Local - MPSCS subscriber and maintenance fees		17,100
2	Local funds		35,000
3	Private funds		134,700
4	Health management funds		423,300
5	Other agency charges		1,256,400
6	SIGMA user fees		2,379,700
7	Special revenue, internal service, and pension		
8	trust funds		19,116,700
9	State restricted indirect funds		3,160,200
10	State general fund/general purpose	\$	45,468,900
11	(3) TECHNOLOGY SERVICES		
12	Full-time equated classified positions	1,641.5	
13	Education services--FTEs	33.0	\$ 4,871,900
14	Enterprise identity management--FTEs	17.0	9,693,200
15	General services--FTEs	356.5	132,585,700
16	Health and human services--FTEs	656.5	585,504,200
17	Homeland security initiative/cyber security--		
18	FTEs	25.0	14,149,200
19	Information technology investment fund		32,500,000
20	Michigan public safety communication system--		
21	FTEs	137.0	48,583,200
22	Public protection--FTEs	162.5	64,161,900
23	Resources services--FTEs	154.5	21,967,700
24	Transportation services--FTEs	99.5	38,983,400
25	GROSS APPROPRIATION	\$	953,000,400
26	Appropriated from:		
27	Interdepartmental grant revenues:		
28	IDG from technology user fees		848,074,800

1	Special revenue funds:		
2	Local - MPSCS subscriber and maintenance fees		2,276,600
3	State general fund/general purpose	\$	102,649,000
4	(4) STATEWIDE APPROPRIATIONS		
5	Professional development fund - AFSCME	\$	50,000
6	Professional development fund - MPE, SEIU,		
7	scientific and engineering unit		100,000
8	Professional development fund - MPE, SEIU,		
9	technical unit		50,000
10	Professional development fund - NERE		200,000
11	Professional development fund - UAW		700,000
12	GROSS APPROPRIATION	\$	1,100,000
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	IDG from employer contributions		1,100,000
16	State general fund/general purpose	\$	0
17	(5) SPECIAL PROGRAMS		
18	Full-time equated classified positions	181.0	
19	Office of children's ombudsman--FTEs	14.0	\$ 1,921,900
20	Property management executive/legislative		1,279,700
21	Retirement services--FTEs	167.0	25,772,000
22	GROSS APPROPRIATION	\$	28,973,600
23	Appropriated from:		
24	Special revenue funds:		
25	Deferred compensation		3,200,000
26	Pension trust funds		22,479,000
27	State general fund/general purpose	\$	3,294,600
28	(6) STATE BUILDING AUTHORITY RENT		

1	State building authority rent - community		
2	colleges	\$	32,681,600
3	State building authority rent - state agencies		68,293,700
4	State building authority rent - universities		130,595,300
5	GROSS APPROPRIATION	\$	231,570,600
6	Appropriated from:		
7	State general fund/general purpose	\$	231,570,600
8	(7) CIVIL SERVICE COMMISSION		
9	Full-time equated classified positions	459.0	
10	Agency services--FTEs	115.0	\$ 17,416,600
11	Employee benefits--FTEs	25.0	7,821,100
12	Executive direction--FTEs	45.0	10,464,200
13	Human resources operations--FTEs	274.0	35,258,400
14	Information technology services and projects		3,625,200
15	GROSS APPROPRIATION	\$	74,585,500
16	Appropriated from:		
17	Special revenue funds:		
18	State restricted funds 1%		30,307,200
19	State restricted indirect funds		9,200,200
20	State sponsored group insurance		10,998,800
21	State general fund/general purpose	\$	24,079,300
22	(8) CAPITAL OUTLAY		
23	Enterprisewide special maintenance for state		
24	facilities	\$	28,000,000
25	Major special maintenance, remodeling, and		
26	addition for state agencies		3,800,000
27	GROSS APPROPRIATION	\$	31,800,000
28	Appropriated from:		

1	Interdepartmental grant revenues:	
2	IDG from building occupancy charges	3,800,000
3	State general fund/general purpose	\$ 28,000,000
4	(9) INFORMATION TECHNOLOGY	
5	Information technology services and projects	\$ 35,614,700
6	GROSS APPROPRIATION	\$ 35,614,700
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG from building occupancy and parking charges	723,200
10	IDG from user fees	209,700
11	Special revenue funds:	
12	Deferred compensation	2,600
13	Pension trust funds	11,011,600
14	SIGMA user fees	2,694,500
15	Special revenue, internal service, and pension	
16	trust funds	2,706,500
17	State restricted indirect funds	2,083,900
18	State general fund/general purpose	\$ 16,182,700
19	(10) ONE-TIME APPROPRIATIONS	
20	Legal services	4,600,000
21	GROSS APPROPRIATION	\$ 4,600,000
22	Appropriated from:	
23	State general fund/general purpose	\$ 4,600,000
24		
25	Sec. 108. DEPARTMENT OF TREASURY	
26	(1) APPROPRIATION SUMMARY	
27	Full-time equated unclassified positions	10.0
28	Full-time equated classified positions	1,924.5

1	GROSS APPROPRIATION		\$ 2,152,602,200
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and		
4	intradepartmental transfers		13,073,500
5	ADJUSTED GROSS APPROPRIATION		\$ 2,139,528,700
6	Federal revenues:		
7	Total federal revenues		27,361,400
8	Special revenue funds:		
9	Total local revenues		13,032,000
10	Total private revenues		31,000
11	Total other state restricted revenues		1,860,026,100
12	State general fund/general purpose		\$ 239,078,200
13	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
14	Full-time equated unclassified positions	10.0	
15	Full-time equated classified positions	442.5	
16	Unclassified salaries--FTEs	10.0	\$ 1,126,500
17	Department services--FTEs	75.0	9,192,000
18	Executive direction and operations--FTEs	64.5	9,022,900
19	Office of accounting services--FTEs	29.0	3,521,500
20	Collections services bureau--FTEs	206.0	29,909,200
21	Office of financial services--FTEs	40.0	5,015,500
22	Property management		6,882,000
23	Unclaimed property--FTEs	28.0	5,000,900
24	Worker's compensation		170,400
25	GROSS APPROPRIATION		\$ 69,840,900
26	Appropriated from:		
27	Interdepartmental grant revenues:		
28	IDG, data/collection services fees		339,100

1	IDG from accounting service center user charges		395,900
2	IDG from MDHHS, title IV-D		805,700
3	IDG, levy/warrant cost assessment fees		3,729,700
4	IDG, state agency collection fees		4,506,100
5	Federal revenues:		
6	DED-OPSE, federal lenders allowance		486,600
7	DED-OPSE, higher education act of 1965 insured		
8	loans		527,700
9	Special revenue funds:		
10	Delinquent tax collection revenue		35,249,400
11	Escheats revenue		5,000,900
12	Garnishment fees		2,762,600
13	Justice system fund		450,200
14	Marihuana regulation fund		1,291,800
15	Marihuana regulatory fund		193,900
16	MFA, bond and loan program revenue		649,700
17	State lottery fund		309,500
18	State restricted indirect funds		288,900
19	State services fee fund		352,300
20	Treasury fees		47,200
21	State general fund/general purpose	\$	12,453,700
22	(3) LOCAL GOVERNMENT PROGRAMS		
23	Full-time equated classified positions	106.0	
24	Local finance--FTEs	18.0	\$ 2,473,000
25	Michigan infrastructure council--FTEs	3.0	845,900
26	Property tax assessor training--FTE	1.0	1,047,500
27	Supervision of the general property tax law--		
28	FTEs	84.0	17,764,300

1	GROSS APPROPRIATION	\$	22,130,700
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from MDOT, Michigan transportation fund		249,100
5	Special revenue funds:		
6	Local - assessor training fees		1,047,500
7	Local - audit charges		602,800
8	Local - equalization study charge-backs		40,000
9	Local - revenue from local government		100,000
10	Delinquent tax collection revenue		1,560,500
11	Land reutilization fund		2,059,300
12	Municipal finance fees		566,300
13	State general fund/general purpose	\$	15,905,200
14	(4) TAX PROGRAMS		
15	Full-time equated classified positions	753.0	
16	Bottle act implementation	\$	250,000
17	Home heating assistance		3,099,200
18	Insurance provider assessment program--FTEs	13.0	2,181,700
19	Office of revenue and tax analysis--FTEs	21.0	3,964,600
20	Tax and economic policy--FTEs	43.0	9,022,900
21	Tax compliance--FTEs	318.0	45,216,400
22	Tax processing--FTEs	347.0	42,267,800
23	Tobacco tax enforcement--FTEs	11.0	1,542,100
24	GROSS APPROPRIATION	\$	107,544,700
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG from MDOT, Michigan transportation fund		2,355,500
28	IDG from MDOT, state aeronautics fund		72,200

1	Federal revenues:		
2	HHS-SSA, low-income energy assistance		3,099,200
3	Special revenue funds:		
4	Bottle deposit fund		250,000
5	Brownfield redevelopment fund		213,500
6	Delinquent tax collection revenue		73,550,300
7	Insurance provider fund		2,181,700
8	Marihuana regulation fund		2,331,100
9	Marihuana regulatory fund		119,300
10	Michigan state waterways fund		107,100
11	Tobacco tax revenue		4,196,900
12	State general fund/general purpose	\$	19,067,900
13	(5) FINANCIAL PROGRAMS		
14	Full-time equated classified positions	167.0	
15	Dual enrollment payments	\$	3,000,000
16	Investments--FTEs	81.0	21,836,100
17	John R. Justice grant program		288,100
18	State and authority finance--FTEs	19.0	4,533,200
19	Student financial assistance programs--FTEs	67.0	25,166,500
20	GROSS APPROPRIATION	\$	54,823,900
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG, fiscal agent service fees		212,900
24	Federal revenues:		
25	DED-OPSE, federal lenders allowance		3,342,200
26	DED-OPSE, higher education act of 1965, insured		
27	loans		19,003,300
28	Federal - John R. Justice grant		288,100

1	Special revenue funds:		
2	Defined contribution administrative fee revenue		300,000
3	Michigan finance authority bond and loan		
4	program revenue		2,797,900
5	Michigan merit award trust fund		1,216,300
6	Retirement funds		18,483,700
7	School bond fees		897,500
8	Treasury fees		3,275,400
9	State general fund/general purpose	\$	5,006,600
10	(6) DEBT SERVICE		
11	Clean Michigan initiative	\$	23,771,000
12	Great Lakes water quality bond		71,983,000
13	Quality of life bond		3,310,000
14	GROSS APPROPRIATION	\$	99,064,000
15	Appropriated from:		
16	State general fund/general purpose	\$	99,064,000
17	(7) GRANTS		
18	Convention facility development distribution	\$	107,887,900
19	Emergency 911 payments		48,800,000
20	Health and safety fund grants		1,500,000
21	Recreational marihuana grants		30,000,000
22	Senior citizen cooperative housing tax		
23	exemption program		11,271,400
24	Wrongful imprisonment compensation fund		10,000,000
25	GROSS APPROPRIATION	\$	209,459,300
26	Appropriated from:		
27	Special revenue funds:		
28	Convention facility development fund		107,887,900

1	Emergency 911 fund		48,800,000
2	Health and safety fund		1,500,000
3	Marihuana regulation fund		30,000,000
4	State general fund/general purpose	\$	21,271,400
5	(8) BUREAU OF STATE LOTTERY		
6	Full-time equated classified positions	200.0	
7	Lottery information technology services and		
8	projects		\$ 5,376,400
9	Lottery operations--FTEs	200.0	28,291,500
10	GROSS APPROPRIATION	\$	33,667,900
11	Appropriated from:		
12	Special revenue funds:		
13	State lottery fund		33,667,900
14	State general fund/general purpose	\$	0
15	(9) CASINO GAMING		
16	Full-time equated classified positions	181.0	
17	Casino gaming control operations--FTEs	151.0	\$ 29,826,700
18	Gaming information technology services and		
19	projects		3,480,200
20	Horse racing--FTEs	10.0	2,095,200
21	Michigan gaming control board		50,000
22	Millionaire party regulation--FTEs	20.0	3,109,700
23	GROSS APPROPRIATION	\$	38,561,800
24	Appropriated from:		
25	Special revenue funds:		
26	Casino gambling agreements		996,800
27	Equine development fund		2,213,400
28	Fantasy contest fund		498,400

1	Internet gaming fund	2,568,400
2	Internet sports betting fund	2,368,600
3	Laboratory fees	410,600
4	State lottery fund	3,109,700
5	State services fee fund	26,395,900
6	State general fund/general purpose	\$ 0
7	(10) PAYMENTS IN LIEU OF TAXES	
8	Commercial forest reserve	\$ 3,368,100
9	Purchased lands	9,971,100
10	Swamp and tax reverted lands	16,836,200
11	GROSS APPROPRIATION	\$ 30,175,400
12	Appropriated from:	
13	Special revenue funds:	
14	Private funds	31,000
15	Game and fish protection fund	3,378,900
16	Michigan natural resources trust fund	2,540,800
17	Michigan state waterways fund	293,100
18	State general fund/general purpose	\$ 23,931,600
19	(11) REVENUE SHARING	
20	City, village, and township revenue sharing	\$ 263,634,900
21	Constitutional state general revenue sharing	
22	grants	912,040,500
23	County incentive program	43,418,800
24	County revenue sharing	185,828,200
25	Financially distressed cities, villages, or	
26	townships	2,500,000
27	GROSS APPROPRIATION	\$ 1,407,422,400
28	Appropriated from:	

1	Special revenue funds:			
2	Sales tax			1,407,422,400
3	State general fund/general purpose		\$	0
4	(12) STATE BUILDING AUTHORITY			
5	Full-time equated classified positions	3.0		
6	State building authority--FTEs	3.0	\$	754,300
7	GROSS APPROPRIATION		\$	754,300
8	Appropriated from:			
9	Special revenue funds:			
10	State building authority revenue			754,300
11	State general fund/general purpose		\$	0
12	(13) CITY INCOME TAX ADMINISTRATION PROGRAM			
13	Full-time equated classified positions	72.0		
14	City income tax administration program--FTEs	72.0	\$	9,989,800
15	GROSS APPROPRIATION		\$	9,989,800
16	Appropriated from:			
17	Special revenue funds:			
18	Local - city income tax fund			9,989,800
19	State general fund/general purpose		\$	0
20	(14) INFORMATION TECHNOLOGY			
21	Treasury operations information technology			
22	services and projects		\$	41,687,200
23	GROSS APPROPRIATION		\$	41,687,200
24	Appropriated from:			
25	Interdepartmental grant revenues:			
26	IDG from MDOT, Michigan transportation fund			407,300
27	Federal revenues:			
28	DED-OPSE, federal lender allowance			614,300

1	Special revenue funds:		
2	Local - city income tax fund		1,251,900
3	Delinquent tax collection revenue		17,937,900
4	Marihuana regulation fund		764,300
5	Retirement funds		801,900
6	Tobacco tax revenue		131,800
7	State general fund/general purpose	\$	19,777,800
8	(15) ONE-TIME APPROPRIATIONS		
9	City, village, and township revenue sharing	\$	2,610,200
10	County revenue sharing		2,269,700
11	Flow-through entity tax implementation		4,600,000
12	Transportation administration auxiliary fund		18,000,000
13	GROSS APPROPRIATION	\$	27,479,900
14	Appropriated from:		
15	Special revenue funds:		
16	Sales tax		4,879,900
17	State general fund/general purpose	\$	22,600,000
18			
19	Sec. 109. DEPARTMENT OF LABOR AND ECONOMIC		
20	OPPORTUNITY		
21	(1) APPROPRIATION SUMMARY		
22	Full-time equated unclassified positions	35.5	
23	Full-time equated classified positions	2,553.4	
24	GROSS APPROPRIATION	\$	1,636,877,600
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and		
27	intradepartmental transfers		0
28	ADJUSTED GROSS APPROPRIATION	\$	1,636,877,600

1	Federal revenues:		
2	Total federal revenues		1,168,364,800
3	Special revenue funds:		
4	Total local revenues		5,900,000
5	Total private revenues		6,267,000
6	Total other state restricted revenues		243,502,700
7	State general fund/general purpose	\$	212,843,100
8	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
9	Full-time equated unclassified positions	35.5	
10	Full-time equated classified positions	60.0	
11	Unclassified salaries--FTEs	35.5	\$ 4,319,400
12	Executive direction and operations--FTEs	60.0	10,063,000
13	Property management		6,189,400
14	GROSS APPROPRIATION	\$	20,571,800
15	Appropriated from:		
16	Federal revenues:		
17	DED, vocational rehabilitation and independent		
18	living		3,146,000
19	DOL-ETA, unemployment insurance		2,428,400
20	DOL, federal funds		3,207,700
21	DOL, occupational safety and health		714,000
22	Federal funds		2,500,000
23	Special revenue funds:		
24	Asbestos abatement fund		149,700
25	Corporation fees		1,664,500
26	Michigan state housing development authority		
27	fees and charges		621,600
28	Private occupational school fees		55,100

1	Radiological health fees		284,200
2	Safety education and training fund		755,500
3	Second injury fund		272,400
4	Securities fees		1,849,300
5	Self-insurers security fund		150,000
6	Silicosis and dust disease fund		112,700
7	Worker's compensation administrative revolving		
8	fund		87,800
9	State general fund/general purpose	\$	2,572,900
10	(3) WORKFORCE DEVELOPMENT		
11	Full-time equated classified positions	231.0	
12	At-risk youth grants	\$	3,750,000
13	Going pro		28,670,700
14	High school equivalency-to-school		250,000
15	Michigan reconnect grant program--FTEs	12.0	30,000,000
16	Workforce development program		391,406,300
17	Workforce program administration--FTEs	219.0	38,465,700
18	GROSS APPROPRIATION	\$	492,542,700
19	Appropriated from:		
20	Federal revenues:		
21	DAG, employment and training		4,000,400
22	DED-OESE, GEAR-UP		4,000,000
23	DED-OVAE, adult education		20,000,000
24	DED-OVAE, basic grants to states		19,000,000
25	DOL, federal funds		107,395,000
26	DOL-ETA, workforce investment act		173,488,600
27	Federal funds		12,515,200

1	Social security act, temporary assistance for		
2	needy families		63,698,800
3	Special revenue funds:		
4	Local revenues		500,000
5	Private funds		5,279,600
6	Contingent fund, penalty and interest account		22,102,300
7	Defaulted loan collection fees		174,700
8	State general fund/general purpose	\$	60,388,100
9	(4) REHABILITATION SERVICES		
10	Full-time equated classified positions	668.0	
11	Bureau of services for blind persons--FTEs	113.0	\$ 25,509,200
12	Independent living		15,531,700
13	Michigan rehabilitation services--FTEs	555.0	134,227,900
14	Subregional libraries state aid		451,800
15	GROSS APPROPRIATION	\$	175,720,600
16	Appropriated from:		
17	Federal revenues:		
18	DED, vocational rehabilitation and independent		
19	living		126,173,600
20	Federal funds		1,461,000
21	Supplemental security income		8,588,600
22	Special revenue funds:		
23	Local - blind services		100,000
24	Local - vocational rehabilitation match		5,300,000
25	Private - blind services		111,800
26	Private - gifts, bequests, and donations		531,500
27	Michigan business enterprise program fund		350,000
28	Rehabilitation services fees		150,000

1	Second injury fund		38,300
2	State general fund/general purpose	\$	32,915,800
3	(5) EMPLOYMENT SERVICES		
4	Full-time equated classified positions	376.4	
5	Bureau of employment relations--FTEs	22.0	\$ 4,431,700
6	Compensation supplement fund		820,000
7	First responder presumed coverage claims		4,000,000
8	Insurance funds administration--FTEs	23.0	4,711,800
9	Michigan occupational safety and health		
10	administration--FTEs	197.0	30,354,400
11	Office of global Michigan--FTEs	11.0	29,246,400
12	Private and occupational distance learning--		
13	FTEs	3.0	849,600
14	Radiation safety section--FTEs	21.4	3,414,900
15	Wage and hour program--FTEs	29.0	3,970,900
16	Workers' compensation board of magistrates--		
17	FTEs	10.0	2,238,000
18	Workers' disability compensation agency--FTEs	56.0	8,178,700
19	Workers' disability compensation appeals		
20	commission--FTEs	4.0	348,000
21	GROSS APPROPRIATION	\$	92,564,400
22	Appropriated from:		
23	Federal revenues:		
24	DOL, occupational safety and health		12,385,100
25	HHS, mammography quality standards		513,300
26	HHS, refugee assistance program fund		28,769,000
27	Special revenue funds:		
28	Asbestos abatement fund		829,100

1	Corporation fees		10,195,400
2	Distance education fund		362,800
3	First responder presumed coverage fund		4,000,000
4	Private occupational school license fees		486,800
5	Radiological health fees		2,901,600
6	Safety education and training fund		10,391,300
7	Second injury fund		2,386,700
8	Securities fees		10,532,700
9	Self-insurers security fund		1,622,100
10	Silicosis and dust disease fund		703,000
11	Worker's compensation administrative revolving		
12	fund		1,866,800
13	State general fund/general purpose	\$	4,618,700
14	(6) UNEMPLOYMENT		
15	Full-time equated classified positions	744.0	
16	Unemployment insurance agency--FTEs	736.0	\$ 293,439,200
17	Unemployment insurance agency - advocacy		
18	assistance		1,500,000
19	Unemployment insurance appeals commission--FTEs	8.0	4,384,900
20	GROSS APPROPRIATION	\$	299,324,100
21	Appropriated from:		
22	Federal revenues:		
23	DOL-ETA, unemployment insurance		276,589,200
24	Special revenue funds:		
25	Contingent fund, penalty and interest account		22,734,900
26	State general fund/general purpose	\$	0
27	(7) COMMISSIONS		
28	Full-time equated classified positions	18.0	

1	Asian Pacific American affairs commission--FTE	1.0	\$	137,400
2	Commission on Middle Eastern American affairs--			
3	FTE	1.0		125,000
4	Hispanic/Latino commission of Michigan--FTE	1.0		295,100
5	Michigan community service commission--FTEs	14.0		11,831,500
6	Women's commission--FTE	1.0		242,600
7	GROSS APPROPRIATION		\$	12,631,600
8	Appropriated from:			
9	Federal revenues:			
10	Federal funds			10,826,000
11	Special revenue funds:			
12	Private - gifts, bequests, and donations			44,100
13	State general fund/general purpose		\$	1,761,500
14	(8) INFORMATION TECHNOLOGY			
15	Information technology services and projects		\$	29,557,000
16	GROSS APPROPRIATION		\$	29,557,000
17	Appropriated from:			
18	Federal revenues:			
19	DED, vocational rehabilitation and independent			
20	living			3,141,200
21	DOL-ETA, unemployment insurance			22,867,300
22	DOL, occupational safety and health			373,100
23	Special revenue funds:			
24	Asbestos abatement fund			35,400
25	Corporation fees			290,000
26	Distance education fund			5,600
27	Private occupational school license fees			21,900
28	Radiological health fees			143,300

1	Safety education and training fund		404,200
2	Second injury fund		356,500
3	Securities fees		912,800
4	Self-insurers security fund		251,100
5	Silicosis and dust disease fund		70,800
6	State general fund/general purpose	\$	683,800
7	(9) MICHIGAN STRATEGIC FUND		
8	Full-time equated classified positions	174.0	
9	Arts and cultural program	\$	9,500,000
10	Business attraction and community		
11	revitalization		100,000,000
12	Community college skilled trades equipment		
13	program debt service		4,600,000
14	Community development block grants		62,000,000
15	Entrepreneurship ecosystem		15,650,000
16	Facility for rare isotope beams		7,300,000
17	Flint settlement debt service		35,000,000
18	Focus: HOPE		1,000,000
19	Job creation services--FTEs	174.0	28,520,600
20	Lighthouse preservation program		307,500
21	Pure Michigan - state fiscal recovery funds		25,000,000
22	GROSS APPROPRIATION	\$	288,878,100
23	Appropriated from:		
24	Federal revenues:		
25	Coronavirus state fiscal recovery fund		25,000,000
26	HUD-CPD community development block grant		64,773,300
27	NFAH-NEA, promotion of the arts, partnership		
28	agreements		1,050,000

1	State historic preservation, national park		
2	service grants		1,900,000
3	Special revenue funds:		
4	Private - Michigan council for the arts fund		100,000
5	Private - special project advances		200,000
6	21st century jobs trust fund		75,000,000
7	Contingent fund, penalty and interest account		4,600,000
8	Michigan lighthouse preservation fund		307,500
9	Michigan state housing development authority		
10	fees and charges		4,670,000
11	State brownfield redevelopment fund		1,175,000
12	State historic preservation office fees and		
13	charges		200,000
14	State general fund/general purpose	\$	109,902,300
15	(10) STATE LAND BANK AUTHORITY		
16	Full-time equated classified positions	9.0	
17	State land bank authority--FTEs	9.0	\$ 4,336,600
18	GROSS APPROPRIATION	\$	4,336,600
19	Appropriated from:		
20	Federal revenues:		
21	Federal revenues		1,000,000
22	Special revenue funds:		
23	Land bank fast track fund		3,336,600
24	State general fund/general purpose	\$	0
25	(11) MICHIGAN STATE HOUSING DEVELOPMENT		
26	AUTHORITY		
27	Full-time equated classified positions	273.0	
28	Housing and rental assistance--FTEs	273.0	\$ 46,699,600

Michigan state housing development authority	
technology services and projects	3,694,000
Payments on behalf of tenants	166,860,000
Property management	3,497,100
GROSS APPROPRIATION	\$ 220,750,700
Appropriated from:	
Federal revenues:	
HUD, lower income housing assistance	166,860,000
Special revenue funds:	
Michigan state housing development authority	
fees and charges	53,890,700
State general fund/general purpose	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$3,663,397,800.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$1,708,144,100.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE	
Fees to local units	\$ 35,000
Motorcycle safety grants	1,308,800
Subtotal	\$ 1,343,800

1	DEPARTMENT OF TREASURY	
2	Airport parking distribution pursuant to	
3	section 909	\$ 27,000,000
4	City, village, and township revenue sharing	266,245,100
5	Constitutional state general revenue sharing	
6	grants	912,040,500
7	Convention facility development fund	
8	distribution	107,887,900
9	County incentive program	43,418,800
10	County revenue sharing payments	188,097,900
11	Emergency 9-1-1 payments	48,800,000
12	Financially distressed cities, villages, or	
13	townships	2,500,000
14	Health and safety fund grants	1,500,000
15	Recreational marihuana grants	30,000,000
16	Payments in lieu of taxes	30,175,400
17	Senior citizen cooperative housing tax	
18	exemption	11,271,400
19	Subtotal	\$ 1,668,937,000
20	DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY	
21	Going pro	\$ 25,918,800
22	Workforce development programs	10,680,000
23	Michigan rehabilitation services	262,200
24	Michigan community service commission	2,300
25	Arts and cultural program	1,000,000
26	Subtotal	\$ 37,863,300
27	TOTAL	\$ 1,708,144,100
28	(2) Pursuant to section 30 of article IX of the state	
29	constitution of 1963, total state spending from state sources for	

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

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

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

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

(a) "ATM" means automated teller machine.

(b) "COBRA" means the consolidated omnibus budget reconciliation act of 1985, Public Law 99-272, 100 Stat 82.

(c) "DAG" means the United States Department of Agriculture.

(d) "DED" means the United States Department of Education.

(e) "DED-OESE" means the DED Office of Elementary and Secondary Education.

(f) "DED-OPSE" means the DED Office of Postsecondary Education.

(g) "DED-OVAE" means the DED Office of Vocational and Adult Education.

(h) "DOE-OEERE" means the United States Department of Energy,

- 1 Office of Energy Efficiency and Renewable Energy.
- 2 (i) "DOL" means the United States Department of Labor.
- 3 (j) "DOL-ETA" means the United States Department of Labor,
4 Employment and Training Administration.
- 5 (k) "EEOC" means the United States Equal Employment
6 Opportunity Commission.
- 7 (l) "FTE" means full-time equated.
- 8 (m) "Fund" means the Michigan strategic fund.
- 9 (n) "GEAR-UP" means gaining early awareness and readiness for
10 undergraduate programs.
- 11 (o) "GED" means a general educational development certificate.
- 12 (p) "GF/GP" means general fund/general purpose.
- 13 (q) "HHS" means the United States Department of Health and
14 Human Services.
- 15 (r) "HHS-OS" means the HHS Office of the Secretary.
- 16 (s) "HHS-SSA" means the HHS Social Security Administration.
- 17 (t) "HUD" means the United States Department of Housing and
18 Urban Development.
- 19 (u) "HUD-CPD" means the United States Department of Housing
20 and Urban Development - Community Planning and Development.
- 21 (v) "IDG" means interdepartmental grant.
- 22 (w) "JCOS" means the joint capital outlay subcommittee.
- 23 (x) "MAIN" means the Michigan administrative information
24 network.
- 25 (y) "MCL" means the Michigan Compiled Laws.
- 26 (z) "MDE" means the Michigan department of education.
- 27 (aa) "MDEGLE" means the Michigan department of environment,
28 Great Lakes, and energy.
- 29 (bb) "MDHHS" means the Michigan department of health and human

1 services.

2 (cc) "MDLARA" means the Michigan department of licensing and
3 regulatory affairs.

4 (dd) "MDLEO" means the Michigan department of labor and
5 economic opportunity.

6 (ee) "MDMVA" means the Michigan department of military and
7 veterans affairs.

8 (ff) "MDOT" means the Michigan department of transportation.

9 (gg) "MDSP" means the Michigan department of state police.

10 (hh) "MDTMB" means the Michigan department of technology,
11 management, and budget.

12 (ii) "MEDC" means the Michigan economic development
13 corporation, which is the public body corporate created under
14 section 28 of article VII of the state constitution of 1963 and the
15 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
16 124.512, by contractual interlocal agreement effective April 5,
17 1999, between local participating economic development corporations
18 formed under the economic development corporations act, 1974 PA
19 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

20 (jj) "MEGA" means the Michigan economic growth authority.

21 (kk) "MFA" means the Michigan finance authority.

22 (ll) "MPE" means the Michigan public employees.

23 (mm) "MSF" means the Michigan strategic fund.

24 (nn) "MSHDA" means the Michigan state housing development
25 authority.

26 (oo) "NERE" means nonexclusively represented employees.

27 (pp) "NFAH-NEA" means the National Foundation of the Arts and
28 the Humanities - National Endowment for the Arts.

29 (qq) "PA" means public act.

1 (rr) "PATH" means Partnership. Accountability. Training. Hope.

2 (ss) "RFP" means a request for a proposal.

3 (tt) "SEIU" means Service Employees International Union.

4 (uu) "SIGMA" means statewide integrated governmental
5 management applications.

6 (vv) "WDA" means the workforce development agency.

7 (ww) "WIC" means women, infants, and children.

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

14 Sec. 205. From the funds appropriated in part 1, to the extent
15 permissible under section 261 of the management and budget act,
16 1984 PA 431, MCL 18.1261, all of the following apply:

17 (a) Funds appropriated in part 1 shall not be used for the
18 purchase of foreign goods or services, or both, if competitively
19 priced and of comparable quality American goods or services, or
20 both, are available.

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

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

28 Sec. 206. Departments and agencies receiving appropriations in
29 part 1 shall not take disciplinary action against an employee of

1 the department or an agency within the department who is in the
2 state classified civil service because the employee communicates
3 with a member of the senate or house or a member's staff, unless
4 the communication is prohibited by law and the department or agency
5 taking disciplinary action is exercising its authority as provided
6 by law.

7 Sec. 207. From the funds appropriated in part 1, consistent
8 with section 217 of the management and budget act, 1984 PA 431, MCL
9 18.1217, the departments and agencies receiving appropriations in
10 part 1 shall prepare a report on out-of-state travel expenses not
11 later than January 1 of each year. The travel report shall be a
12 listing of all travel by classified and unclassified employees
13 outside this state in the immediately preceding fiscal year that
14 was funded in whole or in part with funds appropriated in the
15 department's or agency's budget. The report shall be submitted to
16 the house and senate appropriations committees, the chairpersons of
17 the relevant appropriations subcommittees, the house and senate
18 fiscal agencies, and the state budget director. The report shall
19 include the following information:

20 (a) The dates of each travel occurrence.

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

26 Sec. 208. Funds appropriated in part 1 shall not be used by a
27 principal executive department, state agency, or authority to hire
28 a person to provide legal services that are the responsibility of
29 the attorney general. This prohibition does not apply to legal

services for bonding activities and for those outside services that the attorney general authorizes.

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

Sec. 210. (1) Pursuant to section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer of state general fund revenue into or out of the countercyclical budget and economic stabilization fund, the calculations required by section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, are determined as follows:

	2020	2021	2022
Michigan personal income (millions)	\$528,093	\$541,296	\$535,341
less: transfer payments	146,766	144,100	119,838
Subtotal	\$381,327	\$397,196	\$415,503
Divided by: Detroit Consumer Price			
Index for 12 months ending December 31	2.377	2.439	2.495
Equals: real adjusted Michigan			
personal income	\$160,451	\$162,860	\$166,528
Percentage change	N/A	1.5%	2.3%
Growth rate in excess of 2%?	N/A	0.0%	0.3%
Equals: countercyclical budget and			
economic stabilization fund pay-in			
calculation for the fiscal year ending			

1	September 30, 2022 (millions)	N/A	NO	NO
2	Growth rate less than 0%?	N/A	NO	NO
3	Equals: countercyclical budget and			
4	economic stabilization fund pay-out			
5	calculation for the fiscal year ending			
6	September 30, 2021 (millions)	N/A	NO	NO

7 (2) Notwithstanding subsection (1), there is appropriated for

8 the fiscal year ending September 30, 2022, from GF/GP revenue for

9 deposit into the countercyclical budget and economic stabilization

10 fund the sum of \$0.00.

11 Sec. 211. From the funds appropriated in part 1, the

12 departments and agencies shall provide to MDTMB information

13 sufficient to maintain a searchable website that is updated at

14 least quarterly and that is accessible by the public at no cost

15 that includes, but is not limited to, all of the following for each

16 department or agency:

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

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

19 (c) Fiscal year-to-date payments to a selected vendor,

20 including the vendor name, payment date, payment amount, and

21 payment description.

22 (d) The number of active department employees by job

23 classification.

24 (e) Job specifications and wage rates.

25 Sec. 212. Within 14 days after the release of the executive

26 budget recommendation, the departments and agencies receiving

27 appropriations in part 1 shall provide to the state budget office

28 information sufficient to provide the chairs of the senate and

29 house of representatives standing committees on appropriations, the

1 chairs of the senate and house of representatives standing
2 committees on appropriations subcommittees on general government,
3 and the senate and house fiscal agencies with an annual report on
4 estimated state restricted fund balances, state restricted fund
5 projected revenues, and state restricted fund expenditures for the
6 fiscal years ending September 30, 2021 and September 30, 2022.

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

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

21 Sec. 216. (1) On a semiannual basis, the departments and
22 agencies receiving appropriations in part 1 shall provide to MDTMB
23 information sufficient for MDTMB to report to the senate and house
24 appropriations committees, the senate and house appropriations
25 subcommittees on general government, and the senate and house
26 fiscal agencies the following information for each department and
27 agency:

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

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

4 (2) The departments or agencies shall provide to MDTMB
5 information sufficient for MDTMB to report by March 1 to the senate
6 and house appropriations committees, the senate and house
7 appropriations subcommittees on general government, and the senate
8 and house fiscal agencies the following information for each
9 department and agency:

10 (a) Number of employees that were engaged in remote work in
11 the current fiscal year.

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

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

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

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

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

28 Sec. 219. The departments and agencies receiving
29 appropriations in part 1 shall receive and retain copies of all

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

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

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

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

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

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

29 (c) By February 1, report to the house and senate

1 appropriations subcommittees on the department budget, the house
2 and senate fiscal agencies, the house and senate policy offices,
3 and the state budget director on the total amount of severance pay
4 remitted to former department employees during the fiscal year
5 ending September 30, 2021 and the total number of former department
6 employees that were remitted severance pay during the fiscal year
7 ending September 30, 2021.

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

13 Sec. 224. Funds appropriated in part 1 shall not be used by
14 this state, a department, an agency, or an authority of this state
15 to purchase an ownership interest in a casino enterprise or a
16 gambling operation as those terms are defined in the Michigan
17 Gaming Control and Revenue Act, 1996 IL 1, MCL 432.201 to 432.226.

18 Sec. 225. Any department, agency, board, commission,
19 subdivision, or other executive branch entity or official of this
20 state that receives funding under part 1 shall not do the
21 following:

22 (a) Require as a condition of accessing any state services or
23 facilities that an individual provide proof he or she has received
24 a COVID-19 vaccine.

25 (b) Produce, develop, and issue a COVID-19 vaccine passport
26 for the purpose of certifying that an individual has received a
27 COVID-19 vaccine.

28 (c) Provide information of an individual's COVID-19 vaccine
29 status to any person, company, or governmental entity for inclusion

1 in a COVID-19 vaccine passport.

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

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

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

29 Sec. 240. (1) Concurrently with the submission of the fiscal

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

8 (2) By July 1 of the current fiscal year, the state budget
9 director and the chairs of the senate and house appropriations
10 committees shall identify new programs or program enhancements
11 identified under subsection (1) for measurement using program-
12 specific metrics, in addition to the metrics required under section
13 447 of the management and budget act, 1984 PA 431, MCL 18.1447.

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

24
25 **DEPARTMENT OF ATTORNEY GENERAL**

26 Sec. 301. (1) In addition to the funds appropriated in part 1,
27 there is appropriated an amount not to exceed \$750,000.00 for
28 federal contingency authorization. These funds are not available
29 for expenditure until they have been transferred to another line

1 item in part 1 under section 393(2) of the management and budget
2 act, 1984 PA 431, MCL 18.1393.

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

9 (3) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$50,000.00 for local
11 contingency authorization. These funds are not available for
12 expenditure until they have been transferred to another line item
13 in part 1 under section 393(2) of the management and budget act,
14 1984 PA 431, MCL 18.1393.

15 (4) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$50,000.00 for private
17 contingency authorization. These funds are not available for
18 expenditure until they have been transferred to another line item
19 in part 1 under section 393(2) of the management and budget act,
20 1984 PA 431, MCL 18.1393.

21 Sec. 302. (1) The attorney general shall perform all legal
22 services, including representation before courts and administrative
23 agencies rendering legal opinions and providing legal advice to a
24 principal executive department or state agency. A principal
25 executive department or state agency shall not employ or enter into
26 a contract with any other person for services described in this
27 section.

28 (2) The attorney general shall defend judges of all state
29 courts if a claim is made or a civil action is commenced for

1 injuries to persons or property caused by the judge through the
2 performance of the judge's duties while acting within the scope of
3 his or her authority as a judge.

4 (3) The attorney general shall perform the duties specified in
5 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
6 14.102, and as otherwise provided by law.

7 Sec. 303. The attorney general may sell copies of the biennial
8 report in excess of the 350 copies that the attorney general may
9 distribute on a gratis basis. Gratis copies shall not be provided
10 to members of the legislature. Electronic copies of biennial
11 reports shall be made available on the department of attorney
12 general's website. The attorney general shall sell copies of the
13 report at not less than the actual cost of the report and shall
14 deposit the money received into the general fund.

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

22 Sec. 305. In addition to the funds appropriated in part 1, not
23 more than \$400,000.00 shall be reimbursed per fiscal year for food
24 stamp fraud cases heard by the third circuit court of Wayne County
25 that were initiated by the department of attorney general pursuant
26 to the existing contract between the department of health and human
27 services, the Prosecuting Attorneys Association of Michigan, and
28 the department of attorney general. The source of this funding is
29 money earned by the department of attorney general under the

1 agreement after the allowance for reimbursement to the department
2 of attorney general for costs associated with the prosecution of
3 food stamp fraud cases. It is recognized that the federal funds are
4 earned by the department of attorney general for its documented
5 progress on the prosecution of food stamp fraud cases according to
6 the United States Department of Agriculture regulations and that,
7 once earned by this state, the funds become state funds.

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

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

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

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

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

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

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

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

26 (2) The attorney general's office shall make available upon
27 request information on the dollar amount of prisoner reimbursements
28 collected from subsection (1) and descriptions of all expenditures
29 made from the reimbursements, including what activities related to

1 the state correctional facility reimbursement act, 1935 PA 253, MCL
2 800.401 to 800.406, funds were spent on.

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

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

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

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

28 Sec. 313. The department of attorney general must submit a
29 quarterly report to the house and senate standing committees on

1 appropriations, the house and senate appropriations subcommittees
2 on general government, the house and senate fiscal agencies, and
3 the state budget office, regarding the lawsuit settlement proceeds
4 fund that includes all of the following:

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

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

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

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

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

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

29 (2) As a condition of receiving funds appropriated in part 1,

1 the attorney general must not retain the services of an outside
2 counsel associated with the declaration of emergency due to
3 drinking water contamination at an hourly rate of more than \$250.00
4 unless all reporting requirements under subsection (2) are
5 satisfied.

6 Sec. 315. Total authorized appropriations from all sources
7 under part 1 for legacy costs for the fiscal year ending September
8 30, 2022 are \$17,036,000.00. From this amount, total agency
9 appropriations for pension-related legacy costs are estimated at
10 \$9,544,500.00. Total agency appropriations for retiree health care
11 legacy costs are estimated at \$7,491,500.00.

12 Sec. 316. (1) From the funds appropriated in part 1 for sexual
13 assault law enforcement efforts, the department shall use the funds
14 for testing of backlogged sexual assault kits across this state.
15 The funding provided in part 1 shall be distributed in the
16 following order of priority:

17 (a) To eliminate all county sexual assault kit backlogs across
18 this state.

19 (b) To assist local prosecutors with investigations and
20 prosecutions of viable cases.

21 (c) To provide victim services.

22 (2) The department of the attorney general shall provide a
23 report by February 1. The report shall include the following
24 information:

25 (a) The number of sexual assault kits across this state that
26 remain untested as of January 31.

27 (b) A detailed work plan outlining the department's action
28 plan to eliminate all outstanding sexual assault kits and the time
29 frame for completion of testing of all untested sexual assault

1 kits.

2 (c) A detailed work and spending plan outlining anticipated
3 litigation action and expenditures resulting from findings of the
4 sexual assault kit testing. The report shall be submitted to the
5 state budget office, the senate and house fiscal agencies, and the
6 senate and house of representatives standing committees on
7 appropriations subcommittees on general government.

8 (3) Any funds remaining after the department has met the
9 obligations required under subsection (1) may be used for the
10 purpose of retesting any previously tested sexual assault kits
11 across this state using currently available DNA testing. Funds only
12 may be used for DNA testing on previously tested kits that were not
13 tested for DNA. If there are remaining untested sexual assault kits
14 on January 31, 2022, funds appropriated in part 1 shall only be
15 used for the testing of those kits.

16 Sec. 317. (1) The department of attorney general shall report
17 all legal costs and associated expenses related to the declaration
18 of emergency due to drinking water contamination, and the
19 investigations and any resulting prosecutions, for publication in
20 the Flint water emergency-financial and activities tracking and
21 reporting document that is posted by the state budget director on
22 the public website, michigan.gov/flintwater. The tracking and
23 reporting documents shall include the budget line item source for
24 each expenditure.

25 (2) At the conclusion of all attorney general investigations
26 related to the declaration of emergency due to drinking water
27 contamination, all materials related to any investigations shall be
28 preserved pursuant to applicable document retention policies.

29 Sec. 319. From the funds appropriated in part 1, the attorney

1 general shall provide a quarterly report on the wrongful
2 imprisonment compensation fund to the chairpersons of the
3 appropriations subcommittees on general government, the senate and
4 house fiscal agencies, and the state budget director. The report
5 shall include at least the following:

6 (a) All payments made from the wrongful imprisonment fund in
7 each prior quarter of the fiscal year, and the total of those
8 payments, including if each payment is part of a new settlement or
9 part of an installment plan.

10 (b) Total payments made from each prior fiscal year and the
11 total of all payments to date.

12 (c) Any settlements that have been decided but have yet to
13 receive a payment.

14 (d) The number of known cases seeking a settlement, but do not
15 have a final judgment, and the dollar amount of each potential
16 payment for these known cases, and the total of these payments.

17 (e) The balance of the wrongful imprisonment fund at the end
18 of the previous quarter.

19 Sec. 320. From the funds appropriated in part 1, the
20 department of attorney general shall do all of the following:

21 (a) Notify the appropriation chairs and fiscal agencies of all
22 lawsuit settlements with a fiscal impact of \$2,000,000.00 or more
23 no later than 10 days after a settlement is reached.

24 (b) Enforce the laws of this state.

25 Sec. 321. Upon entering into a lawsuit against the federal
26 government, either on this state's own accord or accompanied by
27 other states, the department of attorney general must submit a
28 written report of the lawsuit filing to the chairpersons of the
29 house and senate appropriations subcommittees on general

1 government. The report must describe the purpose of the lawsuit and
2 include an estimate of all financial costs to this state for
3 participating in the legal action.

4 Sec. 322. (1) The department must provide a quarterly report
5 to the chairpersons of the appropriations subcommittees on general
6 government, the house and senate fiscal agencies, and the state
7 budget director on the total dollar expenditure amount related to
8 each of the following department initiatives and activities:

- 9 (a) Catholic church investigation.
- 10 (b) Elder abuse task force.
- 11 (c) Conviction integrity unit.
- 12 (d) Opioid litigation.
- 13 (e) Hate crimes unit.
- 14 (f) Payroll fraud enforcement unit.
- 15 (g) PFAS contamination.
- 16 (h) Human trafficking.
- 17 (i) Robocall enforcement.
- 18 (j) UIA fraud task force.

19 (2) For each expenditure required to be reported under
20 subsection (1) the report must include the dollar amount spent by
21 line item appropriation and fund source.

22 Sec. 324. Not later than October 1, 2021, the department of
23 attorney general must make available to the public on its website a
24 report on the activities and findings, since April 1, 2019, of the
25 payroll fraud enforcement unit. Information in the report must
26 include, but is not limited to, a listing of each complaint
27 received by the unit, the unit's finding on the validity of each
28 complaint, and what enforcement action, if any, was taken. The
29 report must also be submitted to the house and senate

1 appropriations committees, the house and senate appropriations
2 subcommittees on general government, the state budget office, and
3 the house and senate fiscal agencies.

4
5 **DEPARTMENT OF CIVIL RIGHTS**

6 Sec. 401. (1) In addition to the funds appropriated in part 1,
7 there is appropriated an amount not to exceed \$1,000,000.00 for
8 federal contingency authorization. These funds are not available
9 for expenditure until they have been transferred to another line
10 item in part 1 under section 393(2) of the management and budget
11 act, 1984 PA 431, MCL 18.1393.

12 (2) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$375,000.00 for private
14 contingency authorization. These funds are not available for
15 expenditure until they have been transferred to another line item
16 in part 1 under section 393(2) of the management and budget act,
17 1984 PA 431, MCL 18.1393.

18 Sec. 402. (1) In addition to the appropriations contained in
19 part 1, the department of civil rights may receive and expend funds
20 from local and private sources, up to a combined total of
21 \$85,000.00, for all of the following purposes:

22 (a) Developing and presenting training for employers on equal
23 employment opportunity law and procedures.

24 (b) The publication and sale of civil rights related
25 informational material.

26 (c) The provision of copy material made available under
27 freedom of information requests.

28 (d) Other copy fees, subpoena fees, and witness fees.

29 (e) Developing, presenting, and participating in mediation

1 processes for certain civil rights cases.

2 (f) Workshops, seminars, and recognition or award programs
3 consistent with the programmatic mission of the individual unit
4 sponsoring or coordinating the programs.

5 (g) Staffing costs for all activities included in this
6 subsection.

7 (2) The department of civil rights shall annually report to
8 the state budget director, the senate and house of representatives
9 standing committees on appropriations, the chairpersons of the
10 relevant appropriations subcommittees, and the senate and house
11 fiscal agencies the amount of funds received and expended for
12 purposes authorized under this section.

13 Sec. 403. The department of civil rights may contract with
14 local units of government to review equal employment opportunity
15 compliance of potential contractors and may charge for and expend
16 amounts received from local units of government for the purpose of
17 developing and providing these contractual services.

18 Sec. 404. (1) The department of civil rights shall prepare and
19 transmit a detailed report that includes, but is not limited to,
20 the following information for the most recent fiscal year:

21 (a) A detailed description of the department operations.

22 (b) A detailed description of all subunits within the
23 department, including FTE positions associated with each subunit,
24 responsibilities of each subunit, and all revenues and expenditures
25 for each subunit.

26 (c) The number of complaints by type of complaint.

27 (d) The average cost of, and time expended, investigating
28 complaints.

29 (e) The percentage of complaints that are meritorious and

1 worthy of investigation or settlement and the percentage of
2 complaints that have no merit.

3 (f) A listing of amounts awarded to claimants.

4 (g) Expenditures associated with complaint investigation and
5 enforcement.

6 (h) A listing of complaint investigations closed per FTE
7 position for each of the past 5 years.

8 (i) A listing of complaint evaluations completed per FTE
9 position for each of the past 5 years.

10 (j) Productivity projections for the current fiscal year,
11 including investigations closed per FTE, complaint evaluations
12 completed per FTE, and average time expended investigating
13 complaints.

14 (k) Revenues and expenditures associated with section 403 of
15 this part by local unit.

16 (2) The report required under subsection (1) shall be posted
17 online and transmitted electronically not later than November 30 to
18 the state budget director, the chairpersons of the senate and house
19 of representatives standing committees on appropriations, the
20 senate and house appropriations subcommittees on general
21 government, and the senate and house fiscal agencies.

22 Sec. 405. The department of civil rights shall notify the
23 state budget office, senate and house of representatives standing
24 committees on appropriations, the chairpersons of the
25 appropriations subcommittees on general government, and senate and
26 house fiscal agencies prior to submitting a report or complaint to
27 the United States Commission on Civil Rights or other federal
28 departments.

29 Sec. 410. Total authorized appropriations from all sources

1 under part 1 for legacy costs for the fiscal year ending September
2 30, 2022 are \$2,420,300.00. From this amount, total agency
3 appropriations for pension-related legacy costs are estimated at
4 \$1,356,000.00. Total agency appropriations for retiree health care
5 legacy costs are estimated at \$1,064,300.00.

6 Sec. 411. (1) From the funds appropriated in part 1 for
7 museums support, \$500,000.00 shall be awarded to support an Arab-
8 American museum located in a county with a population over
9 1,300,000 and in a city with a population between 97,000 and
10 500,000 according to the most recent federal decennial census.

11 (2) From the funds appropriated in part 1 for museums support,
12 \$500,000.00 shall be awarded to an African-American museum in a
13 city with a population greater than 600,000 according to the most
14 recent federal decennial census.

15 (3) From the funds appropriated in part 1 for museums support,
16 \$500,000.00 shall be awarded to support a memorial center in a
17 county with a population between 1,000,000 and 1,700,000 and in a
18 city with a population between 79,000 and 80,000 according to the
19 most recent federal decennial census to expand educational access.

20 21 **LEGISLATURE**

22 Sec. 600. The senate, the house of representatives, or an
23 agency within the legislative branch may receive, expend, and
24 transfer funds in addition to those authorized in part 1.

25 Sec. 601. (1) Funds appropriated in part 1 to an entity within
26 the legislative branch shall not be expended or transferred to
27 another account without written approval of the authorized agent of
28 the legislative entity. If the authorized agent of the legislative
29 entity notifies the state budget director of its approval of an

1 expenditure or transfer before the year-end book-closing date for
2 that legislative entity, the state budget director shall
3 immediately make the expenditure or transfer. The authorized
4 legislative entity agency shall be designated by the speaker of the
5 house of representatives for house entities, the senate majority
6 leader for senate entities, and the legislative council for
7 legislative council entities.

8 (2) Funds appropriated within the legislative branch, to a
9 legislative council component, shall not be expended by any agency
10 or other subgroup included in that component without the approval
11 of the legislative council.

12 Sec. 602. The senate may charge rent and assess charges for
13 utility costs. The amounts received for rent charges and utility
14 assessments are appropriated to the senate for the renovation,
15 operation, and maintenance of the Binsfeld Office Building.

16 Sec. 603. (1) From the appropriation contained in part 1 for
17 national association dues, the first \$34,800.00 shall be paid to
18 the National Conference of Commissioners of Uniform State Laws. The
19 remaining funds shall be distributed accordingly by the legislative
20 council.

21 (2) If any funds remain after all required dues payments have
22 been made as specified in subsection (1), the Legislative Council
23 may approve the use of up to \$10,000.00 to pay for the registration
24 fees of any state employees who serve as board members to any of
25 the national associations receiving state funds for annual dues to
26 attend that national association's annual conference. If any of the
27 \$10,000.00 remains after national board member's registration fees
28 are paid, the remaining funds may be used to pay for the
29 registration fees for any other state employees to attend the

1 annual conference of any of the national associations receiving
2 state funds for annual dues as prescribed in subsection (1).

3 Sec. 604. (1) The appropriation in part 1 to the Michigan
4 state capitol historic site includes funds to operate the
5 legislative parking facilities in the capitol area. The Michigan
6 state capitol commission shall establish rules regarding the
7 operation of the legislative parking facilities.

8 (2) The Michigan state capitol commission shall collect a fee
9 from state employees and the general public using certain
10 legislative parking facilities. The revenues received from the
11 parking fees are appropriated upon receipt and shall be allocated
12 by the Michigan state capitol commission.

13 Sec. 605. The unexpended funds appropriated in part 1 for the
14 legislative council are designated as a work project appropriation,
15 and any unencumbered or unallotted funds shall not lapse at the end
16 of the fiscal year and shall be available for expenditures for
17 projects under this section until the projects have been completed.
18 The following is in compliance with section 451a of the management
19 and budget act, 1984 PA 431, MCL 18.1451a:

20 (a) The purpose of the project is publication of the Michigan
21 manual.

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

24 (c) The total estimated cost of the project is \$3,000,000.00.

25 (d) The tentative completion date is September 30, 2026.

26 Sec. 606. The unexpended funds appropriated in part 1 for
27 property management are designated as a work project appropriation,
28 and any unencumbered or unallotted funds shall not lapse at the end
29 of the fiscal year and shall be available for expenditures for

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

4 (a) The purpose of the project is to purchase equipment and
5 services for building maintenance in order to ensure a safe and
6 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 \$2,000,000.00.

10 (d) The tentative completion date is September 30, 2026.

11 Sec. 607. The unexpended funds appropriated in part 1 for
12 automated data processing are designated as a work project
13 appropriation, and any unencumbered or unallotted funds shall not
14 lapse at the end of the fiscal year and shall be available for
15 expenditures for projects under this section until the projects
16 have been completed. The following is in compliance with section
17 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

18 (a) The purpose of the project is to purchase equipment,
19 software, and services in order to support and implement data
20 processing requirements and technology improvements.

21 (b) The project will be accomplished by utilizing state
22 employees or contracts with service providers, or both.

23 (c) The total estimated cost of the project is \$3,000,000.00.

24 (d) The tentative completion date is September 30, 2026.

25 Sec. 608. In addition to funds appropriated in part 1, the
26 Michigan capitol committee publications save the flags fund account
27 may accept contributions, gifts, bequests, devises, grants, and
28 donations. Those funds that are not expended in the fiscal year
29 ending September 30 shall not lapse at the close of the fiscal

1 year, and shall be carried forward for expenditure in the following
2 fiscal years.

3 Sec. 615. Total authorized appropriations from all sources
4 under part 1 for legacy costs for the fiscal year ending September
5 30, 2022 are \$28,091,700.00. From this amount, total agency
6 appropriations for pension-related legacy costs are estimated at
7 \$15,738,400.00. Total agency appropriations for retiree health care
8 legacy costs are estimated at \$12,353,300.00.

9 Sec. 616. From the funds appropriated in part 1, the council
10 administrator shall assist in administering compensation, benefits,
11 and other personnel support, subject to the legislative council
12 act, 1986 PA 268, MCL 4.1101 to 4.1901, for the members, employees,
13 staff, and consultants of the independent citizens redistricting
14 commission.

15 Sec. 617. From the funds appropriated in part 1, on a
16 quarterly basis, the independent citizens redistricting commission
17 shall issue a report to the senate and house appropriations
18 subcommittees on general government, the senate and house fiscal
19 agencies, and the state budget director that provides a detailed
20 listing of expenditures related to independent citizens
21 redistricting commission activities. In addition to providing a
22 listing of expenditures, the report must also include a detailed
23 description of activities undertaken to fulfill the independent
24 citizens redistricting commission's constitutional
25 responsibilities. Each quarterly report shall be transmitted to the
26 report recipients within 30 days after the end of the quarter.

27
28 **LEGISLATIVE AUDITOR GENERAL**

29 Sec. 620. Pursuant to section 53 of article IV of the state

1 constitution of 1963, the auditor general shall conduct audits of
2 the executive, judicial, and legislative branches.

3 Sec. 621. (1) The auditor general shall take all reasonable
4 steps to ensure that certified minority- and women-owned and
5 operated accounting firms, and accounting firms owned and operated
6 by persons with disabilities participate in the audits of the
7 books, accounts, and financial affairs of each principal executive
8 department, branch, institution, agency, and office of this state.

9 (2) The auditor general shall strongly encourage firms with
10 which the auditor general contracts to perform audits of the
11 principal executive departments and state agencies to subcontract
12 with certified minority- and women-owned and operated accounting
13 firms, and accounting firms owned and operated by persons with
14 disabilities.

15 (3) The auditor general shall compile an annual report
16 regarding the number of contracts entered into with certified
17 minority- and women-owned and operated accounting firms, and
18 accounting firms owned and operated by persons with disabilities.
19 The auditor general shall deliver the report to the state budget
20 director and the senate and house of representatives standing
21 committees on appropriations subcommittees on general government by
22 November 1 of each year.

23 Sec. 622. From the funds appropriated in part 1 to the
24 legislative auditor general, the auditor general's salary and the
25 salaries of the remaining 2.0 FTE unclassified positions shall be
26 set by the speaker of the house of representatives, the senate
27 majority leader, the house of representatives minority leader, and
28 the senate minority leader.

29 Sec. 623. Any audits, reviews, or investigations requested of

1 the auditor general by the legislature or by legislative
2 leadership, legislative committees, or individual legislators shall
3 include an estimate of the additional costs involved and, when
4 those costs exceed \$50,000.00, should provide supplemental funding.
5 The auditor general shall determine whether to perform those
6 activities in keeping with Operations Manual Policy No. 2-26, which
7 describes the office of the auditor general's policy on responding
8 to legislative requests.

9 Sec. 624. If the auditor general conducts a subsequent audit
10 pursuant to section 229 of this part, the auditor general may
11 charge fees and collect revenues in excess of appropriations in
12 part 1 not to exceed the cost of any audit conducted pursuant to
13 section 229 of this part. Any revenues and fees collected pursuant
14 to this section are appropriated for expenditure for all expenses
15 associated with an audit conducted pursuant to section 229 of this
16 part.

17 Sec. 625. The auditor general shall not be denied access to
18 examine confidential information of any branch, department, office,
19 board, commission, agency, authority, or institution of the state.
20 The auditor general shall be subject to the same duty of
21 confidentiality imposed by law on the entity providing the
22 confidential information.

23 Sec. 627. The unexpended funds appropriated in part 1 for
24 field operations are designated as a work project appropriation,
25 and any unencumbered or unallotted funds shall not lapse at the end
26 of the fiscal year and shall be available for expenditures for
27 projects under this section until the projects
28 have been completed. The following is in compliance with section
29 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

1 (a) The purpose of the project is to conduct the state of
2 Michigan comprehensive annual financial report.

3 (b) The project will be accomplished by utilizing state
4 employees.

5 (c) The total estimated cost of the project is \$3,000,000.00.

6 (d) The tentative completion date is September 30, 2026.
7

8 **DEPARTMENT OF STATE**

9 Sec. 701. (1) In addition to the funds appropriated in part 1,
10 there is appropriated an amount not to exceed \$500,000.00 for
11 federal contingency authorization. These funds are not available
12 for expenditure until they have been transferred to another line
13 item in part 1 under section 393(2) of the management and budget
14 act, 1984 PA 431, MCL 18.1393.

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

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

27 (4) In addition to the funds appropriated in part 1, there is
28 appropriated an amount not to exceed \$50,000.00 for private
29 contingency authorization. These funds are not available for

1 expenditure until they have been transferred to another line item
2 in part 1 under section 393(2) of the management and budget act,
3 1984 PA 431, MCL 18.1393.

4 Sec. 703. From the funds appropriated in part 1, the
5 department of state shall sell copies of records including, but not
6 limited to, records of motor vehicles, off-road vehicles,
7 snowmobiles, watercraft, mobile homes, personal identification
8 cardholders, drivers, and boat operators and shall charge \$11.00
9 per record sold only as authorized in section 208b of the Michigan
10 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
11 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
12 natural resources and environmental protection act, 1994 PA 451,
13 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
14 received from the sale of records shall be credited to the
15 transportation administration collection fund created under section
16 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b. The
17 department of state shall provide quarterly reports to the state
18 budget office, the legislature, the chairpersons of the relevant
19 appropriations subcommittees, and the senate and house fiscal
20 agencies. The report shall be provided within 15 days of the close
21 of the quarter and shall include the number of records sold and the
22 revenues collected.

23 Sec. 704. From the funds appropriated in part 1, the secretary
24 of state may enter into agreements with the department of
25 corrections for the manufacture of vehicle registration plates 15
26 months before the registration year in which the registration
27 plates will be used.

28 Sec. 705. (1) The department of state may accept gifts,
29 donations, contributions, and grants of money and other property

1 from any private or public source to underwrite, in whole or in
2 part, the cost of a departmental publication that is prepared and
3 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
4 257.1 to 257.923. A private or public funding source may receive
5 written recognition in the publication and may furnish a traffic
6 safety message, subject to departmental approval, for inclusion in
7 the publication. The department may reject a gift, donation,
8 contribution, or grant. The department may furnish copies of a
9 publication underwritten, in whole or in part, by a private source
10 to the underwriter at no charge.

11 (2) The department of state may sell and accept paid
12 advertising for placement in a departmental publication that is
13 prepared and disseminated under the Michigan vehicle code, 1949 PA
14 300, MCL 257.1 to 257.923. The department may charge and receive a
15 fee for any advertisement appearing in a departmental publication
16 and shall review and approve the content of each advertisement. The
17 department may refuse to accept advertising from any person or
18 organization. The department may furnish a reasonable number of
19 copies of a publication to an advertiser at no charge.

20 (3) Pending expenditure, the funds received under this section
21 shall be deposited in the Michigan department of state publications
22 fund created by section 211 of the Michigan vehicle code, 1949 PA
23 300, MCL 257.211. Funds given, donated, or contributed to the
24 department from a private source are appropriated and allocated for
25 the purpose for which the revenue is furnished. Funds granted to
26 the department from a public source are allocated and may be
27 expended upon receipt. The department shall not accept a gift,
28 donation, contribution, or grant if receipt is conditioned upon a
29 commitment of state funding at a future date. Revenue received from

1 the sale of advertising is appropriated and may be expended upon
2 receipt.

3 (4) Any unexpended revenues received under this section shall
4 be carried over into subsequent fiscal years and shall be available
5 for appropriation for the purposes described in this section.

6 (5) On March 1 of each year, the department of state shall
7 file a report with the senate and house of representatives standing
8 committees on appropriations, the chairpersons of the relevant
9 appropriations subcommittees, the senate and house fiscal agencies,
10 and the state budget director. The report shall include all of the
11 following information:

12 (a) The amount of gifts, contributions, donations, and grants
13 of money received by the department under this section for the
14 prior fiscal year.

15 (b) A listing of the expenditures made from the amounts
16 received by the department as reported in subdivision (a).

17 (c) A listing of any gift, donation, contribution, or grant of
18 property other than funding received by the department under this
19 section for the prior year.

20 (d) The total revenue received from the sale of paid
21 advertising accepted under this section and a statement of the
22 total number of advertising transactions.

23 (6) In addition to copies delivered without charge as the
24 secretary of state considers necessary, the department of state may
25 sell copies of manuals and other publications regarding the sale,
26 ownership, or operation or regulation of motor vehicles, with
27 amendments, at prices to be established by the secretary of state.
28 As used in this subsection, the term "manuals and other
29 publications" includes videos and proprietary electronic

1 publications. All funds received from sales of these manuals and
2 other publications shall be credited to the Michigan department of
3 state publications fund.

4 Sec. 707. Funds collected by the department of state under
5 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,
6 are appropriated for all expenses necessary to provide for the
7 costs of the publication. Funds are allotted for expenditure when
8 they are received by the department of treasury and shall not lapse
9 to the general fund at the end of the fiscal year.

10 Sec. 708. From the funds appropriated in part 1, the
11 department of state shall use available balances at the end of the
12 state fiscal year to provide payment to the department of state
13 police in the amount of \$332,000.00 for the services provided by
14 the traffic accident records program as first appropriated in 1990
15 PA 196 and 1990 PA 208.

16 Sec. 709. From the funds appropriated in part 1, the
17 department of state may restrict funds from miscellaneous revenue
18 to cover cash shortages created from normal branch office
19 operations. This amount shall not exceed \$50,000.00 of the total
20 funds available in miscellaneous revenue.

21 Sec. 711. Collector plate and fund-raising registration plate
22 revenues collected by the department of state are appropriated and
23 allotted for distribution to the recipient university or public or
24 private agency overseeing a state-sponsored goal when received.
25 Distributions shall occur on a quarterly basis or as otherwise
26 authorized by law. Any revenues remaining at the end of the fiscal
27 year shall not lapse to the general fund but shall remain available
28 for distribution to the university or agency in the next fiscal
29 year.

1 Sec. 712. The department of state may produce and sell copies
2 of a training video designed to inform registered automotive repair
3 facilities of their obligations under Michigan law. The price shall
4 not exceed the cost of production and distribution. The money
5 received from the sale of training videos shall revert to the
6 department of state and be placed in the auto repair facility
7 account.

8 Sec. 713. (1) The department of state, in collaboration with
9 the gift of life transplantation society or its successor federally
10 designated organ procurement organization, may develop and
11 administer a public information campaign concerning the Michigan
12 organ donor program.

13 (2) The department of state may solicit funds from any private
14 or public source to underwrite, in whole or in part, the public
15 information campaign authorized by this section. The department may
16 accept gifts, donations, contributions, and grants of money and
17 other property from private and public sources for this purpose. A
18 private or public funding source underwriting the public
19 information campaign, in whole or in substantial part, shall
20 receive sponsorship credit for its financial backing.

21 (3) Funds received under this section, including grants from
22 state and federal agencies, shall not lapse to the general fund at
23 the end of the fiscal year but shall remain available for
24 expenditure for the purposes described in this section.

25 (4) Funding appropriated in part 1 for the organ donor program
26 shall be used for producing a pamphlet to be distributed with
27 driver licenses and personal identification cards regarding organ
28 donations. The funds shall be used to update and print a pamphlet
29 that will explain the organ donor program and encourage people to

1 become donors by marking a checkoff on driver license and personal
2 identification card applications.

3 (5) The pamphlet shall include a return reply form addressed
4 to the gift of life organization. Funding appropriated in part 1
5 for the organ donor program shall be used to pay for return postage
6 costs.

7 (6) In addition to the appropriations in part 1, the
8 department of state may receive and expend funds from the organ and
9 tissue donation education fund for administrative expenses.

10 (7) The department must submit a report to the house and
11 senate appropriations subcommittees on general government, the
12 senate and house fiscal agencies, and the state budget director by
13 March 1 that provides the amount of revenue collected by the
14 department of state authorized under this section, the purpose of
15 each expenditure, and the amount of revenue carried forward.

16 Sec. 714. (1) Except as otherwise provided under subsection
17 (2), at least 180 days before closing a branch office or
18 consolidating a branch office and at least 60 days before
19 relocating a branch office, the department of state shall inform
20 members of the senate and house of representatives standing
21 committees on appropriations and legislators who represent affected
22 areas regarding the details of the proposal. The information
23 provided shall be in written form and include all analyses done
24 regarding criteria for changes in the location of branch offices,
25 including, but not limited to, branch transactions, revenue, and
26 the impact on citizens of the affected area. The impact on citizens
27 shall include information regarding additional distance to branch
28 office locations resulting from the plan. The written notice
29 provided by the department of state shall also include detailed

1 estimates of costs and savings that will result from the overall
2 changes made to the branch office structure and the same level of
3 detail regarding costs for new leased facilities and expansions of
4 current leased space.

5 (2) If the consolidation of a branch office is with another
6 branch office that is located within the same local unit of
7 government or the relocation of a branch office is to another
8 location that is located within the same local unit of government,
9 the department of state is not required to provide the notification
10 or written information described in subsection (1).

11 (3) As used in this section, "local unit of government" means
12 a city, village, township, or county.

13 Sec. 715. (1) Any service assessment collected by the
14 department of state from the user of a credit or debit card under
15 section 3 of 1995 PA 144, MCL 11.23, may be used by the department
16 for necessary expenses related to that service and may be remitted
17 to a credit or debit card company, bank, or other financial
18 institution.

19 (2) The service assessment imposed by the department of state
20 for credit and debit card services may be based either on a
21 percentage of each individual credit or debit card transaction, or
22 on a flat rate per transaction, or both, scaled to the amount of
23 the transaction. However, the department shall not charge any
24 amount for a service assessment which exceeds the costs billable to
25 the department for service assessments.

26 (3) If there is a balance of service assessments received from
27 credit and debit card services remaining on September 30, the
28 balance may be carried forward to the following fiscal year and
29 appropriated for the same purpose.

1 (4) As used in this section, "service assessment" means and
2 includes costs associated with service fees imposed by credit and
3 debit card companies and processing fees imposed by banks and other
4 financial institutions.

5 Sec. 717. (1) The department of state may accept nonmonetary
6 gifts, donations, or contributions of property, of a de minimus
7 value, from any private or public source to support, in whole or in
8 part, the operation of a departmental function relating to
9 licensing, regulation, or safety. The department may recognize a
10 private or public contributor for making the contribution. The
11 department may reject a gift, donation, or contribution.

12 (2) The department of state shall not accept a gift, donation,
13 or contribution under subsection (1) if receipt of the gift,
14 donation, or contribution is conditioned upon a commitment of
15 future state funding.

16 (3) On March 1 of each year, the department of state shall
17 file a report with the senate and house of representatives standing
18 committees on appropriations, the chairpersons of the relevant
19 appropriations subcommittees, the senate and house fiscal agencies,
20 and the state budget director. The report shall list any gift,
21 donation, or contribution received by the department under
22 subsection (1) for the prior calendar year.

23 Sec. 719. From the funds appropriated in part 1 for election
24 administration and services, the department of state shall make
25 available at least 1 voting machine to at least 1 high school per
26 regional prosperity region for the purpose of allowing pupils to
27 familiarize themselves with the voting procedure through a
28 simulated election to be determined by the high schools receiving a
29 voting machine. The voting machines shall be made available to the

1 selected high schools at no cost to the high school or school
2 district in which the high school is located.

3 Sec. 721. From the funds appropriated in part 1, the
4 department of state must submit a quarterly report of all
5 department expenditures, itemized by purpose, associated with its
6 role as serving as secretary of the citizens redistricting
7 commission, and all other department activities related to
8 implementing section 6 of article IV of the state constitution of
9 1963. The report must be submitted to the house and senate
10 appropriations subcommittees on general government, the house and
11 senate fiscal agencies, and the state budget office.

12 Sec. 721a. From the funds appropriated in part 1, the
13 department of state must submit a quarterly report of all
14 department expenditures, itemized by purpose, associated with
15 implementing changes and new procedures and purchasing equipment as
16 a result of section 4 of article II of the state constitution of
17 1963. The report must be submitted to the house and senate
18 appropriations subcommittees on general government, the house and
19 senate fiscal agencies, and the state budget office.

20 Sec. 722. (1) From the funds appropriated in part 1 for
21 information technology services and projects, the department of
22 state shall continue implementation of a legacy modernization
23 project. The purpose of this project is modernization of the entire
24 system and removal of existing programs from the legacy mainframes.

25 (2) The department of state shall provide a report on the
26 status of the legacy modernization project that includes, but is
27 not limited to, itemization of all expenditures made on behalf of
28 the project, anticipated completion date of the project, time frame
29 of each phase of the project, the cost of the project, the number

1 of employees assigned to implement each phase of the project, the
2 contracts entered into for the project, anticipated overall cost of
3 the project, and any other information the department considers
4 necessary. The plan shall be distributed to the senate and house of
5 representatives standing committees on appropriations subcommittees
6 on general government, the senate and house fiscal agencies, and
7 the state budget director by January 1.

8 Sec. 723. The funds appropriated in part 1 for county clerk
9 education and training shall only be used for costs associated with
10 the training of local clerks in preparation for elections. The
11 department of state shall not allocate any funds appropriated for
12 county clerk education and training for any other purposes.

13 Sec. 725. Total authorized appropriations from all sources
14 under part 1 for legacy costs for the fiscal year ending September
15 30, 2022 are estimated at \$29,398,500.00. From this amount, total
16 agency appropriations for pension-related legacy costs are
17 estimated at \$16,470,600.00. Total agency appropriations for
18 retiree health care legacy costs are estimated at \$12,927,900.00.

19
20 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

21 Sec. 801. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$2,000,000.00 for
23 federal contingency authorization. These funds are not available
24 for expenditure until they have been transferred to another line
25 item in part 1 under section 393(2) of the management and budget
26 act, 1984 PA 431, MCL 18.1393.

27 (2) In addition to the funds appropriated in part 1, there is
28 appropriated an amount not to exceed \$4,000,000.00 for state
29 restricted contingency authorization. These funds are not available

1 for expenditure until they have been transferred to another line
2 item in part 1 under section 393(2) of the management and budget
3 act, 1984 PA 431, MCL 18.1393.

4 (3) In addition to the funds appropriated in part 1, there is
5 appropriated an amount not to exceed \$75,000.00 for local
6 contingency authorization. These funds are not available for
7 expenditure until they have been transferred to another line item
8 in part 1 under section 393(2) of the management and budget act,
9 1984 PA 431, MCL 18.1393.

10 (4) In addition to the funds appropriated in part 1, there is
11 appropriated an amount not to exceed \$50,000.00 for private
12 contingency authorization. These funds are not available for
13 expenditure until they have been transferred to another line item
14 in part 1 under section 393(2) of the management and budget act,
15 1984 PA 431, MCL 18.1393.

16 Sec. 802. Proceeds in excess of necessary costs incurred in
17 the conduct of transfers or auctions of state surplus, salvage, or
18 scrap property made pursuant to section 267 of the management and
19 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
20 department to offset costs incurred in the acquisition and
21 distribution of surplus property. The MDTMB shall provide
22 consolidated internet auction services through the state's
23 contractors for all local units of government.

24 Sec. 803. (1) The MDTMB may receive and expend funds in
25 addition to those authorized by part 1 for maintenance and
26 operation services provided specifically to other principal
27 executive departments or state agencies, the legislative branch,
28 the judicial branch, or private tenants, or provided in connection
29 with facilities transferred to the operational jurisdiction of the

1 department.

2 (2) The MDTMB may receive and expend funds in addition to
3 those authorized by part 1 for real estate, architectural, design,
4 engineering, and project oversight services provided specifically
5 to other principal executive departments or state agencies, the
6 legislative branch, the judicial branch, universities, community
7 colleges, or private tenants.

8 (3) The MDTMB may receive and expend funds in addition to
9 those authorized in part 1 for mail pickup and delivery services
10 provided specifically to other principal executive departments and
11 state agencies, the legislative branch, or the judicial branch.

12 (4) The MDTMB may receive and expend funds in addition to
13 those authorized in part 1 for purchasing services provided
14 specifically to other principal executive departments and state
15 agencies, the legislative branch, or the judicial branch.

16 (5) Fee revenue collected by the MDTMB from user fees under
17 subsections (1) to (4) shall be carried forward and shall not lapse
18 to the general fund at the close of the fiscal year.

19 Sec. 804. (1) Financing in part 1 for statewide appropriations
20 shall be funded by assessments against longevity and insurance
21 appropriations throughout state government in a manner prescribed
22 by the department. Funds shall be used as specified in joint
23 labor/management agreements or through the coordinated compensation
24 hearings process. Any deposits made under this subsection and any
25 unencumbered funds are restricted revenues, may be carried over
26 into the succeeding fiscal years, and are appropriated.

27 (2) In addition to the funds appropriated in part 1 for
28 statewide appropriations, the MDTMB may receive and expend funds in
29 such additional amounts as may be specified in joint

1 labor/management agreements or through the coordinated compensation
2 hearings process in the same manner and subject to the same
3 conditions as prescribed in subsection (1).

4 Sec. 805. To the extent a specific appropriation is required
5 for a detailed source of financing included in part 1 for the MDTMB
6 appropriations financed from special revenue and internal service
7 and pension trust funds, or SIGMA user charges, the specific
8 amounts are appropriated within the special revenue internal
9 service and pension trust funds in portions not to exceed the
10 aggregate amount appropriated in part 1.

11 Sec. 806. In addition to the funds appropriated in part 1 to
12 the MDTMB, the MDTMB may receive and expend funds from other
13 principal executive departments and state agencies to implement
14 administrative leave bank transfer provisions as may be specified
15 in joint labor/management agreements. The amounts may also be
16 transferred to other principal executive departments and state
17 agencies under the joint agreement and any amounts transferred
18 under the joint agreement are authorized for receipt and
19 expenditure by the receiving principal executive department or
20 state agency. Any amounts received by the MDTMB under this section
21 and intended, under the joint labor/management agreements, to be
22 available for use beyond the close of the fiscal year and any
23 unencumbered funds may be carried over into the succeeding fiscal
24 year.

25 Sec. 807. Financing in part 1 for SIGMA shall be funded by
26 proportionate charges assessed against the respective state funds
27 benefiting from this project in the amounts determined by MDTMB.

28 Sec. 808. (1) Deposits against the interdepartmental grant
29 from building occupancy and parking charges appropriated in part 1

1 shall be collected, in part, from state agencies, the legislative
2 branch, and the judicial branch based on estimated costs associated
3 with maintenance and operation of buildings managed by MDTMB. To
4 the extent excess revenues are collected due to estimates of
5 building occupancy charges exceeding actual costs, the excess
6 revenues may be carried forward into succeeding fiscal years for
7 the purpose of returning funds to state agencies.

8 (2) Appropriations in part 1 to the MDTMB, for management and
9 budget services for building occupancy charges and parking charges,
10 may be increased to return excess revenue collected to state
11 agencies.

12 Sec. 809. On a quarterly basis, the MDTMB shall notify the
13 chairpersons of the senate and house of representatives standing
14 committees on appropriations, the chairpersons of the senate and
15 house of representatives standing committees on appropriations
16 subcommittees on general government, the house and senate fiscal
17 agencies, and the state budget director on any revisions either
18 individually or in the aggregate that increase or decrease current
19 contracts by more than \$250,000.00 for computer software
20 development, hardware acquisition, or quality assurance.

21 Sec. 810. From the funds appropriated in part 1, MDTMB shall
22 maintain an internet website that contains notice of all
23 solicitations, invitations for bids, and requests for proposals
24 over \$50,000.00 issued by MDTMB or by any state agency operating
25 under delegated authority, except for solicitations up to
26 \$500,000.00 in accordance with department policy regarding
27 providing opportunities to Michigan small businesses,
28 geographically disadvantaged business enterprises, Michigan
29 veteran-owned business, Michigan service disabled veteran-owned

1 businesses, or Michigan recognized community rehabilitation
2 organizations, or in situations where it would be in the best
3 interest of this state and documented by MDTMB. This information
4 must appear on the first page of each department or state agency
5 dashboard. MDTMB shall not set the due date for acceptance of an
6 invitation for bid or request for proposal to less than 14 days
7 after the notice is made available on the internet website, except
8 in situations where it would be in the best interest of this state
9 and documented by the department. In addition to the requirements
10 of this section, MDTMB may advertise the solicitations, invitations
11 for bids, and requests for proposals in any manner MDTMB determines
12 appropriate, in order to give the greatest number of individuals
13 and businesses the opportunity to respond, or make bids or requests
14 for proposals.

15 Sec. 811. The MDTMB may receive and expend funds from the
16 Vietnam veterans memorial monument fund as provided in the Michigan
17 Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to 35.1057.
18 Funds are appropriated and allocated when received and may be
19 expended upon receipt.

20 Sec. 812. The Michigan veterans' memorial park commission may
21 receive and expend money from any source, public or private,
22 including, but not limited to, gifts, grants, donations of money,
23 and government appropriations, for the purposes described in
24 Executive Order No. 2001-10. Funds are appropriated and allocated
25 when received and may be expended upon receipt. Any deposits made
26 under this section and unencumbered funds are restricted revenues
27 and may be carried over into succeeding fiscal years.

28 Sec. 813. (1) Funds in part 1 for motor vehicle fleet are
29 appropriated to the MDTMB for administration and for the

1 acquisition, lease, operation, maintenance, repair, replacement,
2 and disposal of state motor vehicles.

3 (2) The appropriation in part 1 for motor vehicle fleet shall
4 be funded by revenue from rates charged to principal executive
5 departments and agencies for utilizing vehicle travel services
6 provided by the MDTMB. Revenue in excess of the amount appropriated
7 in part 1 from the motor transport fund and any unencumbered funds
8 are restricted revenues and may be carried over into the succeeding
9 fiscal year.

10 (3) Pursuant to the MDTMB's authority under sections 213 and
11 215 of the management and budget act, 1984 PA 431, MCL 18.1213 and
12 18.1215, the MDTMB shall maintain a plan regarding the operation of
13 the motor vehicle fleet. The plan shall include the number of
14 vehicles assigned to, or authorized for use by, state departments
15 and agencies, efforts to reduce travel expenditures, the number of
16 cars in the motor vehicle fleet, the number of miles driven by
17 fleet vehicles, and the number of gallons of fuel consumed by fleet
18 vehicles. The plan shall include a calculation of the amount of
19 state motor vehicle fuel taxes that would have been incurred by
20 fleet vehicles if fleet vehicles were required by law to pay motor
21 fuel taxes. The plan shall include a description of fleet garage
22 operations, the goods sold and services provided by the fleet
23 garage, the cost to operate the fleet garage, the number of fleet
24 garage locations, and the number of employees assigned to each
25 fleet garage. The plan may be adjusted during the fiscal year based
26 on needs and cost savings to achieve the maximum value and
27 efficiency from the state motor fleet. Within 60 days after the
28 close of the fiscal year, the MDTMB shall provide a report to the
29 senate and house of representatives standing committees on

1 appropriations, the chairpersons of the relevant appropriations
2 subcommittees, the senate and house fiscal agencies, and the state
3 budget director detailing the current plan and changes made to the
4 plan during the fiscal year. The plan shall also be posted on the
5 department website.

6 (4) The MDTMB may charge state agencies for fuel cost
7 increases that exceed \$3.04 per gallon of unleaded gasoline. The
8 MDTMB shall notify state agencies, in writing or by electronic
9 mail, at least 30 days before implementing additional charges for
10 fuel cost increases. Revenues received from these charges are
11 appropriated upon receipt.

12 (5) The state budget director, upon notification to the senate
13 and house of representatives standing committees on appropriations,
14 may adjust spending authorization and the IDG from motor transport
15 fund in the MDTMB in order to ensure that the appropriations for
16 motor vehicle fleet in the MDTMB budget equal the expenditures for
17 motor vehicle fleet in the budgets for all executive branch
18 agencies.

19 Sec. 814. The MDTMB shall develop a plan regarding the use of
20 the funds appropriated in part 1 for the information technology
21 investment fund. The plan shall include, but not be limited to, a
22 description of proposed information technology investment projects,
23 the time frame for completion of the information technology
24 investment projects, the proposed cost of the information
25 technology investment projects, the number of employees assigned to
26 implement each information technology investment project, the
27 contracts entered into for each information technology investment
28 project, and any other information the MDTMB deems necessary. The
29 plan shall be distributed to the senate and house of

1 representatives standing committees on appropriations subcommittees
2 on general government, the senate and house fiscal agencies, and
3 the state budget director on a quarterly basis. The submitted plan
4 shall also include anticipated spending reductions or overages for
5 each of the proposed information technology investment projects.
6 The MDTMB shall notify the senate and house of representatives
7 standing committees on appropriations subcommittees on general
8 government, the senate and house fiscal agencies, and the state
9 budget director when a project funded under an information
10 technology investment project line item in part 1 is expected to
11 require a transfer of dollars from another project in excess of
12 \$500,000.00.

13 Sec. 814a. The funds appropriated in part 1 for information
14 technology investment fund shall be used for the modernization of
15 state information technology systems, improvement of the state's
16 cyber security framework, and to achieve efficiencies.

17 Sec. 816. An RFP issued for the purpose of privatization shall
18 include a list of all factors to be used in evaluating and
19 determining price.

20 Sec. 818. In addition to the funds appropriated in part 1, the
21 MDTMB may receive and expend money from the Michigan law
22 enforcement officers memorial monument fund as provided in the
23 Michigan law enforcement officers memorial act, 2004 PA 177, MCL
24 28.781 to 28.787.

25 Sec. 820. The MDTMB shall make available to the public a list
26 of all parcels of real property owned by the state that are
27 available for purchase. The list shall be posted on the internet
28 through the MDTMB's website.

29 Sec. 821. (1) From the funds appropriated in part 1, the

1 office of retirement services within MDTMB must produce an annual
2 report by September 30 on the judges' retirement system, the
3 military retirement system, the Michigan public school employees'
4 retirement system, the state employees' retirement system, and the
5 state police retirement system. The report shall be distributed to
6 the senate and house of representatives standing committees on
7 appropriations, the senate and house fiscal agencies, and the state
8 budget office.

9 (2) The report must include, but is not limited to, the
10 following information for each of the aforementioned retirement
11 systems:

12 (a) A chart and table detailing annual required contribution
13 flow per year for fiscal year 2022-2023 and the subsequent 24
14 fiscal years.

15 (b) Separate annual required contribution payment charts and
16 tables for pension and other postemployment benefits.

17 (c) Separate annual required contribution payment charts and
18 tables for the current annualized rate of return, an annualized
19 rate of return 50 basis points less than the current annualized
20 rate of return, and an annualized rate of return 100 basis points
21 less than the current annualized rate of return.

22 (d) Separate annual required contribution payment charts and
23 tables by normal cost and unfunded actuarial accrued liability.

24 (e) A justification if the payroll growth assumption is
25 maintained at or above 0% for any pension or OPEB plan. The report
26 must include an analysis as of active employee plan member
27 forecasts.

28 (3) The report must include the following items specific to
29 the Michigan public school employees' retirement system:

1 (a) A copy of the retirement plan election guide that is
2 provided to new Michigan public school employees' retirement system
3 hires as of the due date of the report.

4 (b) The number of new Michigan public school employees'
5 retirement system employees who entered the defined contribution
6 plan and pension plus II plan during no later than 14 days after
7 the end of the current fiscal year.

8 (c) An explanation of how the retirement plan election guide
9 explains that pension plus II members must pay 50% of any future
10 unfunded actuarial accrued liability payments.

11 (d) An explanation of how the retirement plan election guide
12 explains that defined contribution plan members have annuity
13 options that allow for guaranteed retirement income available
14 through a private insurance company.

15 (e) If any calculations are provided to plan members for
16 expected retirement income, then the following items must be
17 included:

18 (i) An explanation of how the retirement plan election guide
19 demonstrates a range of potential outcomes.

20 (ii) The underlying assumptions the retirement plan election
21 guide uses to calculate expected future retirement income.

22 (iii) How underlying assumptions are disclosed in the guide.

23 (4) The report must include the amount of money that each
24 school district received, on a per pupil basis, in foundation
25 allowances that was spent on Michigan public school employees'
26 retirement system costs in the previous fiscal year.

27 (5) Beginning at the end of the fiscal year, the office of
28 retirement services has 90 days to post the most recent year's
29 comprehensive annual financial report for each plan described in

1 subsection (1).

2 Sec. 822. The MDTMB shall compile a report by January 1
3 pertaining to the salaries of unclassified employees, and
4 gubernatorial appointees, within all state departments and
5 agencies. The report shall enumerate each unclassified employee and
6 gubernatorial appointee and his or her annual salary individually.
7 The report shall be distributed to the chairs of the senate and
8 house of representatives standing committees on appropriations
9 subcommittees on general government, the senate and house fiscal
10 agencies, and the state budget director and be made available
11 electronically.

12 Sec. 822c. The funds appropriated in part 1 shall not be used
13 to support any staff effort, projects, consultant expenses, or any
14 other activity related to the development, financing, construction,
15 operation, or implementation of the Gordie Howe International
16 Crossing or any successor project unless the project is approved by
17 the legislature and signed into law.

18 Sec. 822d. By December 31, the MDTMB shall provide a report to
19 the senate and house appropriations subcommittees on general
20 government and the senate and house fiscal agencies that identifies
21 fee and rate schedules to be used by state departments and agencies
22 for services, including information technology, provided by the
23 MDTMB during fiscal year 2021-2022. The report shall also identify
24 changes from fees and rates charged in fiscal year 2020-2021 and
25 include an explanation of the factors that justify each fee and
26 rate increase.

27 Sec. 822e. Total authorized appropriations from all sources
28 under part 1 for legacy costs for the fiscal year ending September
29 30, 2022 are estimated at \$81,709,000.00. From this amount, total

1 agency appropriations for pension-related legacy costs are
2 estimated at \$45,777,800.00. Total agency appropriations for
3 retiree health care legacy costs are estimated at \$35,931,200.00.

4 Sec. 822g. The MDTMB shall report quarterly to the senate and
5 house of representatives standing committees on appropriations, the
6 senate and house appropriations subcommittees on general
7 government, and the senate and house fiscal agencies on legal
8 service fund expenditures. The report shall itemize expenditures by
9 case, purpose, and department involved and shall include
10 expenditures related to all previously appropriated funds.

11 Sec. 822m. (1) From the funds appropriated in part 1, the
12 MDTMB shall maintain a system that collaborates with other
13 departments to keep track of the performance of vendors in
14 fulfilling contract obligations. The performance of these vendors
15 shall be recorded and used as a factor to determine future
16 contracts awarded in the procurement process.

17 (2) By March 15 the MDTMB shall provide a complete listing of
18 all state departments and agencies that have not complied with the
19 requirements of this section by March 1. The report listing
20 noncompliant state departments and agencies shall be submitted no
21 later than March 15 to the chairpersons of the house and senate
22 appropriations subcommittees on general government, the house and
23 senate fiscal agencies, and the state budget director.

24 Sec. 822n. From the funds appropriated in part 1, beginning on
25 October 1, the MDTMB shall ensure that all new requests for
26 proposals that are publicly displayed on the webpage include the
27 proposal's corresponding department and agency for the purpose of
28 searching for requests for proposals by department and agency.

29

INFORMATION TECHNOLOGY

Sec. 823. (1) The MDTMB may sell and accept paid advertising for placement on any state website under its jurisdiction. The MDTMB shall review and approve the content of each advertisement. The MDTMB may refuse to accept advertising from any person or organization or require modification to advertisements based upon criteria determined by the MDTMB. Revenue received under this subsection shall be used for operating costs of the MDTMB and for future technology enhancements to state of Michigan e-government initiatives. Funds received under this subsection shall be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall be deposited in the state general fund.

(2) The MDTMB may accept gifts, donations, contributions, bequests, and grants of money from any public or private source to assist with the underwriting or sponsorship of state webpages or services offered on those webpages. A private or public funding source may receive recognition in the webpage. The MDTMB may reject any gift, donation, contribution, bequest, or grant.

(3) Funds accepted by the MDTMB under subsection (1) or (2) are appropriated and allotted when received and may be expended upon approval of the state budget director. The state budget office shall notify the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies within 10 days after the approval is given. The MDTMB shall provide a report to the senate and house of representatives appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget director that details the funds accepted for the prior fiscal year by November 1.

1 Sec. 824. The MDTMB may enter into agreements to supply
2 spatial information and technical services to other principal
3 executive departments, state agencies, local units of government,
4 and other organizations. The MDTMB may receive and expend funds in
5 addition to those authorized in part 1 for providing information
6 and technical services, publications, maps, and other products. The
7 MDTMB may expend amounts received for salaries, supplies, and
8 equipment necessary to provide informational products and technical
9 services. Prior to December 31, the MDTMB shall provide a report to
10 the senate and house of representatives standing committees on
11 appropriations subcommittees on general government and the state
12 budget office detailing the sources of funding and expenditures
13 made under this section.

14 Sec. 825. The legislature shall have access to all historical
15 and current data contained within SIGMA, or its predecessor,
16 pertaining to state departments. State departments shall have
17 access to all historical and current data contained within SIGMA or
18 its predecessor.

19 Sec. 826. When used in this part and part 1, "information
20 technology services" means services involving all aspects of
21 managing and processing information, including, but not limited to,
22 all of the following:

- 23 (a) Application and mobile development and maintenance.
- 24 (b) Desktop computer support and management.
- 25 (c) Cyber security.
- 26 (d) Social media.
- 27 (e) Mainframe computer support and management.
- 28 (f) Cloud services support and management, including, but not
29 limited to, infrastructure as a service, platform as a service, and

1 software as a service.

2 (g) Local area network support and management, including, but
3 not limited to, wired and wireless network build-out, support, and
4 management.

5 (h) Information technology project management.

6 (i) Information technology procurement and contract
7 management.

8 (j) Telecommunication services, infrastructure, and support.

9 Sec. 827. (1) Funds appropriated in part 1 for the Michigan
10 public safety communications system shall be expended upon approval
11 of an expenditure plan by the state budget director.

12 (2) The MDTMB shall assess all subscribers of the Michigan
13 public safety communications system reasonable access and
14 maintenance fees and shall deposit the fees in the Michigan public
15 safety communications systems fees fund.

16 (3) All money received by the MDTMB under this section shall
17 be expended for the support and maintenance of the Michigan public
18 safety communications system.

19 (4) The department must provide a report to the senate and
20 house of representatives standing committees on appropriations, the
21 senate and house fiscal agencies, and the state budget office by
22 April 15, indicating the amount of revenue collected under this
23 section and expended for support and maintenance of the Michigan
24 public safety communication system for the immediately preceding 6-
25 month period. Any deposits made under this section and unencumbered
26 funds are restricted revenues and shall be carried forward into
27 succeeding fiscal years.

28 Sec. 828. The MDTMB shall submit a report for the first,
29 second, and third fiscal quarters to the senate and house of

1 representatives standing committees on appropriations subcommittees
2 on general government, the house and senate fiscal agencies, and
3 the state budget director not later than 30 calendar days after
4 each fiscal quarter. The report shall include the following:

5 (a) The estimated total amount of funding appropriated for
6 information technology services and projects, by funding source,
7 for all principal executive departments and agencies for each
8 fiscal quarter.

9 (b) A listing of the expenditures made from the amounts
10 received by the department as reported in subdivision (a).

11 Sec. 829. The MDTMB shall provide a report that analyzes and
12 makes recommendations on the life-cycle of information technology
13 hardware and software. The report shall be submitted to the senate
14 and house of representatives standing committees on appropriations
15 subcommittees on general government and the senate and house fiscal
16 agencies by March 1.

17 Sec. 830. (1) The department of technology, management, and
18 budget, enterprise portfolio management office (EPMO), must provide
19 a report on a quarterly basis providing key information on all
20 executive branch department and enterprisewide information
21 technology projects. The report must be submitted to the senate and
22 house appropriations subcommittees on general government, the
23 senate and house fiscal agencies, and the state budget director as
24 well as being posted online.

25 (2) The report must contain the following information, as
26 applicable, for each active information technology project and each
27 completed information technology project closed within the 2-year
28 period immediately preceding the quarterly due date of the report:

29 (a) The client department, agency, or organization for which

1 the project is being undertaken.

2 (b) The active or completed status.

3 (c) For active projects, the number of days the current
4 approved completion date differs from the initial planned
5 completion date.

6 (d) For active projects, the dollar amount the current
7 approved budget differs from the initial planned budget.

8 (e) For completed projects, the number of days the actual
9 completion date differed from the initial planned completion date.

10 (f) For completed projects, the dollar amount the actual cost
11 differed from the initial planned budget.

12 (g) The project name.

13 (h) The purpose of the project described in terms of the needs
14 of end users of the project and an explanation of the project's
15 origination, including whether the project originated from state
16 mandate, federal mandate, court order, or department initiative.

17 (i) Whether the project is managed by MDTMB's enterprise
18 portfolio management office.

19 (j) The initial planned budget.

20 (k) The revised budget if there is any increase or decrease to
21 the project's initial budget.

22 (l) The actual cost to date.

23 (m) The planned start date.

24 (n) The actual start date.

25 (o) The initial planned completion date.

26 (p) The revised planned completion date if there is a change
27 from the initial planned completion date.

28 (q) The actual completion date.

29 (r) A brief description of the benefit or justification of

1 changes by project change request that impact a project's schedule
2 or budget and whether the change request is the result of state
3 mandate, federal mandate, court order, or department initiative.

4 (s) Whether quality assurance services are assigned to the
5 project.

6 (t) The project success score after project closure.

7 (u) The customer satisfaction rating after project closure.

8 (v) The percentage of days a project is over its initial
9 scheduled completion date.

10 (3) The report must include the total number of completed
11 projects for which costs exceeded the initial budget, the total
12 number of completed projects for which the completion date occurred
13 after the initial planned completion date, the total number of
14 completed projects that exceeded both the initial planned budget
15 and schedule, and the corresponding percentages of each of these
16 numbers of all completed projects.

17 Sec. 831. The MDTMB shall submit monthly invoices for
18 information technology services provided by MDTMB either directly
19 or through contracted vendors during that month to departments or
20 agencies by no later than 45 days after receiving approval to pay
21 vendor invoices from departments and agencies for the information
22 technology services provided.

23 Sec. 832. (1) The MDTMB shall inform the senate and house
24 appropriations subcommittees on general government and the senate
25 and house fiscal agencies within 30 days of any potential or actual
26 penalties assessed by the federal government for failure of the
27 Michigan child support enforcement system to achieve certification
28 by the federal government.

29 (2) If potential penalties are assessed by the federal

1 government, the MDTMB shall submit a report to the senate and house
2 appropriations subcommittees on general government and the senate
3 and house fiscal agencies within 90 days specifying the MDTMB's
4 plans to avoid actual penalties and ensure federal certification of
5 the Michigan child support enforcement system.

6 Sec. 833. (1) The state budget director, upon notification to
7 the senate and house of representatives standing committees on
8 appropriations, may adjust spending authorization and user fees in
9 the MDTMB in order to ensure that the appropriations for
10 information technology in the MDTMB equal the appropriations for
11 information technology in the budgets for all executive branch
12 agencies.

13 (2) If during the course of the fiscal year a transfer or
14 supplemental to or from the information technology line item within
15 an agency budget is made under section 393 of the management and
16 budget act, 1984 PA 431, MCL 18.1393, there is appropriated an
17 equal amount of user fees in the MDTMB to accommodate an increase
18 or decrease in spending authorization.

19 Sec. 834. (1) Revenue collected from licenses issued under the
20 antenna site management project shall be deposited into the antenna
21 site management revolving fund created for this purpose in the
22 MDTMB. The MDTMB may receive and expend money from the fund for
23 costs associated with the antenna site management project,
24 including the cost of a third-party site manager. Any excess
25 revenue remaining in the fund at the close of the fiscal year shall
26 be proportionately transferred to the appropriate state restricted
27 funds as designated in statute or by constitution.

28 (2) An antenna shall not be placed on any site pursuant to
29 this section without complying with the respective local zoning

1 codes and local unit of government processes.

2 Sec. 835. (1) In addition to the funds appropriated in part 1,
3 the funds collected by the MDTMB for supplying census-related
4 information and technical services, publications, statistical
5 studies, population projections and estimates, and other
6 demographic products are appropriated for all expenses necessary to
7 provide the required services. These funds are available for
8 expenditure when they are received and may be carried forward into
9 the next succeeding fiscal year.

10 (2) The MDTMB must submit a report to the house and senate
11 appropriations subcommittees on general government, the senate and
12 house fiscal agencies, and the state budget office by March 1 that
13 provides the amount of revenue collected by the MDTMB from the
14 authorization in subsection (1) and the amount of revenue carried
15 forward.

16 Sec. 837. All information technology projects funded by
17 appropriations in part 1 must utilize information technology
18 project management best practices and services as defined or
19 recommended by the enterprise portfolio management office of MDTMB
20 and comply with the requirements of the state unified information
21 technology environment methodology as it applies to all information
22 technology project management processes.

23 Sec. 840. From the funds appropriated in part 1 for enterprise
24 identity management, the MDTMB shall utilize specific outcomes and
25 performance measures including, but not limited to, the following:

26 (a) Implement enhanced IT project management service delivery
27 through statewide application of best practice models and services.

28 (b) Collaborate with state agencies to bring all project
29 management and project control office contracts under the

1 enterprise portfolio management office.

2 (c) Initiate steps to improve the state unified information
3 technology environment compliance rating.
4

5 **STATE BUILDING AUTHORITY RENT**

6 Sec. 842. (1) The state building authority rent appropriations
7 in part 1 may also be expended for the payment of required premiums
8 for insurance on facilities owned by the state building authority
9 or payment of costs that may be incurred as the result of any
10 deductible provisions in such insurance policies.

11 (2) If the amount appropriated in part 1 for state building
12 authority rent is not sufficient to pay the rent obligations and
13 insurance premiums and deductibles identified in subsection (1) for
14 state building authority projects, there is appropriated from the
15 general fund of the state the amount necessary to pay such
16 obligations.
17

18 **CIVIL SERVICE COMMISSION**

19 Sec. 850. (1) In accordance with section 5 of article XI of
20 the state constitution of 1963, all restricted funds shall be
21 assessed a sum not less than 1% of the total aggregate payroll paid
22 from those funds for financing the civil service commission on the
23 basis of actual 1% restricted sources total aggregate payroll of
24 the classified service for the preceding fiscal year. This
25 includes, but is not limited to, restricted funds appropriated in
26 part 1 of any appropriations act. Unexpended 1% appropriated funds
27 shall be returned to each 1% fund source at the end of the fiscal
28 year.

29 (2) The appropriations in part 1 are estimates of actual

1 charges based on payroll appropriations. With the approval of the
2 state budget director, the commission is authorized to adjust
3 financing sources for civil service charges based on actual payroll
4 expenditures, provided that such adjustments do not increase the
5 total appropriation for the civil service commission.

6 (3) The financing from restricted sources shall be credited to
7 the civil service commission by the end of the second fiscal
8 quarter.

9 Sec. 851. Except where specifically appropriated for this
10 purpose, financing from restricted sources shall be credited to the
11 civil service commission. For restricted sources of funding within
12 the general fund that have the legislative authority for carryover,
13 if current spending authorization or revenues are insufficient to
14 accept the charge, the shortage shall be taken from carryforward
15 balances of that funding source. Restricted revenue sources that do
16 not have carryforward authority shall be utilized to satisfy
17 commission operating deducts first and civil service obligations
18 second. General fund dollars are appropriated for any shortfall,
19 pursuant to approval by the state budget director.

20 Sec. 852. The appropriation in part 1 to the civil service
21 commission, for state-sponsored group insurance, flexible spending
22 accounts, and COBRA, represents amounts, in part, included within
23 the various appropriations throughout state government for the
24 current fiscal year to fund the flexible spending account program
25 included within the civil service commission. Deposits against
26 state-sponsored group insurance, flexible spending accounts, and
27 COBRA for the flexible spending account program shall be made from
28 assessments levied during the current fiscal year in a manner
29 prescribed by the civil service commission. Unspent employee

1 contributions to the flexible spending accounts may be used to
2 offset administrative costs for the flexible spending account
3 program, with any remaining balance of unspent employee
4 contributions to be lapsed to the general fund.

5
6 **CAPITAL OUTLAY**

7 Sec. 860. As used in sections 861 through 875 of this part:

8 (a) "Board" means the state administrative board.

9 (b) "Community college" means a community college organized
10 under the community college act of 1966, 1966 PA 331, MCL 389.1 to
11 389.195, or under part 25 of the revised school code, 1976 PA 451,
12 MCL 380.1601 to 380.1607, and does not include a state agency or
13 university.

14 (c) "Department" means the department of technology,
15 management, and budget.

16 (d) "Director" means the director of the department of
17 technology, management, and budget.

18 (e) "State agency" means an agency of state government. State
19 agency does not include a community college or university.

20 (f) "State building authority" means the authority created
21 under 1964 PA 183, MCL 830.411 to 830.425.

22 (g) "University" means a 4-year university supported by the
23 state. University does not include a community college or a state
24 agency.

25 Sec. 861. Each capital outlay project authorized in this part
26 and part 1 or any previous capital outlay act shall comply with the
27 procedures required by the management and budget act, 1984 PA 431,
28 MCL 18.1101 to 18.1594.

29 Sec. 862. (1) The department shall provide the JCOS, state

1 budget director, and the senate and house fiscal agencies with
2 reports relative to the status of each planning or construction
3 project financed by the state building authority, by this part and
4 part 1, or by previous acts.

5 (2) Before the end of each fiscal year, the department shall
6 report to the JCOS, state budget director, and the senate and house
7 fiscal agencies for each capital outlay project other than lump
8 sums all of the following:

9 (a) The account number and name of each construction project.

10 (b) The balance remaining in each account.

11 (c) The date of the last expenditure from the account.

12 (d) The anticipated date of occupancy if the project is under
13 construction.

14 (e) The appropriations history for the project.

15 (f) The professional service contractor.

16 (g) The amount of the project financed with federal funds.

17 (h) The amount of the project financed through the state
18 building authority.

19 (i) The total authorized cost for the project and the state
20 authorized share if different than the total.

21 (3) Before the end of each fiscal year, the department shall
22 report the following for each project by a state agency,
23 university, or community college that is authorized for planning
24 but is not yet authorized for construction:

25 (a) The name of the project and account number.

26 (b) Whether a program statement is approved.

27 (c) Whether schematics are approved by the department.

28 (d) Whether preliminary plans are approved by the department.

29 (e) The name of the professional service contractor.

1 (4) As used in this section, "project" includes appropriation
2 line items made for purchase of real estate.

3 Sec. 864. The appropriations in part 1 for capital outlay
4 shall be carried forward at the end of the fiscal year consistent
5 with the provisions of section 248 of the management and budget
6 act, 1984 PA 431, MCL 18.1248.

7 Sec. 865. (1) A site preparation economic development fund is
8 created in the department. As used in this section, "economic
9 development sites" means those state-owned sites declared as
10 surplus property pursuant to section 251 of the management and
11 budget act, 1984 PA 431, MCL 18.1251, that would provide economic
12 benefit to the area or to the state. The MEDC board and the state
13 budget director shall determine whether or not a specific state-
14 owned site qualifies for inclusion in the fund created under this
15 subsection.

16 (2) Proceeds from the sale of any sites designated in
17 subsection (1) shall be deposited into the fund created in
18 subsection (1) and shall be available for site preparation
19 expenditures, unless otherwise provided by law. The economic
20 development sites authorized in subsection (1) are authorized for
21 sale consistent with state law. Expenditures from the fund are
22 authorized for site preparation activities that enhance the
23 marketable sale value of the sites. Site preparation activities
24 include, but are not limited to, demolition, environmental studies
25 and abatement, utility enhancement, and site excavation.

26 (3) A cash advance in an amount of not more than
27 \$25,000,000.00 is authorized from the general fund to the site
28 preparation economic development fund.

29 (4) An annual report shall be transmitted to the senate and

1 house of representatives standing committees on appropriations not
2 later than December 31 of each year. This report shall detail both
3 of the following:

4 (a) The revenue and expenditure activity in the fund for the
5 preceding fiscal year.

6 (b) The sites identified as economic development sites under
7 subsection (1).

8
9 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

10 Sec. 873. (1) This section applies only to projects for
11 community colleges.

12 (2) State support is directed towards the remodeling and
13 additions, special maintenance, or construction of certain
14 community college buildings. The community college shall obtain or
15 provide for site acquisition and initial main utility installation
16 to operate the facility. Funding shall be composed of local and
17 state shares and not more than 50% of a capital outlay project, not
18 including a lump-sum special maintenance project or remodeling and
19 addition project, for a community college shall be appropriated
20 from state and federal funds, unless otherwise appropriated by the
21 legislature.

22 (3) An expenditure under this part and part 1 is authorized
23 when the release of the appropriation is approved by the board upon
24 the recommendation of the director. The director may recommend to
25 the board the release of any appropriation in part 1 only after the
26 director is assured that the legal entity operating the community
27 college to which the appropriation is made has complied with this
28 part and part 1 and has matched the amounts appropriated as
29 required by this part and part 1. A release of funds in part 1

1 shall not exceed 50% of the total cost of planning and construction
2 of any project, not including lump-sum remodeling and additions and
3 special maintenance, unless otherwise appropriated by the
4 legislature. Further planning and construction of a project
5 authorized by this part and part 1 or applicable sections of the
6 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594,
7 shall be in accordance with the purpose and scope as defined and
8 delineated in the approved program statements and planning
9 documents. This part and part 1 are applicable to all projects for
10 which planning appropriations were made in previous acts.

11 (4) The community college shall take the steps necessary to
12 secure available federal construction and equipment money for
13 projects funded for construction in this part and part 1 if an
14 application was not previously made. If there is a reasonable
15 expectation that a prior year unfunded application may receive
16 federal money in a subsequent year, the college shall take whatever
17 action necessary to keep the application active.

18 Sec. 874. If university and community college matching
19 revenues are received in an amount less than the appropriations for
20 capital projects contained in this part and part 1, the state funds
21 shall be reduced in proportion to the amount of matching revenue
22 received.

23 Sec. 875. (1) The director may require that community colleges
24 and universities that have an authorized project listed in part 1
25 submit documentation regarding the project match and governing
26 board approval of the authorized project not more than 60 days
27 after the beginning of the fiscal year.

28 (2) If the documentation required by the director under
29 subsection (1) is not submitted, or does not adequately

1 authenticate the availability of the project match or board
2 approval of the authorized project, the authorization may
3 terminate. The authorization terminates 30 days after the director
4 notifies the JCOS of the intent to terminate the project unless the
5 JCOS convenes to extend the authorization.

6
7 **DEPARTMENT OF TREASURY**

8 **OPERATIONS**

9 Sec. 901. (1) In addition to the funds appropriated in part 1,
10 there is appropriated an amount not to exceed \$500,000.00 for
11 federal contingency authorization. These funds are not available
12 for expenditure until they have been transferred to another line
13 item in part 1 under section 393(2) of the management and budget
14 act, 1984 PA 431, MCL 18.1393.

15 (2) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$10,000,000.00 for state
17 restricted contingency authorization. These funds are not available
18 for expenditure until they have been transferred to another line
19 item in part 1 under section 393(2) of the management and budget
20 act, 1984 PA 431, MCL 18.1393.

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

27 (4) In addition to the funds appropriated in part 1, there is
28 appropriated an amount not to exceed \$20,000.00 for private
29 contingency authorization. These funds are not available for

1 expenditure until they have been transferred to another line item
2 in part 1 under section 393(2) of the management and budget act,
3 1984 PA 431, MCL 18.1393.

4 Sec. 902. (1) Amounts needed to pay for interest, fees,
5 principal, mandatory and optional redemptions, arbitrage rebates as
6 required by federal law, and costs associated with the payment,
7 registration, trustee services, credit enhancements, and issuing
8 costs in excess of the amount appropriated to the department of
9 treasury in part 1 for debt service on notes and bonds that are
10 issued by the state under sections 14, 15, and 16 of article IX of
11 the state constitution of 1963 as implemented by 1967 PA 266, MCL
12 17.451 to 17.455, are appropriated.

13 (2) In addition to the amount appropriated to the department
14 of treasury for debt service in part 1, there is appropriated an
15 amount for fiscal year cash-flow borrowing costs to pay for
16 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
17 12.53.

18 (3) In addition to the amount appropriated to the department
19 of treasury for debt service in part 1, there is appropriated all
20 repayments received by the state on loans made from the school bond
21 loan fund not required to be deposited in the school loan revolving
22 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to
23 the extent determined by the state treasurer, for the payment of
24 debt service, including, without limitation, optional and mandatory
25 redemptions, on bonds, notes or commercial paper issued by the
26 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

27 Sec. 902a. As a condition of receiving appropriations in part
28 1, the department of treasury shall notify the senate and house of
29 representatives standing committees on appropriations, the

1 chairpersons of the relevant appropriations subcommittees, the
2 senate and house fiscal agencies, and the state budget director not
3 more than 30 days after a refunding or restructuring bond issue is
4 sold. The notification shall compare the annual debt service prior
5 to the refinancing or restructuring, the annual debt service after
6 the refinancing or restructuring, the change in the principal and
7 interest over the duration of the debt, and the projected change in
8 the present value of the debt service due to the refinancing and
9 restructuring.

10 Sec. 902b. As a condition of receiving appropriations in part
11 1, the department of treasury shall report not later than 30 days
12 after the state of Michigan comprehensive annual financial report
13 is published to the chairpersons of the senate and house of
14 representatives appropriations subcommittees on general government,
15 the house and senate fiscal agencies, and the state budget director
16 on all funds that are controlled or administered by the department
17 and not appropriated in part 1. This notification can be completed
18 electronically and the department of treasury must notify the
19 recipients when the report is publicly available. Both the current
20 and any previous reports required under this section shall be saved
21 and publicly available on the department of treasury public
22 internet website and stored in a common location with all other
23 statutory and boilerplate required reports. The link to the
24 location of the reports shall be clearly indicated on the main page
25 of the department of treasury internet website. The report shall
26 include all of the following information:

27 (a) The starting balance for each fund from the previous
28 fiscal year.

29 (b) Total revenue generated by both transfers in and

1 investments for each fund in the previous fiscal year.

2 (c) Total expenditures for each fund in the previous fiscal
3 year.

4 (d) The ending balance for each fund for the previous fiscal
5 year.

6 Sec. 903. (1) From the funds appropriated in part 1, the
7 department of treasury may contract with private collection
8 agencies and law firms to collect taxes and other accounts due this
9 state. In addition to the amounts appropriated in part 1 to the
10 department of treasury, there are appropriated amounts necessary to
11 fund collection costs and fees not to exceed 25% of the collections
12 or 2.5% plus operating costs, whichever amount is prescribed by
13 each contract. The appropriation to fund collection costs and fees
14 for the collection of taxes or other accounts due this state are
15 from the fund or account to which the revenues being collected are
16 recorded or dedicated. However, if the taxes collected are
17 constitutionally dedicated for a specific purpose, the
18 appropriation of collection costs and fees are from the general
19 purpose account of the general fund.

20 (2) From the funds appropriated in part 1, the department of
21 treasury may contract with private collections agencies and law
22 firms to collect defaulted student loans and other accounts due the
23 Michigan guaranty agency. In addition to the amounts appropriated
24 in part 1 to the department of treasury, there are appropriated
25 amounts necessary to fund collection costs and fees not to exceed
26 24.34% of the collection or a lesser amount as prescribed by the
27 contract. The appropriation to fund collection costs and fees for
28 the auditing and collection of defaulted student loans due the
29 Michigan guaranty agency is from the fund or account to which the

1 revenues being collected are recorded or dedicated.

2 (3) The department of treasury shall submit a report for the
3 immediately preceding fiscal year ending September 30 to the state
4 budget director, the senate and house of representatives standing
5 committees on appropriations, and the chairpersons of the relevant
6 appropriations subcommittees, not later than November 30 stating
7 the agencies or law firms employed, the amount of collections for
8 each, the costs of collection, and other pertinent information
9 relating to determining whether this authority should be continued.

10 (4) As a condition of receiving funds appropriated in part 1
11 for collection services, the department of treasury shall issue an
12 RFP for secondary placement collection services if RFPs are issued
13 for primary collection services. The RFP shall allow for a multiple
14 collection contract approach. It shall also allow a bidder to bid
15 on the entire contract, or for individual components of the
16 contract.

17 Sec. 904. (1) The department of treasury, through its bureau
18 of investments, may charge an investment service fee against the
19 applicable retirement funds. The fees may be expended for necessary
20 salaries, wages, contractual services, supplies, materials,
21 equipment, travel, worker's compensation insurance premiums, and
22 grants to the civil service commission and state employees'
23 retirement funds. Service fees shall not exceed the aggregate
24 amount appropriated in part 1. The department of treasury shall
25 maintain accounting records in sufficient detail to enable the
26 retirement funds to be reimbursed periodically for fee revenue that
27 is determined by the department of treasury to be surplus.

28 (2) In addition to the funds appropriated in part 1 from the
29 retirement funds to the department of treasury, there is

1 appropriated from retirement funds an amount sufficient to pay for
2 the services of money managers, investment advisors, investment
3 consultants, custodians, and other outside professionals, the state
4 treasurer considers necessary to prudently manage the retirement
5 funds' investment portfolios. The state treasurer shall report
6 annually to the senate and house of representatives standing
7 committees on appropriations, the chairpersons of the relevant
8 appropriations subcommittees, and the state budget director
9 concerning the performance of each portfolio by investment advisor.

10 (3) The department shall provide a report to the house and
11 senate chairpersons of the relevant subcommittees, the house and
12 senate fiscal agencies, and the state budget director by November
13 30 of each year identifying the service fees assessed against each
14 retirement system under subsection (1) and the methodology used for
15 assessment.

16 Sec. 904a. (1) There is appropriated an amount sufficient to
17 recognize and pay expenditures for financial services provided by
18 financial institutions or equivalent vendors that perform these
19 services including treasury as provided under section 1 of 1861 PA
20 111, MCL 21.181.

21 (2) The appropriations under subsection (1) shall be funded by
22 restricting revenues from common cash interest earnings and
23 investment earnings in an amount sufficient to record these
24 expenditures. If the amounts of common cash interest earnings are
25 insufficient to cover these costs, then miscellaneous revenues
26 shall be used to fund the remaining balance of these expenditures.

27 Sec. 905. A revolving fund known as the municipal finance fee
28 fund is created in the department of treasury. Fees are established
29 under the revised municipal finance act, 2001 PA 34, MCL 141.2101

1 to 141.2821, and the fees collected shall be credited to the
2 municipal finance fee fund and may be carried forward for future
3 appropriation.

4 Sec. 906. (1) The department of treasury shall charge for
5 audits as permitted by state or federal law or under contractual
6 arrangements with local units of government, other principal
7 executive departments, or state agencies. However, the charge shall
8 not be more than the actual cost for performing the audit. A report
9 detailing audits performed and audit charges for the immediately
10 preceding fiscal year shall be submitted to the state budget
11 director, the chairpersons of the relevant appropriations
12 subcommittees, and the senate and house fiscal agencies not later
13 than November 30.

14 (2) A revolving fund known as the audit charges fund is
15 created in the department of treasury. The contractual charges
16 collected shall be credited to the audit charges fund and may be
17 carried forward for future appropriation.

18 Sec. 907. A revolving fund known as the assessor certification
19 and training fund is created in the department of treasury. The
20 assessor certification and training fund shall be used to organize
21 and operate a property assessor certification and training program.
22 Each participant certified and trained shall pay to the department
23 of treasury examination fees not to exceed \$50.00 per examination
24 and certification fees not to exceed \$175.00. Training courses
25 shall be offered in assessment administration. Each participant
26 shall pay a fee to cover the expenses incurred in offering the
27 optional programs to certified assessing personnel and other
28 individuals interested in an assessment career opportunity. The
29 fees collected shall be credited to the assessor certification and

1 training fund.

2 Sec. 908. The amount appropriated in part 1 for the home
3 heating assistance program is to cover the costs, including data
4 processing, of administering federal home heating credits to
5 eligible claimants and to administer the supplemental fuel cost
6 payment program for eligible tax credit and welfare recipients.

7 Sec. 909. Revenue from the airport parking tax act, 1987 PA
8 248, MCL 207.371 to 207.383, is appropriated and shall be
9 distributed under section 7a of the airport parking tax act, 1987
10 PA 248, MCL 207.377a.

11 Sec. 910. The disbursement by the department of treasury from
12 the bottle deposit fund to dealers as required by section 3c(2) of
13 1976 IL 1, MCL 445.573c, is appropriated.

14 Sec. 911. (1) There is appropriated an amount sufficient to
15 recognize and pay refundable tax credits, tax refunds, and interest
16 as provided by law.

17 (2) The appropriations under subsection (1) shall be funded by
18 restricting tax revenue in an amount sufficient to record these
19 expenditures.

20 Sec. 912. A plaintiff in a garnishment action involving this
21 state shall pay to the state treasurer 1 of the following:

22 (a) A fee of \$6.00 at the time a writ of garnishment of
23 periodic payments is served upon the state treasurer, as provided
24 in section 4012 of the revised judicature act of 1961, 1961 PA 236,
25 MCL 600.4012.

26 (b) A fee of \$6.00 at the time any other writ of garnishment
27 is served upon the state treasurer, except that the fee shall be
28 reduced to \$5.00 for each writ of garnishment for individual income
29 tax refunds or credits filed by magnetic media.

1 Sec. 913. (1) The department of treasury may contract with
2 private firms to appraise and, if necessary, appeal the assessments
3 of senior citizen cooperative housing units. Payment for this
4 service shall be from savings resulting from the appraisal or
5 appeal process.

6 (2) Of the funds appropriated in part 1 to the department of
7 treasury for the senior citizens' cooperative housing tax exemption
8 program, a portion may be utilized for a program audit of the
9 program. The department of treasury shall forward copies of any
10 audit report completed to the senate and house of representatives
11 standing committees on appropriations subcommittees on general
12 government and to the state budget director. The department of
13 treasury may utilize up to 1% of the funds for program
14 administration and auditing.

15 Sec. 914. The department of treasury may provide a \$200.00
16 annual prize from the Ehlers internship award account in the gifts,
17 bequests, and deposit fund to the runner-up of the Rosenthal prize
18 for interns. The Ehlers internship award account is interest
19 bearing.

20 Sec. 915. Pursuant to section 61 of the Michigan campaign
21 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
22 the general fund to the state campaign fund an amount equal to the
23 amounts designated for tax year 2020. Except as otherwise provided
24 in this section, the amount appropriated shall not revert to the
25 general fund and shall remain in the state campaign fund. Any
26 amounts remaining in the state campaign fund in excess of
27 \$10,000,000.00 on December 31 shall revert to the general fund.

28 Sec. 916. The department of treasury may make available to
29 interested entities otherwise unavailable customized unclaimed

1 property listings of nonconfidential information in its possession.
2 The charge for this information is as follows: 1 to 100,000 records
3 at 2.5 cents per record and 100,001 or more records at .5 cents per
4 record. The revenue received from this service shall be deposited
5 to the appropriate revenue account or fund. The department of
6 treasury shall submit an annual report on or before June 1 to the
7 state budget director and the senate and house of representatives
8 standing committees on appropriations that states the amount of
9 revenue received from the sale of information.

10 Sec. 917. (1) There is appropriated for write-offs and
11 advances an amount equal to total write-offs and advances for
12 departmental programs, but not to exceed current year
13 authorizations that would otherwise lapse to the general fund.

14 (2) The department of treasury shall submit a report for the
15 immediately preceding fiscal year to the state budget director, the
16 chairpersons of the relevant appropriations subcommittees, and the
17 senate and house fiscal agencies not later than November 30 stating
18 the amounts appropriated for write-offs and advances under
19 subsection (1) and an explanation for each write-off or advance
20 that occurred.

21 Sec. 919. (1) From funds appropriated in part 1, the
22 department of treasury may contract with private auditing firms to
23 audit for and collect unclaimed property due this state in
24 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
25 567.221 to 567.265. In addition to the amounts appropriated in part
26 1 to the department of treasury, there are appropriated amounts
27 necessary to fund auditing and collection costs and fees not to
28 exceed 12% of the collections, or a lesser amount as prescribed by
29 the contract. The appropriation to fund collection costs and fees

1 for the auditing and collection of unclaimed property due this
2 state is from the fund or account to which the revenues being
3 collected are recorded or dedicated.

4 (2) The department of treasury shall submit a report for the
5 immediately preceding fiscal year ending September 30 to the state
6 budget director, the senate and house of representatives standing
7 committees on appropriations, and the chairpersons of the relevant
8 appropriations subcommittees not later than November 30 stating the
9 auditing firms employed, the amount of collections for each, the
10 costs of collection, and other pertinent information relating to
11 determining whether this authority should be continued.

12 Sec. 920. From the funds appropriated in part 1, the
13 department of treasury shall produce a listing of all personal
14 property tax reimbursement payments to be distributed in the
15 current fiscal year by the local community stabilization authority
16 and shall post the list of payments on the department website by
17 June 30.

18 Sec. 921. From the funds appropriated in part 1, the
19 department shall notify all members of the Michigan legislature on
20 any revenue administrative bulletins, administrative rules
21 involving tax administration or collection, or notices interpreting
22 changes in law. The notification shall be issued the same day it is
23 posted and shall include at least the following:

24 (a) A summary of the proposed changes from current procedures.

25 (b) Identification of potential industries that will be
26 affected by the bulletin, notice, or rule.

27 (c) A discussion of the potential fiscal implications of the
28 bulletin, notice, or rule. This subdivision does not apply to a
29 bulletin, notice, or rule that is a routine update of a tax or

1 interest rate required by statute.

2 (d) A summary of the reason for the proposed changes.

3 Sec. 924. (1) In addition to the funds appropriated in part 1,
4 the department of treasury may receive and expend principal
5 residence audit fund revenue for administration of principal
6 residence audits under the general property tax act, 1893 PA 206,
7 MCL 211.1 to 211.155.

8 (2) The department of treasury shall submit a report for the
9 immediately preceding fiscal year to the state budget director, the
10 chairpersons of the relevant appropriations subcommittees, and the
11 senate and house fiscal agencies not later than December 31 stating
12 the amount of exemptions denied and the revenue received under the
13 program.

14 Sec. 926. Unexpended appropriations of the John R. Justice
15 grant program are designated as work project appropriations and
16 shall not lapse at the end of the fiscal year and shall continue to
17 be available for expenditure until the project has been completed.
18 The following is in compliance with section 451a of the management
19 and budget act, 1984 PA 431, MCL 18.1451a:

20 (a) The purpose of the project is to provide student loan
21 forgiveness to qualified public defenders and prosecutors.

22 (b) The project will be accomplished by utilizing state
23 employees or contracts with private vendors, or both.

24 (c) The total estimated cost of the project is \$288,100.00.

25 (d) The tentative completion date is September 30, 2023.

26 Sec. 927. The department of treasury shall submit annual
27 progress reports to the senate and house of representatives
28 standing committees on appropriations subcommittees on general
29 government and the senate and house fiscal agencies, regarding

1 essential service assessment audits. The report shall include the
2 number of audits, revenue generated, and number of complaints
3 received by the department of treasury related to the audits.

4 Sec. 928. The department of treasury may provide receipt,
5 check and cash processing, data, collection, investment, fiscal
6 agent, levy and check cost assessment, writ of garnishment, and
7 other user services on a contractual basis for other principal
8 executive departments and state agencies. Funds for the services
9 provided are appropriated and shall be expended for salaries and
10 wages, fees, supplies, and equipment necessary to provide the
11 services. Any unobligated balance of the funds received shall
12 revert to the general fund of this state as of September 30.

13 Sec. 930. (1) The department of treasury shall provide
14 accounts receivable collections services to other principal
15 executive departments and state agencies under 1927 PA 375, MCL
16 14.131 to 14.134. The department of treasury shall deduct a fee
17 equal to the cost of collections from all receipts except
18 unrestricted general fund collections. Fees shall be credited to a
19 restricted revenue account and appropriated to the department of
20 treasury to pay for the cost of collections. The department of
21 treasury shall maintain accounting records in sufficient detail to
22 enable the respective accounts to be reimbursed periodically for
23 fees deducted that are determined by the department of treasury to
24 be surplus to the actual cost of collections.

25 (2) The department of treasury shall submit a report for the
26 immediately preceding fiscal year to the state budget director, the
27 chairpersons of the relevant appropriations subcommittees, and the
28 senate and house fiscal agencies not later than November 30 stating
29 the principal executive departments and state agencies served,

1 funds collected, and costs of collection under subsection (1).

2 Sec. 931. (1) The appropriation in part 1 to the department of
3 treasury for treasury fees shall be assessed against all restricted
4 funds that receive common cash earnings or other investment income.
5 Treasury fees include all costs, including administrative overhead,
6 relating to the investment of each restricted fund. The fee
7 assessed against each restricted fund will be based on the size of
8 the restricted fund (the absolute value of the average daily cash
9 balance plus the market value of investments in the prior fiscal
10 year) and the level of effort necessary to maintain the restricted
11 fund as required by each department. The department of treasury
12 shall provide a report to the state budget director, the senate and
13 house of representatives standing committees on appropriations
14 subcommittees on general government, and the senate and house
15 fiscal agencies by November 30 of each year identifying the fees
16 assessed against each restricted fund and the methodology used for
17 assessment.

18 (2) In addition to the funds appropriated in part 1, the
19 department of treasury may receive and expend investment fees
20 relating to new restricted funding sources that participate in
21 common cash earnings or other investment income during the current
22 fiscal year. When a new restricted fund is created starting on or
23 after October 1, that restricted fund shall be assessed a fee using
24 the same criteria identified in subsection (1).

25 Sec. 932. Revenue received under the Michigan education trust
26 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the
27 board of directors of the Michigan education trust for necessary
28 salaries, wages, supplies, contractual services, equipment,
29 worker's compensation insurance premiums, and grants to the civil

1 service commission and state employees' retirement fund.

2 Sec. 934. (1) The department of treasury may expend revenues
3 received under the hospital finance authority act, 1969 PA 38, MCL
4 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL
5 141.1051 to 141.1076, the higher education facilities authority
6 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
7 educational facilities authority, Executive Reorganization Order
8 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
9 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank
10 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of
11 the natural resources and environmental protection act, 1994 PA
12 451, MCL 324.50501 to 324.50522, the state housing development
13 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and
14 the Michigan finance authority, Executive Reorganization Order No.
15 2010-2, MCL 12.194, for necessary salaries, wages, supplies,
16 contractual services, equipment, worker's compensation insurance
17 premiums, grants to the civil service commission and state
18 employees' retirement fund, and other expenses as allowed under
19 those acts.

20 (2) The department of treasury shall report by January 31 to
21 the senate and house appropriations subcommittees on general
22 government, the senate and house fiscal agencies, and the state
23 budget director on the amount and purpose of expenditures made
24 under subsection (1) from funds received in addition to those
25 appropriated in part 1. The report shall also include a listing of
26 reimbursement of revenue, if any. The report shall cover the
27 previous fiscal year.

28 Sec. 935. The funds appropriated in part 1 for dual enrollment
29 payments for an eligible student enrolled in a state-approved

1 nonpublic school shall be distributed as provided under the
2 postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to
3 388.524, and the career and technical preparation act, 2000 PA 258,
4 MCL 388.1901 to 388.1913, in a form and manner as determined by the
5 department of treasury.

6 Sec. 937. As a condition of receiving funds in part 1, the
7 department of treasury shall submit a report to the state budget
8 director, the senate and house standing committees on
9 appropriations, the chairpersons of the relevant appropriations
10 subcommittees, and the senate and house fiscal agencies not later
11 than March 31 regarding the performance of the Michigan accounts
12 receivable collections system. The report shall include, but is not
13 limited to:

14 (a) Information regarding the effectiveness of the
15 department's current collection strategies, including use of
16 vendors or contractors.

17 (b) The amount of delinquent accounts and collection referrals
18 to vendors and contractors.

19 (c) The liquidation rates for declining delinquent accounts.

20 (d) The profile of uncollected delinquent accounts, including
21 specific uncollected amounts by category.

22 (e) The department of treasury's strategy to manage delinquent
23 accounts once those accounts exceed the vendor's or contractor's
24 contracted collectible period.

25 (f) A summary of the strategies used in other states,
26 including, but not limited to, secondary placement services, and
27 assessing the benefits of those strategies.

28 Sec. 941. (1) From the funds appropriated in part 1, the
29 department of treasury, in conjunction with the Michigan strategic

1 fund, shall report to the senate and house of representatives
2 standing committees on appropriations, the relevant senate and
3 house of representatives appropriations subcommittees, the senate
4 and house fiscal agencies, and the state budget director by
5 November 1 on the annual cost of the Michigan economic growth
6 authority tax credits. The report shall include for each year the
7 board-approved credit amount, adjusted for credit amendments where
8 applicable, and the actual and projected value of tax credits for
9 each year from 1995 to the expiration of the credit program. For
10 years for which credit claims are complete, the report shall
11 include the total of actual certificated credit amounts. For years
12 for which claims are still pending or not yet submitted, the report
13 shall include a combination of actual credits where available and
14 projected credits. Credit projections shall be based on updated
15 estimates of employees, wages, and benefits for eligible companies.

16 (2) In addition to the report under subsection (1), the
17 department of treasury, in conjunction with the Michigan strategic
18 fund, shall report to the senate and house of representatives
19 standing committees on appropriations, the relevant senate and
20 house of representatives appropriations subcommittees, the senate
21 and house fiscal agencies, and the state budget director by
22 November 1 on the annual cost of all other certificated credits by
23 program, for each year until the credits expire or can no longer be
24 collected. The report shall include estimates on the brownfield
25 redevelopment credit, film credits, MEGA photovoltaic technology
26 credit, MEGA polycrystalline silicon manufacturing credit, MEGA
27 vehicle battery credit, and other certificated credits.

28 Sec. 944. From the funds appropriated in part 1, if the
29 department of treasury hires a pension plan consultant using any of

1 the funds appropriated in part 1, the department shall retain any
2 report provided to the department by that consultant, notify the
3 senate and house of representatives appropriations subcommittees on
4 general government, the senate and house fiscal agencies, and the
5 state budget director, and shall make that report available upon
6 request to the senate and house of representatives standing
7 committees on appropriations subcommittees on general government,
8 the senate and house fiscal agencies, and the state budget
9 director. A rationale for retention of a pension plan consultant
10 shall be included in the notification of retention.

11 Sec. 945. From the funds appropriated in part 1, audits of
12 local unit assessment administration practices, procedures, and
13 records shall be conducted in each assessment jurisdiction a
14 minimum of once every 5 years and in accordance with section 10g of
15 the general property tax act, 1893 PA 206, MCL 211.10g.

16 Sec. 946. Revenue collected in the convention facility
17 development fund is appropriated and shall be distributed under
18 sections 8, 9, and 10 of the state convention facility development
19 act, 1985 PA 106, MCL 207.628, 207.629, and 207.630.

20 Sec. 947. Financial independence teams shall cooperate with
21 the financial responsibility section to coordinate and streamline
22 efforts in identifying and addressing fiscal emergencies in school
23 districts and intermediate school districts.

24 Sec. 948. Total authorized appropriations from all department
25 of treasury sources under part 1 for legacy costs for the fiscal
26 year ending September 30, 2022 are \$41,406,400.00. From this
27 amount, total agency appropriations for pension-related legacy
28 costs are estimated at \$23,198,100.00. Total agency appropriations
29 for retiree health care legacy costs are estimated at

1 \$18,208,300.00.

2 Sec. 949. (1) From the funds appropriated in part 1, the
3 department of treasury may contract with private agencies to
4 prevent the disbursement of fraudulent tax refunds. In addition to
5 the amounts appropriated in part 1 to the department of treasury,
6 there are appropriated amounts necessary to pay contract costs or
7 fund operations designed to reduce fraudulent income tax refund
8 payments not to exceed \$1,500,000.00 of the refunds identified as
9 potentially fraudulent and for which payment of the refund is
10 denied. The appropriation to fund fraud prevention efforts is from
11 the fund or account to which the revenues being collected are
12 recorded or dedicated.

13 (2) The department of treasury shall submit a report for the
14 immediately preceding fiscal year ending September 30 to the state
15 budget director, the senate and house of representatives standing
16 committees on appropriations, and the chairpersons of the relevant
17 appropriations subcommittees not later than November 30 stating the
18 number of refund claims denied due to the fraud prevention
19 operations, the amount of refunds denied, the costs of the fraud
20 prevention operations, and other pertinent information relating to
21 determining whether this authority should be continued.

22 Sec. 949a. From the funds appropriated in part 1 for
23 additional staff in city income tax administration, the department
24 may expand individual income tax return administration to 1
25 additional city to leverage the department's capabilities to assist
26 cities with their taxation efforts.

27 Sec. 949b. Tax capture revenues collected in accordance with
28 written agreements under the good jobs for Michigan program and
29 transferred from the general fund for deposit into the good jobs

1 for Michigan fund, and for both calculated payments from the good
2 jobs for Michigan fund to authorized businesses and distributions
3 to the Michigan strategic fund for administrative expenses, are
4 appropriated pursuant to the provisions of chapter 8D of the
5 Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to
6 125.2090j.

7 Sec. 949d. (1) From the funds appropriated in part 1 for
8 financial review commission, the department of treasury shall
9 continue financial review commission efforts in the current fiscal
10 year. The purpose of the funding is to cover ongoing costs
11 associated with the operation of the commission.

12 (2) The department of treasury shall identify specific
13 outcomes and performance measures for this initiative, including,
14 but not limited to, the department of treasury's ability to perform
15 a critical fiscal review to ensure the city of Detroit does not
16 reenter distress following its exit from bankruptcy and to ensure
17 that the community district does not enter distress and maintains a
18 balanced budget.

19 (3) The department of treasury must submit a report to the
20 house and senate appropriations subcommittees on general
21 government, the senate and house fiscal agencies, and the state
22 budget director by March 15. The report must describe the specific
23 outcomes and measures required in subsection (1) and provide the
24 results and data related to these outcomes and measures.

25 Sec. 949e. From the funds appropriated in part 1 for the state
26 essential services assessment program, the department of treasury
27 shall administer the state essential services assessment program.
28 The program will provide the department of treasury the ability to
29 collect the state essential services assessment which is a phased-

1 in replacement of locally collected personal property taxes on
2 eligible manufacturing personal property.

3 Sec. 949f. Revenue from the tobacco products tax act, 1993 PA
4 327, MCL 205.421 to 205.436, related to counties with a 2000
5 population of more than 2,000,000 is appropriated and shall be
6 distributed under section 12(4)(d) of the tobacco products tax act,
7 1993 PA 327, MCL 205.432.

8 Sec. 949h. Revenue from part 6 of the medical marihuana
9 facilities licensing act, 2016 PA 281, MCL 333.27601 to 333.27605,
10 is appropriated and distributed pursuant to part 6 of the medical
11 marihuana facilities licensing act, 2016 PA 281, MCL 333.27601 to
12 333.27605.

13 Sec. 949i. Revenue from the Michigan Regulation and Taxation
14 of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967, is
15 appropriated and distributed pursuant to the Michigan Regulation
16 and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to
17 333.27967.

18 Sec. 949j. All funds in the wrongful imprisonment compensation
19 fund created in the wrongful imprisonment compensation act, 2016 PA
20 343, MCL 691.1751 to 691.1757, are appropriated and available for
21 expenditure. Expenditures are limited to support wrongful
22 imprisonment compensation payments pursuant to section 6 of the
23 wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1756.

24 Sec. 949k. There is appropriated an amount equal to the tax
25 captured revenues due under approved transformational brownfield
26 plans created in the brownfield redevelopment financing act, 1996
27 PA 381, MCL 125.2651 to 125.2670.

28 Sec. 949l. (1) The transportation administration auxiliary fund
29 is created within the department of treasury.

1 (2) Any unexpended funds in the transportation administration
2 auxiliary fund created in this section shall be carried forward and
3 available for expenditure under this section.

4 (3) Funds may only be spent from the transportation
5 administration auxiliary fund upon appropriation, or legislative
6 transfer pursuant to section 393 of the management and budget act,
7 1984 PA 431, MCL 18.1393.

8 (4) The state treasurer may receive money or other assets from
9 any source for deposit into the transportation administration
10 auxiliary fund. The state treasurer shall direct the investment of
11 the transportation administration auxiliary fund. The state
12 treasurer shall credit to the transportation administration
13 auxiliary fund interest and earnings from the transportation
14 administration auxiliary fund.

15 (5) Funds in the transportation administration auxiliary fund
16 at the close of the fiscal year shall remain in the transportation
17 administration auxiliary fund and shall not lapse to the general
18 fund.

19 (6) Funds appropriated in part 1 for transportation
20 administration auxiliary fund must be deposited in the
21 transportation administration auxiliary fund created under this
22 section.

23
24 **REVENUE SHARING**

25 Sec. 950. The funds appropriated in part 1 for constitutional
26 revenue sharing shall be distributed by the department of treasury
27 to cities, villages, and townships, as required under section 10 of
28 article IX of the state constitution of 1963. Revenue collected in
29 accordance with section 10 of article IX of the state constitution

1 of 1963 in excess of the amount appropriated in part 1 for
2 constitutional revenue sharing is appropriated for distribution to
3 cities, villages, and townships, on a population basis as required
4 under section 10 of article IX of the state constitution of 1963.

5 Sec. 952. (1) The funds appropriated in part 1 for city,
6 village, and township revenue sharing are for grants to cities,
7 villages, and townships such that, subject to fulfilling the
8 requirements under subsection (3), each city, village, or township
9 that received a payment under section 952(1) of 2020 PA 166 is
10 eligible to receive a payment equal to 102.0% of its total eligible
11 payment under section 952(1) of 2020 PA 166, rounded to the nearest
12 dollar. For purposes of this subsection, any city, village, or
13 township that completely merges with another city, village, or
14 township will be treated as a single entity, such that when
15 determining the eligible payment under section 952(1) of 2020 PA
16 166 for the combined single entity, the amount each of the merging
17 local units was eligible to receive under section 952(1) of 2020 PA
18 166 is summed.

19 (2) The funds appropriated in part 1 for the county incentive
20 program are to be used for grants to counties such that each county
21 is eligible to receive an amount equal to 20% of the amount
22 determined pursuant to the Glenn Steil state revenue sharing act of
23 1971, 1971 PA 140, MCL 141.901 to 141.921. The amount calculated
24 under this subsection shall be adjusted as necessary to reflect
25 partial county fiscal years and prorated based on the total amount
26 appropriated for distribution to all eligible counties. Except as
27 otherwise provided under this subsection, payments under this
28 subsection will be distributed to an eligible county subject to the
29 county's fulfilling the requirements under subsection (3).

(3) For purposes of accountability and transparency, each eligible city, village, township, or county shall certify by December 1, or the first day of a payment month, that it has produced a citizen's guide of its most recent local finances, including a recognition of its unfunded liabilities; a performance dashboard; a debt service report containing a detailed listing of its debt service requirements, including, at a minimum, the issuance date, issuance amount, type of debt instrument, a listing of all revenues pledged to finance debt service by debt instrument, and a listing of the annual payment amounts until maturity; and a projected budget report, including, at a minimum, the current fiscal year and a projection for the immediately following fiscal year. The projected budget report shall include revenues and expenditures and an explanation of the assumptions used for the projections. Each eligible city, village, township, or county shall include in any mailing of general information to its citizens the internet website address location for its citizen's guide, performance dashboard, debt service report, and projected budget report or the physical location where these documents are available for public viewing in the city, village, township, or county clerk's office. Each city, village, township, and county applying for a payment under this subsection shall submit a copy of the performance dashboard, a copy of the debt service report, and a copy of the projected budget report to the department of treasury. In addition, each eligible city, village, township, or county applying for a payment under this subsection shall either submit a copy of the citizen's guide or certify that the city, village, township, or county will be utilizing treasury's online citizen's guide. The department of treasury shall develop detailed guidance

1 for a city, village, township, or county to follow to meet the
2 requirements of this subsection. The detailed guidance shall be
3 posted on the department of treasury website and distributed to
4 cities, villages, townships, and counties by October 1.

5 (4) City, village, and township revenue sharing payments and
6 county incentive program payments are subject to the following
7 conditions:

8 (a) The city, village, township, or county shall certify to
9 the department that it has met the required criteria for subsection
10 (3) and submitted the required citizen's guide, performance
11 dashboard, debt service report, and projected budget report as
12 required by subsection (3). A department of treasury review of the
13 citizen's guide, dashboard, or reports is not required in order for
14 a city, village, township, or county to receive a payment under
15 subsection (1) or (2). The department shall develop a certification
16 process and method for cities, villages, townships, and counties to
17 follow.

18 (b) Subject to subdivisions (c), (d), and (e), if a city,
19 village, township, or county meets the requirements of subsection
20 (3), the city, village, township, or county shall receive its full
21 potential payment under this section.

22 (c) Cities, villages, and townships eligible to receive a
23 payment under subsection (1) shall receive 1/6 of their eligible
24 payment on the last business day of October, December, February,
25 April, June, and August. Payments under subsection (1) shall be
26 issued to cities, villages, and townships until the specified due
27 date for subsection (3). After the specified due date for
28 subsection (3), payments shall be made to a city, village, or
29 township only if that city, village, or township has complied with

1 subdivision (a).

2 (d) Payments under subsection (2) shall be issued to counties
3 until the specified due date for subsection (3). After the
4 specified due date for subsection (3), payments shall be made to a
5 county only if that county has complied with subdivision (a).

6 (e) If a city, village, township, or county does not submit
7 the required certification, citizen's guide, performance dashboard,
8 debt service report, and projected budget report by the first day
9 of a payment month, the city, village, township, or county shall
10 forfeit the payment in that payment month.

11 (f) Any city, village, township, or county that falsifies
12 certification documents shall forfeit any future city, village, and
13 township revenue sharing payments or county incentive program
14 payments and shall repay to this state all payments it has received
15 under this section.

16 (g) City, village, and township revenue sharing payments and
17 county incentive program payments under this section shall be
18 distributed on the last business day of October, December,
19 February, April, June, and August.

20 (h) Payments distributed under this section may be withheld
21 pursuant to sections 17a and 21 of the Glenn Steil state revenue
22 sharing act of 1971, 1971 PA 140, MCL 141.917a and 141.921.

23 (5) The unexpended funds appropriated in part 1 for city,
24 village, and township revenue sharing and the county incentive
25 program shall be available for expenditure under the program for
26 financially distressed cities, villages, or townships after the
27 approval of transfers by the legislature pursuant to section 393(2)
28 of the management and budget act, 1984 PA 431, MCL 18.1393.

29 (6) Any city, village, or township eligible to receive a

1 payment under subsection (1) and determined to have a retirement
2 pension benefit system in underfunded status under section 5 of the
3 protecting local government retirement and benefits act, 2017 PA
4 202, MCL 38.2805, must allocate an amount equal to its current year
5 eligible payment under subsection (1) less the sum of its eligible
6 payment for city, village, and township revenue sharing in 2019 PA
7 56 to its pension unfunded liability. A city, village, or township
8 that has issued a municipal security under section 518 of the
9 revised municipal finance act, 2001 PA 34, MCL 141.2518, is exempt
10 from this requirement.

11 Sec. 955. (1) The funds appropriated in part 1 for county
12 revenue sharing shall be distributed by the department of treasury
13 so that each eligible county receives a payment equal to 106.6435%
14 of the amount determined pursuant to the Glenn Steil state revenue
15 sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, less the
16 amount for which the county is eligible under section 952(2) of
17 this part. The amount calculated under this subsection shall be
18 adjusted as necessary to reflect partial county fiscal years and
19 prorated based on the total amount appropriated for distribution to
20 all eligible counties.

21 (2) The department of treasury shall annually certify to the
22 state budget director the amount each county is authorized to
23 expend from its revenue sharing reserve fund.

24 (3) Any county eligible to receive a payment under subsection
25 (1) and determined to have a retirement pension benefit system in
26 underfunded status under section 5 of the protecting local
27 government retirement and benefits act, 2017 PA 202, MCL 38.2805,
28 must allocate an amount equal to the sum of its current year
29 eligible payment for county revenue sharing and the county

1 incentive program less the sum of its 2019 PA 56 eligible payment
2 for county revenue sharing and the county incentive program to its
3 pension unfunded liability. A county that has issued a municipal
4 security under section 518 of the revised municipal finance act,
5 2001 PA 34, MCL 141.2518, is exempt from this requirement.

6 Sec. 956. (1) The funds appropriated in part 1 for financially
7 distressed cities, villages, or townships shall be granted by the
8 department of treasury to cities, villages, and townships that have
9 1 or more conditions that indicate probable financial distress, as
10 determined by the department of treasury. A city, village, or
11 township with 1 or more conditions that indicate probable financial
12 distress may apply in a manner determined by the department of
13 treasury for a grant to pay for specific projects or services that
14 move the city, village, or township toward financial stability.
15 Grants are to be used for specific projects or services that move
16 the city, village, or township toward financial stability. The
17 city, village, or township must use the grants under this section
18 to make payments to reduce unfunded accrued liability; to repair or
19 replace critical infrastructure and equipment owned or maintained
20 by the city, village, or township; to reduce debt obligations; or
21 for costs associated with a transition to shared services with
22 another jurisdiction; or to administer other projects that move the
23 city, village, or township toward financial stability. The
24 department of treasury shall award no more than \$2,000,000.00 to
25 any city, village, or township under this section.

26 (2) The department of treasury shall provide a report to the
27 senate and house of representatives appropriations subcommittees on
28 general government, the senate and house fiscal agencies, and the
29 state budget director by March 31. The report shall include a list

1 by grant recipient of the date each grant was approved, the amount
2 of the grant, and a description of the project or projects that
3 will be paid by the grant.

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

12 (a) The purpose of the project is to provide assistance to
13 financially distressed cities, villages, and townships under this
14 section.

15 (b) The projects will be accomplished by grants to cities,
16 villages, and townships approved by the department of treasury.

17 (c) The total estimated cost of all projects is \$2,500,000.00.

18 (d) The tentative completion date is September 30, 2026.

19
20 **BUREAU OF STATE LOTTERY**

21 Sec. 960. In addition to the funds appropriated in part 1 to
22 the bureau of state lottery, there is appropriated from state
23 lottery fund revenues the amount necessary for, and directly
24 related to, implementing and operating lottery games under the
25 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL
26 432.1 to 432.47, and activities under the Traxler-McCauley-Law-
27 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including
28 expenditures for contractually mandated payments for vendor
29 commissions, contractually mandated payments for instant tickets

1 intended for resale, the contractual costs of providing and
2 maintaining the online system communications network, and incentive
3 and bonus payments to lottery retailers.

4 Sec. 964. For the bureau of state lottery, there is
5 appropriated 1% of the lottery's prior fiscal year's gross sales
6 for promotion and advertising.

7
8 **CASINO GAMING**

9 Sec. 971. (1) From the revenue collected by the Michigan
10 gaming control board regarding the total annual assessment of each
11 casino licensee, \$2,000,000.00 is appropriated and shall be
12 deposited in the compulsive gaming prevention fund as described in
13 section 12a(5) of the Michigan Gaming Control and Revenue Act, 1996
14 IL 1, MCL 432.212a.

15 (2) After the board has incurred the costs of regulating and
16 enforcing internet sports betting, \$500,000.00 is appropriated and
17 shall be deposited into the compulsive gaming prevention fund as
18 described in section 16(4)(b) of the lawful sports betting act,
19 2019 PA 149, MCL 432.416. Following these disbursements,
20 \$2,000,000.00 is appropriated and shall be deposited in the first
21 responder presumed coverage fund as described in section 16(4)(c)
22 of the lawful sports betting act, 2019 PA 149, MCL 432.416.

23 (3) An appropriation of \$500,000.00 shall be deposited into
24 the compulsive gaming prevention fund as described in section
25 16(4)(b) of the lawful internet gaming act, 2019 PA 152, MCL
26 432.316, except as provided in section 15(2) of the lawful internet
27 gaming act, 2019 PA 152, MCL 432.315, and after the board has
28 incurred the costs of regulating and enforcing internet gaming
29 under the act, 2019 PA 152, MCL 432.301 to 432.322. Following these

1 disbursements, \$2,000,000.00 is appropriated and shall be deposited
2 into the first responder presumed coverage fund as described in
3 section 16(4)(c) of the lawful internet gaming act, 2019 PA 152,
4 MCL 432.316.

5 Sec. 973. (1) Funds appropriated in part 1 for local
6 government programs may be used to provide assistance to a local
7 revenue sharing board referenced in an agreement authorized by the
8 Indian gaming regulatory act, Public Law 100-497.

9 (2) A local revenue sharing board described in subsection (1)
10 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
11 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
12 to 15.246.

13 (3) A county treasurer is authorized to receive and administer
14 funds received for and on behalf of a local revenue sharing board.
15 Funds appropriated in part 1 for local government programs may be
16 used to audit local revenue sharing board funds held by a county
17 treasurer. This section does not limit the ability of local units
18 of government to enter into agreements with federally recognized
19 Indian tribes to provide financial assistance to local units of
20 government or to jointly provide public services.

21 (4) A local revenue sharing board described in subsection (1)
22 shall comply with all applicable provisions of any agreement
23 authorized by the Indian gaming regulatory act, Public Law 100-497,
24 in which the local revenue sharing board is referenced, including,
25 but not limited to, the disbursement of tribal casino payments
26 received under applicable provisions of the tribal-state class III
27 gaming compact in which those funds are received.

28 (5) The director of the department of state police and the
29 executive director of the Michigan gaming control board are

1 authorized to assist the local revenue sharing boards in
2 determining allocations to be made to local public safety
3 organizations.

4 (6) The Michigan gaming control board shall submit a report by
5 September 30 to the senate and house of representatives standing
6 committees on appropriations and the state budget director on the
7 receipts and distribution of revenues by local revenue sharing
8 boards.

9 Sec. 974. If revenues collected in the state services fee fund
10 are less than the amounts appropriated from the fund, available
11 revenues shall be used to fully fund the appropriation in part 1
12 for casino gaming regulation activities before distributions are
13 made to other state departments and agencies. If the remaining
14 revenue in the fund is insufficient to fully fund appropriations to
15 other state departments or agencies, the shortfall shall be
16 distributed proportionally among those departments and agencies.

17 Sec. 976. The executive director of the Michigan gaming
18 control board may pay rewards of not more than \$5,000.00 to a
19 person who provides information that results in the arrest and
20 conviction on a felony or misdemeanor charge for a crime that
21 involves the horse racing industry. A reward paid pursuant to this
22 section shall be paid out of the appropriation in part 1 for the
23 racing commission.

24 Sec. 977. All appropriations from the Michigan agriculture
25 equine industry development fund, except for the racing commission
26 appropriations, shall be reduced proportionately if revenues to the
27 Michigan agriculture equine industry development fund decline
28 during the current fiscal year to a level lower than the amount
29 appropriated in part 1.

1 Sec. 978. The Michigan gaming control board shall use actual
2 expenditure data in determining the actual regulatory costs of
3 conducting racing dates and shall provide that data to the senate
4 and house appropriations subcommittees on agriculture and general
5 government, the state budget director, and the senate and house
6 fiscal agencies. The Michigan gaming control board shall not be
7 reimbursed for more than the actual regulatory cost of conducting
8 race dates. If a certified horsemen's organization funds more than
9 the actual regulatory cost, the balance shall remain in the
10 agriculture equine industry development fund to be used to fund
11 subsequent race dates conducted by race meeting licensees with
12 which the certified horsemen's organization has contracts. If a
13 certified horsemen's organization funds less than the actual
14 regulatory costs of the additional horse racing dates, the Michigan
15 gaming control board shall reduce the number of future race dates
16 conducted by race meeting licensees with which the certified
17 horsemen's organization has contracts. Prior to the reduction in
18 the number of authorized race dates due to budget deficits, the
19 executive director of the Michigan gaming control board shall
20 provide notice to the certified horsemen's organizations with an
21 opportunity to respond with alternatives. In determining actual
22 costs, the Michigan gaming control board shall take into account
23 that each specific breed may require different regulatory
24 mechanisms.

25 Sec. 979. From the funds appropriated in part 1 for
26 millionaire party regulation, the Michigan gaming control board may
27 receive and expend state lottery fund revenue in an amount not to
28 exceed the amount appropriated in part 1 for necessary expenses
29 incurred in the licensing and regulation of millionaire parties

pursuant to Executive Order No. 2012-4. In accordance with section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.108, the amount of necessary expenses shall not exceed the amount of revenue received under that act. The Michigan gaming control board shall provide a report to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director by March 1. The report shall include, but not be limited to, total expenditures related to the licensing and regulating of millionaire parties, steps taken to ensure charities are receiving revenue due to them, progress on promulgating rules to ensure compliance with the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, and any enforcement actions taken.

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

Sec. 980. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$15,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for private

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

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

11 Sec. 981. Total authorized appropriations from all sources
12 under part 1 for legacy costs for the fiscal year ending September
13 30, 2022 are \$59,735,500.00. From this amount, total agency
14 appropriations for pension-related legacy costs are estimated at
15 \$33,467,000.00. Total agency appropriations for retiree health care
16 legacy costs are estimated at \$26,268,500.00.

17 Sec. 982. Federal pass-through funds to local institutions and
18 governments that are received in amounts in addition to those
19 included in part 1 and that do not require additional state
20 matching funds are appropriated for the purposes intended. The
21 department may carry forward into the succeeding fiscal year
22 unexpended federal pass-through funds to local institutions and
23 governments that do not require additional state matching funds.
24 The department shall report the amount and source of the funds to
25 the relevant senate and house of representatives appropriations
26 subcommittees, the senate and house fiscal agencies, and the state
27 budget director within 10 business days after receiving any
28 additional pass-through funds.

29 Sec. 983. From the funds appropriated in part 1, Michigan

1 department of labor and economic opportunity, Michigan strategic
2 fund, and Michigan state housing development authority shall not
3 use funds for broadband construction, expansion, repairs, or
4 upgrades or to issue or refinance bonds for broadband construction,
5 expansion, repairs, or upgrades.

6 Sec. 984. As a condition of receiving funds in part 1, the
7 department of labor and economic opportunity shall utilize SIGMA as
8 an appropriation and expenditure reporting system to track all
9 financial transactions with individual vendors, contractual
10 partners, grantees, recipients of business incentives, and
11 recipients of other economic assistance. Encumbrances and
12 expenditures shall be reported in a timely manner.

13 Sec. 985. (1) Grants supported with private revenues received
14 by the department are appropriated upon receipt and are available
15 for expenditure by the department, subject to subsection (3), for
16 purposes specified within the grant agreement and as permitted
17 under state and federal law.

18 (2) Within 10 days after the receipt of a private grant
19 appropriated in subsection (1), the department shall notify the
20 house and senate chairpersons of the subcommittees, the senate and
21 house fiscal agencies, and the state budget director of the receipt
22 of the grant, including the fund source, purpose, and amount of the
23 grant.

24 (3) The amount appropriated under subsection (1) shall not
25 exceed \$1,500,000.00.

26 Sec. 986. (1) The department may charge registration fees to
27 attendees of informational, training, or special events sponsored
28 by the department, and related to activities that are under the
29 department's purview.

1 (2) These fees shall reflect the costs for the department to
2 sponsor the informational, training, or special events.

3 (3) Revenue generated by the registration fees is appropriated
4 upon receipt and available for expenditure to cover the
5 department's costs of sponsoring informational, training, or
6 special events.

7 (4) Revenue generated by registration fees in excess of the
8 department's costs of sponsoring informational, training, or
9 special events shall carry forward to the subsequent fiscal year
10 and not lapse to the general fund.

11 (5) The amount appropriated under subsection (3) shall not
12 exceed \$500,000.00.

13 Sec. 987. (1) The department may sell documents at a price not
14 to exceed the cost of production and distribution. Money received
15 from the sale of these documents shall revert to the department. In
16 addition to the funds appropriated in part 1, these funds are
17 available for expenditure when they are received by the department
18 of treasury. This subsection applies only to R 418.10101 to R
19 418.101504 of the Michigan Administrative Code.

20 (2) Unexpended funds at the end of the fiscal year shall carry
21 forward to the subsequent fiscal year and not lapse to the general
22 fund.

23 Sec. 988. If the revenue collected by the department for
24 radiological health administration and projects from fees and
25 collections exceeds the amount appropriated in part 1, the revenue
26 may be carried forward into the subsequent fiscal year. The revenue
27 carried forward under this section shall be used as the first
28 source of funds in the subsequent fiscal year.

29 Sec. 989. It is the intent of the legislature that the

workers' compensation agency through the department of labor and economic opportunity annually update R 418.10101 to R 418.101504 of the Michigan Administrative Code, as required under sections 205 and 315 of the worker's disability compensation act, 1969 PA 317, MCL 418.205 and 418.315, and section 33 of the administrative procedures act, 1969 PA 306, MCL 24.233.

MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY

Sec. 990. MSHDA shall annually present a report to the state budget director and the subcommittees on the status of the authority's housing production goals under all financing programs established or administered by the authority. The report shall give special attention to efforts to raise affordable multifamily housing production goals.

STATE LAND BANK AUTHORITY

Sec. 995. In addition to the amounts appropriated in part 1, the state land bank authority may expend revenues received under the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes authorized by the act, including, but not limited to, the acquisition, lease, management, demolition, maintenance, or rehabilitation of real or personal property, payment of debt service for notes or bonds issued by the authority, and other expenses to clear or quiet title property held by the authority.

MICHIGAN STRATEGIC FUND

Sec. 1004. As a condition of receiving funds appropriated in part 1, the MSF shall provide all information required to be transmitted in the activities report required under section 9 of

1 the Michigan strategic fund act, 1984 PA 270, MCL 125.2009, to the
2 chairpersons of the senate and house of representatives standing
3 committees on appropriations, the chairpersons of the relevant
4 senate and house of representatives appropriations subcommittees,
5 the senate and house fiscal agencies, and the state budget director
6 by March 15.

7 Sec. 1005. In addition to the appropriations in part 1, Travel
8 Michigan may receive and expend private revenue related to the use
9 of "Pure Michigan" and all other copyrighted slogans and images.
10 This revenue may come from the direct licensing of the name and
11 image or from the royalty payments from various merchandise sales.
12 Revenue collected is appropriated for the marketing of the state as
13 a travel destination. The funds are available for expenditure when
14 they are received by the department of treasury. If the fund
15 receives revenues from the use of "Pure Michigan", the fund shall
16 provide a report that lists the revenues by source received from
17 the use of "Pure Michigan" and all other copyrighted slogans and
18 images. The report shall provide a detailed list of expenditures of
19 revenues received under this section. The report shall be provided
20 to the chairpersons of the senate and house of representatives
21 standing committees on appropriations, the relevant senate and
22 house of representatives appropriations subcommittees, the house
23 and senate fiscal agencies, and the state budget director by March
24 1.

25 Sec. 1005a. (1) From the funds appropriated in part 1 for Pure
26 Michigan, general fund dollars shall be appropriated for the
27 following purposes:

28 (a) Conduction of market research regionally, nationally, and
29 internationally for use in market campaigns.

1 (b) Production of advertisements for the promotion of Michigan
2 as a place to live, work, and play.

3 (c) Placement of advertisements in regional, national, and
4 international market campaigns.

5 (d) Administration of the program.

6 (e) Other activities that promote Michigan as a place to live,
7 work, and play.

8 (2) The fund may contract any of the activities under
9 subsection (1).

10 (3) The fund may work in cooperation with local units of
11 government, nonprofit entities, and private entities on Pure
12 Michigan promotion campaigns. The fund shall include agreements
13 prior to undertaking cooperative marketing campaigns.

14 Sec. 1005b. (1) A local promotion fund is created in the
15 department of labor and economic opportunity. The fund may receive
16 funds from local units of government and nonprofit entities and
17 deposit these funds into the local promotion fund. Funds received
18 are available for expenditure for use in Pure Michigan promotion
19 campaigns. As used in this subsection, the term "local unit of
20 government" includes cities, villages, townships, counties, and
21 regional councils of government. The fund may maintain individual
22 accounts for local units of government and nonprofit entities that
23 deposit funds into the local promotion fund upon request from a
24 local unit.

25 (2) Local promotion funds appropriated in part 1 may be used
26 for media production and placements, national and international
27 marketing campaigns, and for other activities that promote Michigan
28 as a place to live, work, and play.

29 (3) Any unexpended or unencumbered balance shall be disposed

1 of in accordance with the management and budget act, 1984 PA 431,
2 MCL 18.1101 to 18.1594, unless carryforward authorization has been
3 otherwise provided for.

4 Sec. 1005c. (1) A private promotion fund is created in the
5 department of labor and economic opportunity. The fund may receive
6 funds from private entities and deposit these funds into the
7 private promotion fund. Funds received are available for
8 expenditure for use in Pure Michigan promotion campaigns. The fund
9 may maintain individual accounts for private entities that deposit
10 funds into the private promotion fund upon request from a private
11 entity.

12 (2) Private promotion funds appropriated in part 1 may be used
13 for media production and placements, national and international
14 marketing campaigns, and for other activities that promote Michigan
15 as a place to live, work, and play.

16 (3) Any unexpended or unencumbered balance shall be disposed
17 of in accordance with the management and budget act, 1984 PA 431,
18 MCL 18.1101 to 18.1594, unless carryforward authorization has been
19 otherwise provided for.

20 Sec. 1006. (1) As a condition of receiving funds appropriated
21 in part 1, the fund shall provide a report of all approved
22 amendments to projects for the immediately preceding year under
23 sections 88r and 90b of the Michigan strategic fund act, 1984 PA
24 270, MCL 125.2088r and 125.2090b. The report shall provide a
25 description of each amendment, by award, which shall include, but
26 is not limited to, the following:

27 (a) The amended award amount relative to the prior award
28 amount.

29 (b) The amended number of committed jobs relative to the prior

1 number of committed jobs.

2 (c) The amended amount of qualified investment committed
3 relative to the prior amount of qualified investment committed.

4 (d) A description of any change in scope of the project.

5 (e) A description of any change in project benchmarks,
6 deadlines, or completion dates.

7 (f) The reason or justification for the amendment approval.

8 (2) In addition to being posted online, the report shall be
9 distributed to the chairpersons of the senate and house of
10 representatives standing committees on appropriations, the
11 chairpersons of the relevant senate and house of representatives
12 appropriations subcommittees, the senate and house fiscal agencies,
13 and the state budget director by March 15.

14 Sec. 1007. (1) As a condition of receiving funds appropriated
15 in part 1, the fund shall request the following information from
16 the MEDC:

17 (a) Approved budget from the MEDC executive committee for the
18 current fiscal year and actual budget expenditures for the
19 preceding fiscal years.

20 (b) Expenditures and revenues as part of the current and
21 preceding year budgets, including the available fund balance for
22 the current and preceding fiscal years.

23 (c) The total number of FTEs, by state and corporate status.

24 (d) A reporting of activities, programs, and grants consistent
25 with the preceding fiscal year budget.

26 (2) Information received by the MSF pursuant to this section
27 shall be posted online and distributed to the chairpersons of the
28 senate and house of representatives standing committees on
29 appropriations, the chairpersons of the relevant senate and house

1 of representatives appropriations subcommittees, the senate and
2 house fiscal agencies, and the state budget director by March 15.

3 Sec. 1008. As a condition of receiving funds under part 1, any
4 interlocal agreement entered into by the fund shall include
5 language which states that if a local unit of government has a
6 contract or memorandum of understanding with a private economic
7 development agency, the MEDC will work cooperatively with that
8 private organization in that local area.

9 Sec. 1009. (1) Of the funds appropriated to the fund or
10 through grants to the MEDC, no funds shall be expended for the
11 purchase of options on land or the purchase of land unless at least
12 1 of the following conditions applies:

13 (a) The land is located in an economically distressed area.

14 (b) The land is obtained through a purchase or exercise of an
15 option at the invitation of the local unit of government and local
16 economic development agency.

17 (2) Consideration may be given to purchases where the proposed
18 use of the land is consistent with a regional land use plan, will
19 result in the redevelopment of an economically distressed area, can
20 be supported by existing infrastructure, and will not cause shifts
21 in population away from the area's population centers.

22 (3) As used in this section, "economically distressed area"
23 means an area in a city, village, or township that has been
24 designated as blighted; a city, village, or township that shows
25 negative population change from 1970 and a poverty rate and
26 unemployment rate greater than the statewide average; or an area
27 certified as a neighborhood enterprise zone under the neighborhood
28 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

29 (4) If land or options on land are purchased under subsection

1 (1), the fund shall provide a report to the senate and house of
2 representatives standing committees on appropriations, the relevant
3 senate and house of representatives appropriations subcommittees,
4 the senate and house fiscal agencies, and the state budget director
5 that provides a list of all properties purchased, all options on
6 land purchased, the location of the land purchased, and the
7 purchase price if the fund purchases options on land or land. The
8 report must be submitted before March 15.

9 Sec. 1010. As a condition for receiving funds in part 1, not
10 later than March 15, the fund shall provide a report for the
11 immediately preceding fiscal year on the jobs for Michigan
12 investment fund, created in section 88h of the Michigan strategic
13 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted
14 to the chairpersons of the senate and house of representatives
15 standing committees on appropriations, the chairpersons of the
16 relevant senate and house of representatives appropriations
17 subcommittees, the senate and house fiscal agencies, and the state
18 budget director. The report shall include, but is not limited to,
19 all of the following:

20 (a) A detailed listing of revenues, by fund source, to the
21 jobs for Michigan investment fund. The listing shall include the
22 manner and reason for which the funds were appropriated to the jobs
23 for Michigan investment fund.

24 (b) A detailed listing of expenditures, by project, from the
25 jobs for Michigan investment fund.

26 (c) A fiscal year-end balance of the jobs for Michigan
27 investment fund.

28 Sec. 1011. (1) From the appropriations in part 1 to the fund
29 and granted or transferred to the MEDC, any unexpended or

1 unencumbered balance shall be disposed of in accordance with the
2 requirements in the management and budget act, 1984 PA 431, MCL
3 18.1101 to 18.1594, unless carryforward authorization has been
4 otherwise provided for.

5 (2) Any encumbered funds, including encumbered funds
6 subsequently unobligated, shall be used for the same purposes for
7 which funding was originally appropriated in this part and part 1.

8 (3) For funds appropriated in part 1 to the fund, any
9 carryforward authorization subsequently created through a work
10 project shall be preserved until a cash or accrued expenditure has
11 been executed or the allowable work project time period has
12 expired.

13 Sec. 1012. (1) As a condition of receiving funds under part 1,
14 the fund shall ensure that the MEDC and the fund comply with all of
15 the following:

16 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
17 15.246.

18 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

19 (c) Annual audits of all financial records by the auditor
20 general or his or her designee.

21 (d) All reports required by law to be submitted to the
22 legislature.

23 (2) If the MEDC is unable for any reason to perform duties
24 under this part, the fund may exercise those duties.

25 Sec. 1013. As a condition for receiving the appropriations in
26 part 1, any staff of the MEDC involved in private fund-raising
27 activities shall not be party to any decisions regarding the
28 awarding of grants, incentives, or tax abatements from the fund,
29 the MEDC, or the Michigan economic growth authority.

1 Sec. 1024. From the funds appropriated in part 1 for business
2 attraction and community revitalization, not less than 20% shall be
3 granted by the fund board for brownfield redevelopment and historic
4 preservation projects under the community revitalization program
5 authorized by chapter 8C of the Michigan strategic fund act, 1984
6 PA 270, MCL 125.2090 to 125.2090d.

7 Sec. 1032. (1) The fund shall report to the chairpersons of
8 the senate and house of representatives standing committees on
9 appropriations, the relevant senate and house of representatives
10 appropriations subcommittees, the state budget director, and the
11 senate and house fiscal agencies on the status of the film
12 incentives at the same time as it submits the annual report
13 required under section 455 of the Michigan business tax act, 2007
14 PA 36, MCL 208.1455. The department of treasury shall provide the
15 fund with the data necessary to prepare the report. Incentives
16 included in the report shall include all of the following:

17 (a) The tax credit provided under section 455 of the Michigan
18 business tax act, 2007 PA 36, MCL 208.1455.

19 (b) The tax credit provided under section 457 of the Michigan
20 business tax act, 2007 PA 36, MCL 208.1457.

21 (c) The tax credit provided under section 459 of the Michigan
22 business tax act, 2007 PA 36, MCL 208.1459.

23 (d) The amount of any tax credit claimed under former section
24 367 of the income tax act of 1967, 1967 PA 281.

25 (e) Any tax credits provided for film and digital media
26 production under the Michigan economic growth authority act, 1995
27 PA 24, MCL 207.801 to 207.810.

28 (f) Loans to an eligible production company or film and
29 digital media private equity fund authorized under section 88d(3),

1 (4), and (5) of the Michigan strategic fund act, 1984 PA 270, MCL
2 125.2088d.

3 (2) The report shall include all of the following information:

4 (a) For each tax credit, the number of contracts signed, the
5 projected expenditures qualifying for the credit, and the estimated
6 value of the credits. For loans, the number of loans made under
7 each section, the interest rate of those loans, the loan amount,
8 the percent of the projected budget of each production financed by
9 those loans, and the estimated interest earnings from the loan.

10 (b) For credits authorized under section 455 of the Michigan
11 business tax act, 2007 PA 36, MCL 208.1455, for productions
12 completed by December 31, the expenditures of each production
13 eligible for the credit that has filed a request for certificate of
14 completion with the film office, broken down into expenditures for
15 goods, services, or salaries and wages and showing separately
16 expenditures in each local unit of government, including
17 expenditures for personnel, whether or not they were made to a
18 Michigan entity, and whether or not they were taxable under the
19 laws of this state. For loans, the report shall include the number
20 of loans that have been fully repaid, with principal and interest
21 shown separately, and the number of loans that are delinquent or in
22 default, and the amount of principal that is delinquent or is in
23 default.

24 (c) For each of the tax credit incentives and loan incentives
25 listed in subsection (1), a breakdown for each project or
26 production showing each of the following:

27 (i) The number of temporary jobs created.

28 (ii) The number of permanent jobs created.

29 (iii) The number of persons employed in Michigan as a result of

1 the incentive, on a full-time equated basis.

2 (3) For any information not included in the report due to the
3 provisions of section 455(6), 457(6), or 459(6) of the Michigan
4 business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,
5 the report shall do all of the following:

6 (a) Indicate how the information would describe the commercial
7 and financial operations or intellectual property of the company.

8 (b) Attest that the information has not been publicly
9 disseminated at any time.

10 (c) Describe how disclosure of the information may put the
11 company at a competitive disadvantage.

12 (4) Any information not disclosed due to the provisions of
13 section 455(6), 457(6), or 459(6) of the Michigan business tax act,
14 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be
15 presented at the lowest level of aggregation that would no longer
16 describe the commercial and financial operations or intellectual
17 property of the company.

18 Sec. 1033. As a condition of receiving funds in part 1, not
19 later than March 15, the fund shall provide a report on the
20 activities of the Michigan film and digital media office for the
21 immediately preceding fiscal year. The report shall be submitted to
22 the chairpersons of the senate and house of representatives
23 standing committees on appropriations, the chairpersons of the
24 relevant senate and house of representatives appropriations
25 subcommittees, the senate and house fiscal agencies, and the state
26 budget director. The report shall include, but not be limited to, a
27 listing of all projects the Michigan film and digital media office
28 provided assistance on, a listing of the services provided for each
29 project, and an estimate of investment leveraged.

1 Sec. 1034. As a condition of receiving an award from the fund,
2 each business incubator or accelerator that received an award from
3 the fund shall maintain and update a dashboard of indicators to
4 measure the effectiveness of the business incubator and accelerator
5 programs. Indicators shall include the direct jobs created, new
6 companies launched as a direct result of business incubator or
7 accelerator involvement, businesses expanded as a direct result of
8 business incubator or accelerator involvement, direct investment in
9 client companies, private equity financing obtained by client
10 companies, grant funding obtained by client companies, and other
11 measures developed by the recipient business incubators and
12 accelerators in conjunction with the MEDC. Dashboard indicators
13 shall be reported for the prior fiscal year and cumulatively, if
14 available. Each recipient shall submit a copy of their dashboard
15 indicators to the fund by March 1. The fund shall transmit the
16 local reports to the chairpersons of the senate and house of
17 representatives standing committees on appropriations, the relevant
18 senate and house of representatives appropriations subcommittees,
19 the senate and house fiscal agencies, and the state budget director
20 by March 15.

21 Sec. 1035. (1) From the appropriations in part 1, the Michigan
22 council for arts and cultural affairs shall administer an arts and
23 cultural grant program that maintains an equitable geographic
24 distribution of funding and utilizes past arts and cultural grant
25 programs as a guideline for administering this program. The council
26 shall do all of the following:

27 (a) On or before October 1, the council shall publish proposed
28 application criteria, instructions, and forms for use by eligible
29 applicants. The council shall provide at least a 2-week period for

1 public comment before finalizing the application criteria,
2 instructions, and forms.

3 (b) A nonrefundable application fee may be assessed for each
4 application. Application fees shall be deposited in the council for
5 the arts fund and are appropriated for expenses necessary to
6 administer the programs. These funds are available for expenditure
7 when they are received and may be carried forward to the following
8 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, the
12 council shall provide to each member of the legislature and the
13 fiscal agencies a list of all grant recipients and the total award
14 given to each recipient, sorted by county.

15 (e) In addition to the information in subdivision (d), the
16 council shall report on the number of applications received, number
17 of grants awarded, total amount requested from applications
18 received, and total amount of grants awarded.

19 (2) The appropriation in part 1 for arts and cultural program
20 shall not be used for the administration of the grant program.

21 Sec. 1036. (1) The general fund/general purpose funds
22 appropriated in part 1 to the fund for business attraction and
23 community revitalization shall be transferred to the 21st century
24 jobs trust fund per section 90b(3) of the Michigan strategic fund
25 act, 1984 PA 270, MCL 125.2090b.

26 (2) Funds transferred to the 21st century jobs trust fund
27 under subsection (1) are appropriated and available for allocation
28 as authorized in the Michigan strategic fund act, 1984 PA 270, MCL
29 125.2001 to 125.2094.

1 Sec. 1041. From the funds appropriated in part 1 for business
2 attraction and community revitalization, the fund shall request the
3 transfer by the state treasurer of not more than 60% of the funds
4 prior to April 1.

5 Sec. 1042. For the funds appropriated in part 1 for business
6 attraction and community revitalization, the fund shall report
7 quarterly on the amount of funds considered appropriated, pre-
8 encumbered, encumbered, and expended. The report shall also include
9 a listing of all previous appropriations for business attraction
10 and community revitalization, or a predecessor, that were
11 considered appropriated, pre-encumbered, encumbered, or expended
12 that have lapsed back to the fund for any purpose. The report shall
13 be submitted to the chairpersons of the senate and house of
14 representatives standing committees on appropriations, the
15 chairpersons of the relevant senate and house of representatives
16 appropriations subcommittees, the senate and house fiscal agencies,
17 and the state budget director.

18 Sec. 1043. (1) The fund, in conjunction with the department of
19 treasury, shall report to the chairpersons of the senate and house
20 of representatives standing committees on appropriations, the
21 relevant senate and house of representatives appropriations
22 subcommittees, the senate and house fiscal agencies, and the state
23 budget director by November 1 on the annual cost of the MEGA tax
24 credits. The report shall include for each year the board-approved
25 credit amount, adjusted for credit amendments where applicable, and
26 the actual and projected value of tax credits for each year from
27 1995 to the expiration of the credit program. For years for which
28 credit claims are complete, the report shall include the total of
29 actual certificated credit amounts. For years for which claims are

1 still pending or not yet submitted, the report shall include a
2 combination of actual credits where available and projected
3 credits. Credit projections shall be based on updated estimates of
4 employees, wages, and benefits for eligible companies.

5 (2) In addition to the report under subsection (1), the fund,
6 in conjunction with the department of treasury, shall report to the
7 relevant senate and house of representatives appropriations
8 subcommittees, the senate and house fiscal agencies, and the state
9 budget director by November 1 on the annual cost of all other
10 certificated credits by program, for each year until the credits
11 expire or can no longer be collected. The report shall include
12 estimates on the brownfield redevelopment credit, film credits,
13 MEGA photovoltaic technology credit, MEGA polycrystalline silicon
14 manufacturing credit, MEGA vehicle battery credit, and other
15 certificated credits.

16 Sec. 1044. As a condition of receiving appropriations in part
17 1, prior to authorizing the transfer of any previously authorized
18 tax credit that would increase the liability to this state, the
19 fund, on behalf of the MSF board, shall notify the chairpersons of
20 the senate and house of representatives standing committees on
21 appropriations, the chairpersons of the relevant senate and house
22 of representatives appropriations subcommittees, the senate and
23 house fiscal agencies, and the state budget director not fewer than
24 30 days prior to the authorization of the tax credit transfer.

25 Sec. 1050. (1) From the funds appropriated in part 1 for
26 business attraction and community revitalization, the fund shall
27 identify specific outcomes and performance measures, including, but
28 not limited to, the following:

29 (a) Total verified jobs created by the business attraction

1 program during the fiscal year ending September 30, 2022.

2 (b) Total private investment obtained through the business
3 attraction and community revitalization programs during the fiscal
4 year ending September 30, 2022.

5 (c) Amount of private and public square footage created and
6 reactivated through the community revitalization program during the
7 fiscal year ending September 30, 2022.

8 (2) The fund must submit a report to the chairpersons of the
9 senate and house of representatives standing committees on
10 appropriations, the relevant senate and house of representatives
11 appropriations subcommittees, the senate and house fiscal agencies,
12 and the state budget director by March 15. The report must describe
13 the specific outcomes and measures required in subsection (1) and
14 provide the results and data related to these outcomes and measures
15 for the prior fiscal year if related information is available for
16 the prior fiscal year.

17 Sec. 1051. In addition to the funds appropriated in part 1,
18 the funds collected by state historic preservation programs for
19 document reproduction and services and application fees are
20 appropriated for all expenses necessary to provide the required
21 services. These funds are available for expenditure when they are
22 received and may be carried forward into the succeeding fiscal
23 year.

24 Sec. 1053. Tax capture revenues collected in accordance with
25 written agreements under the good jobs for Michigan program and
26 transferred from the general fund for deposit into the good jobs
27 for Michigan fund, and for both calculated payments from the good
28 jobs for Michigan fund to authorized businesses and distributions
29 to the Michigan strategic fund for administrative expenses, are

1 appropriated pursuant to the provisions of chapter 8D of the
2 Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to
3 125.2090j.
4

5 Sec. 1054. From the funds appropriated in part 1 for Focus:
6 HOPE, \$1,000,000.00 may be awarded to Focus: HOPE for education and
7 workforce development programming, early childhood, youth
8 development, food assistance, or community empowerment and
9 advocacy.
10

11 **WORKFORCE DEVELOPMENT AND UNEMPLOYMENT**

12 Sec. 1060. The department shall administer the PATH training
13 program in accordance with the requirements of section 407(d) of
14 title IV of the social security act, 42 USC 607, the state social
15 welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and all other
16 applicable laws and regulations.

17 Sec. 1061. From the funds appropriated in part 1 for workforce
18 programs subgrantees, the department may allocate funding for
19 grants to nonprofit organizations that offer programs pursuant to
20 the workforce innovation and opportunity act, 29 USC 3101 to 3361,
21 eligible youth focusing on apprenticeship readiness, pre-
22 apprenticeship and apprenticeship activities, entrepreneurship,
23 work-readiness skills, job shadowing, and financial literacy.
24 Organizations eligible for funding under this section must have the
25 capacity to provide similar programs in urban areas, as determined
26 by the United States Bureau of the Census according to the most
27 recent federal decennial census. Additionally, programs eligible
28 for funding under this section must include the participation of
29 local business partners. The department shall develop other

1 appropriate eligibility requirements to ensure compliance with
2 applicable federal rules and regulations.

3 Sec. 1062. From the funds appropriated in part 1, the
4 department shall make available, in person or by telephone, 1
5 disabled veterans outreach program specialist or local veterans
6 employment representative to Michigan Works! service centers, as
7 resources permit, during hours of operation, and shall continue to
8 make the appropriate placement of veterans and disabled veterans a
9 priority.

10 Sec. 1063. (1) In addition to the funds appropriated in part
11 1, any unencumbered and unrestricted federal workforce innovation
12 and opportunity act, 29 USC 3101 to 3361, or trade adjustment
13 assistance funds available from prior fiscal years are appropriated
14 for the purposes originally intended.

15 (2) The department shall report by February 15 to the relevant
16 senate and house of representatives appropriations subcommittees,
17 the senate and house fiscal agencies, and the state budget director
18 on the amount by fiscal year of federal workforce innovation and
19 opportunity act, 29 USC 3101 to 3361, funds appropriated under this
20 section.

21 Sec. 1064. The department shall provide a report on Going pro
22 expenditures, by program or grant type, for the prior fiscal year.
23 In addition, the report shall include projected expenditures, by
24 program or grant type, for the current fiscal year. The report
25 shall be posted online and distributed to the chairpersons of the
26 senate and house of representatives standing committees on
27 appropriations, the chairpersons of the relevant senate and house
28 of representatives appropriations subcommittees, the senate and
29 house fiscal agencies, and the state budget director by March 15.

1 Sec. 1065. The department shall publish data and reports on
2 March 15 and September 30 on the department website concerning the
3 status of career technology and Going pro funded in part 1. The
4 report shall include the following:

5 (a) The number of awardees participating in the program and
6 the names of those awardees organized by major industry group.

7 (b) The amount of funding received by each awardee under the
8 program.

9 (c) Amount of funding leveraged from each awardee.

10 (d) Training models established by each awardee.

11 (e) The number of individuals enrolled in classroom training,
12 on-the-job training, or new USDOL registered apprentices.

13 (f) The number of qualified employees who completed the
14 approved training.

15 (g) The number of applications received and the number of
16 grants awarded for each region.

17 (h) The number of individuals hired and trained.

18 (i) The department shall expand workforce training and
19 reemployment services to better connect workers to in-demand jobs
20 and identify specific outcomes with performance metrics for this
21 initiative, including, but not limited to, new apprenticeships,
22 individuals to be hired and trained, current employees trained,
23 training completed, and employment retention rate at 6 months, and
24 hourly wage at 6 months.

25 Sec. 1066. To the extent consistent with sections 7 and 9 of
26 the Going pro talent fund act, 2018 PA 260, MCL 408.157 and
27 408.159, the department shall administer the program as follows:

28 (a) The department shall work cooperatively with grantees to
29 maximize the amount of funds from part 1 that are available for

1 direct training.

2 (b) The department, workforce development partners, including
3 regional Michigan Works! agencies, and employers shall collaborate
4 and work cooperatively to prioritize and streamline the expenditure
5 of the funds appropriated in part 1. The department shall ensure
6 that Going pro provides a collaborative statewide network of
7 workforce and employee skill development partners that addresses
8 the employee talent needs throughout the state.

9 (c) The department shall ensure that grants are utilized for
10 individual skill enhancement and to address in-demand talent needs
11 in Michigan.

12 (d) The department shall develop program goals and detailed
13 guidance for prospective participants to follow to qualify under
14 the program. The program goals and detailed guidance shall be
15 posted on the department website and distributed to workforce
16 development partners, including local Michigan Works! agencies, by
17 October 1. Periodic assessments of employer and employee needs
18 shall be evaluated on a regional basis, and the department shall
19 identify solutions and goals to be implemented to satisfy those
20 needs. The department shall notify the senate and house of
21 representatives standing committees on appropriations, the relevant
22 senate and house of representatives appropriations subcommittees,
23 the senate and house fiscal agencies, and the state budget director
24 on any program goal, solution, or guidance changes not fewer than
25 14 days prior to the finalization and publication of the changes.
26 Revenue received by the department for Going pro may be expended
27 for the purpose of those programs.

28 (e) Up to \$5,000,000.00 of the funds may be expended to match
29 federal funds to improve and increase the skill level of employees

1 in skilled trades and manufacturing processes within the changing
2 manufacturing environment.

3 Sec. 1068. (1) Of the funds appropriated in part 1 for the
4 workforce training programs, the department shall provide a report
5 by March 15 to the relevant senate and house of representatives
6 appropriation subcommittees, the state budget director, and the
7 senate and house fiscal agencies on the status of the workforce
8 training programs. The report shall include the following:

9 (a) The amount of funding allocated to each Michigan Works!
10 agency and the total funding allocated to the workforce training
11 programs statewide by fund source.

12 (b) The number of participants enrolled in education or
13 training programs by each Michigan Works! agency.

14 (c) The average duration of training for training program
15 participants by each Michigan Works! agency.

16 (d) The number of participants enrolled in remedial education
17 programs and the number of participants enrolled in literacy
18 programs.

19 (e) The number of participants enrolled in programs at 2-year
20 institutions.

21 (f) The number of participants enrolled in programs at 4-year
22 institutions.

23 (g) The number of participants enrolled in proprietary schools
24 or other technical training programs.

25 (h) The number of participants that have completed education
26 or training programs.

27 (i) The number of participants who secured employment in
28 Michigan within 1 year of completing a training program.

29 (j) The number of participants who completed a training

1 program and secured employment in a field related to their
2 training.

3 (k) The average wage earned by participants who completed a
4 training program and secured employment within 1 year.

5 (l) The actual revenues received by the fund source and fund
6 appropriated for each discrete workforce development program area.

7 (2) Data collection for the report shall be for the prior
8 state fiscal year.

9 Sec. 1069. (1) Funds appropriated in part 1 for workforce
10 development program may be used for employment and training-related
11 services and to assist Healthy Michigan plan recipients to secure
12 and maintain training and employment. The department shall work
13 with the department of health and human services to coordinate with
14 and complement existing employment-related services for Healthy
15 Michigan plan recipients.

16 (2) Funds appropriated in part 1 for workforce development
17 programs may also be used to hire additional department field staff
18 to educate impacted Healthy Michigan plan recipients on
19 requirements and available services, make referrals, assess and
20 address barriers to employment, and manage other caseload-related
21 impacts resulting from the implementation of sections 107a and 107b
22 of the social welfare act, 1939 PA 280, MCL 400.107a and 400.107b.

23 (3) The department shall report quarterly to the senate and
24 house appropriations committees, the senate and house fiscal
25 agencies, and the state budget director on the implementation of
26 work engagement requirement employment supports and services. The
27 report shall include, but need not be limited to, all of the
28 following:

29 (a) The number of recipients currently receiving employment

1 supports and services under this section.

2 (b) The total year-to-date number of recipients who have
3 received employment supports and services under this section.

4 (c) The number of recipients who secured employment in this
5 state after receiving employment supports and services under this
6 section.

7 (d) The total year-to-date number of field staff hired to
8 provide supports and services under this section.

9 (e) A summary of employment supports and services provided
10 under this section.

11 Sec. 1070. (1) From the funds appropriated in part 1 for Going
12 pro, \$1,500,000.00 must be awarded for a program to assist adults
13 over the age of 23 in obtaining high school diplomas and placement
14 in career training programs.

15 (2) For purposes of this section, an eligible program provider
16 may be a public, nonprofit, or private accredited diploma-granting
17 institution, but must have at least 2 years of experience providing
18 dropout recovery services in this state.

19 (3) The department shall issue a request for qualifications
20 for eligible program providers to participate in the pilot program.
21 To be considered a qualified program provider, the institution must
22 possess all of the following:

23 (a) Experience providing dropout reengagement services.

24 (b) Ability to provide academic intake assessments.

25 (c) Capacity to provide an integrated learning plan.

26 (d) Course catalog that includes access to all graduation
27 requirements.

28 (e) Capability to provide remediation coursework.

29 (f) Means to provide academic resilience assessment and

1 intervention.

2 (g) Capacity to provide employability skills development.

3 (h) Ability to provide WorkKeys preparation.

4 (i) Ability to provide industry credentials.

5 (j) Capability to provide credit for on-the-job training.

6 (k) Access to a robust support framework, including
7 technology, social support, and academic support accredited by a
8 recognized accrediting body.

9 (4) The department shall announce qualified program providers
10 no later than January 1, 2022. Qualified program providers must
11 start providing programming by February 1, 2022.

12 (5) The department shall reimburse qualified program providers
13 for each month of satisfactory monthly progress as described in
14 section 23a of the state school aid act, 1979 PA 94, MCL 388.1623a,
15 at a rate of \$500.00 per month. A payment shall be made to a
16 qualified program provider for the completion of the following by a
17 pupil:

18 (a) \$500.00 for the completion of an employability skills
19 certification program equal to at least 1 unit of high school
20 credit obtained through classroom or online instruction.

21 (b) \$250.00 for the attainment of an industry-recognized
22 credential requiring up to 50 hours of training.

23 (c) \$500.00 for the attainment of an industry-recognized
24 credential requiring 50 to 100 hours of training.

25 (d) \$750.00 for the attainment of an industry-recognized
26 credential requiring more than 100 hours of training.

27 (e) \$1,000.00 for attainment of a high school diploma.

28 (f) \$2,500.00 for placement in a job in an in-demand career
29 pathway.

1 (6) The department shall develop policies and guidelines to
2 implement this section.

3 Sec. 1071. From the funds appropriated in part 1 for at-risk
4 youth grants, \$3,750,000.00 must be awarded to the Michigan
5 franchise holder of the national Jobs for America's Graduates
6 program.

7 Sec. 1072. (1) From the funds appropriated in part 1 for high
8 school equivalency-to-school program, the department shall allocate
9 \$250,000.00 for the purpose of funding the cost of high school
10 equivalency testing and certification as provided by this section.
11 The department shall administer a Michigan high school equivalency-
12 to-school program, which shall cover the cost of providing the high
13 school equivalency test free of charge to individuals who meet all
14 of the following requirements:

15 (a) The individual has not previously been administered a high
16 school equivalency test free of charge under this section.

17 (b) The individual meets at least 1 of the following
18 requirements:

19 (i) Prior to taking the high school equivalency test, the
20 individual successfully completed a department-approved high school
21 equivalency preparation program.

22 (ii) Prior to taking the high school equivalency test, the
23 individual completed the official high school equivalency practice
24 test and the individual's score indicated that he or she is likely
25 to pass.

26 (2) A department-approved high school equivalency preparation
27 program shall include all of the following:

28 (a) Instructional and tutorial assistances.

29 (b) High school equivalency test practice.

1 (c) Required attendance at program instructional sessions.

2 (d) A curriculum that prepares students for opportunities in
3 postsecondary education and the job market.

4 (e) Information on potential postsecondary and career
5 pathways.

6 (f) Counseling on preparing for and applying to college.

7 (g) Personal and job readiness skills development.

8 (h) Comprehensive information on college costs and financial
9 aid.

10 (i) College and career assessments.

11 (j) Computer-based instruction, practice, or remediation.

12 (3) The department shall post online an announcement of the
13 Michigan high school equivalency-to-school program, minimum
14 standards for high school equivalency preparation program approval,
15 and approval procedures.

16 (4) The department shall do all of the following:

17 (a) Develop procedures consistent with this section under
18 which individuals can take the high school equivalency test without
19 charge.

20 (b) Provide program information for educators and students on
21 the department website, including explanations of the procedures
22 developed under this subsection, and contact information for
23 questions about the program.

24 (c) Provide an estimate of the full-year cost of the program
25 to the senate and house appropriations subcommittees on general
26 government, the senate and house fiscal agencies, and the state
27 budget director.

28 (5) By September 30, the department shall report to the
29 relevant senate and house appropriations subcommittees, the senate

1 and house fiscal agencies, and the state budget director on
2 utilization of the high school equivalency incentive program,
3 including numbers of high school equivalency certifications issued
4 by location, year-to-date expenditures, and numbers of participants
5 qualifying under subsection (1)(b)(i) or (ii), or both.

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

13 (a) The purpose of the project is to fund the cost of high
14 school equivalency testing and certification for certain
15 individuals as provided by this section.

16 (b) The projects will be accomplished by utilizing state
17 employees or contracts with private vendors, or both.

18 (c) The total estimated cost of the project is \$250,000.00.

19 (d) The tentative completion date is September 30, 2026.

20 Sec. 1074. (1) The funds appropriated in part 1 for the
21 Michigan reconnect grant program shall be distributed pursuant to
22 this section.

23 (2) As a condition of receiving the funds appropriated in part
24 1 for the Michigan reconnect grant program, the department shall
25 allocate 10.0 FTE positions for navigators who provide support
26 services for Michigan reconnect grant program students and 2.0 FTE
27 positions for oversight and implementation of the Michigan
28 reconnect grant program.

29 Sec. 1075. (1) From the funds appropriated in part 1, the

1 department on behalf of the unemployment insurance agency shall
2 provide a quarterly report within 15 days after the end of each
3 quarter to the members of the senate and house committees on
4 appropriations, the senate and house fiscal agencies, and the state
5 budget director that includes, but is not limited to, the
6 following:

7 (a) The 4-week average number of unique claimants.

8 (b) The 4-week average number of eligible claimants with
9 certification.

10 (c) The 4-week average number of claims paid.

11 (d) The total amount of standard unemployment insurance
12 payments paid for the month.

13 (e) The total amount of unemployment insurance tax generated
14 for the quarter.

15 (f) The balance of the Michigan unemployment trust fund at the
16 end of the quarter.

17 (2) The department shall include the same information required
18 in subsection (1) for the previous 12 months. The department shall
19 include the most recent quarterly report on the department's
20 webpage.

21 Sec. 1076. From the funds appropriated in part 1, the
22 department shall provide a quarterly report within 15 days after
23 the end of each quarter to the members of the senate and house
24 committees on appropriations, the senate and house fiscal agencies,
25 and the state budget director that includes, but is not limited to,
26 the following:

27 (a) The number of new fraudulent and noncompliant cases that
28 have been identified or issued by the unemployment insurance
29 agency, classified by employer or claimant, during the quarter.

1 (b) The total amount of penalties and interest issued on
2 fraudulent and noncompliant cases during the quarter.

3 (c) The total amount of penalties and interest dollars
4 received during the quarter by employer or claimant.

5 (d) The total amount of penalties and interest still owed to
6 the state by employer or claimant.

7 (e) The number of fraudulent and noncompliant cases that have
8 been appealed by an employer or claimant during the quarter.

9 Sec. 1077. Funds appropriated in part 1 for the unemployment
10 insurance agency may be used by the unemployment insurance agency
11 to increase capacity by an estimated 485 term-limited employees or
12 contractors only if the unemployment insurance agency provides
13 full-time, in-person services at all existing unemployment
14 insurance local offices by October 1, 2021.

15 Sec. 1078. (1) From the funds appropriated in part 1 for the
16 unemployment insurance agency, the department shall maintain
17 customer service standards for employers and claimants making use
18 of the various means by which they can access the system.

19 (2) The department shall identify specific outcomes and
20 performance metrics for this initiative, including, but not limited
21 to, the following:

22 (a) Unemployment benefit fund balance.

23 (b) Process improvement - fiscal integrity.

24 (c) Process improvement - determination timeliness.

25 (d) Process improvement - determination quality.

26 Sec. 1079. (1) The department shall provide reporting
27 regarding the interagency agreement with the department of health
28 and human services, which concerns TANF funding to provide job
29 readiness and welfare-to-work programming. The reporting shall

1 include specific outcome and performance reporting requirements as
2 described in this section. TANF funding provided to the department
3 in the current fiscal year is contingent on compliance with the
4 data and reporting requirements described in this section. The
5 department shall provide all of the following items for the
6 previous year to the senate and house appropriations committees and
7 the senate and house fiscal agencies by January 1 of the current
8 fiscal year:

9 (a) An itemized spending report on TANF funding, including all
10 of the following:

11 (i) Direct services to clients.

12 (ii) Administrative expenditures.

13 (b) The number of family independence program clients served
14 through the TANF funding, including all of the following:

15 (i) The number and percentage who obtained employment through
16 Michigan Works!

17 (ii) The number and percentage who fulfilled their TANF work
18 requirement through other job readiness programming.

19 (iii) Average TANF spending per client.

20 (iv) The number and percentage of clients who were referred to
21 Michigan Works! but did not receive a job or job readiness
22 placement and the reasons why.

23 (2) Not later than March 15 of the current fiscal year, the
24 department shall provide to the senate and house appropriations
25 subcommittees on the department budget, the senate and house
26 appropriations subcommittees on health and human services, the
27 senate and house fiscal agencies, and the senate and house policy
28 offices an annual report on the following matters itemized by
29 Michigan Works! agency: the number of referrals to Michigan Works!

1 job readiness programs, the number of referrals to Michigan Works!
2 job readiness programs who became a participant in the Michigan
3 Works! job readiness programs, the number of participants who
4 obtained employment, and the cost per participant case.

5
6 **REHABILITATION SERVICES**

7 Sec. 1081. The Michigan rehabilitation services and bureau of
8 services for blind persons shall work collaboratively with service
9 organizations and government entities to identify allowable match
10 dollars to secure available federal vocational rehabilitation
11 funds.

12 Sec. 1082. From the funds appropriated in part 1, the
13 department shall provide an annual report by February 1 to the
14 house and senate appropriations subcommittees on the department
15 budget, the house and senate fiscal agencies, the house and senate
16 policy offices, and the state budget director on efforts taken to
17 improve the Michigan rehabilitation services. The report shall
18 include all of the following line items:

19 (a) Reductions and changes in administration costs and
20 staffing.

21 (b) Service delivery plans and implementation steps achieved.

22 (c) Reorganization plans and implementation steps achieved.

23 (d) Plans to integrate Michigan rehabilitative services
24 programs into other services provided by the department.

25 (e) Quarterly expenditures by major spending category.

26 (f) Employment and job retention rates from both Michigan
27 rehabilitation services and its nonprofit partners.

28 (g) Success rate of each district in achieving the program
29 goals.

1 Sec. 1083. (1) From the funds appropriated in part 1 for
2 Michigan rehabilitation services, the department shall allocate
3 \$50,000.00 along with available federal match to support the
4 provision of vocational rehabilitation services to eligible
5 agricultural workers with disabilities. Authorized services shall
6 assist agricultural workers with disabilities in acquiring or
7 maintaining quality employment and independence.

8 (2) By March 1 of the current fiscal year, the department
9 shall report to the senate and house appropriations subcommittees
10 on the department budget, the senate and house fiscal agencies, the
11 senate and house policy offices, and the state budget director on
12 the total number of clients served and the total amount of federal
13 matching funds obtained throughout the duration of the program.

14 Sec. 1084. (1) It is the intent of the legislature that
15 Michigan rehabilitation services shall not implement an order of
16 selection for vocational and rehabilitative services. If the
17 department is at risk of entering into an order of selection for
18 services, the department shall notify the chairs of the senate and
19 house appropriations subcommittees on the department budget and the
20 senate and house fiscal agencies and policy offices within 2 weeks
21 of receiving notification.

22 (2) It is the intent of the legislature that the department
23 coordinate with Michigan rehabilitation services, Michigan Works!,
24 local technological and trade schools and programs, local community
25 mental health offices, and other local entities, public and
26 private, in order to fully utilize open Michigan rehabilitation
27 services programming space, regardless of eligibility criteria.

28 Sec. 1085. From the funds appropriated in part 1 for Michigan
29 rehabilitation services, the department shall allocate

1 \$6,100,300.00, including federal matching funds, to service
2 authorizations with community-based rehabilitation organizations
3 for an array of needed services throughout the rehabilitation
4 process.

5 Sec. 1086. (1) Funds appropriated in part 1 for independent
6 living shall be used to support the general operations of centers
7 for independent living in delivering mandated independent living
8 services in compliance with federal rules and regulations for the
9 centers, by existing centers for independent living to serve
10 underserved areas, and for projects to build the capacity of
11 centers for independent living to deliver independent living
12 services. Applications for the funds shall be reviewed in
13 accordance with criteria and procedures established by the
14 department. The funds appropriated in part 1 may be used to
15 leverage federal vocational rehabilitation innovation and expansion
16 funds consistent with 34 CFR 361.35, up to \$5,543,000.00, if
17 available. If the possibility of matching federal funds exists, the
18 centers for independent living network will negotiate a mutually
19 beneficial contractual arrangement with Michigan rehabilitation
20 services. Funds shall be used in a manner consistent with the state
21 plan for independent living. Services provided should assist people
22 with disabilities to move toward self-sufficiency, including
23 support for accessing transportation and health care, obtaining
24 employment, community living, nursing home transition, information
25 and referral services, education, youth transition services,
26 veterans, and stigma reduction activities and community education.
27 This includes the independent living guide services that
28 specifically focus on economic self-sufficiency.

29 (2) In partnership with service providers, the department

1 shall provide a report by March 1 of the current fiscal year to the
2 relevant subcommittees, the house and senate appropriations
3 committees, the house and senate fiscal agencies, the house and
4 senate policy offices, and the state budget director on direct
5 customer and system outcomes and performance measures.

6 Sec. 1087. (1) The appropriation in part 1 for the bureau of
7 services for blind persons includes funds for case services. These
8 funds may be used for tuition payments for blind clients.

9 (2) Revenue collected by the bureau of services for blind
10 persons and from private and local sources that is unexpended at
11 the end of the fiscal year may carry forward to the subsequent
12 fiscal year.

13 Sec. 1088. The bureau of services for blind persons may
14 provide and enter into agreements to provide general services,
15 training, meetings, information, special equipment, software,
16 facility use, and technical consulting services to other principal
17 executive departments, state agencies, local units of government,
18 the judicial branch of government, other organizations, and patrons
19 of department facilities. The department may charge fees for these
20 services that are reasonably related to the cost of providing the
21 services. In addition to the funds appropriated in part 1, funds
22 collected by the department for these services are appropriated for
23 all expenses necessary. The funds appropriated under this section
24 are allotted for expenditure when they are received by the
25 department of treasury.

26 Sec. 1089. (1) The funds appropriated in part 1 for a regional
27 or subregional library shall not be released until a budget for
28 that regional or subregional library has been approved by the
29 department for expenditures for library services directly serving

1 the blind and persons with disabilities.

2 (2) In order to receive subregional state aid as appropriated
3 in part 1, a regional or subregional library's fiscal agency shall
4 agree to maintain local funding support at the same level in the
5 current fiscal year as in the fiscal agency's preceding fiscal
6 year. If a reduction in expenditures equally affects all agencies
7 in a local unit of government that is the regional or subregional
8 library's fiscal agency, that reduction shall not be interpreted as
9 a reduction in local support and shall not disqualify a regional or
10 subregional library from receiving state aid under part 1. If a
11 reduction in income affects a library cooperative or district
12 library that is a regional or subregional library's fiscal agency
13 or a reduction in expenditures for the regional or subregional
14 library's fiscal agency, a reduction in expenditures for the
15 regional or subregional library shall not be interpreted as a
16 reduction in local support and shall not disqualify a regional or
17 subregional library from receiving state aid under part 1.

18
19 **COMMISSIONS**

20 Sec. 1090. From the funds appropriated in part 1, the office
21 of global Michigan is to coordinate with the Asian Pacific American
22 affairs commission, the Commission on Middle Eastern American
23 affairs, and the Hispanic/Latino commission of Michigan to produce
24 a report by January 31 that is to be transmitted to the senate and
25 house subcommittee chairpersons of the relevant subcommittees, the
26 senate and house appropriations committees, the senate and house
27 fiscal agencies, and the state budget director. The report shall
28 include, but is not limited to, the following:

29 (a) Total number of people with whom each commission directly

1 interacts through programming.

2 (b) Total number of public events that each commission
3 conducted.

4 (c) Description of the activities that the commissions
5 initiated to promote cooperation between the commissions.

6 (d) Total number of meetings that each commission held with
7 foreign diplomats.

8 (e) Programmatic costs of each commission.

9 Sec. 1091. An expenditure of funds appropriated in part 1 by
10 the Asian Pacific American affairs commission, the commission on
11 Middle Eastern American affairs, or the Hispanic/Latino commission
12 of Michigan for a commission event must be directly related to the
13 mission statement of that commission.

14 Sec. 1092. The office of global Michigan must produce a report
15 by January 31 and transmit the report to the subcommittees, the
16 senate and house fiscal agencies, and the state budget director.
17 The report may include other information, but it must include all
18 of the following:

19 (a) A description of the major programs and activities of the
20 office of global Michigan and the number of individuals served
21 through those programs.

22 (b) The number of job seekers and the number of employers that
23 the office has served through the Michigan international talent
24 solutions program.

25 (c) A description of the activities that the office has
26 conducted to attract and retain international, advanced degree, and
27 entrepreneurial talent.

28

29

STATE BUILDING AUTHORITY

Sec. 1100. (1) Subject to section 242 of the management and budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the state building authority, the department of treasury may expend from the general fund of the state during the fiscal year an amount to meet the cash flow requirements of those state building authority projects solely for lease to a state agency identified in both part 1 and this section, and for which state building authority bonds or notes have not been issued, and for the sole acquisition by the state building authority of equipment and furnishings for lease to a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized by a legislative appropriation act that is effective for the immediately preceding fiscal year. Any general fund advances for which state building authority bonds have not been issued shall bear an interest cost to the state building authority at a rate not to exceed that earned by the state treasurer's common cash fund during the period in which the advances are outstanding and are repaid to the general fund of the state.

(2) Upon sale of bonds or notes for the projects identified in part 1 or for equipment as authorized by a legislative appropriation act and in this section, the state building authority shall credit the general fund of the state an amount equal to that expended from the general fund plus interest, if any, as defined in this section.

(3) For state building authority projects for which bonds or notes have been issued and upon the request of the state building authority, the state treasurer shall make advances without interest

1 from the general fund as necessary to meet cash flow requirements
2 for the projects, which advances shall be reimbursed by the state
3 building authority when the investments earmarked for the financing
4 of the projects mature.

5 (4) In the event that a project identified in part 1 is
6 terminated after final design is complete, advances made on behalf
7 of the state building authority for the costs of final design shall
8 be repaid to the general fund in a manner recommended by the
9 director.

10 Sec. 1102. (1) State building authority funding to finance
11 construction or renovation of a facility that collects revenue in
12 excess of money required for the operation of that facility shall
13 not be released to a university or community college unless the
14 institution agrees to reimburse that excess revenue to the state
15 building authority. The excess revenue shall be credited to the
16 general fund to offset rent obligations associated with the
17 retirement of bonds issued for that facility. The auditor general
18 shall annually identify and present an audit of those facilities
19 that are subject to this section. Costs associated with the
20 administration of the audit shall be charged against money
21 recovered pursuant to this section.

22 (2) As used in this section, "revenue" includes state
23 appropriations, facility opening money, other state aid, indirect
24 cost reimbursement, and other revenue generated by the activities
25 of the facility.

26 Sec. 1103. The state building authority shall provide to the
27 JCOS, senate and house fiscal agencies, and state budget director a
28 report relative to the status of construction projects associated
29 with state building authority bonds as of September 30 of each

year, on or before October 15, or not more than 30 days after a refinancing or restructuring bond issue is sold. The report shall include, but is not limited to, the following:

(a) A list of all completed construction projects for which state building authority bonds have been sold, and which bonds are currently active.

(b) A list of all projects under construction for which sale of state building authority bonds is pending.

(c) A list of all projects authorized for construction or identified in an appropriations act for which approval of schematic/preliminary plans or total authorized cost is pending that have state building authority bonds identified as a source of financing.

REVENUE STATEMENT

Sec. 1201. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2021-2022

	Beginning Balance	Estimated Revenue	Ending Balance
OPERATING FUNDS			
General fund/general purpose	1,005.6	10,462.7	74.4
School aid fund	306.7	16,351.2	8.8
Federal aid	0.0	25,087.6	0.0
Transportation funds	0.0	6,898.3	0.0
Special revenue funds	1,052.4	6,874.2	944.6

1	Other funds	1,059.4	20.3	1,079.7
2	TOTALS	\$3,424.1	\$65,694.3	\$2,107.5

3

4 ARTICLE 6

5 DEPARTMENT OF HEALTH AND HUMAN SERVICES

6 PART 1

7 LINE-ITEM APPROPRIATIONS

8 Sec. 101. There is appropriated for the department of health
9 and human services for the fiscal year ending September 30, 2022,
10 from the following funds:

11 DEPARTMENT OF HEALTH AND HUMAN SERVICES

12 APPROPRIATION SUMMARY

13	Full-time equated unclassified positions	6.0	
14	Full-time equated classified positions	15,538.5	
15	Average population	770.0	
16	GROSS APPROPRIATION		\$ 31,214,648,000
17	Interdepartmental grant revenues:		
18	Total interdepartmental grants and		
19	intradepartmental transfers		13,791,400
20	ADJUSTED GROSS APPROPRIATION		\$ 31,200,856,600
21	Federal revenues:		
22	Social security act, temporary assistance for		
23	needy families		527,840,000
24	Capped federal revenues		467,101,400
25	Total other federal revenues		21,674,159,700
26	Special revenue funds:		
27	Total local revenues		166,146,200
28	Total private revenues		166,036,500

1	Michigan merit award trust fund		61,268,700
2	Total other state restricted revenues		2,925,363,400
3	State general fund/general purpose	\$	5,212,940,700
4	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
5	SUPPORT		
6	Full-time equated unclassified positions	6.0	
7	Full-time equated classified positions	806.4	
8	Unclassified salaries--FTE positions	6.0	\$ 1,266,900
9	Administrative hearings officers		9,834,500
10	Demonstration projects--FTEs	7.0	7,070,800
11	Departmental administration and management--		
12	FTEs	582.4	95,719,100
13	Office of inspector general--FTEs	197.0	25,366,300
14	Property management		63,784,000
15	Terminal leave payments		7,092,100
16	Training and program support--FTEs	20.0	2,573,700
17	Worker's compensation		7,740,500
18	GROSS APPROPRIATION	\$	220,447,900
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from department of education		1,888,100
22	IDG from department of technology, management,		
23	and budget - office of retirement services		600
24	Federal revenues:		
25	Social security act, temporary assistance for		
26	needy families		24,332,100
27	Capped federal revenues		18,419,200
28	Total other federal revenues		69,660,900

1	Special revenue funds:		
2	Total local revenues		86,000
3	Total private revenues		3,847,100
4	Total other state restricted revenues		1,301,400
5	State general fund/general purpose	\$	100,912,500
6	Sec. 103. CHILD SUPPORT ENFORCEMENT		
7	Full-time equated classified positions	193.7	
8	Child support enforcement operations--FTEs	187.7	\$ 20,791,500
9	Child support incentive payments		24,409,600
10	Legal support contracts		113,600,300
11	State disbursement unit--FTEs	6.0	7,344,600
12	GROSS APPROPRIATION	\$	166,146,000
13	Appropriated from:		
14	Federal revenues:		
15	Capped federal revenues		14,839,600
16	Total other federal revenues		127,720,800
17	State general fund/general purpose	\$	23,585,600
18	Sec. 104. COMMUNITY SERVICES AND OUTREACH		
19	Full-time equated classified positions	75.6	
20	Bureau of community services and outreach--FTEs	24.0	\$ 3,419,700
21	Child advocacy centers--FTEs	0.5	2,407,000
22	Community services and outreach administration--		
23	-FTEs	18.0	2,663,700
24	Community services blockgrant		25,840,000
25	Crime victim grants administration services--		
26	FTEs	17.0	3,001,300
27	Crime victim justice assistance grants		98,579,300
28	Crime victim rights services grants		19,869,900

1	Domestic violence prevention and treatment--		
2	FTEs	15.6	18,255,500
3	Homeless programs		23,282,500
4	Housing and support services		13,031,000
5	Human trafficking intervention services		200,000
6	Rape prevention and services--FTEs	0.5	5,097,300
7	Runaway and homeless youth grants		7,784,000
8	School success partnership program		525,000
9	Uniform statewide sexual assault evidence kit		
10	tracking system		800,000
11	Weatherization assistance		15,505,000
12	GROSS APPROPRIATION	\$	240,261,200
13	Appropriated from:		
14	Federal revenues:		
15	Social security act, temporary assistance for		
16	needy families		16,724,200
17	Capped federal revenues		62,161,000
18	Total other federal revenues		116,199,000
19	Special revenue funds:		
20	Compulsive gambling prevention fund		1,040,500
21	Sexual assault evidence tracking fund		800,000
22	Sexual assault victims' prevention and		
23	treatment fund		3,000,000
24	Child advocacy centers fund		1,407,000
25	Crime victim's rights fund		18,740,800
26	State general fund/general purpose	\$	20,188,700
27	Sec. 105. CHILDREN'S SERVICES AGENCY - CHILD		
28	WELFARE		

1	Full-time equated classified positions	4,127.2	
2	Adoption subsidies		\$ 192,136,400
3	Adoption support services--FTEs	10.0	33,018,300
4	Attorney general contract		5,191,100
5	Child abuse and neglect - children's justice		
6	act--FTE	1.0	624,200
7	Child care fund		255,529,500
8	Child care fund - indirect cost allotment		3,500,000
9	Child protection		1,050,300
10	Child welfare administration travel		390,000
11	Child welfare field staff - noncaseload		
12	compliance--FTEs	353.0	40,279,000
13	Child welfare institute--FTEs	51.0	9,131,200
14	Child welfare licensing--FTEs	59.0	7,187,400
15	Child welfare medical/psychiatric evaluations		10,169,800
16	Children's protective services - caseload		
17	staff--FTEs	1,615.0	166,891,000
18	Children's protective services supervisors--		
19	FTEs	387.0	46,747,800
20	Children's services administration--FTEs	196.2	22,329,500
21	Children's trust fund--FTEs	12.0	4,720,100
22	Contractual services, supplies, and materials		9,567,600
23	Court-appointed special advocates		500,000
24	Education planners--FTEs	15.0	1,627,400
25	Family preservation and prevention services		
26	administration--FTEs	9.0	1,251,900
27	Family preservation programs--FTEs	15.0	47,548,100
28	Foster care payments		258,110,300

1	Foster care services - caseload staff--FTEs	966.0	95,424,900
2	Foster care services supervisors--FTEs	227.0	30,222,200
3	Guardianship assistance program		10,279,600
4	Interstate compact		179,600
5	Peer coaches--FTEs	45.5	6,128,600
6	Performance based funding implementation--FTEs	3.0	1,363,100
7	Performance based funding model pilot		41,112,100
8	Permanency resource managers--FTEs	28.0	3,394,800
9	Prosecuting attorney contracts		8,142,800
10	Raise the age fund		9,150,000
11	Second line supervisors and technical staff--		
12	FTEs	126.0	19,374,000
13	Settlement monitor		2,219,900
14	Strong families/safe children		12,564,200
15	Title IV-E compliance and accountability		
16	office--FTEs	4.0	446,700
17	Youth in transition--FTEs	4.5	8,175,700
18	GROSS APPROPRIATION		\$ 1,365,679,100
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from department of education		235,200
22	Federal revenues:		
23	Social security act, temporary assistance for		
24	needy families		323,432,000
25	Capped federal revenues		108,843,400
26	Total other federal revenues		275,856,300
27	Special revenue funds:		
28	Local funds - county chargeback		45,745,200

1	Private - collections		1,200,000
2	Children's trust fund		2,895,300
3	State general fund/general purpose	\$	607,471,700
4	Sec. 106. CHILDREN'S SERVICES AGENCY - JUVENILE		
5	JUSTICE		
6	Full-time equated classified positions	120.5	
7	Bay Pines Center--FTEs	47.0	\$ 5,742,300
8	Committee on juvenile justice administration--		
9	FTEs	2.5	359,500
10	Committee on juvenile justice grants		3,000,000
11	Community support services--FTEs	3.0	2,131,700
12	County juvenile officers		3,904,300
13	Juvenile justice, administration and		
14	maintenance--FTEs	21.0	3,731,400
15	Shawono Center--FTEs	47.0	5,758,900
16	GROSS APPROPRIATION	\$	24,628,100
17	Appropriated from:		
18	Federal revenues:		
19	Capped federal revenues		8,554,600
20	Special revenue funds:		
21	Local funds - state share education funds		1,351,000
22	Local funds - county chargeback		4,692,800
23	State general fund/general purpose	\$	10,029,700
24	Sec. 107. PUBLIC ASSISTANCE		
25	Full-time equated classified positions	3.0	
26	Emergency services local office allocations	\$	8,813,500
27	Family independence program		59,751,700
28	Food assistance program benefits		3,032,468,000

1	Food Bank Council of Michigan		2,045,000
2	Indigent burial		4,369,100
3	Low-income home energy assistance program		174,951,600
4	Michigan energy assistance program--FTE	1.0	50,000,000
5	Refugee assistance program--FTEs	2.0	3,054,200
6	State disability assistance payments		4,029,500
7	State supplementation		57,799,300
8	State supplementation administration		1,806,100
9	GROSS APPROPRIATION		\$ 3,399,088,000
10	Appropriated from:		
11	Federal revenues:		
12	Social security act, temporary assistance for		
13	needy families		54,437,100
14	Capped federal revenues		178,005,800
15	Total other federal revenues		3,027,758,000
16	Special revenue funds:		
17	Child support collections		9,841,900
18	Supplemental security income recoveries		914,400
19	Public assistance recoupment revenue		5,000,000
20	Low-income energy assistance fund		50,000,000
21	State general fund/general purpose		\$ 73,130,800
22	Sec. 108. FIELD OPERATIONS AND SUPPORT SERVICES		
23	Full-time equated classified positions	5,764.5	
24	Administrative support workers--FTEs	221.0	\$ 13,900,000
25	Adult services field staff--FTEs	520.0	60,908,000
26	Contractual services, supplies, and materials		17,595,000
27	Donated funds positions--FTEs	238.0	28,104,400
28	Elder Law of Michigan MiCAFE contract		350,000

1	Electronic benefit transfer (EBT)		7,989,000
2	Employment and training support services		4,219,100
3	Field policy and administration--FTEs	119.0	18,572,200
4	Field staff travel		8,109,900
5	Food assistance reinvestment--FTEs	16.0	10,985,000
6	Medical/psychiatric evaluations		1,120,100
7	Nutrition education--FTEs	2.0	33,055,900
8	Pathways to potential--FTEs	231.0	24,803,600
9	Public assistance field staff--FTEs	4,417.5	471,827,100
10	GROSS APPROPRIATION		\$ 701,539,300
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG from department of corrections		120,200
14	IDG from department of education		7,757,100
15	Federal revenues:		
16	Social security act, temporary assistance for		
17	needy families		71,759,100
18	Capped federal revenues		53,662,900
19	Total other federal revenues		268,668,500
20	Special revenue funds:		
21	Local funds - donated funds		4,206,200
22	Private funds - donated funds		9,587,500
23	State general fund/general purpose		\$ 285,777,800
24	Sec. 109. DISABILITY DETERMINATION SERVICES		
25	Full-time equated classified positions	575.4	
26	Disability determination operations--FTEs	571.3	\$ 113,642,200
27	Retirement disability determination--FTEs	4.1	627,100
28	GROSS APPROPRIATION		\$ 114,269,300

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from department of technology, management,		
4	and budget - office of retirement services		803,700
5	Federal revenues:		
6	Total other federal revenues		109,539,000
7	State general fund/general purpose	\$	3,926,600
8	Sec. 110. BEHAVIORAL HEALTH PROGRAM		
9	ADMINISTRATION AND SPECIAL PROJECTS		
10	Full-time equated classified positions	117.0	
11	Behavioral health program administration--FTEs	86.0	\$ 45,297,500
12	Community substance use disorder prevention,		
13	education, and treatment--FTEs	9.0	78,005,200
14	Family support subsidy		11,832,400
15	Federal and other special projects		2,535,600
16	Gambling addiction--FTE	1.0	5,514,300
17	Mental health diversion council		3,850,000
18	Office of recipient rights--FTEs	21.0	2,856,600
19	Opioid response activities		67,155,600
20	Protection and advocacy services support		194,400
21	GROSS APPROPRIATION	\$	217,241,600
22	Appropriated from:		
23	Federal revenues:		
24	Social security act, temporary assistance for		
25	needy families		12,012,200
26	Total other federal revenues		162,854,000
27	Special revenue funds:		
28	Total private revenues		1,004,700

1	Total other state restricted revenues		7,798,500
2	State general fund/general purpose	\$	33,572,200
3	Sec. 111. BEHAVIORAL HEALTH SERVICES		
4	Full-time equated classified positions	12.0	
5	Autism services	\$	339,141,600
6	Behavioral health community supports and		
7	services		11,221,500
8	Certified community behavioral health clinic		
9	demonstration		25,597,300
10	Civil service charges		297,500
11	Community mental health non-Medicaid services		125,578,200
12	Federal mental health block grant--FTEs	5.0	20,595,700
13	Health homes		33,005,400
14	Healthy Michigan plan - behavioral health		603,614,300
15	Medicaid mental health services		3,015,097,600
16	Medicaid substance use disorder services		83,067,100
17	Multicultural integration funding		17,284,900
18	Multicultural integration funding - state		4,400,000
19	fiscal recovery funds		
20	Nursing home PAS/ARR-OBRA--FTEs	7.0	13,940,400
21	State disability assistance program substance		
22	use disorder services		2,018,800
23	GROSS APPROPRIATION	\$	4,294,860,300
24	Appropriated from:		
25			
26	Federal revenues:		
27	Coronavirus state fiscal recovery fund		4,400,000

1	Social security act, temporary assistance for		
2	needy families		421,000
3	Capped federal revenues		184,500
4	Total other federal revenues		2,951,015,200
5	Special revenue funds:		
6	Total local revenues		20,380,700
7	Total other state restricted revenues		44,362,800
8	State general fund/general purpose	\$	1,274,096,100
9	Sec. 112. STATE PSYCHIATRIC HOSPITALS AND		
10	FORENSIC MENTAL HEALTH SERVICES		
11	Full-time equated classified positions	2,453.6	
12	Average population	770.0	
13	Caro Regional Mental Health Center -		
14	psychiatric hospital - adult--FTEs	542.3	62,842,000
15	Average population	145.0	
16	Center for forensic psychiatry--FTEs	627.1	97,784,900
17	Average population	240.0	
18	Developmental disabilities council and		
19	projects--FTEs	10.0	3,136,100
20	Gifts and bequests for patient living and		
21	treatment environment		1,000,000
22	Hawthorn Center - psychiatric hospital -		
23	children and adolescents--FTEs	292.0	36,963,900
24	Average population	55.0	
25	IDEA, federal special education		120,000
26	Kalamazoo Psychiatric Hospital - adult--FTEs	564.8	74,110,700
27	Average population	170.0	

1	Purchase of medical services for residents of		
2	hospitals and centers		445,600
3	Revenue recapture		750,100
4	Special maintenance		924,600
5	Walter P. Reuther Psychiatric Hospital - adult-		
6	-FTEs	417.4	62,077,700
7	Average population	160.0	
8	GROSS APPROPRIATION	\$	340,155,600
9	Appropriated from:		
10	Federal revenues:		
11	Total other federal revenues		45,892,600
12	Special revenue funds:		
13	Total local revenues		23,134,000
14	Total private revenues		1,000,000
15	Total other state restricted revenues		15,125,900
16	State general fund/general purpose	\$	255,003,100
17	Sec. 113. HEALTH AND HUMAN SERVICES POLICY AND		
18	INITIATIVES		
19	Full-time equated classified positions	42.7	
20	Bone marrow donor and blood bank programs	\$	750,000
21	Certificate of need program administration--		
22	FTEs	11.8	2,813,300
23	Michigan essential health provider		3,519,600
24	Minority health grants and contracts--FTEs	3.0	1,133,400
25	Nurse education and research program--FTEs	3.0	811,000
26	Policy and planning administration--FTEs	20.9	5,171,700
27	Primary care services--FTEs	3.0	3,791,800
28	Rural health services--FTE	1.0	1,555,500

1	GROSS APPROPRIATION		\$ 19,546,300
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from department of education		2,400
5	IDG from department of licensing and regulatory		
6	affairs		811,000
7	IDG from department of treasury, Michigan		
8	finance authority		117,700
9	Federal revenues:		
10	Social security act, temporary assistance for		
11	needy families		280,200
12	Capped federal revenues		120,300
13	Total other federal revenues		5,723,400
14	Special revenue funds:		
15	Total private revenues		865,000
16	Total other state restricted revenues		3,220,800
17	State general fund/general purpose	\$	8,405,500
18	Sec. 114. EPIDEMIOLOGY, EMERGENCY MEDICAL		
19	SERVICES, AND LABORATORY		
20	Full-time equated classified positions	416.9	
21	Bioterrorism preparedness--FTEs	53.0	\$ 30,675,400
22	Childhood lead program--FTEs	4.5	2,322,700
23	Emergency medical services program--FTEs	20.0	6,954,900
24	Epidemiology administration--FTEs	82.5	25,445,000
25	Healthy homes program--FTEs	21.0	32,745,400
26	Laboratory services--FTEs	102.0	27,346,800
27	Newborn screening follow-up and treatment		
28	services--FTEs	10.5	7,897,800

1	PFAS and environmental contamination response--		
2	FTEs	48.0	20,276,600
3	Vital records and health statistics--FTEs	75.4	11,244,500
4	GROSS APPROPRIATION	\$	164,909,100
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from department of environment, Great		
8	Lakes, and energy		995,700
9	Federal revenues:		
10	Capped federal revenues		81,100
11	Total other federal revenues		77,183,700
12	Special revenue funds:		
13	Total private revenues		342,600
14	Total other state restricted revenues		31,106,200
15	State general fund/general purpose	\$	55,199,800
16	Sec. 115. LOCAL HEALTH AND ADMINISTRATIVE		
17	SERVICES		
18	Full-time equated classified positions	157.1	
19	AIDS prevention, testing, and care programs--		
20	FTEs	57.5	\$ 107,940,100
21	Cancer prevention and control program--FTEs	18.0	15,813,900
22	Chronic disease control and health promotion		
23	administration--FTEs	19.4	8,222,900
24	Diabetes and kidney program--FTEs	8.0	4,115,900
25	Essential local public health services		51,419,300
26	Implementation of 1993 PA 133, MCL 333.17015		20,000
27	Local health services--FTEs	3.3	8,707,600

1	Medicaid outreach cost reimbursement to local		
2	health departments		12,500,000
3	Public health administration--FTEs	9.0	2,025,600
4	Sexually transmitted disease control program--		
5	FTEs	20.0	6,168,200
6	Smoking prevention program--FTEs	15.0	3,851,100
7	Violence prevention--FTEs	6.9	12,699,000
8	GROSS APPROPRIATION		\$ 233,483,600
9	Appropriated from:		
10	Federal revenues:		
11	Total other federal revenues		87,032,700
12	Special revenue funds:		
13	Total local revenues		5,150,000
14	Total private revenues		73,540,400
15	Total other state restricted revenues		10,061,200
16	State general fund/general purpose		\$ 57,699,300
17	Sec. 116. FAMILY HEALTH SERVICES		
18	Full-time equated classified positions	135.1	
19	Child and adolescent health care and centers		\$ 9,342,700
20	Dental programs--FTEs	5.3	6,783,900
21	Drinking water declaration of emergency		4,621,000
22	Family, maternal, and child health		
23	administration--FTEs	55.0	10,261,200
24	Family planning local agreements		8,810,700
25	Immunization program--FTEs	15.8	19,092,200
26	Local MCH services		7,018,100
27	Pregnancy prevention program		1,464,600

1	Prenatal care and premature birth avoidance		
2	grant		1,000,000
3	Prenatal care outreach and service delivery		
4	support--FTEs	14.0	30,048,200
5	Special projects		6,289,100
6	Sudden and unexpected infant death and		
7	suffocation prevention program		321,300
8	Women, infants, and children program		
9	administration and special projects--FTEs	45.0	18,520,600
10	Women, infants, and children program local		
11	agreements and food costs		231,285,000
12	GROSS APPROPRIATION		\$ 354,858,600
13	Appropriated from:		
14	Federal revenues:		
15	Total other federal revenues		246,308,700
16	Special revenue funds:		
17	Total local revenues		10,917,700
18	Total private revenues		64,162,400
19	Total other state restricted revenues		4,046,200
20	State general fund/general purpose		\$ 29,423,600
21	Sec. 117. CHILDREN'S SPECIAL HEALTH CARE		
22	SERVICES		
23	Full-time equated classified positions	48.8	
24	Bequests for care and services--FTEs	2.8	\$ 1,837,100
25	Children's special health care services		
26	administration--FTEs	46.0	7,946,300
27	Medical care and treatment		288,263,600
28	Nonemergency medical transportation		801,200

1	Outreach and advocacy		5,510,000
2	GROSS APPROPRIATION	\$	304,358,200
3	Appropriated from:		
4	Federal revenues:		
5	Total other federal revenues		170,379,600
6	Special revenue funds:		
7	Total private revenues		1,015,500
8	Total other state restricted revenues		4,183,300
9	State general fund/general purpose	\$	128,779,800
10	Sec. 118. AGING AND ADULT SERVICES AGENCY		
11	Full-time equated classified positions	47.0	
12	Aging and adult services administration--FTEs	47.0	\$ 9,311,600
13	Community services		51,780,500
14	Employment assistance		3,500,000
15	Nutrition services		46,554,200
16	Respite care program		6,468,700
17	Senior volunteer service programs		4,765,300
18	GROSS APPROPRIATION	\$	122,380,300
19	Appropriated from:		
20	Federal revenues:		
21	Capped federal revenues		249,700
22	Total other federal revenues		65,094,200
23	Special revenue funds:		
24	Total private revenues		1,020,000
25	Michigan merit award trust fund		4,068,700
26	Total other state restricted revenues		2,000,000
27	State general fund/general purpose	\$	49,947,700
28	Sec. 119. MEDICAL SERVICES ADMINISTRATION		

1	Full-time equated classified positions	423.0	
2	Electronic health record incentive program		\$ 37,477,500
3	Healthy Michigan plan administration--FTEs	36.0	31,721,300
4	Medical services administration--FTEs	387.0	83,564,400
5	GROSS APPROPRIATION		\$ 152,763,200
6	Appropriated from:		
7	Federal revenues:		
8	Total other federal revenues		115,018,200
9	Special revenue funds:		
10	Total local revenues		37,700
11	Total private revenues		1,001,300
12	Total other state restricted revenues		336,300
13	State general fund/general purpose		\$ 36,369,700
14	Sec. 120. MEDICAL SERVICES		
15	Adult home help services		\$ 467,309,900
16	Ambulance services		11,403,500
17	Auxiliary medical services		6,786,100
18	Dental clinic program		1,000,000
19	Dental services		314,186,500
20	Federal Medicare pharmaceutical program		317,176,800
21	Health plan services		6,221,447,500
22	Healthy Michigan plan		5,131,197,500
23	Home health services		3,022,600
24	Hospice services		135,215,200
25	Hospital disproportionate share payments		45,000,000
26	Hospital services and therapy		817,636,100
27	Integrated care organizations		341,649,600
28	Long-term care services		1,973,130,600

1	Maternal and child health	32,717,000
2	Medicaid home- and community-based services	
3	waiver	416,449,000
4	Medicare premium payments	717,931,500
5	Personal care services	8,368,100
6	Pharmaceutical services	285,950,700
7	Physician services	237,332,100
8	Program of all-inclusive care for the elderly	198,118,300
9	School-based services	160,000,000
10	Special Medicaid reimbursement	368,417,100
11	Transportation	16,703,200
12	GROSS APPROPRIATION	\$ 18,228,148,900
13	Appropriated from:	
14	Federal revenues:	
15	Total other federal revenues	13,378,160,900
16	Special revenue funds:	
17	Total local revenues	50,444,900
18	Total private revenues	7,200,000
19	Michigan merit award trust fund	57,200,000
20	Total other state restricted revenues	2,706,196,400
21	State general fund/general purpose	\$ 2,028,946,700
22	Sec. 121. INFORMATION TECHNOLOGY	
23	Full-time equated classified positions	19.0
24	Bridges information system--FTEs	0.0 \$ 63,367,200
25	Child support automation	43,819,500
26	Comprehensive child welfare information system--	
27	-FTEs	6.0 3,762,200
28	Information technology services and projects	254,364,200

1	Michigan Medicaid information system--FTEs	3.0	91,882,200
2	Michigan statewide automated child welfare		
3	information system		21,543,500
4	Technology supporting integrated service		
5	delivery--FTEs	10.0	15,984,600
6	GROSS APPROPRIATION	\$	494,723,400
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG from department of education		1,059,700
10	Federal revenues:		
11	Social security act, temporary assistance for		
12	needy families		24,442,100
13	Capped federal revenues		21,979,300
14	Total other federal revenues		329,134,000
15	Special revenue funds:		
16	Total private revenues		250,000
17	Total other state restricted revenues		1,984,500
18	State general fund/general purpose	\$	115,873,800
19	Sec. 122. ONE-TIME APPROPRIATIONS		
20	Community-based coverage entity		1,000,000
21	E-FMAP redetermination compliance		23,160,000
22	Lead poisoning prevention fund - state fiscal		10,000,000
23	recovery funds		
24	Michigan Medicaid information system home help		
25	payments		21,000,000
26	GROSS APPROPRIATION	\$	55,160,000
27	Appropriated from:		
28			

Federal revenues:

Coronavirus state fiscal recovery fund	10,000,000
Total other federal revenues	30,560,000
State general fund/general purpose	\$ 14,600,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$8,199,572,800.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$1,730,887,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Departmental administration and management	\$ 1,000

CHILD SUPPORT ENFORCEMENT

Child support incentive payments	9,570,000

Legal support contracts	4,000

COMMUNITY SERVICES AND OUTREACH

Community services and outreach administration	1,000

Crime victim rights services grants	10,813,000

Domestic violence prevention and treatment	226,000

Homeless programs	6,000

Housing and support services	126,000

1	CHILDREN'S SERVICES AGENCY - CHILD WELFARE	
2	Child care fund	143,858,300
3	Child care fund - indirect cost allotment	3,483,000
4	Child welfare licensing	84,000
5	Child welfare medical/psychiatric evaluations	12,000
6	Children's trust fund	35,000
7	Contractual services, supplies, and materials	8,000
8	Foster care payments	1,377,000
9	Strong families/safe children	19,000
10	Youth in transition	4,000
11	CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE	
12	Bay Pines Center	30,000
13	Community support services	274,000
14	Shawono Center	9,000
15	PUBLIC ASSISTANCE	
16	Emergency services local office allocations	635,000
17	Indigent burial	3,000
18	Michigan energy assistance program	184,000
19	State disability assistance payments	251,200
20	FIELD OPERATIONS AND SUPPORT SERVICES	
21	Contractual services, supplies, and materials	23,000
22	Employment and training support services	9,000
23	DISABILITY DETERMINATION SERVICES	
24	Disability determination operations	4,000
25	BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND	
26	SPECIAL PROJECTS	
27	Behavioral health program administration	343,000

1	Community substance use disorder prevention,	
2	education, and treatment	16,753,400
3	Gambling addiction	768,000
4	Mental health diversion council	1,348,000
5	BEHAVIORAL HEALTH SERVICES	
6	Autism services	111,118,600
7	Certified community behavioral health clinic	
8	demonstration	4,500,000
9	Community mental health non-Medicaid services	125,578,200
10	Health homes	37,000
11	Healthy Michigan plan - behavioral health	60,323,900
12	Medicaid mental health services	959,336,900
13	Medicaid substance use disorder services	37,375,800
14	Multicultural integration funding	1,494,000
15	Nursing home PAS/ARR-OBRA	3,476,200
16	State disability assistance program substance	
17	use disorder services	2,018,800
18	STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL	
19	HEALTH SERVICES	
20	Caro Regional Mental Health Center -	
21	psychiatric hospital - adult	228,000
22	Center for forensic psychiatry	504,000
23	Hawthorn Center - psychiatric hospital -	
24	children and adolescents	68,000
25	Kalamazoo Psychiatric Hospital - adult	40,000
26	Walter P. Reuther Psychiatric Hospital - adult	50,000
27	HEALTH AND HUMAN SERVICES POLICY AND	
28	INITIATIVES	

1	Primary care services	99,000
2	EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND	
3	LABORATORY	
4	Epidemiology administration	354,000
5	Healthy homes program	601,000
6	LOCAL HEALTH AND ADMINISTRATIVE SERVICES	
7	AIDS prevention, testing, and care programs	2,470,000
8	Cancer prevention and control program	71,000
9	Chronic disease control and health promotion	
10	administration	280,000
11	Essential local public health services	46,269,300
12	Local health services	2,658,000
13	Public health administration	2,000
14	Sexually transmitted disease control program	484,000
15	Smoking prevention program	152,000
16	FAMILY HEALTH SERVICES	
17	Family planning local agreements	267,000
18	Immunization program	2,310,000
19	Pregnancy prevention program	226,000
20	Prenatal care outreach and service delivery	
21	support	3,548,000
22	CHILDREN'S SPECIAL HEALTH CARE SERVICES	
23	Medical care and treatment	897,000
24	Outreach and advocacy	2,755,000
25	AGING AND ADULT SERVICES AGENCY	
26	Aging and adult services administration	1,359,000
27	Community services	27,800,100
28	Nutrition services	12,597,200

1	Respite care program	6,468,700
2	Senior volunteer service programs	672,000
3	MEDICAL SERVICES	
4	Adult home help services	172,000
5	Ambulance services	527,000
6	Auxiliary medical services	1,000
7	Dental services	632,000
8	Healthy Michigan plan	1,089,000
9	Home health services	8,000
10	Hospice services	43,000
11	Hospital disproportionate share payments	20,000
12	Hospital services and therapy	3,274,000
13	Long-term care services	99,363,000
14	Medicaid home- and community-based services	
15	waiver	13,383,000
16	Personal care services	32,000
17	Pharmaceutical services	18,000
18	Physician services	3,376,000
19	Special Medicaid reimbursement	40,000
20	Transportation	158,000
21	TOTAL OF PAYMENTS TO LOCAL UNITS OF GOVERNMENT	\$ 1,730,887,600

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

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

26 (a) "AIDS" means acquired immunodeficiency syndrome.

27 (b) "CMHSP" means a community mental health services program
28 as that term is defined in section 100a of the mental health code,
29 1974 PA 258, MCL 330.1100a.

1 (c) "CMS" means the Centers for Medicare and Medicaid
2 Services.

3 (d) "Current fiscal year" means the fiscal year ending
4 September 30, 2022.

5 (e) "Department" means the department of health and human
6 services.

7 (f) "Director" means the director of the department.

8 (g) "DSH" means disproportionate share hospital.

9 (h) "EPSDT" means early and periodic screening, diagnosis, and
10 treatment.

11 (i) "Federal poverty level" means the poverty guidelines
12 published annually in the Federal Register by the United States
13 Department of Health and Human Services under its authority to
14 revise the poverty line under 42 USC 9902.

15 (j) "FTE" means full-time equated.

16 (k) "GME" means graduate medical education.

17 (l) "Health plan" means, at a minimum, an organization that
18 meets the criteria for delivering the comprehensive package of
19 services under the department's comprehensive health plan.

20 (m) "HEDIS" means healthcare effectiveness data and
21 information set.

22 (n) "HMO" means health maintenance organization.

23 (o) "IDEA" means the individuals with disabilities education
24 act, 20 USC 1400 to 1482.

25 (p) "IDG" means interdepartmental grant.

26 (q) "MCH" means maternal and child health.

27 (r) "Medicaid" means subchapter XIX of the social security
28 act, 42 USC 1396 to 1396w-5.

29 (s) "Medicare" means subchapter XVIII of the social security

1 act, 42 USC 1395 to 1395III.

2 (t) "MiCAFE" means Michigan's coordinated access to food for
3 the elderly.

4 (u) "MiChild" means the program described in section 1670 of
5 this part.

6 (v) "MiSACWIS" means Michigan statewide automated child
7 welfare information system.

8 (w) "PAS/ARR-OBRA" means the preadmission screening and annual
9 resident review required under the omnibus budget reconciliation
10 act of 1987, section 1919(e)(7) of the social security act, 42 USC
11 1396r.

12 (x) "PFAS" means perfluoroalkyl and polyfluoroalkyl
13 substances.

14 (y) "PIHP" means an entity designated by the department as a
15 regional entity or a specialty prepaid inpatient health plan for
16 Medicaid mental health services, services to individuals with
17 developmental disabilities, and substance use disorder services.
18 Regional entities are described in section 204b of the mental
19 health code, 1974 PA 258, MCL 330.1204b. Specialty prepaid
20 inpatient health plans are described in section 232b of the mental
21 health code, 1974 PA 258, MCL 330.1232b.

22 (z) "Previous fiscal year" means the fiscal year ending
23 September 30, 2021.

24 (aa) "Quarterly reports" means 4 reports shall be submitted to
25 the required recipients by the following dates: February 1, April
26 1, July 1, and September 30 of the current fiscal year.

27 (bb) "Semiannual basis" means March 1 and September 30 of the
28 current fiscal year.

29 (cc) "Settlement" means the settlement agreement entered in

1 the case of *Dwayne B. v Snyder*, docket no. 2:06-cv-13548 in the
2 United States District Court for the Eastern District of Michigan.

3 (dd) "Temporary assistance for needy families" or "TANF" or
4 "title IV-A" means part A of subchapter IV of the social security
5 act, 42 USC 601 to 619.

6 (ee) "Title IV-B" means part B of title IV of the social
7 security act, 42 USC 621 to 629m.

8 (ff) "Title IV-D" means part D of title IV of the social
9 security act, 42 USC 651 to 669b.

10 (gg) "Title IV-E" means part E of title IV of the social
11 security act, 42 USC 670 to 679c.

12 (hh) "Title X" means subchapter VIII of the public health
13 service act, 42 USC 300 to 300a-8, which establishes grants to
14 states for family planning services.

15 Sec. 204. The department and agencies receiving appropriations
16 in part 1 shall use the internet to fulfill the reporting
17 requirements of this part and part 1. This requirement shall
18 include transmission of reports via email to the recipients
19 identified for each reporting requirement, and it shall include
20 placement of reports on the internet.

21 Sec. 205. To the extent permissible under section 261 of the
22 management and budget act, 1984 PA 431, MCL 18.1261:

23 (a) Funds appropriated in part 1 shall not be used for the
24 purchase of foreign goods or services, or both, if competitively
25 priced and of comparable quality American goods or services, or
26 both, are available.

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

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

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

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

24 (a) The dates of each travel occurrence.

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

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

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

16 Sec. 210. (1) In addition to the funds appropriated in part 1,
17 there is appropriated an amount not to exceed \$20,000,000.00 for
18 federal contingency authorization. These funds are not available
19 for expenditure until they have been transferred to another line
20 item in part 1 under section 393(2) of the management and budget
21 act, 1984 PA 431, MCL 18.1393. These funds shall not be made
22 available to increase TANF authorization.

23 (2) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$20,000,000.00 for state
25 restricted contingency authorization. These funds are not available
26 for expenditure until they have been transferred to another line
27 item in part 1 under section 393(2) of the management and budget
28 act, 1984 PA 431, MCL 18.1393.

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

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

6 (4) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$2,000,000.00 for private
8 contingency authorization. These funds are not available for
9 expenditure until they have been transferred to another line item
10 in part 1 under section 393(2) of the management and budget act,
11 1984 PA 431, MCL 18.1393.MCL

12 Sec. 211. From the funds appropriated in part 1, the
13 department shall provide to the department of technology,
14 management, and budget information sufficient to maintain a
15 searchable website accessible by the public at no cost that
16 includes, but is not limited to, all of the following for each
17 department or agency:

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

19 (b) Fiscal year-to-date expenditures by appropriation 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 executive
27 budget recommendation, the department shall cooperate with the
28 state budget office to provide the senate and house appropriations
29 chairs, the senate and house appropriations subcommittees chairs,

1 and the senate and house fiscal agencies with an annual report on
2 estimated state restricted fund balances, state restricted fund
3 projected revenues, and state restricted fund expenditures for the
4 previous fiscal year and the current fiscal year. The department
5 shall provide to the state budget office information sufficient to
6 complete the report required under this section.

7 Sec. 213. The department shall maintain, on a publicly
8 accessible website, a department scorecard that identifies, tracks,
9 and regularly updates key metrics that are used to monitor and
10 improve the department's performance.

11 Sec. 214. Total authorized appropriations from all sources
12 under part 1 for legacy costs for the current fiscal year are
13 estimated at \$326,296,500.00. From this amount, total agency
14 appropriations for pension-related legacy costs are estimated at
15 \$182,808,800.00. Total agency appropriations for retiree health
16 care legacy costs are estimated at \$143,487,700.00.

17 Sec. 215. If either of the following events occurs, within 30
18 days after that event the department shall notify the state budget
19 director, the chairs of the house and senate appropriations
20 subcommittees on the department budget, and the house and senate
21 fiscal agencies and policy offices of that fact:

22 (a) A legislative objective of this part or of a bill or
23 amendment to a bill to amend the social welfare act, 1939 PA 280,
24 MCL 400.1 to 400.119b, cannot be implemented because implementation
25 would conflict with or violate federal regulations.

26 (b) A federal grant, for which a notice of an award has been
27 received, cannot be used, or will not be used.

28 Sec. 216. (1) In addition to funds appropriated in part 1 for
29 all programs and services, there is appropriated for write-offs of

1 accounts receivable, deferrals, and for prior year obligations in
2 excess of applicable prior year appropriations, an amount equal to
3 total write-offs and prior year obligations, but not to exceed
4 amounts available in prior year revenues.

5 (2) The department's ability to satisfy appropriation fund
6 sources in part 1 is not limited to collections and accruals
7 pertaining to services provided in the current fiscal year, but
8 also includes reimbursements, refunds, adjustments, and settlements
9 from prior years.

10 Sec. 217. (1) By February 1 of the current fiscal year, the
11 department shall report to the house and senate appropriations
12 subcommittees on the department budget, the house and senate fiscal
13 agencies, and the state budget director on the detailed name and
14 amounts of estimated federal, restricted, private, and local
15 sources of revenue that support the appropriations in each of the
16 line items in part 1.

17 (2) Upon the release of the next fiscal year executive budget
18 recommendation, the department shall report to the same parties in
19 subsection (1) on the amounts and detailed sources of federal,
20 restricted, private, and local revenue proposed to support the
21 total funds appropriated in each of the line items in part 1 of the
22 next fiscal year executive budget proposal.

23 Sec. 218. (1) As required under part 23 of the public health
24 code, 1978 PA 368, MCL 333.2301 to 333.2321, the list of basic
25 health services to be funded in the current fiscal year from the
26 appropriations in part 1 shall include the following:

27 (a) Immunizations.

28 (b) Communicable disease control.

29 (c) Sexually transmitted disease control.

1 (d) Tuberculosis control.

2 (e) Prevention of gonorrhea eye infection in newborns.

3 (f) Screening newborns for the conditions listed in section
4 5431 of the public health code, 1978 PA 368, MCL 333.5431, or
5 recommended by the newborn screening quality assurance advisory
6 committee created under section 5430 of the public health code,
7 1978 PA 368, MCL 333.5430.

8 (g) Health and human services annex of the Michigan emergency
9 management plan.

10 (h) Prenatal care.

11 (2) By January 1 of the current fiscal year, the department
12 shall report to the house and senate appropriations subcommittees
13 on the department budget, the house and senate fiscal agencies, the
14 house and senate policy offices, and the state budget office on the
15 revisions to the list of basic health services, listed in
16 subsection (1), and program statements that have been prepared and
17 published as required under section 2311 of the public health code,
18 1978 PA 368, MCL 333.2311.

19 Sec. 219. (1) The department may contract with the Michigan
20 Public Health Institute for the design and implementation of
21 projects and for other public health-related activities prescribed
22 in section 2611 of the public health code, 1978 PA 368, MCL
23 333.2611. The department may develop a master agreement with the
24 Michigan Public Health Institute to carry out these purposes for up
25 to a 3-year period. The department shall report to the house and
26 senate appropriations subcommittees on the department budget, the
27 house and senate fiscal agencies, and the state budget director on
28 a semiannual basis all of the following:

29 (a) A detailed description of each funded project.

1 (b) The amount allocated for each project, the appropriation
2 line item from which the allocation is funded, and the source of
3 financing for each project.

4 (c) The expected project duration.

5 (d) A detailed spending plan for each project, including a
6 list of all subgrantees and the amount allocated to each
7 subgrantee.

8 (2) On a semiannual basis, the department shall provide to the
9 same parties listed in subsection (1) a copy of all reports,
10 studies, and publications produced by the Michigan Public Health
11 Institute, its subcontractors, or the department with the funds
12 appropriated in the department's budget in the previous fiscal year
13 and allocated to the Michigan Public Health Institute.

14 Sec. 220. The department shall ensure that faith-based
15 organizations are able to apply and compete for services, programs,
16 or contracts that they are qualified and suitable to fulfill. The
17 department shall not disqualify faith-based organizations solely on
18 the basis of the religious nature of their organization or their
19 guiding principles or statements of faith.

20 Sec. 221. According to section 1b of the social welfare act,
21 1939 PA 280, MCL 400.1b, the department shall treat part 1 and this
22 part as a time-limited addendum to the social welfare act, 1939 PA
23 280, MCL 400.1 to 400.119b.

24 Sec. 222. (1) The department shall provide written
25 notification to the senate and house appropriations subcommittees
26 on the department budget, the senate and house fiscal agencies, the
27 senate and house policy offices, and the state budget office of any
28 major policy changes at least 30 days before the implementation
29 date of those policy changes.

1 (2) The department shall make the entire policy and procedures
2 manual available and accessible to the public via the department
3 website.

4 (3) The department shall report by April 1 of the current
5 fiscal year on each specific policy change made to implement a
6 public act affecting the department that took effect during the
7 prior calendar year to the house and senate appropriations
8 subcommittees on the budget for the department, the joint committee
9 on administrative rules, the senate and house fiscal agencies, and
10 policy offices. The department shall attach each policy bulletin
11 issued during the prior calendar year to this report.

12 Sec. 223. The department may establish and collect fees for
13 publications, videos and related materials, conferences, and
14 workshops. Collected fees are appropriated when received and shall
15 be used to offset expenditures to pay for printing and mailing
16 costs of the publications, videos and related materials, and costs
17 of the workshops and conferences. The department shall not collect
18 fees under this section that exceed the cost of the expenditures.
19 When collected fees are appropriated under this section in an
20 amount that exceeds the current fiscal year appropriation, within
21 30 days the department shall notify the chairs of the house and
22 senate appropriations subcommittees on the department budget, the
23 house and senate fiscal agencies and policy offices, and the state
24 budget director of that fact.

25 Sec. 224. The department may retain all of the state's share
26 of food assistance overissuance collections as an offset to general
27 fund/general purpose costs. Retained collections shall be applied
28 against federal funds deductions in all appropriation units where
29 department costs related to the investigation and recoupment of

1 food assistance overissuances are incurred. Retained collections in
2 excess of those costs shall be applied against the federal funds
3 deducted in the departmental administration and support
4 appropriation unit.

5 Sec. 225. (1) For providers and entities receiving funds from
6 the appropriations in part 1, sanctions, suspensions, conditions
7 for provisional license status, and other penalties shall not be
8 more stringent for private service providers than for public
9 entities performing equivalent or similar services.

10 (2) For services to be provided from the appropriations in
11 part 1, both of the following apply:

12 (a) Neither the department nor private service providers or
13 licensees shall be granted preferential treatment or considered
14 automatically to be in compliance with administrative rules based
15 on whether they have collective bargaining agreements with direct
16 care workers.

17 (b) Private service providers or licensees without collective
18 bargaining agreements shall not be subjected to additional
19 requirements or conditions of licensure based on their lack of
20 collective bargaining agreements.

21 Sec. 226. If the revenue collected by the department from fees
22 and collections exceeds the amount appropriated in part 1, the
23 revenue may be carried forward with the approval of the state
24 budget director into the subsequent fiscal year. The revenue
25 carried forward under this section shall be used as the first
26 source of funds in the subsequent fiscal year.

27 Sec. 227. The state departments, agencies, and commissions
28 receiving tobacco tax funds and Healthy Michigan fund revenue from
29 part 1 shall report by April 1 of the current fiscal year to the

1 senate and house appropriations committees, the senate and house
2 fiscal agencies, and the state budget director on the following:

3 (a) A detailed spending plan by appropriation line item
4 including description of programs and a summary of organizations
5 receiving these funds.

6 (b) A description of allocations or bid processes including
7 need or demand indicators used to determine allocations.

8 (c) Eligibility criteria for program participation and maximum
9 benefit levels where applicable.

10 (d) Outcome measures used to evaluate programs, including
11 measures of the effectiveness of these programs in improving the
12 health of residents of this state.

13 Sec. 228. (1) If the department is authorized under state or
14 federal law to collect an overpayment owed to the department, the
15 department may assess a penalty of 1% per month beginning 60 days
16 after notification. If an overpayment is caused by department
17 error, a penalty may not be assessed until 6 months after the
18 initial notification date of the overpayment amount. The department
19 shall not collect penalty interest in an amount that exceeds the
20 amount of the original overpayment. The state share of any funds
21 collected under this section shall be deposited in the state
22 general fund.

23 (2) By September 30 of the current fiscal year, the department
24 shall report to the house and senate appropriations subcommittees
25 on the department budget, the house and senate fiscal agencies, and
26 the state budget office on penalty amounts assessed and paid by
27 account during the current fiscal year, the reason for the penalty,
28 and the current status of the account.

29 Sec. 229. From the \$370,000.00 of TANF revenue appropriated in

1 part 1 for training and program support, the department shall
2 extend the interagency agreement with the office of employment and
3 training within the department of labor and economic opportunity
4 for the duration of the current fiscal year, which concerns TANF
5 funding to provide job readiness and welfare-to-work programming.
6 \$10,000.00 of TANF revenue is appropriated in part 1 for the
7 department to report the following specific outcome and performance
8 measures to the senate and house appropriations subcommittees on
9 the department budget, the senate and house appropriations
10 subcommittees on general government, the senate and house fiscal
11 agencies, the senate and house policy offices, and the state budget
12 office by January 1 of the current fiscal year for the previous
13 fiscal year:

14 (a) An itemized spending report on TANF funding, including all
15 of the following:

16 (i) Direct services to recipients.

17 (ii) Administrative expenditures.

18 (b) The number of family independence program (FIP) recipients
19 served through the TANF funding, including all of the following:

20 (i) The number and percentage who obtained employment through
21 Michigan Works!

22 (ii) The number and percentage who fulfilled their TANF work
23 requirement through other job readiness programming.

24 (iii) Average TANF spending per recipient.

25 (iv) The number and percentage of recipients who were referred
26 to Michigan Works! but did not receive a job or job readiness
27 placement and the reasons why.

28 (c) The following data itemized by Michigan Works! agency:

29 (i) The number of referrals to Michigan Works! job readiness

1 programs.

2 (ii) The number of referrals to Michigan Works! job readiness
3 programs who became a participant in the Michigan Works! job
4 readiness programs.

5 (iii) The number of participants who obtained employment, and
6 the cost per participant case.

7 Sec. 230. By December 31 of the current fiscal year, the
8 department shall report to the senate and house appropriations
9 subcommittees on the department budget, the senate and house fiscal
10 agencies and policy offices, and the state budget office on the
11 status of the implementation of any noninflationary, noncaseload,
12 programmatic funding increases in the current fiscal year from the
13 previous fiscal year. The report shall confirm the implementation
14 of already implemented funding increases and provide explanations
15 for any planned implementation of funding increases that have not
16 yet occurred. For any planned implementation of funding increases
17 that have not yet occurred, the department shall provide an
18 expected implementation date and the reasons for delayed
19 implementation.

20 Sec. 231. (1) From the funds appropriated in part 1, the
21 department shall provide sufficient funding for wages paid to
22 direct care workers during the current fiscal year so that direct
23 care wages paid are not less than the rates paid on March 1, 2021.
24 This funding shall include all costs incurred by the employer,
25 including payroll taxes.

26 (2) The direct care wage shall be provided to direct care
27 workers for the entire current fiscal year.

28 (3) As part of the contract review process, contractors and
29 subcontractors receiving funding to support direct care workers are

1 required to provide documentation according to this section to the
2 department that the worker wages are not less than the rates paid
3 on March 1, 2021.

4 (4) Contractors and subcontractors receiving funding to
5 support the direct care wages under this section shall report to
6 the department by February 1 of the current fiscal year the range
7 of wages paid to direct care workers, including information on the
8 number of direct care workers at each wage level.

9 (5) The department shall report the information required to be
10 reported according to subsection (4) to the senate and house
11 appropriations subcommittees on the department budget, the senate
12 and house fiscal agencies, the senate and house policy offices, and
13 the state budget office by March 1 of the current fiscal year. The
14 range of wages paid reported by each contractor or subcontractor
15 receiving funding to support the direct care wages under this
16 section must include a range of direct care workers paid at state
17 minimum wage, and each range thereafter must not exceed \$0.50
18 increments.

19 (6) As used in this section, a "direct care worker" means all
20 of the following:

21 (a) Direct care workers employed by the department, its
22 contractors, and its subcontractors who received a \$2.00 per hour
23 state-funded wage increase beginning in April 2020.

24 (b) Direct care workers employed by skilled nursing facilities
25 including and limited to:

26 (i) A registered nurse.

27 (ii) A licensed practical nurse.

28 (iii) A competency-evaluated nursing assistant.

29 (iv) A respiratory therapist.

1 (c) Direct care workers employed by area agencies on aging and
2 their contractors for in-home and respite services.

3 Sec. 232. (1) The department shall provide the approved
4 spending plan for each line item receiving an appropriation in the
5 current fiscal year to the senate and house appropriations
6 subcommittees on the department budget and the senate and house
7 fiscal agencies within 60 days after approval by the department but
8 not later than January 15 of the current fiscal year. Compliance
9 with this section is not met unless a line-item appropriation name
10 is included in all places that a line-item appropriation number is
11 listed. The spending plan shall include the following information
12 regarding planned expenditures for each category: allocation in the
13 previous period, change in the allocation, and new allocation. The
14 spending plan shall include the following information regarding
15 each revenue source for the line item: category of the fund source
16 indicated by general fund/general purpose, state restricted, local,
17 private, or federal. Figures included in the approved spending plan
18 shall not be assumed to constitute the actual final expenditures,
19 as line items may be updated on an as-needed basis to reflect
20 changes in projected expenditures and projected revenue. The
21 department shall supplement the spending plan information by
22 providing a list of all active contracts and grants in the
23 department's contract system. For amounts listed in the other
24 contracts category of each spending plan, the department shall
25 provide a list of all contracts and grants and amounts for the
26 current fiscal year, and include the name of the line item and the
27 name of the fund source related to each contract or grant and
28 amount. For amounts listed in the all other costs category of each
29 spending plan, the department shall provide a list detailing

1 planned expenditures and amounts for the current fiscal year, and
2 include the name of the line item and the name of the fund source
3 related to each amount and expenditure.

4 (2) Notwithstanding any other appropriation authority granted
5 in part 1, the department shall not appropriate any additional
6 general fund/general purpose funds or any related federal and state
7 restricted funds without providing a written 30-day notice to the
8 senate and house appropriations subcommittees on the department
9 budget, the senate and house fiscal agencies, and the senate and
10 house policy offices.

11 Sec. 233. If the state administrative board, acting under
12 section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount
13 appropriated under this article, the legislature may, by a
14 concurrent resolution adopted by a majority of the members elected
15 to and serving in each house, inter-transfer funds within this
16 article for the particular department, board, commission, officer,
17 or institution.

18 Sec. 234. The departments and agencies receiving
19 appropriations in part 1 shall receive and retain copies of all
20 reports funded from appropriations in part 1. Federal and state
21 guidelines for short-term and long-term retention of records shall
22 be followed. The department may electronically retain copies of
23 reports unless otherwise required by federal and state guidelines.

24 Sec. 236. (1) From the funds appropriated in part 1, the
25 department shall do all of the following:

26 (a) Report to the house and senate appropriations committees,
27 the house and senate fiscal agencies, the house and senate policy
28 offices, and the state budget office any amount of severance pay
29 for a department director, deputy director, or other high-ranking

1 department official not later than 14 days after a severance
2 agreement with the director or official is signed. The name of the
3 director or official and the amount of severance pay must be
4 included in the report required by this subdivision.

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

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

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

21 Sec. 237. Any department, agency, board, commission,
22 subdivision, or other executive branch entity or official of this
23 state that receives funding under part 1 shall not do the
24 following:

25 (a) Require as a condition of accessing any state services or
26 facilities that an individual provide proof that he or she has
27 received a COVID-19 vaccine.

28 (b) Produce, develop, and issue a COVID-19 vaccine passport
29 for the purpose of certifying that an individual has received a

1 COVID-19 vaccine.

2 (c) Provide information of an individual's COVID-19 vaccine
3 status to any person, company, or governmental entity for inclusion
4 in a COVID-19 vaccine passport.

5 Sec. 238. The funds appropriated in part 1 shall not be used
6 to implement a mandatory COVID-19 vaccination program of an
7 employer or the state government.

8 Sec. 239. For behavioral and physical health services provided
9 through managed care or the fee-for-service program, the department
10 shall require, for the nonfacility component of the reimbursement
11 rate, at least the same reimbursement for that service, if that
12 service is provided through telemedicine, as if the service
13 involved face-to-face contact between the health care professional
14 and the patient.

15 Sec. 240. Appropriations in part 1 shall, to the extent
16 possible by the department, not be expended in cases where existing
17 work project authorization is available for the same expenditures.

18 Sec. 241. By March 1 of the current fiscal year, the
19 department shall report to the house and senate appropriations
20 subcommittees on the department budget, the house and senate fiscal
21 agencies, the house and senate policy offices, and the state budget
22 director on total actual expenditures in the previous fiscal year
23 for advertising and media outreach, including the purpose and
24 amount by program or appropriation line-item.

25 Sec. 242. From the funds appropriated in part 1 for
26 departmental administration and management, \$100,000.00 is
27 allocated to produce a description of programs report for the
28 current fiscal year by February 1 of the current fiscal year. The
29 report shall be submitted to the senate and house appropriations

1 committees, the senate and house fiscal agencies, and the senate
2 and house policy offices. The report shall include the
3 appropriation unit, the line-item name and number, the
4 appropriation history, the program name, the program overview, the
5 financing detail, and where applicable, the legal basis for the
6 program and program effectiveness and outcomes.

7 Sec. 243. From the funds appropriated in part 1, the
8 department shall allocate \$50,000.00 to provide notice and
9 information to health care providers and the public that the
10 department shall not use state restricted funds or state general
11 funds, or allow grantees or subcontractors to use those funds,
12 appropriated in part 1 to fund any elective abortion. As used in
13 this section, "elective abortion" means the intentional use of an
14 instrument, drug, or other substance or device to terminate a
15 woman's pregnancy for a purpose other than to increase the
16 probability of a live birth, to preserve the life or health of the
17 child after live birth, or to remove a fetus that has died as a
18 result of natural causes, accidental trauma, or a criminal assault
19 on the pregnant woman. Elective abortion does not include any of
20 the following:

21 (a) The use or prescription of a drug or device intended as a
22 contraceptive.

23 (b) The intentional use of an instrument, drug, or other
24 substance or device by a physician to terminate a woman's pregnancy
25 if the woman's physical condition, in the physician's reasonable
26 medical judgment, necessitates the termination of the woman's
27 pregnancy to avert her death.

28 (c) Treatment upon a pregnant woman who is experiencing a
29 miscarriage or has been diagnosed with an ectopic pregnancy.

1 Sec. 251. On a monthly basis, the department shall report to
2 the senate and house appropriations subcommittees on the department
3 budget, the senate and house fiscal agencies, and the state budget
4 office on any line-item appropriation for which the department
5 estimates total annual expenditures would exceed the funds
6 appropriated for that line-item appropriation by 5% or more. The
7 department shall provide a detailed explanation for any relevant
8 line-item appropriation exceedance and shall identify the
9 corrective actions undertaken to mitigate line-item appropriation
10 expenditures from exceeding the funds appropriated for that line-
11 item appropriation by a greater amount. This section does not apply
12 for line-item appropriations that are part of the May revenue
13 estimating conference caseload and expenditure estimates.

14 Sec. 252. The appropriations in part 1 for Healthy Michigan
15 plan - behavioral health, Healthy Michigan plan administration, and
16 Healthy Michigan plan are contingent on the provisions of the
17 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, that were
18 contained in 2013 PA 107 not being amended, repealed, or otherwise
19 altered to eliminate the Healthy Michigan plan. If that occurs,
20 then, upon the effective date of the amendatory act that amends,
21 repeals, or otherwise alters those provisions, the remaining funds
22 in the Healthy Michigan plan - behavioral health, Healthy Michigan
23 plan administration, and Healthy Michigan plan line items shall
24 only be used to pay previously incurred costs and any remaining
25 appropriations shall not be allotted to support those line items.

26 Sec. 258. (1) In collaboration with the department of
27 education, the department shall promote and support initiatives in
28 schools and other educational organizations that include, but are
29 not limited to, training for educators, teachers, and other

1 personnel in school settings for all of the following:

2 (a) The utilization of trauma-informed practices.

3 (b) Age-appropriate education and information on human
4 trafficking.

5 (c) Age-appropriate education and information on sexual abuse
6 prevention.

7 (2) The collaboration shall include the child welfare
8 institute within the department, which provides training and
9 education for public and private employees who work within the
10 child protective services, foster care, adoption, and juvenile
11 justice systems.

12 (3) The department shall report by March 1 of the current
13 fiscal year on the activities and status of implementation of the
14 requirements described in subsections (1) and (2) to the house and
15 senate 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.

18 Sec. 263. (1) Except as otherwise provided in this subsection,
19 before submission of a waiver, a state plan amendment, or a similar
20 proposal to CMS or other federal agency, the department shall
21 provide written notification of the planned submission to the house
22 and senate appropriations subcommittees on the department budget,
23 the house and senate fiscal agencies and policy offices, and the
24 state budget office. This subsection does not apply to the
25 submission of a waiver, a state plan amendment, or similar proposal
26 that does not propose a material change or is outside of the
27 ordinary course of waiver, state plan amendment, or similar
28 proposed submissions.

29 (2) The department shall provide written reports on a

1 semiannual basis to the senate and house appropriations
2 subcommittees on the department budget, the senate and house fiscal
3 agencies, and the state budget office summarizing the status of any
4 new or ongoing discussions with CMS, the United States Department
5 of Health and Human Services, or other federal agency regarding
6 potential or future waiver applications as well as the status of
7 submitted waivers that have not yet received federal approval. If,
8 at the time a semiannual report is due, there are no reportable
9 items, then no report is required to be provided.

10 Sec. 264. The department shall not take disciplinary action
11 against an employee of the department or departmental agency in the
12 state classified civil service because the employee communicates
13 with a member of the legislature or his or her staff, unless the
14 communication is prohibited by law and the department or agency
15 taking disciplinary action is exercising its authority as provided
16 by law.

17 Sec. 270. The department shall advise the legislature of the
18 receipt of a notification from the attorney general's office of a
19 legal action in which expenses had been recovered according to
20 section 106(6) of the social welfare act, 1939 PA 280, MCL 400.106.
21 By February 1 of the current fiscal year, the department shall
22 submit a written report to the house and senate appropriations
23 subcommittees on the department budget, the house and senate fiscal
24 agencies, and the state budget office that includes, at a minimum,
25 all of the following:

26 (a) The total amount recovered from the legal action.

27 (b) The program or service for which the money was originally
28 expended.

29 (c) Details on the disposition of the funds recovered such as

1 the appropriation or revenue account in which the money was
2 deposited.

3 (d) A description of the facts involved in the legal action.

4 Sec. 274. (1) The department, in collaboration with the state
5 budget office, shall submit to the house and senate appropriations
6 subcommittees on the department budget, the house and senate fiscal
7 agencies, and the house and senate policy offices 1 week after the
8 day the governor submits to the legislature the budget for the
9 ensuing fiscal year a report on spending and revenue projections
10 for each of the capped federal funds listed below. The report shall
11 contain actual spending and revenue in the previous fiscal year,
12 spending and revenue projections for the current fiscal year as
13 enacted, and spending and revenue projections within the executive
14 budget proposal for the fiscal year beginning October 1, 2022 for
15 each individual line item for the department budget. The report
16 shall also include federal funds transferred to other departments.
17 The capped federal funds shall include, but not be limited to, all
18 of the following:

19 (a) TANF.

20 (b) Title XX social services block grant.

21 (c) Title IV-B part I child welfare services block grant.

22 (d) Title IV-B part II promoting safe and stable families
23 funds.

24 (e) Low-income home energy assistance program.

25 (2) It is the intent of the legislature that the department,
26 in collaboration with the state budget office, not utilize capped
27 federal funding for economics adjustments for FTEs or other
28 economics costs that are included as part of the budget submitted
29 to the legislature by the governor for the ensuing fiscal year,

1 unless there is a reasonable expectation for increased federal
2 funding to be available to the department from that capped revenue
3 source in the ensuing fiscal year.

4 (3) By February 15 of the current fiscal year, the department
5 shall prepare an annual report of its efforts to identify TANF
6 maintenance of effort sources and rationale for any increases or
7 decreases from all of the following, but not limited to:

8 (a) Other departments.

9 (b) Local units of government.

10 (c) Private sources.

11 Sec. 275. (1) On a quarterly basis, the department, with the
12 approval of the state budget director, is authorized to realign
13 sources between other federal, TANF, and capped federal financing
14 authorizations in order to maximize federal revenues. This
15 realignment of financing shall not produce a gross increase or
16 decrease in the department's total individual line item
17 authorizations, nor will it produce a net increase or decrease in
18 total federal revenues, or a net increase in TANF authorization.

19 (2) On a quarterly basis the department shall report to the
20 house and senate appropriations subcommittees on the department
21 budget, the house and senate fiscal agencies, and the house and
22 senate policy offices on the realignment of federal fund sources
23 transacted to date in the current fiscal year under the authority
24 of subsection (1), including the dates, line items, and amounts of
25 the transactions.

26 (3) Within 30 days after the date on which year-end book
27 closing is completed, the department shall submit to the house and
28 senate appropriations subcommittees on the department budget, the
29 house and senate fiscal agencies, and the house and senate policy

1 offices a report on the realignment of federal fund sources that
2 took place as part of the year-end closing process for the previous
3 fiscal year.

4 Sec. 280. By March 1 of the current fiscal year, the
5 department shall provide a report to the house and senate
6 appropriations subcommittees on the department budget, the house
7 and senate fiscal agencies, the house and senate policy offices,
8 and the state budget director that provides all of the following
9 for each line item in part 1 containing personnel-related costs,
10 including the specific individual amounts for salaries and wages,
11 payroll taxes, and fringe benefits:

12 (a) FTE authorization.

13 (b) Spending authorization for personnel-related costs, by
14 fund source, under the spending plan.

15 (c) Actual year-to-date expenditures for personnel-related
16 costs, by fund source, through the end of the prior month.

17 (d) The projected year-end balance or shortfall for personnel-
18 related costs, by fund source, based on actual monthly spending
19 levels through the end of the prior month.

20 (e) A specific plan for addressing any projected shortfall for
21 personnel-related costs at either the gross or fund source level.

22 Sec. 288. (1) Beginning October 1 of the current fiscal year,
23 no less than 90% of a new department contract supported solely from
24 state restricted funds or general fund/general purpose funds and
25 designated in this part or part 1 for a specific entity for the
26 purpose of providing services to individuals shall be expended for
27 those services after the first year of the contract.

28 (2) The department may allow a contract to exceed the
29 limitation on administrative and services costs under subsection

1 (1) if a grantee can demonstrate to the department that an
2 exception should be made to the provision in subsection (1).

3 (3) By September 30 of the current fiscal year, the department
4 shall report to the house and senate appropriations subcommittees
5 on the department budget, house and senate fiscal agencies, and
6 state budget office on the rationale for all exceptions made to
7 subsection (1) and the number of contracts terminated due to
8 violations of subsection (1).

9 Sec. 289. By March 1 of the current fiscal year, the
10 department shall provide to the senate and house appropriations
11 subcommittees on the department budget, the senate and house fiscal
12 agencies, and the senate and house policy offices an annual report
13 on the supervisor-to-staff ratio by department divisions and
14 subdivisions.

15 Sec. 290. Any public advertisement for public assistance shall
16 also inform the public of the welfare fraud hotline operated by the
17 department.

18 Sec. 296. From the funds appropriated in part 1, the
19 department to the extent permissible under section 8 of 1964 PA
20 170, MCL 691.1408, is responsible for the necessary and reasonable
21 attorney fees and costs incurred by private and independent legal
22 counsel chosen by current and former classified and unclassified
23 department employees in the defense of the employees in any state
24 or federal lawsuit or investigation related to the water system in
25 a city or community in which a declaration of emergency was issued
26 because of drinking water contamination.

27 Sec. 297. (1) On a semiannual basis, the department shall
28 report to the senate and house appropriations committees, the
29 senate and house appropriations subcommittees on the department

1 budget, and the senate and house fiscal agencies the following
2 information:

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

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

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

13 (a) The number of employees of the department that were
14 engaged in remote work in 2020.

15 (b) The number of employees of the department authorized to
16 work remotely and the actual number of those working remotely in
17 the current reporting period.

18 (c) The estimated net cost savings achieved by the department
19 by remote work.

20 (d) The reduced use of office space associated with remote
21 work by the department.

22 Sec. 299. (1) No state department or agency shall issue a
23 request for proposal (RFP) for a contract in excess of
24 \$5,000,000.00, unless the department or agency has first considered
25 issuing a request for information (RFI) or a request for
26 qualification (RFQ) relative to that contract to better enable the
27 department or agency to learn more about the market for the
28 products or services that are the subject of the RFP. The
29 department or agency shall notify the department of technology,

1 management, and budget of the evaluation process used to determine
2 if an RFI or RFQ was not necessary prior to issuing the RFP.

3 (2) From funds appropriated in part 1, for all RFPs issued
4 during the current fiscal year where an existing service received
5 proposals by multiple vendors, the department shall notify all
6 vendors within 30 days after the RFP decision. The notification to
7 vendors shall include details on the RFP process, including the
8 respective RFP scores and the respective cost for each vendor. If
9 the highest scored RFP or lowest cost RFP does not receive the
10 contract for an existing service offered by the department, the
11 notification shall issue an explanation for the reasons that the
12 highest scored RFP or lowest cost RFP did not receive the contract
13 and detail the incremental cost target amount or service level
14 required that was required to migrate the service to a new vendor.
15 Additionally, the department shall include in the notification
16 details as to why a cost or service difference is justifiable if
17 the highest scored or lowest cost vendor does not receive the
18 contract.

19 (3) The department shall submit to the senate and house
20 appropriations subcommittees on the department budget, the senate
21 and house fiscal agencies, the senate and house policy offices, and
22 the state budget office by September 30 of the current fiscal year,
23 a report that includes the following:

24 (a) A summary of all RFPs issued for a contract in excess of
25 \$5,000,000.00 including whether an RFI or RFQ was considered, and
26 whether an RFI or RFQ was issued before issuing the RFP or whether
27 the issuance of an RFI or RFQ was determined not to be necessary.

28 (b) A summary of all RFPs during the current fiscal year if an
29 existing service received proposals by multiple vendors.

1 (c) A list of all finalized RFPs if there was a divergence
2 from awarding the contract to the lowest-cost or highest-scoring
3 vendor, and details as to why a divergence is justifiable as
4 provided in the notification to vendors under subsection (2).

5 (d) The cost or service threshold required by department
6 policy that must be satisfied in order for an existing contract to
7 be received by a new vendor.

8
9 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

10 Sec. 301. From the funds appropriated in part 1 for terminal
11 leave payments, the department shall not spend in excess of its
12 annual gross appropriation unless it identifies and requests a
13 legislative transfer from another budgetary line item supporting
14 administrative costs, as provided by section 393(2) of the
15 management and budget act, 1984 PA 431, MCL 18.1393.

16
17 **CHILD SUPPORT ENFORCEMENT**

18 Sec. 401. (1) The appropriations in part 1 assume a total
19 federal child support incentive payment of \$26,500,000.00.

20 (2) From the federal money received for child support
21 incentive payments, \$12,000,000.00 shall be retained by the state
22 and expended for child support program expenses.

23 (3) From the federal money received for child support
24 incentive payments, \$14,500,000.00 shall be paid to the counties
25 based on each county's performance level for each of the federal
26 performance measures as established in 45 CFR 305.2.

27 (4) If the child support incentive payment to the state from
28 the federal government is greater than \$26,500,000.00, then 100% of
29 the excess shall be retained by the state and is appropriated until

1 the total retained by the state reaches \$15,397,400.00.

2 (5) If the child support incentive payment to the state from
3 the federal government is greater than the amount needed to satisfy
4 the provisions identified in subsections (1), (2), (3), and (4),
5 the additional funds shall be subject to appropriation by the
6 legislature.

7 (6) If the child support incentive payment to the state from
8 the federal government is less than \$26,500,000.00, then the state
9 and county share shall each be reduced by 50% of the shortfall.

10 Sec. 409. (1) If statewide retained child support collections
11 exceed \$38,300,000.00, 75% of the amount in excess of
12 \$38,300,000.00 is appropriated to legal support contracts. This
13 excess appropriation may be distributed to eligible counties to
14 supplement and not supplant county title IV-D funding.

15 (2) Each county whose retained child support collections in
16 the current fiscal year exceed its fiscal year 2004-2005 retained
17 child support collections, excluding tax offset and financial
18 institution data match collections in both the current fiscal year
19 and fiscal year 2004-2005, shall receive its proportional share of
20 the 75% excess.

21 Sec. 410. (1) If title IV-D-related child support collections
22 are escheated, the state budget director is authorized to adjust
23 the sources of financing for the funds appropriated in part 1 for
24 legal support contracts to reduce federal authorization by 66% of
25 the escheated amount and increase general fund/general purpose
26 authorization by the same amount. This budget adjustment is
27 required to offset the loss of federal revenue due to the escheated
28 amount being counted as title IV-D program income in accordance
29 with federal regulations at 45 CFR 304.50.

1 (2) The department shall notify the chairs of the house and
2 senate appropriations subcommittees on the department budget and
3 the house and senate fiscal agencies within 15 days after the
4 authorization adjustment in subsection (1).

5
6 **COMMUNITY SERVICES AND OUTREACH**

7 Sec. 450. (1) From the funds appropriated in part 1 for school
8 success partnership program, the department shall allocate
9 \$525,000.00 of TANF revenue by December 1 of the current fiscal
10 year to support the Northeast Michigan Community Service Agency
11 programming. The department shall require the following performance
12 objectives be measured and reported for the duration of the state
13 funding for the school success partnership program:

14 (a) Increasing school attendance and decreasing chronic
15 absenteeism.

16 (b) Increasing academic performance based on grades with
17 emphasis on math and reading.

18 (c) Identifying barriers to attendance and success and
19 connecting families with resources to reduce these barriers.

20 (d) Increasing parent involvement with the parent's child's
21 school and community.

22 (2) By July 15 of the current fiscal year, the Northeast
23 Michigan Community Service Agency shall provide reports to the
24 department on the number of children and families served and the
25 services that were provided to families to meet the performance
26 objectives identified in this section. The department shall
27 distribute the reports within 1 week after receipt to the senate
28 and house appropriations subcommittees on the department budget,
29 the senate and house fiscal agencies, the senate and house policy

1 offices, and the state budget office.

2 Sec. 452. From the funds appropriated in part 1 for crime
3 victim justice assistance grants, the department shall continue to
4 support forensic nurse examiner programs to facilitate training for
5 improved evidence collection for the prosecution of sexual assault.
6 The funds shall be used for program coordination and training.

7 Sec. 453. (1) From the funds appropriated in part 1 for
8 homeless programs, the department shall allocate funds to the
9 emergency shelter program to support efforts of shelter providers
10 to move homeless individuals and households into permanent housing
11 as quickly as possible. Funding provided shall be equal to or
12 exceed the amount a provider would receive if paid an \$18.00 per
13 diem rate per bed night. Expected outcomes are increased shelter
14 discharges to stable housing destinations, decreased recidivism
15 rates for shelter clients, and a reduction in the average length of
16 stay in emergency shelters.

17 (2) By March 1 of the current fiscal year, the department
18 shall submit to the house and senate appropriations subcommittees
19 on the department budget, the house and senate fiscal agencies, the
20 house and senate policy offices, and the state budget office a
21 report on the total amount expended for the program in the previous
22 year, the total number of shelter nights provided, and the average
23 length of stay in an emergency shelter.

24 Sec. 454. The department shall allocate the full amount of
25 funds appropriated in part 1 for homeless programs to provide
26 services for homeless individuals and families, including, but not
27 limited to, third-party contracts for emergency shelter services.

28 Sec. 455. As a condition of receipt of federal TANF revenue,
29 homeless shelters and human services agencies shall collaborate

1 with the department to obtain necessary TANF eligibility
2 information on families as soon as possible after admitting a
3 family to the homeless shelter. From the funds appropriated in part
4 1 for homeless programs, the department is authorized to make
5 allocations of TANF revenue only to the homeless shelters and human
6 services agencies that report necessary data to the department for
7 the purpose of meeting TANF eligibility reporting requirements.
8 Homeless shelters or human services agencies that do not report
9 necessary data to the department for the purpose of meeting TANF
10 eligibility reporting requirements will not receive reimbursements
11 that exceed the per diem amount they received in fiscal year 2000.
12 The use of TANF revenue under this section is not an ongoing
13 commitment of funding.

14 Sec. 456. From the funds appropriated in part 1 for homeless
15 programs, the department shall allocate \$90,000.00 to reimburse
16 public service agencies that provide documentation of paying birth
17 certificate fees on behalf of category 1 homeless clients at county
18 clerk's offices. Public service agencies shall be reimbursed for
19 the cost of the birth certificate fees quarterly until this
20 allocation is fully spent.

21 Sec. 457. (1) From the funds appropriated in part 1 for the
22 uniform statewide sexual assault evidence kit tracking system, in
23 accordance with the final report of the Michigan sexual assault
24 evidence kit tracking and reporting commission, \$800,000.00 is
25 allocated from the sexual assault evidence tracking fund to
26 contract for the administration of a uniform statewide sexual
27 assault evidence kit tracking system. The system shall include the
28 following:

29 (a) A uniform statewide system to track the submission and

1 status of sexual assault evidence kits.

2 (b) A uniform statewide system to audit untested kits that
3 were collected on or before March 1, 2015 and were released by
4 victims to law enforcement.

5 (c) Secure electronic access for victims.

6 (d) The ability to accommodate concurrent data entry with kit
7 collection through various mechanisms, including web entry through
8 computer or smartphone, and through scanning devices.

9 (2) By March 30 of the current fiscal year, the department
10 shall submit to the senate and house appropriations subcommittees
11 on the department budget, the senate and house fiscal agencies, the
12 senate and house policy offices, and the state budget office a
13 status report on the administration of the uniform statewide sexual
14 assault evidence kit tracking system, including operational status
15 and any known issues regarding implementation.

16 (3) The sexual assault evidence tracking fund established in
17 section 1451 of 2017 PA 158 shall continue to be maintained in the
18 department of treasury. Money in the sexual assault evidence
19 tracking fund at the close of a fiscal year remains in the sexual
20 assault evidence tracking fund, does not revert to the general
21 fund, and shall be appropriated as provided by law for the
22 development and implementation of a uniform statewide sexual
23 assault evidence kit tracking system as described in subsection
24 (1).

25 (4) By September 30 of the current fiscal year, the department
26 shall submit to the senate and house appropriations subcommittees
27 on the department budget, the senate and house fiscal agencies, the
28 senate and house policy offices, and the state budget office a
29 report on the findings of the annual audit of the proper submission

1 of sexual assault evidence kits as required by and in compliance
2 with the sexual assault kit evidence submission act, 2014 PA 227,
3 MCL 752.931 to 752.935. The report must include, but is not limited
4 to, a detailed county-by-county compilation of the number of sexual
5 assault evidence kits that were properly submitted and the number
6 that met or did not meet deadlines established in the sexual
7 assault kit evidence submission act, 2014 PA 227, MCL 752.931 to
8 752.935, the number of sexual assault evidence kits retrieved by
9 law enforcement after analysis, and the physical location of all
10 released sexual assault evidence kits collected by health care
11 providers in that year, as of the date of the annual draft report
12 for each reporting agency.

13 Sec. 458. From the funds appropriated in part 1 for crime
14 victim rights services grants, the department shall allocate
15 \$2,000,000.00 from the crime victim's rights fund to maintain
16 increased grant funding to support the further use of crime victim
17 advocates in the criminal justice system. The purpose of the
18 additional funding is to increase available grant funding for crime
19 victim advocates to ensure that the advocates have the resources,
20 training, and funding needed to respond to the physical and
21 emotional needs of crime victims and to provide victims with the
22 necessary services, information, and assistance in order to help
23 them understand and participate in the criminal justice system and
24 experience a measure of safety and security throughout the legal
25 process.

26 Sec. 459. From the funds appropriated in part 1 for child
27 advocacy centers, the department shall allocate \$1,000,000.00 to
28 continue to provide additional funding to child advocacy centers to
29 support the general operations of child advocacy centers. The

1 purpose of this additional funding is to increase the amount of
2 services provided to children and their families who are victims of
3 abuse over the amount provided in the previous fiscal year. The
4 additional funding directed in this section shall only be used for
5 the purposes described under section 4 of the children's advocacy
6 center act, 2008 PA 544, MCL 722.1044.

7 Sec. 461. (1) From the funds appropriated in part 1 for
8 runaway and homeless youth grants, the department shall maintain
9 the recent \$500,000.00 state general fund/general purpose revenue
10 increase to funding to support the runaway and homeless youth
11 services program. The purpose of the additional funding is to
12 support current programs for contracted providers that provide
13 emergency shelter and services to homeless and runaway youth.

14 (2) From the funds appropriated in part 1 for runaway and
15 homeless youth grants, the department shall allocate \$400,000.00 to
16 support runaway and homeless youth services programs. The purpose
17 of the additional funding is to support current programs for
18 contracted providers that provide emergency shelter and services to
19 homeless and runaway youth.

20 (3) By March 1 of the current fiscal year, the department
21 shall submit to the house and senate appropriations subcommittees
22 on the department budget, the house and senate fiscal agencies, the
23 house and senate policy offices, and the state budget office a
24 report on the total amount expended for runaway and homeless youth
25 services programs in the previous year, and the total number of
26 shelter nights for youth provided.

27 Sec. 462. (1) If funding becomes available from the funds
28 appropriated in part 1 for crime victim justice assistance grants,
29 the department shall allocate \$4,000,000.00 to implement 4 trauma

1 recovery center program pilot projects. The pilot projects shall
2 utilize the evidence-informed integrated trauma recovery services
3 model developed by the University of California - San Francisco for
4 service provision and shall be located in a city with a population
5 between 52,300 and 55,000 according to the 2010 federal decennial
6 census, in a city with a population between 100,000 and 105,000
7 according to the 2010 federal decennial census, in a city with a
8 population between 150,000 and 200,000 according to the 2010
9 federal decennial census, and in a city with a population greater
10 than 500,000 according to the 2010 federal decennial census.

11 (2) It is the intent of the legislature that each pilot
12 project shall be designed to last at least 3 years.

13 (3) If funding becomes available, by March 1 of the current
14 fiscal year, the department shall report to the senate and house
15 subcommittees on the department budget, the senate and house fiscal
16 agencies, the senate and house policy offices, and the state budget
17 office on all of the following:

18 (a) The number of participants by pilot project site.

19 (b) The number of participants by crime type, broken down by
20 pilot project site.

21 (c) The number of direct service providers by pilot project
22 site.

23 (d) The number of direct services provided, broken down by
24 type of service and by pilot project site.

25 (e) The administrative costs by pilot project site.

26 (f) The average length of service provision by pilot project
27 site.

28 (g) The average length of service provision, broken down by
29 type of service and by pilot project site.

1 (h) The average cost per participant by pilot project site.

2 (4) The department may explore the development of a mobile
3 trauma recovery center to provide services to rural areas in this
4 state.

5
6 **CHILDREN'S SERVICES AGENCY - CHILD WELFARE**

7 Sec. 501. (1) A goal is established that not more than 25% of
8 all children in foster care at any given time during the current
9 fiscal year, if in the best interest of the child, will have been
10 in foster care for 24 months or more.

11 (2) By March 1 of the current fiscal year, the department
12 shall provide to the senate and house appropriations subcommittees
13 on the department budget, the senate and house fiscal agencies, the
14 senate and house policy offices, and the state budget office a
15 report describing the steps that will be taken to achieve the
16 specific goal established in this section and on the percentage of
17 children who currently are in foster care and who have been in
18 foster care a total of 24 or more months.

19 Sec. 502. From the funds appropriated in part 1 for foster
20 care, the department shall provide 50% reimbursement to Indian
21 tribal governments for foster care expenditures for children who
22 are under the jurisdiction of Indian tribal courts and who are not
23 otherwise eligible for federal foster care cost sharing. The
24 department may provide up to 100% reimbursement to Indian tribal
25 governments that enter into a state-tribal title IV-E agreement
26 allowed under this state's title IV-E state plan.

27 Sec. 503. (1) In accordance with the final report of the
28 Michigan child welfare performance-based funding task force issued
29 in response to section 503 of article X of 2013 PA 59, the

1 department shall continue to review, update, or develop actuarially
2 sound case rates for necessary child welfare foster care case
3 management services that achieve permanency by the department and
4 private child placing agencies in a prospective payment system
5 under a performance-based funding model.

6 (2) In accordance with the final report of the Michigan child
7 welfare performance-based funding task force issued in response to
8 section 503 of article X of 2013 PA 59, the department shall
9 continue an independent, third-party evaluation of the performance-
10 based funding model.

11 (3) The department shall only implement the performance-based
12 funding model into additional counties where the department,
13 private child welfare agencies, the county, and the court operating
14 within that county have signed a memorandum of understanding that
15 incorporates the intentions of the concerned parties in order to
16 implement the performance-based funding model.

17 (4) The department, in conjunction with members from both the
18 house of representatives and senate, private child placing
19 agencies, the courts, and counties shall continue to implement the
20 recommendations that are described in the workgroup report that was
21 provided in section 503 of article X of 2013 PA 59 to establish a
22 performance-based funding model pilot program for public and
23 private child welfare services providers. The department shall
24 provide quarterly reports on the status of the performance-based
25 contracting model 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 senate
28 and house fiscal agencies and policy offices.

29 (5) From the funds appropriated in part 1 for the performance-

1 based funding model pilot, the department shall continue to work
2 with the West Michigan Partnership for Children Consortium on the
3 implementation of the performance-based funding model pilot. The
4 consortium shall accept and comprehensively assess referred youth,
5 assign cases to members of its continuum or leverage services from
6 other entities, and make appropriate case management decisions
7 during the duration of a case. The consortium shall operate an
8 integrated continuum of care structure, with services provided by
9 both private and public agencies, based on individual case needs.
10 The consortium shall demonstrate significant organizational
11 capacity and competencies, including experience with managing risk-
12 based contracts, financial strength, experienced staff and
13 leadership, and appropriate governance structure.

14 Sec. 504. (1) From the funds appropriated in part 1, the
15 department shall continue the master agreement with the West
16 Michigan Partnership for Children Consortium for the fifth year of
17 the planned 5-year agreement to pilot a performance-based child
18 welfare contracting pilot program. The consortium shall consist of
19 a network of affiliated child welfare service providers that will
20 accept and comprehensively assess referred youth, assign cases to
21 members of its continuum or leverage services from other entities,
22 and make appropriate case management decisions during the duration
23 of a case.

24 (2) As a condition for receiving the funding in part 1, the
25 West Michigan Partnership of Children Consortium shall maintain a
26 contract agreement with the department that supports a global
27 capitated payment model. The capitated payment amount shall be
28 based on historical averages of the number of children served in
29 Kent County and for the costs per foster care case. The West

1 Michigan Partnership for Children Consortium is required to manage
2 the cost of the child population it serves. The capitated payment
3 amount shall be reviewed and adjusted no less than twice during the
4 current fiscal year or due to any policy changes implemented by the
5 department that result in a volume of placements that differ in a
6 statistically significant manner from the amount allocated in the
7 annual contract between the department and the West Michigan
8 Partnership for Children as determined by an independent actuary as
9 well as to account for changes in case volumes and any statewide
10 rate increases that are implemented. The contract agreement
11 requires that the West Michigan Partnership for Children Consortium
12 shall maintain the following stipulations and conditions:

13 (a) That the service component of the capitated payment will
14 be calculated assuming rates paid to providers under the pilot
15 program are generally consistent with the department's payment
16 policies for providers throughout the rest of this state.

17 (b) To maintain a risk reserve of at least \$1,500,000.00 to
18 ensure it can meet unanticipated expenses within a given fiscal
19 year.

20 (c) That until the risk reserve is established, the West
21 Michigan Partnership for Children Consortium shall submit to the
22 department a plan for how they will manage expenses to fit within
23 their capitated payment revenue. The department shall review and
24 approve any new investments in provider payments above statewide
25 rates and norms to ensure they are supported by offsetting savings
26 so that costs remain within available revenue.

27 (d) To cooperate with the department on an independent fiscal
28 analysis of costs incurred and revenues received during the course
29 of the pilot program to date.

1 (3) By March 1 of the current fiscal year, the consortium
2 shall provide to the department and the house and senate
3 appropriations subcommittees on the department budget a report on
4 the consortium, including, but not limited to, actual expenditures,
5 number of children placed by agencies in the consortium, fund
6 balance of the consortium, and the outcomes measured.

7 Sec. 505. By March 1 of the current fiscal year, the
8 department shall provide to the senate and house appropriations
9 subcommittees on the department budget, the senate and house fiscal
10 agencies and policy offices, and the state budget office a report
11 on youth referred or committed to the department for care or
12 supervision in the previous fiscal year and in the first quarter of
13 the current fiscal year outlining the number of youth served by the
14 department within the juvenile justice system, the type of setting
15 for each youth, performance outcomes, and financial costs or
16 savings.

17 Sec. 506. From the funds appropriated in part 1 for attorney
18 general contract, by March 1 of the current fiscal year, the
19 department shall submit to the senate and house appropriations
20 subcommittees on the department budget, the senate and house fiscal
21 agencies, the senate and house policy offices, and the state budget
22 office, a report on the juvenile justice system in any county in
23 which funds appropriated in part 1 are expended. The report shall
24 include, but not be limited to, the following:

25 (a) The number of youth referred or committed to the
26 department for care or supervision in the previous fiscal year and
27 in the first quarter of the current fiscal year.

28 (b) The number of youth referred or committed to the care or
29 supervision of the county in which funds appropriated in part 1

1 were expended for the previous fiscal year and the first quarter of
2 the current fiscal year.

3 (c) The type of setting for each youth referred or committed
4 for care or supervision, any applicable performance outcomes, and
5 identified financial costs or savings.

6 Sec. 507. The department's ability to satisfy appropriation
7 deducts in part 1 for foster care private collections is not
8 limited to collections and accruals pertaining to services provided
9 only in the current fiscal year but may include revenues collected
10 during the current fiscal year for services provided in prior
11 fiscal years.

12 Sec. 508. (1) In addition to the amount appropriated in part 1
13 for children's trust fund grants, money granted or money received
14 as gifts or donations to the children's trust fund created by 1982
15 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

16 (2) For the funds described in subsection (1), the department
17 shall ensure that administrative delays are avoided and the local
18 grant recipients and direct service providers receive money in an
19 expeditious manner. The department and board shall make available
20 the children's trust fund contract funds to grantees within 31 days
21 of the start date of the funded project.

22 Sec. 509. From the funds appropriated in part 1 for adoption
23 support services, the department shall maintain the increase of
24 contracted rates paid to private child placing agencies for
25 adoption placement rates.

26 Sec. 511. The department shall provide reports on a semiannual
27 basis to the senate and house appropriations subcommittees on the
28 department budget, the senate and house standing committees on
29 families and human services, and the senate and house fiscal

1 agencies and policy offices on the number and percentage of
2 children who received timely physical and mental health
3 examinations after entry into foster care. The goal of the program
4 is that at least 85% of children shall have an initial medical and
5 mental health examination within 30 days after entry into foster
6 care.

7 Sec. 512. As required by the settlement, by March 1 of the
8 current fiscal year, the department shall report to the senate and
9 house 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 following information
12 for cases of child abuse or child neglect from the previous fiscal
13 year:

14 (a) The total number of relative care placements.

15 (b) The total number of relatives with a placement who became
16 licensed.

17 (c) A list of the reasons from a sample of cases where
18 relatives were denied foster home licensure as documented by the
19 department.

20 Sec. 513. (1) The department shall not expend funds
21 appropriated in part 1 to pay for the direct placement by the
22 department of a child in an out-of-state facility unless all of the
23 following conditions are met:

24 (a) There is no appropriate placement available in this state
25 as determined by the department's interstate compact office.

26 (b) An out-of-state placement exists that is nearer to the
27 child's home than the closest appropriate in-state placement as
28 determined by the department's interstate compact 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 applicable
3 licensing standards of the state in which it is located.

4 (e) The department has done an on-site visit to the out-of-
5 state facility, reviewed the facility records, reviewed licensing
6 records and reports on the facility, and believes that the facility
7 is an appropriate placement for the child.

8 (2) The department shall not expend money for a child placed
9 in an out-of-state facility without approval of the executive
10 director of the children's services agency.

11 (3) The department shall submit an annual report by March 1 of
12 the current fiscal year to the state court administrative office,
13 the house and senate appropriations subcommittees on the department
14 budget, the house and senate fiscal agencies, the house and senate
15 policy offices, and the state budget office on the number of
16 Michigan children residing in out-of-state facilities in the
17 previous fiscal year and shall include the total cost and average
18 per diem cost of these out-of-state placements to this state, and a
19 list of each such placement arranged by the Michigan county of
20 residence for each child.

21 Sec. 514. The department shall submit a comprehensive report
22 concerning children's protective services (CPS) to the legislature,
23 including the senate and house policy offices and the state budget
24 director, by March 1 of the current fiscal year, that shall include
25 all of the following:

26 (a) Statistical information including, but not limited to, all
27 of the following:

28 (i) The total number of reports of child abuse or child neglect
29 investigated under the child protection law, 1975 PA 238, MCL

1 722.621 to 722.638, and the number of cases classified under
2 category I or category II and the number of cases classified under
3 category III, category IV, or category V.

4 (ii) Characteristics of perpetrators of child abuse or child
5 neglect and the child victims, such as age, relationship, race, and
6 ethnicity and whether the perpetrator exposed the child victim to
7 drug activity, including the manufacture of illicit drugs, that
8 exposed the child victim to substance abuse, a drug house, or
9 methamphetamine.

10 (iii) The mandatory reporter category in which the individual
11 who made the report fits, or other categorization if the individual
12 is not within a group required to report under the child protection
13 law, 1975 PA 238, MCL 722.621 to 722.638.

14 (iv) The number of cases that resulted in the separation of the
15 child from the parent or guardian and the period of time of that
16 separation, up to and including termination of parental rights.

17 (v) For the reported complaints of child abuse or child
18 neglect by teachers, school administrators, and school counselors,
19 the number of cases classified under category I or category II and
20 the number of cases classified under category III, category IV, or
21 category V.

22 (vi) For the reported complaints of child abuse or child
23 neglect by teachers, school administrators, and school counselors,
24 the number of cases that resulted in separation of the child from
25 the parent or guardian and the period of time of that separation,
26 up to and including termination of parental rights.

27 (b) New policies related to children's protective services
28 including, but not limited to, major policy changes and court
29 decisions affecting the children's protective services system

1 during the immediately preceding 12-month period. The report shall
2 also include a summary of the actions undertaken and applicable
3 expenditures to achieve compliance with the office of the auditor
4 general audit number 431-1285-16.

5 (c) Statistical information regarding families that were
6 classified in category III, including, but not limited to, all of
7 the following:

8 (i) The total number of cases classified in category III.

9 (ii) The number of cases in category III referred to voluntary
10 community services and closed with no additional monitoring.

11 (iii) The number of cases in category III referred to voluntary
12 community services and monitored for up to 90 days.

13 (iv) The number of cases in category III for which the
14 department entered more than 1 determination that there was
15 evidence of child abuse or child neglect.

16 (v) The number of cases in category III that the department
17 reclassified from category III to category II.

18 (vi) The number of cases in category III that the department
19 reclassified from category III to category I.

20 (vii) The number of cases in category III that the department
21 reclassified from category III to category I that resulted in a
22 removal.

23 (d) Statistical information regarding category III open/close
24 policy including the number of cases that were open/closed, the
25 number of cases that were opened for monitoring, and the 12-month
26 recidivism rate for both.

27 (e) The department policy, or changes to the department
28 policy, regarding children who have been exposed to the production
29 or manufacture of methamphetamines.

1 Sec. 515. If a child protective services caseworker requests
2 approval for another child protective services caseworker or other
3 department employee to accompany them on a home visit because the
4 caseworker believes it would be unsafe to conduct the home visit
5 alone, the department shall not deny the request.

6 Sec. 516. From funds appropriated in part 1 for child care
7 fund, the administrative or indirect cost payment equal to 10% of a
8 county's total monthly gross expenditures shall be distributed to
9 the county on a monthly basis and a county is not required to
10 submit documentation to the department for any of the expenditures
11 that are covered under the 10% payment as described in section
12 117a(4)(b)(ii) and (iv) of the social welfare act, 1939 PA 280, MCL
13 400.117a.

14 Sec. 517. From the funds appropriated in part 1, no title IV-E
15 funds are appropriated under any title IV-E policy that differs
16 from the appeals policy in place as of the fiscal year ending
17 September 30, 2017.

18 Sec. 518. Supervisors must make an initial read of a
19 caseworker's report on a child abuse or child neglect investigation
20 and note any corrections required, or approve the report, within 5
21 business days after the report is submitted by the caseworker. The
22 caseworker must resubmit a report that needs corrections within 3
23 business days after the report is returned by the supervisor.

24 Sec. 519. The department shall permit any private agency that
25 has an existing contract with this state to provide foster care
26 services to be also eligible to provide treatment foster care
27 services.

28 Sec. 520. (1) The department shall submit a report to the
29 house and senate appropriations subcommittees on the department

1 budget, the house and senate fiscal agencies, the house and senate
2 policy offices, and the state budget office by February 15 of the
3 current fiscal year on the number of days of care and expenditures
4 by funding source for the previous fiscal year for out-of-home
5 placements by specific placement programs for child abuse or child
6 neglect and juvenile justice, including, but not limited to, paid
7 relative placement, department direct family foster care, private
8 agency supervised foster care, private child caring institutions,
9 county-supervised facilities, court-supervised facilities, and
10 independent living. The report shall also include the number of
11 days of care for department-operated residential juvenile justice
12 facilities by security classification.

13 (2) For the purposes of the report in subsection (1), living
14 arrangements include, but are not limited to, paid relative
15 placement, department direct family foster care, private agency
16 supervised foster care, private child caring institutions, county-
17 supervised facilities, court-supervised facilities, and independent
18 living.

19 Sec. 521. (1) From the funds appropriated in part 1 for child
20 care fund - indirect cost allotment, the department shall allocate
21 \$3,500,000.00 to counties and tribal governments that receive
22 reimbursements in part 1 from child care fund.

23 (2) The amount described in subsection (1) shall be
24 distributed to each county or tribal government in the same
25 proportion as indirect cost allotments are provided to counties in
26 the manner described in section 117a of the social welfare act,
27 1939 PA 280, MCL 400.117a.

28 Sec. 522. (1) From the funds appropriated in part 1 for youth
29 in transition, the department shall allocate \$750,000.00 for

1 scholarships through the fostering futures scholarship program in
2 the Michigan education trust to youths who were in foster care
3 because of child abuse or child neglect and are attending a college
4 or a career technical educational institution located in this
5 state. Of the funds appropriated, 100% shall be used to fund
6 scholarships for the youths described in this section.

7 (2) On a semiannual basis, the department shall provide a
8 report to the senate and house appropriations subcommittees on the
9 department budget, the senate and house fiscal agencies, the senate
10 and house policy offices, and the state budget office that includes
11 the number of youths who received scholarships under this section
12 and the amount of each scholarship, and the total amount of funds
13 spent or encumbered in the current fiscal year.

14 Sec. 523. (1) By February 15 of the current fiscal year, the
15 department shall submit to the senate and house appropriations
16 subcommittees on the department budget, the senate and house fiscal
17 agencies, the senate and house policy offices, and the state budget
18 office a report on the families first, family reunification, and
19 families together building solutions family preservation programs.
20 The report shall provide population and outcome data based on
21 contractually required follow-up evaluations for families who
22 received family preservation services and shall include information
23 for each program on any innovations that may increase child safety
24 and risk reduction.

25 (2) From the funds appropriated in part 1 for runaway and
26 homeless youth grants and domestic violence prevention and
27 treatment, the department is authorized to make allocations of TANF
28 revenue only to agencies that report necessary data to the
29 department for the purpose of meeting TANF eligibility reporting

1 requirements.

2 (3) By October 1 of the current fiscal year, from the funds
3 appropriated in part 1 for family preservation services, the
4 department shall retain the rates established by the increase
5 provided in section 523(3) of article 6 of 2020 PA 166.

6 Sec. 524. As a condition of receiving funds appropriated in
7 part 1 for strong families/safe children, counties must submit the
8 service spending plan to the department by October 1 of the current
9 fiscal year for approval. The department shall approve the service
10 spending plan within 30 calendar days after receipt of a properly
11 completed service spending plan.

12 Sec. 525. The department shall implement the same on-site
13 evaluation processes for privately operated child welfare and
14 juvenile justice residential facilities as is used to evaluate
15 state-operated facilities. Penalties for noncompliance shall be the
16 same for privately operated child welfare and juvenile justice
17 residential facilities and state-operated facilities.

18 Sec. 526. From the funds appropriated in part 1 for court-
19 appointed special advocates, the department shall allocate
20 \$500,000.00 to fund a project with a nonprofit, community-based
21 organization organized under the laws of this state that are exempt
22 from federal income tax under section 501(c)(3) of the internal
23 revenue code of 1986, 26 USC 501, located in a charter township
24 with a population of between 16,000 and 17,000 according to the
25 2010 federal decennial census that is located in a county with a
26 population of between 600,000 and 605,000 according to the 2010
27 federal decennial census. The nonprofit organization recipient
28 shall have an existing network of affiliate programs operating in
29 at least 25 counties in this state. The nonprofit organization

1 shall use the funds to recruit, screen, train, and supervise
2 volunteers who provide advocacy services on behalf of abused and
3 neglected children.

4 Sec. 527. With the approval of the settlement monitor, for the
5 purposes of calculating adoption worker caseloads for private child
6 placing agencies, the department shall exclude the following case
7 types:

8 (a) Cases in which there are multiple applicants as that term
9 is defined in section 22(e) of chapter X of the probate code of
10 1939, 1939 PA 288, MCL 710.22, also known as a competing party
11 case, in which the case has a consent motion pending from
12 Michigan's children's institute or the court for more than 30 days.

13 (b) Cases in which a birth parent has an order or motion for a
14 rehearing or an appeal as of right that has been pending for more
15 than 15 days.

16 Sec. 529. From the funds appropriated in part 1 for family
17 preservation programs, the department shall maintain the funding
18 levels of family preservation programs as of September 30, 2021.
19 For the current fiscal year as the department moves towards
20 implementation of the federal family first prevention services act,
21 Public Law 115-123, the funding available to serve families through
22 the existing family preservation programs shall not be reduced or
23 diverted to other programs.

24 Sec. 530. (1) All master contracts relating to foster care and
25 adoption services as funded by the appropriations in section 105 of
26 part 1 shall be performance-based contracts that employ a client-
27 centered results-oriented process that is based on measurable
28 performance indicators and desired outcomes and includes the annual
29 assessment of the quality of services provided.

1 (2) By February 1 of the current fiscal year, the department
2 shall provide the senate and house appropriations subcommittees on
3 the department budget, the senate and house fiscal agencies and
4 policy offices, and the state budget office a report detailing
5 measurable performance indicators, desired outcomes, and an
6 assessment of the quality of services provided by the department
7 during the previous fiscal year.

8 Sec. 531. The department shall notify the house and senate
9 appropriations subcommittees on the department budget, the house
10 and senate fiscal agencies, and the house and senate policy offices
11 of any changes to a child welfare master contract template,
12 including the adoption master contract template, the independent
13 living plus master contract template, the child placing agency
14 foster care master contract template, and the residential foster
15 care juvenile justice master contract template, not less than 30
16 days before the change takes effect.

17 Sec. 533. The department shall make payments to child placing
18 facilities for in-home and out-of-home care services and adoption
19 services within 30 days after receiving all necessary documentation
20 from those agencies. It is the intent of the legislature that the
21 burden of ensuring that these payments are made in a timely manner
22 and no payments are in arrears is upon the department.

23 Sec. 534. The department shall submit to the senate and house
24 appropriations subcommittees on the department budget, the senate
25 and house fiscal agencies, the senate and house policy offices, and
26 the state budget office by March 1 of the current fiscal year a
27 report on the adoption subsidies expenditures from the previous
28 fiscal year. The report shall include, but is not limited to, the
29 range of non-\$0.00 annual adoption support subsidy amounts, for

1 both title IV-E eligible cases and state-funded cases, paid to
2 adoptive families, the number of title IV-E and state-funded cases,
3 the number of cases in which the adoption support subsidy request
4 of adoptive parents for assistance was denied by the department,
5 and the number of adoptive parents who requested a redetermination
6 of adoption support subsidy.

7 Sec. 535. By December 1 of the current fiscal year, the
8 department shall create a process in which unlicensed relatives are
9 reviewed and approved as meeting the standards established for
10 state licensing for foster care. For any placements approved as
11 meeting the standards established for state licensing for foster
12 care, the department shall seek title IV-E claims for foster care
13 maintenance payments and foster care administrative payments.

14 Sec. 536. By March 1 of the current fiscal year, the
15 department shall submit to the senate and house appropriations
16 subcommittees on the department budget, the senate and house fiscal
17 agencies, and the policy offices a report on the status of the
18 department's planned and achieved implementation of the federal
19 family first prevention services act, Public Law 115-123. The
20 report shall include, but not be limited to, an estimate of the 5-
21 year spending plan for administrative and compliance costs, a
22 summary of all historical expenditures made to date for
23 implementation by line-item appropriation and program type,
24 information regarding compliance with title IV-E prevention
25 requirements, the status of statewide compliance with the qualified
26 residential treatment program requirements, a summary of provider
27 concerns with respect to requirements under the qualified
28 residential treatment program as that term is defined in section 1
29 of 1973 PA 116, MCL 722.111, a detailed methodology in determining

1 any savings realized or estimated from a reduction in congregate
2 care or residential placements, the department's conformity with
3 federal model licensing standards, the department's plan for
4 tracking and preventing child maltreatment deaths, and the
5 department's plan for extending John H. Chafee foster care
6 independence programs up to age 23.

7 Sec. 537. By March 1 of the current fiscal year, the
8 department shall submit to the senate and house appropriations
9 subcommittees on the department budget, the senate and house fiscal
10 agencies, and the senate and house policy offices a report on the
11 number of unlicensed relative providers with a relative placement
12 denied a foster home license because of not meeting the standards
13 established for state licensing for foster care. The report shall
14 also include the status of title IV-E claims for foster care
15 maintenance payments and foster care administrative payments for
16 licensed relative caregivers with placements.

17 Sec. 538. By October 1 of the current fiscal year, the
18 department shall submit to the senate and house appropriations
19 subcommittees on the department budget, the senate and house fiscal
20 agencies, and the policy offices a report on the status of the
21 department's program improvement plan associated with round 3 of
22 the child and family services review (CFSR). The report shall also
23 include, but not be limited to, a specific and detailed plan to
24 provide an update on areas of substantial nonconformity identified
25 in the CFSR such as the inadequacy of caseworker training provided
26 by the department, the estimated costs necessary to reduce travel
27 time for service delivery to rural areas, plans to improve
28 caseworker engagement to reduce maltreatment in care, and steps
29 undertaken by the department to emphasize permanency in case

1 planning. Additionally, the department shall include the status for
2 items currently being implemented and the description and cost
3 estimate for the implementation for items that will be implemented
4 in the current fiscal year.

5 Sec. 540. If a physician or psychiatrist who is providing
6 services to state or court wards placed in a residential facility
7 submits a formal request to the department to change the
8 psychotropic medication of a ward, the department shall, if the
9 ward is a state ward, make a determination on the proposed change
10 within 7 business days after the request or, if the ward is a
11 temporary court ward, seek parental consent within 7 business days
12 after the request. If parental consent is not provided within 7
13 business days, the department shall petition the court on the
14 eighth business day.

15 Sec. 541. The department shall explore the implementation of a
16 program to help foster care caseworkers achieve forgiveness for
17 their student loan debt. By July 1 of the current fiscal year, the
18 department shall submit to the house and senate appropriations
19 subcommittees on the department budget, the house and senate fiscal
20 agencies, and the house and senate policy offices a report on the
21 department's findings.

22 Sec. 542. The department shall develop and implement
23 strategies to use the input from court-appointed special advocates
24 and foster care parents throughout case management and any legal
25 proceedings for abused and neglected children in foster care.

26 Sec. 543. The department shall develop a clear policy that
27 caseworkers ensure that children who are victims of child abuse or
28 child neglect have the ability either in the courtroom or in the
29 judge's chambers to speak directly to, or be interviewed by, the

1 judge or magistrate who is overseeing their case, in order to give
2 children the opportunity to provide input into the legal
3 proceedings.

4 Sec. 544. The department may require all foster care parents,
5 caseworkers, and guardians ad litem to receive trauma-informed
6 training.

7 Sec. 545. From the funds appropriated in part 1 for the child
8 welfare institute, the department shall provide training that is
9 consistent with the practices taught under therapeutic crisis
10 intervention training to all employees responsible for the
11 investigation of complaints and licensing determinations for child
12 caring institutions and offer trauma support directly to all child
13 welfare caseworkers to help deal with the effects of secondary
14 trauma.

15 Sec. 546. (1) From the funds appropriated in part 1 for foster
16 care payments and from child care fund, the department shall pay
17 providers of general foster care, independent living, and trial
18 reunification services not less than a \$55.20 administrative rate,
19 that would include a 19.5% rate increase over the rate in place on
20 April 1, 2021. It is the intent of the legislature that the
21 administrative rate increase provided in the current fiscal year
22 would, in part, help provide funding to increase the compensation
23 of foster care caseworkers employed by the agencies.

24 (2) From the funds appropriated in part 1, the department
25 shall pay providers of independent living plus services statewide
26 per diem rates for staff-supported housing and host-home housing
27 based on proposals submitted in response to a solicitation for
28 pricing. The independent living plus program provides staff-
29 supported housing and services for foster youth ages 16 through 19

1 who, because of their individual needs and assessments, are not
2 initially appropriate for general independent living foster care.
3 By October 1 of the current fiscal year, the department shall
4 increase rates paid to independent living plus service providers by
5 12% for all independent living plus rate categories.

6 (3) If required by the federal government to meet title IV-E
7 requirements, providers of foster care services shall submit
8 quarterly reports on expenditures to the department to identify
9 actual costs of providing foster care services.

10 (4) From the funds appropriated in part 1, the department
11 shall maintain rates that are not less than the rates in place on
12 March 20, 2020 provided to each private provider of residential
13 services.

14 Sec. 547. (1) From the funds appropriated in part 1 for the
15 guardianship assistance program, the department shall pay a minimum
16 rate that is not less than the approved age-appropriate payment
17 rates for youth placed in family foster care.

18 (2) The department shall report quarterly to the state budget
19 office, the senate and house appropriations subcommittees on the
20 department budget, the senate and house fiscal agencies, and the
21 senate and house policy offices on the number of children enrolled
22 in the guardianship assistance and foster care - children with
23 serious emotional disturbance waiver programs.

24 Sec. 550. (1) The department shall not offset against
25 reimbursement payments to counties or seek reimbursement from
26 counties for charges that were received by the department more than
27 12 months before the department seeks to offset against
28 reimbursement. A county shall not request reimbursement for and
29 reimbursement payments shall not be paid for a charge that is more

1 than 12 months after the date of service or original status
2 determination when initially submitted by the county.

3 (2) All service providers shall submit a request for payment
4 within 12 months after the date of service. Any request for payment
5 submitted 12 months or more after the date of service requires the
6 provider to submit an exception request to the county or the
7 department for approval or denial.

8 (3) The county is not subject to any offset, chargeback, or
9 reimbursement liability for prior expenditures resulting from an
10 error in foster care fund source determinations.

11 Sec. 551. The department shall respond to counties within 30
12 days regarding any request for a clarification requested through
13 the department's child care fund management unit email address.

14 Sec. 552. Sixty days after a county's child care fund on-site
15 review is completed, including the receipt of all requested
16 documentation from the county, the department shall provide the
17 results of the review to the county. The department shall not
18 evaluate the relevancy, quality, effectiveness, efficiency, or
19 impact of the services provided to youth of the county's child care
20 fund programs in the review. Pursuant to state law, the department
21 shall not release the results of the review to a third-party
22 without the permission of the county being reviewed.

23 Sec. 555. The department shall require that foster care
24 parents caring for a foster child for whom a petition of adoption
25 has been filed with the court shall continue to receive the
26 regularly scheduled maintenance payments until the child is no
27 longer in their care.

28 Sec. 557. If a vehicle that is owned by the state is available
29 and not scheduled for use by other state workers, the department

1 may consider it an allowable use of the vehicle for a child
2 protective services caseworker or a foster care caseworker to drive
3 it to foster home visits or to drive it to their own home if it
4 would be helpful to the worker in conducting their work.

5 Sec. 558. From the funds appropriated in part 1 for child
6 welfare institute, by January 1 of the current fiscal year, the
7 department shall provide all the necessary training and materials
8 to designated private child placing agency staff in order for all
9 pre-service training requirements specified by the settlement to be
10 completed by private child placing agency staff at agency
11 facilities. It shall be department policy that the designated
12 private child placing agency staff trained by the department to
13 deliver training are authorized to deliver pre-service training to
14 any private child placing agency staff, regardless of agency. This
15 section does not modify or amend current licensing, certification,
16 or subject matter standards required by federal law, state law, or
17 the settlement.

18 Sec. 559. (1) From the funds appropriated in part 1 for
19 adoption support services, the department shall allocate
20 \$250,000.00 to the Adoptive Family Support Network by December 1 of
21 the current fiscal year to operate and expand its adoptive parent
22 mentor program to provide a listening ear, knowledgeable guidance,
23 and community connections to adoptive parents and children who were
24 adopted in this state or another state.

25 (2) The Adoptive Family Support Network shall submit to the
26 senate and house appropriations subcommittees on the department
27 budget, the senate and house fiscal agencies, the senate and house
28 policy offices, and the state budget office by March 1 of the
29 current fiscal year a report on the program described in subsection

1 (1), including, but not limited to, the number of cases served and
2 the number of cases in which the program prevented an out-of-home
3 placement.

4 Sec. 562. The department shall provide time and travel
5 reimbursements for foster parents who transport a foster child to
6 parent-child visitations. As part of the foster care parent
7 contract, the department shall provide written confirmation to
8 foster parents that states that the foster parents have the right
9 to request these reimbursements for all parent-child visitations.
10 The department shall provide these reimbursements within 60 days
11 after receiving a request for eligible reimbursements from a foster
12 parent.

13 Sec. 564. (1) The department shall maintain a clear policy for
14 parent-child visitations. The local county offices, caseworkers,
15 and supervisors shall meet an 85% success rate, after accounting
16 for factors outside of the caseworkers' control.

17 (2) Per the court-ordered number of required meetings between
18 caseworkers and a parent, the caseworkers shall achieve a success
19 rate of 85%, after accounting for factors outside of the
20 caseworkers' control.

21 (3) By March 1 of the current fiscal year, the department
22 shall provide to the senate and house appropriations subcommittees
23 on the department budget, the senate and house fiscal agencies, the
24 senate and house policy offices, and the state budget office a
25 report on the following:

26 (a) The percentage of success rate for parent-child
27 visitations and court-ordered required meetings between caseworkers
28 referenced in subsections (1) and (2) for the previous year.

29 (b) The barriers to achieve the success rates in subsections

1 (1) and (2) and how this information is tracked.

2 Sec. 567. The department shall submit to the senate and house
3 appropriations subcommittees on the department budget, the senate
4 and house fiscal agencies, the senate and house policy offices, and
5 the state budget office by March 1 of the current fiscal year a
6 report on transfer of medical passports for children in foster
7 care, including the following:

8 (a) From the total medical passports transferred, the
9 percentage that transferred within 2 weeks after the date of
10 placement or return to the home.

11 (b) From the total school records, the percentage that
12 transferred within 2 weeks after the date of placement or return to
13 the home.

14 (c) The implementation steps that have been taken to improve
15 the outcomes for the measures in subdivision (a).

16 Sec. 569. The department shall reimburse private child placing
17 agencies that complete adoptions at the rate according to the date
18 on which the petition for adoption and required support
19 documentation was accepted by the court and not according to the
20 date the court's order placing for adoption was entered.

21 Sec. 573. (1) From the funds appropriated in part 1 for foster
22 care payments and child care fund, the department shall, if funds
23 become available, pay providers of foster care services a per diem
24 daily administrative rate for every case on a caseworker's caseload
25 for the duration of a case from referral acceptance to the
26 discharge of wardship.

27 (2) The department shall complete an actuarial study to review
28 case rates paid to private child placing agencies every even-
29 numbered year.

1 (3) The department shall submit a request to the settlement
2 monitor to define caseload ratios in the settlement to only include
3 active cases or to designate a zero case weight for cases that are
4 routed for case closure but remain open to complete administrative
5 activities.

6 Sec. 574. (1) From the funds appropriated for foster care
7 payments, \$375,000.00 is allocated to support family incentive
8 grants to private and community-based foster care service providers
9 to assist with home improvements or payment for physical exams for
10 applicants needed by foster families and unlicensed relatives
11 caring for a family member through the child welfare system to
12 accommodate children in foster care.

13 (2) By March 1 of the current fiscal year, the department
14 shall submit to the house and senate appropriations subcommittees
15 on the department budget, the house and senate fiscal agencies, the
16 house and senate policy offices, and the state budget office a
17 report on the total amount expended in the previous year for grants
18 to private and community-based foster care service providers for
19 home improvements or physical exams as referenced in subsection (1)
20 and the number of grants issued.

21 Sec. 575. From the funds appropriated in part 1 for children's
22 services administration, the department shall allocate \$200,000.00
23 to provide support and coordinated services to the kinship
24 caregiver advisory council.

25 Sec. 578. The department shall explore the development and
26 implementation of a foster care worker apprenticeship program for
27 college students majoring in social work who are interested in
28 working in child welfare. The goals of the program would be to
29 expose students directly to foster care work and provide work

1 experience to aid in the recruitment of future child welfare
2 caseworkers, and to provide current caseworkers with apprentice
3 support staff. By August 1 of the current fiscal year, the
4 department shall submit to the house and senate appropriations
5 subcommittees on the department budget, the house and senate fiscal
6 agencies, and the house and senate policy offices a report on the
7 department's recommendation for an apprenticeship program. It is
8 the intent of the legislature that the department develop the
9 program so that it can be implemented in the following year and
10 that students in the apprenticeship program would receive payment
11 for their services, if funding is made available.

12 Sec. 583. By March 1 of the current fiscal year, the
13 department shall provide to the senate and house appropriations
14 subcommittees on the department budget, the senate and house
15 standing committees on families and human services, the senate and
16 house fiscal agencies and policy offices, and the state budget
17 office a report that includes all of the following:

18 (a) The number and percentage of foster parents that dropped
19 out of the program in the previous fiscal year, the reasons the
20 foster parents left the program, and how those figures compare to
21 prior fiscal years.

22 (b) The number and percentage of foster parents successfully
23 retained in the previous fiscal year and how those figures compare
24 to prior fiscal years.

25 Sec. 585. The department shall make available at least 1 pre-
26 service training class each month in which new caseworkers for
27 private foster care and adoption agencies can enroll.

28 Sec. 588. (1) Concurrently with public release, the department
29 shall transmit all reports from the court-appointed settlement

1 monitor, including, but not limited to, the needs assessment and
2 period outcome reporting, to the state budget office, the senate
3 and house appropriations subcommittees on the department budget,
4 and the senate and house fiscal agencies and policy offices,
5 without revision.

6 (2) By October 1 of the current fiscal year, the department
7 shall submit to the senate and house appropriations subcommittees
8 on the department budget, the senate and house fiscal agencies, and
9 the policy offices a detailed plan that will terminate and dismiss
10 with prejudice the settlement by September 30 of the current fiscal
11 year.

12 Sec. 589. (1) From the funds appropriated in part 1 for child
13 care fund, the department shall pay 100% of the administrative rate
14 for all new cases referred to providers of foster care services.

15 (2) On a quarterly basis, the department shall report on the
16 monthly number of all foster care cases administered by the
17 department and all foster care cases administered by private
18 providers.

19 Sec. 592. The department shall submit quarterly reports to the
20 chairs of the house and senate standing oversight committees, the
21 house and senate appropriations subcommittees on the department
22 budget, the house and senate fiscal agencies, the house and senate
23 policy offices, and the state budget office that include data from
24 children's protective services staff for each of the following for
25 the most recent 30-day period before the report is submitted:

26 (a) The percent of investigations commenced within 24 hours
27 after receiving a report.

28 (b) The percent of central registry reviews performed for
29 required individuals.

1 (c) The percent of face-to-face contacts made within the
2 established timeframe required by the department.

3 (d) In appropriate cases, the percent of sibling placement
4 evaluations completed when 1 or more children remain in the home
5 after a child has been removed.

6 (e) The percent of supervisory reviews performed in a timely
7 manner.

8 (f) The results of a department survey of child protective
9 services investigators on the number of investigators who are
10 concerned for his or her own personal safety.

11 (g) The percent of investigators using the mobile application
12 or other tool to document compliance.

13 Sec. 593. (1) The department shall conduct an annual review in
14 each county to determine if the county has adopted and implemented
15 standard child abuse and child neglect investigation and interview
16 protocols as required in section 8(6) of the child protection law,
17 1975 PA 238, MCL 722.628.

18 (2) By March 1 of the current fiscal year, the department
19 shall submit an annual report to the chairs of the house and senate
20 standing oversight committees, the governor's task force on child
21 abuse and neglect, the house and senate appropriations
22 subcommittees on the department budget, the house and senate fiscal
23 agencies, the house and senate policy offices, and the state budget
24 office on the findings of each county's review described in
25 subsection (1).

26 Sec. 594. From the funds appropriated in part 1 for foster
27 care payments, the department shall support regional resource teams
28 to provide for the recruitment, retention, and training of foster
29 and adoptive parents and shall expand the Michigan youth

1 opportunities initiative to all Michigan counties. The purpose of
2 this funding is to increase the number of annual inquiries from
3 prospective foster parents, increase the number of nonrelative
4 foster homes that achieve licensure each year, increase the annual
5 retention rate of nonrelative foster homes, reduce the number of
6 older foster youth placed outside of family settings, and provide
7 older youth with enhanced support in transitioning to adulthood.

8 Sec. 595. (1) Due to the exigent circumstances found in the
9 department's children's protective services (CPS) program by the
10 office of the auditor general (OAG) audit number 431-1285-16, from
11 the funds appropriated in part 1, the department shall expend the
12 funding for children's protective services - caseload staff in
13 order to dedicate resources to CPS investigations. The department
14 shall hire staff from the funds appropriated in part 1 for
15 children's protective services - caseload staff for the department
16 to come into compliance and sustain measured corrective action as
17 determined by the OAG for OAG audit number 431-1285-16.

18 (2) From the funds appropriated in part 1 for foster care
19 services - caseload staff, the department shall not expend any
20 funds on hiring foster care workers or licensing workers and shall
21 not assume any direct supervisory responsibility of foster care
22 cases unless 1 of the following conditions is met:

23 (a) An initial review of the case indicated that the case is
24 not eligible for title IV-E reimbursement.

25 (b) The department is already providing direct foster care
26 service to 1 or more siblings of the child ordered into a
27 placement, and a department direct service provision can provide
28 placement to the entire sibling group.

29 (c) The court has ordered placement for only some of the

1 children in the family, requiring the department to monitor the
2 children remaining at home.

3 (3) From the funds appropriated in part 1 for foster care
4 payments, all new foster care cases coming into care shall be
5 placed with a private child placing agency supervision unless any
6 of the conditions in subsection (1) are met or until the statewide
7 ratio of foster care cases is 55% for private child placing agency
8 supervision to 45% department case management supervision
9 respectively.

10 (4) This section does not require an individual county to meet
11 the case ratio described in subsection (3).

12 (5) This section does not modify or amend caseload ratios
13 required under the settlement.

14 Sec. 598. Partial child care fund reimbursements to counties
15 for undisputed charges shall be made within 45 business days after
16 the receipt of the required forms and documentation. The department
17 shall notify a county within 15 business days after a disputed
18 reimbursement request. The department shall reimburse for corrected
19 charges within 45 business days after a properly corrected
20 submission by the county.

21
22 **PUBLIC ASSISTANCE**

23 Sec. 601. Whenever a client agrees to the release of his or
24 her name and address to the local housing authority, the department
25 shall request from the local housing authority information
26 regarding whether the housing unit for which vendoring has been
27 requested meets applicable local housing codes. Vendoring shall be
28 terminated for those units that the local authority indicates in
29 writing do not meet local housing codes until the local authority

1 indicates in writing that local housing codes have been met.

2 Sec. 602. The department shall conduct a full evaluation of an
3 individual's assistance needs if the individual has applied for
4 disability more than 1 time within a 1-year period.

5 Sec. 603. For any change in the income of a recipient of the
6 food assistance program, the family independence program, or state
7 disability assistance that results in a benefit decrease, the
8 department must notify the affected recipient of the decrease in
9 benefits amount no later than 15 work days before the first day of
10 the month in which the change takes effect.

11 Sec. 604. (1) From the funds appropriated in part 1 for state
12 disability assistance payments, the department shall operate a
13 state disability assistance program. Except as provided in
14 subsection (3), persons eligible for this program shall include
15 needy citizens of the United States or aliens exempted from the
16 supplemental security income citizenship requirement who are at
17 least 18 years of age or emancipated minors who meet 1 or more of
18 the following requirements:

19 (a) Is a recipient of supplemental security income, social
20 security, or medical assistance due to disability or 65 years of
21 age or older.

22 (b) Is an individual with a physical or mental impairment that
23 meets federal supplemental security income disability standards,
24 except that the minimum duration of the disability shall be 90
25 days. Substance use disorder alone is not defined as a basis for
26 eligibility.

27 (c) Is a resident of an adult foster care facility, a home for
28 the aged, a county infirmary, or a substance use disorder treatment
29 center.

1 (d) Is an individual receiving 30-day postresidential
2 substance use disorder treatment.

3 (e) Is an individual diagnosed as having acquired
4 immunodeficiency syndrome.

5 (f) Is an individual receiving special education services
6 through a local intermediate school district.

7 (g) Is a caretaker of a disabled individual who meets the
8 requirements specified in subdivision (a), (b), (e), or (f).

9 (2) Applicants for and recipients of the state disability
10 assistance program shall be considered needy if they do both of the
11 following:

12 (a) Meet the same asset test as is applied for the family
13 independence program.

14 (b) Have a monthly budgetable income that is less than the
15 payment standards.

16 (3) Except for an individual described in subsection (1)(c) or
17 (d), an individual is not disabled for purposes of this section if
18 his or her drug addiction or alcoholism is a contributing factor
19 material to the determination of disability. "Material to the
20 determination of disability" means that, if the individual stopped
21 using drugs or alcohol, his or her remaining physical or mental
22 limitations would not be disabling. If his or her remaining
23 physical or mental limitations would be disabling, then the drug
24 addiction or alcoholism is not material to the determination of
25 disability and the individual may receive state disability
26 assistance. Such an individual must actively participate in a
27 substance abuse treatment program, and the assistance must be paid
28 to a third party or through vendor payments. For purposes of this
29 section, substance abuse treatment includes receipt of inpatient or

1 outpatient services or participation in alcoholics anonymous or a
2 similar program.

3 Sec. 605. The level of reimbursement provided to state
4 disability assistance recipients in licensed adult foster care
5 facilities shall be the same as the prevailing supplemental
6 security income rate under the personal care category.

7 Sec. 606. County department offices shall require each
8 recipient of family independence program and state disability
9 assistance who has applied with the social security administration
10 for supplemental security income to sign a contract to repay any
11 assistance rendered through the family independence program or
12 state disability assistance program upon receipt of retroactive
13 supplemental security income benefits.

14 Sec. 607. (1) The department's ability to satisfy
15 appropriation deductions in part 1 for state disability
16 assistance/supplemental security income recoveries and public
17 assistance recoupment revenues shall not be limited to recoveries
18 and accruals pertaining to state disability assistance, or family
19 independence assistance grant payments provided only in the current
20 fiscal year, but may include revenues collected during the current
21 year that are prior year related and not a part of the department's
22 accrued entries.

23 (2) The department may use supplemental security income
24 recoveries to satisfy the deduct in any line in which the revenues
25 are appropriated, regardless of the source from which the revenue
26 is recovered.

27 Sec. 608. Adult foster care facilities providing domiciliary
28 care or personal care to residents receiving supplemental security
29 income or homes for the aged serving residents receiving

1 supplemental security income shall not require those residents to
2 reimburse the home or facility for care at rates in excess of those
3 legislatively authorized. To the extent permitted by federal law,
4 adult foster care facilities and homes for the aged serving
5 residents receiving supplemental security income are not prohibited
6 from accepting third-party payments in addition to supplemental
7 security income if the payments are not for food, clothing,
8 shelter, or result in a reduction in the recipient's supplemental
9 security income payment.

10 Sec. 609. The state supplementation level under the
11 supplemental security income program for the personal care/adult
12 foster care and home for the aged categories shall not be reduced
13 during the current fiscal year. The legislature shall be notified
14 not less than 30 days before any proposed reduction in the state
15 supplementation level.

16 Sec. 610. (1) In developing good cause criteria for the state
17 emergency relief program, the department shall grant exemptions if
18 the emergency resulted from unexpected expenses related to
19 maintaining or securing employment.

20 (2) For purposes of determining housing affordability
21 eligibility for state emergency relief, a group is considered to
22 have sufficient income to meet ongoing housing expenses if their
23 total housing obligation does not exceed 75% of their total net
24 income.

25 (3) State emergency relief payments shall not be made to
26 individuals who have been found guilty of fraud in regard to
27 obtaining public assistance.

28 (4) State emergency relief payments shall not be made
29 available to persons who are out-of-state residents or illegal

1 immigrants.

2 (5) State emergency relief payments for rent assistance shall
3 be distributed directly to landlords and shall not be added to
4 Michigan bridge cards.

5 Sec. 611. The state supplementation level under the
6 supplemental security income program for the living independently
7 or living in the household of another categories shall not exceed
8 the minimum state supplementation level as required under federal
9 law or regulations.

10 Sec. 613. (1) The department shall provide reimbursements for
11 the final disposition of indigent persons. The reimbursements shall
12 include all of the following:

13 (a) The maximum allowable reimbursement for the final
14 disposition is \$840.00.

15 (b) The adult burial with services allowance is \$765.00.

16 (c) The adult burial without services allowance is \$530.00.

17 (d) The infant burial allowance is \$210.00.

18 (2) Reimbursement for a cremation permit fee of up to \$75.00
19 and for mileage at the standard rate will be made available for an
20 eligible cremation. The reimbursements under this section shall
21 take into consideration religious preferences that prohibit
22 cremation.

23 Sec. 614. The department shall report to the senate and house
24 of representatives appropriations subcommittees on the department
25 budget, the senate and house fiscal agencies, and the senate and
26 house policy offices by January 15 of the current fiscal year on
27 the number and percentage of state disability assistance recipients
28 who were determined to be eligible for federal supplemental
29 security income benefits in the previous fiscal year.

1 Sec. 615. Except as required by federal law or regulations,
2 funds appropriated in part 1 shall not be used to provide public
3 assistance to a person who is not a United States citizen,
4 permanent resident alien, or refugee. This section does not
5 prohibit the department from entering into contracts with food
6 banks, emergency shelter providers, or other human services
7 agencies who may, as a normal part of doing business, provide food
8 or emergency shelter.

9 Sec. 616. The department shall require retailers that
10 participate in the electronic benefits transfer program to charge
11 no more than \$2.50 in fees for cash back as a condition of
12 participation.

13 Sec. 618. By March 1 of the current fiscal year, the
14 department shall report to the senate and house appropriations
15 subcommittees on the department budget, the senate and house fiscal
16 agencies, the senate and house policy offices, and the state budget
17 office the quarterly number of supervised individuals who have
18 absconded from supervision and whom a law enforcement agency, the
19 department of corrections, or the department is actively seeking
20 according to section 84 of the corrections code of 1953, 1953 PA
21 232, MCL 791.284.

22 Sec. 619. The department shall not deny title IV-A assistance
23 and food assistance benefits under 21 USC 862a to any individual
24 who has been convicted of a felony that included the possession,
25 use, or distribution of a controlled substance, for which the act
26 that resulted in the conviction occurred after August 22, 1996, if
27 the individual is not in violation of his or her probation or
28 parole requirements.

29 Sec. 620. (1) The department shall make a determination of

1 Medicaid eligibility not later than 90 days after completion of
2 Medicaid application if disability is an eligibility factor. For
3 all other Medicaid applicants, including patients of a nursing
4 home, the department shall make a determination of Medicaid
5 eligibility within 45 days after application.

6 (2) The department shall provide quarterly reports to the
7 senate and house appropriations subcommittees on the department
8 budget, the senate and house standing committees on families and
9 human services, the senate and house fiscal agencies, the senate
10 and house policy offices, and the state budget office on the
11 average Medicaid eligibility standard of promptness for each of the
12 required standards of promptness under subsection (1) and for
13 medical review team reviews achieved statewide and at each local
14 office.

15 Sec. 645. An individual or family is considered homeless, for
16 purposes of eligibility for state emergency relief, if living
17 temporarily with others in order to escape domestic violence. For
18 purposes of this section, domestic violence is defined and verified
19 in the same manner as in the department's policies on good cause
20 for not cooperating with child support and paternity requirements.

21 Sec. 653. From the funds appropriated in part 1 for food
22 assistance program benefits, an individual who is the victim of
23 domestic violence or human trafficking and does not qualify for any
24 other exemption may be exempt from the 3-month in 36-month limit on
25 receiving food assistance under 7 USC 2015. This exemption can be
26 extended an additional 3 months upon demonstration of continuing
27 need.

28 Sec. 654. The department shall notify recipients of food
29 assistance program benefits that their benefits can be spent with

1 their bridge cards at many farmers' markets in the state. The
2 department shall also notify recipients about the Double Up Food
3 Bucks program that is administered by the Fair Food Network.
4 Recipients shall receive information about the Double Up Food Bucks
5 program, including information that when the recipient spends
6 \$20.00 at participating farmers' markets through the program, the
7 recipient can receive an additional \$20.00 to buy Michigan produce.

8 Sec. 655. Within 14 days after the spending plan for low-
9 income home energy assistance program is approved by the state
10 budget office, the department shall provide the spending plan,
11 including itemized projected expenditures, to the chairpersons of
12 the senate and house appropriations subcommittees on the department
13 budget, the senate and house fiscal agencies, the senate and house
14 policy offices, and the state budget office.

15 Sec. 669. From the funds appropriated in part 1 for family
16 independence program, the department shall allocate \$7,230,000.00
17 for the annual clothing allowance. The allowance shall be granted
18 to all eligible children in a family independence program group.

19 Sec. 672. (1) The department's office of inspector general
20 shall report to the senate and house of representatives
21 appropriations subcommittees on the department budget, the senate
22 and house fiscal agencies, and the senate and house policy offices
23 by February 15 of the current fiscal year on department efforts to
24 reduce inappropriate use of Michigan bridge cards and food
25 assistance program trafficking. The department shall provide
26 information on the number of recipients of services who used their
27 electronic benefit transfer card inappropriately and the current
28 status of each case, the number of recipients whose benefits were
29 revoked, whether permanently or temporarily, as a result of

1 inappropriate use, and the number of retailers that were fined or
2 removed from the electronic benefit transfer program for permitting
3 inappropriate use of the cards. The report shall also include the
4 number of Michigan bridge card trafficking instances and overall
5 welfare fraud referrals that includes such information as the
6 number of investigations completed, fraud and intentional program
7 violation dollar amounts identified, the number of referrals to
8 prosecutors, the number of administrative hearing referrals and
9 waivers, and the number of program disqualifications imposed. The
10 report shall distinguish between savings and cost avoidance.
11 Savings include receivables established from instances of fraud
12 committed. Cost avoidance includes expenditures avoided due to
13 front-end eligibility investigations and other preemptive actions
14 undertaken in the prevention of fraud.

15 (2) The department shall require an explanation from a
16 recipient if a Michigan bridge card is replaced more than 2 times
17 over any 3-month period.

18 (3) As used in this section:

19 (a) "Food assistance trafficking" means the buying and selling
20 of food assistance benefits for cash or items not authorized under
21 the food and nutrition act, 7 USC 2036.

22 (b) "Inappropriate use" means not used to meet a family's
23 ongoing basic needs, including food, clothing, shelter, utilities,
24 household goods, personal care items, and general incidentals.

25 Sec. 677. (1) The department shall establish a state goal for
26 the percentage of family independence program cases involved in
27 employment activities. The percentage established shall not be less
28 than 50%. The goal for long-term employment shall be 15% of cases
29 for 6 months or more.

1 (2) The department shall provide semiannual reports to the
2 senate and house appropriations subcommittees on the department
3 budget, the senate and house fiscal agencies and policy offices,
4 and the state budget director on the number of cases referred to
5 Partnership. Accountability. Training. Hope. (PATH), the current
6 percentage of family independence program cases involved in PATH
7 employment activities, an estimate of the current percentage of
8 family independence program cases that meet federal work
9 participation requirements on the whole, and an estimate of the
10 current percentage of the family independence program cases that
11 meet federal work participation requirements for those cases
12 referred to PATH.

13 (3) The department shall submit to the senate and house
14 appropriations subcommittees on the department budget, the senate
15 and house fiscal agencies, the senate and house policy offices, and
16 the state budget office semiannual reports that include all of the
17 following:

18 (a) The number and percentage of nonexempt family independence
19 program recipients who are employed.

20 (b) The average and range of wages of employed family
21 independence program recipients.

22 (c) The number and percentage of employed family independence
23 program recipients who remain employed for 6 months or more.

24 Sec. 686. (1) The department shall confirm that individuals
25 presenting personal identification issued by another state seeking
26 assistance through the family independence program, food assistance
27 program, state disability assistance program, or medical assistance
28 program are not receiving benefits from any other state.

29 (2) The department shall confirm the address provided by any

1 individual seeking family independence program benefits or state
2 disability assistance benefits.

3 (3) The department shall prohibit individuals with property
4 assets assessed at a value higher than \$200,000.00 from accessing
5 assistance through department-administered programs, unless such a
6 prohibition would violate federal rules and guidelines.

7 (4) The department shall obtain an up-to-date telephone number
8 during the eligibility determination or redetermination process for
9 individuals seeking medical assistance benefits.

10 Sec. 687. (1) The department shall, in quarterly reports,
11 compile and make available on its website all of the following
12 information about the family independence program, state disability
13 assistance, the food assistance program, Medicaid, and state
14 emergency relief:

15 (a) The number of applications received.

16 (b) The number of applications approved.

17 (c) The number of applications denied.

18 (d) The number of applications pending and neither approved
19 nor denied.

20 (e) The number of cases opened.

21 (f) The number of cases closed.

22 (g) The number of cases at the beginning of the quarter and
23 the number of cases at the end of the quarter.

24 (2) The information provided under subsection (1) shall be
25 compiled and made available for the state as a whole and for each
26 county and reported separately for each program listed in
27 subsection (1).

28 (3) The department shall, in quarterly reports, compile and
29 make available on its website the following family independence

1 program information:

2 (a) The number of new applicants who successfully met the
3 requirements of the 10-day assessment period for PATH.

4 (b) The number of new applicants who did not meet the
5 requirements of the 10-day assessment period for PATH.

6 (c) The number of cases sanctioned because of the school
7 truancy policy.

8 (d) The number of cases closed because of the 48-month and 60-
9 month lifetime limits.

10 (e) The number of first-, second-, and third-time sanctions.

11 (f) The number of children ages 0-5 living in family
12 independence program-sanctioned households.

13 Sec. 688. From the funds appropriated in part 1 for the low-
14 income home energy assistance program, the department shall make an
15 additional \$20.01 payment to each food assistance program case that
16 is not currently eligible for the standard utility allowance to
17 enable each case to receive expanded food assistance benefits
18 through the program commonly known as the heat and eat program.

19
20 **CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE**

21 Sec. 701. Unless required from changes to federal or state law
22 or at the request of a provider, the department shall not alter the
23 terms of any signed contract with a private residential facility
24 serving children under state or court supervision without written
25 consent from a representative of the private residential facility.

26 Sec. 706. Counties shall be subject to 50% chargeback for the
27 use of alternative regional detention services, if those detention
28 services do not fall under the basic provision of section 117e of
29 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county

1 operates those detention services programs primarily with
2 professional rather than volunteer staff.

3 Sec. 707. In order to be reimbursed for child care fund
4 expenditures, counties are required to submit department-developed
5 reports to enable the department to document potential federally
6 claimable expenditures. This requirement is in accordance with the
7 reporting requirements specified in section 117a(12) of the social
8 welfare act, 1939 PA 280, MCL 400.117a.

9 Sec. 708. (1) As a condition of receiving funds appropriated
10 in part 1 for the child care fund line item, by October 15 of the
11 current fiscal year, counties shall have an approved service
12 spending plan for the current fiscal year. Counties must submit the
13 service spending plan for the following fiscal year to the
14 department by August 15 of the current fiscal year for approval.
15 Upon submission of the county service spending plan, the department
16 shall approve within 30 calendar days after receipt of a properly
17 completed service plan that complies with the requirements of the
18 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b. The
19 department shall notify and submit county service spending plan
20 revisions to any county whose county service spending plan is not
21 accepted upon initial submission. The department shall not request
22 any additional revisions to a county service spending plan outside
23 of the requested revision notification submitted to the county by
24 the department. The department shall notify a county within 30 days
25 after approval that its service plan was approved.

26 (2) Counties must submit amendments to current fiscal year
27 county service plans to the department no later than August 30.
28 Counties must submit current fiscal year payable estimates to the
29 department no later than September 15.

1 (3) The department shall submit a report to the house and
2 senate 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 by February 15 of the current
5 fiscal year on the number of counties that fail to submit a service
6 spending plan by August 15 of the previous fiscal year and the
7 number of service spending plans not approved by October 15. The
8 report shall include the number of county service spending plans
9 that were not approved as first submitted by the counties, as well
10 as the number of plans that were not approved by the department
11 after being resubmitted by the county with the first revisions that
12 were requested by the department.

13 Sec. 709. The department's master contract for juvenile
14 justice residential foster care services shall prohibit contractors
15 from denying a referral for placement of a youth, or terminating a
16 youth's placement, if the youth's assessed treatment needs are in
17 alignment with the facility's residential program type, as
18 identified by the court or the department. In addition, the master
19 contract shall require that youth placed in juvenile justice
20 residential foster care facilities must have regularly scheduled
21 treatment sessions with a licensed psychologist or psychiatrist, or
22 both, and access to the licensed psychologist or psychiatrist as
23 needed.

24 Sec. 715. (1) As a condition of receiving funds appropriated
25 in part 1 for raise the age fund, by deadlines established and
26 advised by the department, counties shall have an approved budget
27 plan for the current fiscal year. Counties must submit the budget
28 plan for the following fiscal year to the department by deadlines
29 established and advised by the department in the current fiscal

1 year for approval. The budget plan shall specifically identify the
2 types of costs to be reimbursed, estimated costs for each item, and
3 the total estimated cost to be reimbursed. The types of costs to be
4 reimbursed must comply with the requirements of section 117i of the
5 social welfare act, 1939 PA 280, MCL 400.117i.

6 (2) County reimbursement from the raise the age fund is
7 limited to eligible youth and items specifically identified in
8 approved budget plans and shall not exceed the total estimated cost
9 included in the approved budget plan.

10 (3) Counties must submit amendments to current fiscal year
11 county budget plans by deadlines established and advised by the
12 department. Counties must submit current fiscal year payable
13 estimates for raise the age funds to the department by deadlines
14 established and advised by the department.

15 (4) As used in this section, "eligible youth" includes both of
16 the following:

17 (a) Pre-adjudication eligible youth: A youth for whom a
18 petition has been filed alleging commission of a status or criminal
19 offense on or after his or her reaching the age of 17, but before
20 reaching the age of 18.

21 (b) Post-adjudication eligible youth: A youth who has been
22 adjudicated for a status or criminal offense for which a petition
23 was filed alleging commission of a status or criminal offense on or
24 after his or her reaching the age of 17, but before reaching the
25 age of 18.

26
27 **FIELD OPERATIONS AND SUPPORT SERVICES**

28 Sec. 801. (1) The department shall report monthly to the house
29 and senate appropriations subcommittees on the department budget,

1 the house and senate fiscal agencies, the house and senate policy
2 offices, and the state budget office on the most recent food
3 assistance program error rate derived from the active cases,
4 reported to the United States Department of Agriculture - Food and
5 Nutrition Services for the supplemental nutrition assistance
6 program.

7 (2) By March 1 of the current fiscal year, the department
8 shall report on the progress of the corrective action taken
9 utilizing the funds appropriated for food assistance reinvestment
10 in lowering the food assistance program error rate and improving
11 program payment accuracy.

12 Sec. 802. From the funds appropriated in part 1 for field
13 staff travel, the department shall allocate up to \$100,000.00
14 toward reimbursing local county board members and county department
15 directors for out-of-pocket travel costs to attend 1 meeting per
16 year of the Michigan County Social Services Association.

17 Sec. 807. From the funds appropriated in part 1 for Elder Law
18 of Michigan MiCAFE contract, the department shall allocate not less
19 than \$350,000.00 to the Elder Law of Michigan MiCAFE to assist this
20 state's elderly population in participating in the food assistance
21 program. Of the \$350,000.00 allocated under this section, the
22 department shall use \$175,000.00, which are general fund/general
23 purpose funds, as state matching funds for not less than
24 \$175,000.00 in United States Department of Agriculture funding to
25 provide outreach program activities, such as eligibility screening
26 and information services, as part of a statewide food assistance
27 hotline.

28 Sec. 808. By March 1 of the current fiscal year, the
29 department shall provide a report to the senate and house

1 appropriations subcommittees on the department budget, the senate
2 and house fiscal agencies, the senate and house policy offices, and
3 the state budget office on the nutrition education program. The
4 report shall include requirements made by the agriculture
5 improvement act of 2018, Public Law 115-334, such as how the
6 department shall use an electronic reporting system to evaluate
7 projects and an accounting of allowable state agency administrative
8 costs. The report shall also include documentation of the steps the
9 department shall take to ensure that projects and subgrantee
10 programs are evidence-based, appropriated for, and meet the
11 criteria for an eligible individual as that term is defined in
12 section 2036a(a) of the food and nutrition act, 7 USC 2036, and
13 quantitative evidence that the programs contribute to a reduction
14 in obesity or an increase in the consumption of healthy foods.
15 Additionally, the report shall include planned allocation and
16 actual expenditures for the supplemental nutrition assistance
17 program education funding, planned and actual grant amounts for the
18 supplemental nutrition assistance program education funding, the
19 total amount of expected carryforward balance at the end of the
20 current fiscal year for the supplemental nutrition assistance
21 program education funding and for each subgrantee program, a list
22 of all supplemental nutrition assistance program education funding
23 programs by implementing agency, and the stated purpose of each of
24 the programs and each of the subgrantee programs.

25 Sec. 809. (1) The purpose of the pathways to potential program
26 is to reduce chronic absenteeism, increase graduation rate, and
27 decrease the number of students who repeat grades for schools that
28 are current or future participants in the pathways to potential
29 program. Before any deployment of resources into a participant

1 school, the department and the participant school shall establish
2 performance objectives for each participant school based on a 2-
3 year baseline prior to pathways to potential being established in
4 the participant school and shall evaluate the progress made in the
5 above categories from the established baseline. By March 1 of the
6 current fiscal year, the department shall provide to the senate and
7 house appropriations subcommittees on the department budget, the
8 senate and house fiscal agencies, and the senate and house policy
9 offices a report listing all participant schools, the number of
10 staff assigned to each school by participant school, and the
11 percentage of participating schools that achieved improved
12 performance in each of the 3 outcomes listed above compared to the
13 previous year, by each individual outcome. It is the intent of the
14 legislature that after a 2-year period without attaining an
15 increase in success in meeting the 3 listed outcomes from the
16 established baseline, the department shall work with the
17 participant school to examine the cause of the lack of progress and
18 shall seek to implement a plan to increase success in meeting the
19 identified outcomes. It is the intent of the legislature that
20 progress or the lack of progress made in meeting the performance
21 objectives shall be used as a determinant in future pathways to
22 potential resource allocation decisions.

23 (2) As used in this section, "baseline" means the initial set
24 of data from the center for educational performance and information
25 in the department of technology, management, and budget of the 3
26 measured outcomes as described in subsection (1).

27 Sec. 825. (1) From the funds appropriated in part 1, the
28 department shall provide individuals not more than \$500.00 for
29 vehicle repairs, including any repairs done in the previous 12

1 months. However, the department may in its discretion pay for
2 repairs up to \$900.00. Payments under this section shall include
3 the combined total of payments made by the department and work
4 participation program.

5 (2) By November 30 of the current fiscal year, the department
6 shall provide to the senate and house appropriations subcommittees
7 on the department budget, the senate and house fiscal agencies, and
8 the senate and house policy offices a report detailing the total
9 number of payments for repairs, the number of payments for repairs
10 that exceeded \$500.00, the number of payments for repairs that cost
11 exactly \$500.00, and the number of payments for repairs that cost
12 exactly \$900.00 in the previous fiscal year.

13 Sec. 850. (1) The department shall maintain out-stationed
14 eligibility specialists in community-based organizations, community
15 mental health agencies, nursing homes, adult placement and
16 independent living settings, federally qualified health centers,
17 and hospitals unless a community-based organization, community
18 mental health agency, nursing home, adult placement and independent
19 living setting, federally qualified health centers, or hospital
20 requests that the program be discontinued at its facility.

21 (2) From the funds appropriated in part 1 for donated funds
22 positions, the department shall enter into contracts with agencies
23 that are able and eligible under federal law to provide the
24 required matching funds for federal funding, as determined by
25 federal statute and regulations.

26 (3) A contract for an assistance payments donated funds
27 position must include, but not be limited to, the following
28 performance metrics:

29 (a) Meeting a standard of promptness for processing

1 applications for Medicaid and other public assistance programs
2 under state law.

3 (b) Meeting required standards for error rates in determining
4 programmatic eligibility as determined by the department.

5 (4) The department shall only fill additional donated funds
6 positions after a new contract has been signed. That position shall
7 also be abolished when the contract expires or is terminated.

8 (5) The department shall classify as limited-term FTEs any new
9 employees who are hired to fulfill the donated funds position
10 contracts or are hired to fill any vacancies from employees who
11 transferred to a donated funds position.

12 (6) By March 1 of the current fiscal year, the department
13 shall submit a report to the senate and house appropriations
14 subcommittees on the department budget, the senate and house fiscal
15 agencies and policy offices, and the state budget office detailing
16 information on the donated funds positions, including the total
17 number of occupied positions, the total private contribution of the
18 positions, and the total cost to the state for any nonsalary
19 expenditure for the donated funds position employees.

20 Sec. 851. (1) From the funds appropriated in part 1 for adult
21 services field staff, the department shall seek to reduce the
22 number of older adults who are victims of crime and fraud by
23 increasing the standard of promptness in every county, as measured
24 by commencing an investigation within 24 hours after a report is
25 made to the department, establishing face-to-face contact with the
26 client within 72 hours after a report is made to the department,
27 and completing the investigation within 30 days after a report is
28 made to the department.

29 (2) The department shall report no later than March 1 of the

1 current fiscal year to the house and senate appropriations
2 subcommittees on the department budget, the house and senate fiscal
3 agencies, and the house and senate policy offices on the services
4 provided to older adults who were victims of crime or fraud in the
5 previous fiscal year. The report shall include, but is not limited
6 to, the following by county: the percentage of investigations
7 commenced within 24 hours after a report is made to the department,
8 the number of face-to-face contacts established with the client
9 within 72 hours after a report is made to the department, the
10 number of investigations completed within 30 days after a report is
11 made to the department, and the total number of older adults that
12 were victims of crime or fraud in the previous fiscal year and were
13 provided services by the department as a result of being victims of
14 crime or fraud.

15
16 **DISABILITY DETERMINATION SERVICES**

17 Sec. 890. From the funds appropriated in part 1 for disability
18 determination services, the department shall maintain the unit
19 rates in effect on September 30, 2019 for medical consultants
20 performing disability determination services, including physicians,
21 psychologists, and speech-language pathologists.

22
23 **BEHAVIORAL HEALTH SERVICES ADMINISTRATION AND SPECIAL PROJECTS**

24 Sec. 901. The funds appropriated in part 1 are intended to
25 support a system of comprehensive community mental health services
26 under the full authority and responsibility of local CMHSPs or
27 PIHPs in accordance with the mental health code, 1974 PA 258, MCL
28 330.1001 to 330.2106, the Medicaid provider manual, federal
29 Medicaid waivers, and all other applicable federal and state laws.

1 Sec. 902. (1) From the funds appropriated in part 1, final
2 authorizations to CMHSPs or PIHPs shall be made upon the execution
3 of contracts between the department and CMHSPs or PIHPs. The
4 contracts shall contain an approved plan and budget as well as
5 policies and procedures governing the obligations and
6 responsibilities of both parties to the contracts. Each contract
7 with a CMHSP or PIHP that the department is authorized to enter
8 into under this subsection shall include a provision that the
9 contract is not valid unless the total dollar obligation for all of
10 the contracts between the department and the CMHSPs or PIHPs
11 entered into under this subsection for the current fiscal year does
12 not exceed the amount of money appropriated in part 1 for the
13 contracts authorized under this subsection.

14 (2) The department shall immediately report to the senate and
15 house appropriations subcommittees on the department budget, the
16 senate and house fiscal agencies, and the state budget director if
17 either of the following occurs:

18 (a) The department enters into any new contracts with CMHSPs
19 or PIHPs that would affect rates or expenditures.

20 (b) The department amends any contracts the department has
21 entered into with CMHSPs or PIHPs that would affect rates or
22 expenditures.

23 (3) The report required by subsection (2) shall include
24 information about the changes to the contracts and their effects on
25 rates and expenditures.

26 Sec. 904. (1) By May 31 of the current fiscal year, the
27 department shall provide a report on the CMHSPs, PIHPs, and
28 designated regional entities for substance use disorder prevention
29 and treatment to the members of the house and senate appropriations

1 subcommittees on the department budget, the house and senate fiscal
2 agencies, and the state budget director that includes the
3 information required by this section.

4 (2) The report in subsection (1) shall contain information for
5 each CMHSP, PIHP, and designated regional entity for substance use
6 disorder prevention and treatment, and a statewide summary, each of
7 which shall include at least the following information:

8 (a) A demographic description of service recipients that,
9 minimally, shall include reimbursement eligibility, client
10 population, age, ethnicity, housing arrangements, and diagnosis.

11 (b) Per capita expenditures in total and by client population
12 group and cultural and ethnic groups of the services area,
13 including the deaf and hard of hearing population.

14 (c) Financial information that, minimally, includes a
15 description of funding authorized; expenditures by diagnosis group,
16 service category, and reimbursement eligibility; and cost
17 information by Medicaid, Healthy Michigan plan, state appropriated
18 non-Medicaid mental health services, local funding, and other fund
19 sources, including administration and funds specified for all
20 outside contracts for services and products. Financial information
21 must include the amount of funding, from each fund source, used to
22 cover clinical services and supports. Service category includes all
23 department-approved services.

24 (d) Data describing service outcomes that include, but are not
25 limited to, an evaluation of consumer satisfaction, consumer
26 choice, and quality of life concerns including, but not limited to,
27 housing and employment.

28 (e) Information about access to CMHSPs, PIHPs, and designated
29 regional entities for substance use disorder prevention and

1 treatment that includes, but is not limited to, the following:

2 (i) The number of people receiving requested services.

3 (ii) The number of people who requested services but did not
4 receive services.

5 (f) The number of second opinions requested under the mental
6 health code, 1974 PA 258, MCL 330.1001 to 330.2106, and the
7 determination of any appeals.

8 (g) Lapses and carryforwards during the previous fiscal year
9 for CMHSPs, PIHPs, and designated regional entities for substance
10 use disorder prevention and treatment.

11 (h) Performance indicator information required to be submitted
12 to the department in the contracts with CMHSPs, PIHPs, and
13 designated regional entities for substance use disorder prevention
14 and treatment.

15 (i) Administrative expenditures of each CMHSP, PIHP, and
16 designated regional entity for substance use disorder prevention
17 and treatment that include a breakout of the salary, benefits, and
18 pension of each executive-level staff and shall include the
19 director, chief executive, and chief operating officers and other
20 members identified as executive staff.

21 (3) The report in subsection (1) shall contain the following
22 information from the previous fiscal year on substance use disorder
23 prevention, education, and treatment programs:

24 (a) The expenditures stratified by department-designated
25 community mental health entity, by central diagnosis and referral
26 agency, by fund source, by subcontractor, by population served, and
27 by service type.

28 (b) The expenditures per state client, with data on the
29 distribution of expenditures reported using a histogram approach.

1 (c) The number of services provided by central diagnosis and
2 referral agency, by subcontractor, and by service type.
3 Additionally, data on length of stay, referral source, and
4 participation in other state programs.

5 (d) The collections from other first- or third-party payers,
6 private donations, or other state or local programs, by department-
7 designated community mental health entity, by subcontractor, by
8 population served, and by service type.

9 (4) The department shall include data reporting requirements
10 listed in subsections (2) and (3) in the annual contract with each
11 individual CMHSP, PIHP, and designated regional entity for
12 substance use disorder prevention and treatment.

13 (5) The department shall take all reasonable actions to ensure
14 that the data required are complete and consistent among all
15 CMHSPs, PIHPs, and designated regional entities for substance use
16 disorder prevention and treatment.

17 Sec. 907. (1) The amount appropriated in part 1 for community
18 substance use disorder prevention, education, and treatment shall
19 be expended to coordinate care and services provided to individuals
20 with severe and persistent mental illness and substance use
21 disorder diagnoses.

22 (2) The department shall approve managing entity fee schedules
23 for providing substance use disorder services and charge
24 participants in accordance with their ability to pay.

25 (3) The managing entity shall continue current efforts to
26 collaborate on the delivery of services to those clients with
27 mental illness and substance use disorder diagnoses with the goal
28 of providing services in an administratively efficient manner.

29 Sec. 909. From the funds appropriated in part 1 for health

1 homes, the department shall use available revenue from the
2 marihuana regulatory fund established in section 604 of the medical
3 marihuana facilities licensing act, 2016 PA 281, MCL 333.27604, to
4 improve physical health, expand access to substance use disorder
5 prevention and treatment services, and strengthen the existing
6 prevention, treatment, and recovery systems.

7 Sec. 910. The department shall ensure that substance use
8 disorder treatment is provided to applicants and recipients of
9 public assistance through the department who are required to obtain
10 substance use disorder treatment as a condition of eligibility for
11 public assistance.

12 Sec. 911. (1) The department shall ensure that each contract
13 with a CMHSP or PIHP requires the CMHSP or PIHP to implement
14 programs to encourage diversion of individuals with serious mental
15 illness, serious emotional disturbance, or developmental disability
16 from possible jail incarceration when appropriate.

17 (2) Each CMHSP or PIHP shall have jail diversion services and
18 shall work toward establishing working relationships with
19 representative staff of local law enforcement agencies, including
20 county prosecutors' offices, county sheriffs' offices, county
21 jails, municipal police agencies, municipal detention facilities,
22 and the courts. Written interagency agreements describing what
23 services each participating agency is prepared to commit to the
24 local jail diversion effort and the procedures to be used by local
25 law enforcement agencies to access mental health jail diversion
26 services are strongly encouraged.

27 Sec. 912. The department shall contract directly with the
28 Salvation Army Harbor Light program to provide non-Medicaid
29 substance use disorder services if the local coordinating agency or

1 the department confirms the Salvation Army Harbor Light program
2 meets the standard of care. The standard of care shall include, but
3 is not limited to, utilization of the medication assisted treatment
4 option.

5 Sec. 913. From the funds appropriated in part 1 for behavioral
6 health program administration, the department shall allocate
7 \$1,025,000.00 for the autism navigator program. The department
8 shall require any contractor receiving funds under this section to
9 comply with performance-related metrics to maintain eligibility for
10 funding. The performance-related metrics shall include, but not be
11 limited to, all of the following:

12 (a) Each contractor shall have accreditations that attest to
13 their competency and effectiveness in providing services.

14 (b) Each contractor shall demonstrate cost-effectiveness.

15 (c) Each contractor shall ensure their ability to leverage
16 private dollars to strengthen and maximize service provision.

17 (d) Each contractor shall provide quarterly reports to the
18 department regarding the number of clients served by PIHP region,
19 units of service provision by PIHP region, and ability to meet
20 their stated goals.

21 Sec. 918. On or before the twenty-fifth of each month, the
22 department shall report to the senate and house appropriations
23 subcommittees on the department budget, the senate and house fiscal
24 agencies, and the state budget director on the amount of funding
25 paid to PIHPs to support the Medicaid managed mental health care
26 program in the preceding month. The information shall include the
27 total paid to each PIHP, per capita rate paid for each eligibility
28 group for each PIHP, and number of cases in each eligibility group
29 for each PIHP, and year-to-date summary of eligibles and

1 expenditures for the Medicaid managed mental health care program.

2 Sec. 920. (1) As part of the Medicaid rate-setting process for
3 behavioral health services, the department shall work with PIHP
4 network providers and actuaries to include any state and federal
5 wage and compensation increases that directly impact staff who
6 provide Medicaid-funded community living supports, personal care
7 services, respite services, skill-building services, and other
8 similar supports and services as part of the Medicaid rate.

9 (2) It is the intent of the legislature that any increased
10 Medicaid rate related to state minimum wage increases shall also be
11 distributed to direct care employees.

12 Sec. 924. From the funds appropriated in part 1 for autism
13 services, for the purposes of actuarially sound rate certification
14 and approval for Medicaid behavioral health managed care programs,
15 the department shall maintain a fee schedule for autism services
16 reimbursement rates for direct services. Expenditures used for rate
17 setting shall not exceed those identified in the fee schedule. The
18 rates for behavioral technicians shall not be less than \$50.00 per
19 hour and not more than \$55.00 per hour.

20 Sec. 926. (1) From the funds appropriated in part 1 for
21 community substance use disorder prevention, education, and
22 treatment, \$500,000.00 is allocated for a specialized substance use
23 disorder detoxification project administered by a 9-1-1 service
24 district in conjunction with a substance use and case management
25 provider and at a hospital within a 9-1-1 service district of at
26 least 600,000 residents and at least 15 member communities within a
27 county with a population of at least 1,500,000 according to the
28 2010 federal decennial census.

29 (2) The substance use and case management provider receiving

1 funds under this section shall collect and submit to the department
2 data on the outcomes of the project throughout the duration of the
3 project and the department shall submit a report on the project's
4 outcomes to the house and senate appropriations subcommittees on
5 the department budget, the house and senate fiscal agencies, and
6 the state budget office.

7 Sec. 927. (1) The department shall, in consultation with the
8 Community Mental Health Association of Michigan, establish,
9 maintain, and review as necessary, a uniform community mental
10 health services auditing process for use by CMHSPs and PIHPs.

11 (2) The uniform auditing process required under this section
12 must do all of the following:

13 (a) Create uniformity in the collection of data and consistent
14 measurement of the quality, efficacy, and cost effectiveness of
15 provided services and supports.

16 (b) Establish a uniform audit tool that contains information
17 necessary for the uniform community mental health services auditing
18 process and adheres to national standards.

19 (c) Strive to meet the needs of community mental health
20 service beneficiaries and meet all statewide audit requirements.

21 (d) Maintain audit responsibility at the local agency level.

22 (3) By March 1 of the current fiscal year, the department
23 shall submit a report to the senate and house appropriations
24 subcommittees on the department budget, the senate and house fiscal
25 agencies, and the senate and house policy offices on the
26 implementation status of the uniform auditing process and any
27 barriers to implementation.

28 (4) A state department or agency that provides, either
29 directly or through a contract, community mental health services

1 and supports must comply with the uniform auditing process and
2 utilize the audit tool maintained by the department. All forms,
3 processes, and contracts used by the state that relate to the
4 provision of community mental health services and supports must
5 comply with the uniform auditing process.

6 (5) As used in this section, "national standards" means
7 standards established by a national accrediting entity such as the
8 Joint Commission, Commission on Accreditation of Rehabilitation
9 Facilities, Council on Accreditation, National Committee for
10 Quality Assurance, or other credible body approved by the
11 department.

12 Sec. 928. (1) Each PIHP shall provide, from internal
13 resources, local funds to be used as a part of the state match
14 required under the Medicaid program in order to increase capitation
15 rates for PIHPs. These funds shall not include either state funds
16 received by a CMHSP for services provided to non-Medicaid
17 recipients or the state matching portion of the Medicaid capitation
18 payments made to a PIHP.

19 (2) It is the intent of the legislature that any funds that
20 lapse from the funds appropriated in part 1 for Medicaid mental
21 health services shall be redistributed to individual CMHSPs as a
22 reimbursement of local funds on a proportional basis to those
23 CMHSPs whose local funds were used as state Medicaid match. By
24 April 1 of the current fiscal year, the department shall report to
25 the senate and house appropriations subcommittees on the department
26 budget, the senate and house fiscal agencies, the senate and house
27 policy offices, and the state budget office on the lapse by PIHP
28 from the previous fiscal year and the projected lapse by PIHP in
29 the current fiscal year.

1 Sec. 935. A county required under the provisions of the mental
2 health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide
3 matching funds to a CMHSP for mental health services rendered to
4 residents in its jurisdiction shall pay the matching funds in equal
5 installments on not less than a quarterly basis throughout the
6 fiscal year, with the first payment being made by October 1 of the
7 current fiscal year.

8 Sec. 940. (1) According to section 236 of the mental health
9 code, 1974 PA 258, MCL 330.1236, the department shall review
10 expenditures for each CMHSP to identify CMHSPs with projected
11 allocation surpluses and to identify CMHSPs with projected
12 allocation shortfalls. The department shall encourage the board of
13 a CMHSP with a projected allocation surplus to concur with the
14 department's recommendation to reallocate those funds to CMHSPs
15 with projected allocation shortfalls.

16 (2) A CMHSP that has its funding allocation transferred out
17 during the current fiscal year as described in subsection (1) is
18 not eligible for any additional funding reallocations during the
19 remainder of the current fiscal year, unless that CMHSP is
20 responding to a public health emergency as determined by the
21 department.

22 (3) CMHSPs shall report to the department on any proposed
23 reallocations described in this section at least 30 days before any
24 reallocations take effect.

25 (4) The department shall notify the chairs of the
26 appropriation subcommittees on the department budget when a request
27 is made and when the department grants approval for reallocation as
28 described in subsection (1). By September 30 of the current fiscal
29 year, the department shall provide a report on the amount of

1 funding reallocated to the senate and house appropriations
2 subcommittees on the department budget, the senate and house fiscal
3 agencies, the senate and house policy offices, and the state budget
4 office.

5 Sec. 942. A CMHSP shall provide at least 30 days' notice
6 before reducing, terminating, or suspending services provided by a
7 CMHSP to CMHSP clients, with the exception of services authorized
8 by a physician that no longer meet established criteria for medical
9 necessity.

10 Sec. 959. (1) The department shall continue to convene a
11 workgroup in collaboration with the chairs of the house and senate
12 appropriations subcommittees on the department budget or their
13 designees, CMHSP members, autism services provider clinical and
14 administrative staff, community members, Medicaid autism services
15 clients, and family members of Medicaid autism services clients to
16 make recommendations to ensure appropriate cost and service
17 provision, including, but not limited to, the following:

18 (a) Evaluation and reduction of the variability in diagnostic
19 rates across different regions of the state.

20 (b) Evaluation of the factors resulting in the voluntary
21 disenrollment from, or declination of, therapeutic services by
22 eligible families.

23 (2) By April 15 of the current fiscal year, the department
24 shall provide an update on the workgroup's recommendations and
25 findings to the senate and house appropriations subcommittees on
26 the department budget, the senate and house fiscal agencies, and
27 the state budget office.

28 Sec. 960. (1) From the funds appropriated in part 1 for autism
29 services, the department shall continue to cover all Medicaid

1 autism services to Medicaid enrollees eligible for the services
2 that were covered on January 1, 2019.

3 (2) To restrain cost increases in the autism services line
4 item, the department shall do all of the following:

5 (a) By March 1 of the current fiscal year, develop and
6 implement specific written guidance for standardization of Medicaid
7 PIHPs and CMHSPs autism spectrum disorder administrative services,
8 including, but not limited to, reporting requirements, coding, and
9 reciprocity of credentialing and training between PIHPs and CMHSPs
10 to reduce administrative duplication at the PIHP, CMHSP, and
11 service provider levels.

12 (b) Require consultation with the client's evaluation
13 diagnostician and PIHP to approve the client's ongoing therapy for
14 3 years, unless the client's evaluation diagnostician recommended
15 an evaluation before the 3 years or if a clinician on the treatment
16 team recommended an evaluation for the client before the third
17 year.

18 (c) Limit the authority to perform a diagnostic evaluation for
19 Medicaid autism services to qualified licensed practitioners.
20 Qualified licensed practitioners are limited to the following:

21 (i) A physician with a specialty in psychiatry or neurology.

22 (ii) A physician with a subspecialty in developmental
23 pediatrics, development-behavioral pediatrics, or a related
24 discipline.

25 (iii) A physician with a specialty in pediatrics or other
26 appropriate specialty with training, experience, or expertise in
27 autism spectrum disorders or behavioral health.

28 (iv) A psychologist with a specialty in clinical child
29 psychology, behavioral and cognitive psychology, or clinical

1 neuropsychology, or other appropriate specialty with training,
2 experience, or expertise in autism spectrum disorders or behavioral
3 health.

4 (v) A clinical social worker with at least 1 year of
5 experience working within his or her scope of practice who is
6 qualified and experienced in diagnosing autism spectrum disorders.

7 (vi) An advanced practice registered nurse with training,
8 experience, or expertise in autism spectrum disorders or behavioral
9 health.

10 (vii) A physician's assistant with training, experience, or
11 expertise in autism spectrum disorders or behavioral health.

12 (d) Require that a client whose initial diagnosis was
13 performed by a diagnostician with master's level credentials have
14 their diagnosis and treatment recommendations reviewed by a
15 physician, psychiatric nurse practitioner, a physician's assistant
16 with training, experience, or expertise in autism spectrum
17 disorders or behavioral health, or fully credentialed psychologist.

18 (e) Allow and expand the utilization of telemedicine and
19 telepsychiatry to increase access to diagnostic evaluation
20 services.

21 (f) Coordinate with the department of insurance and financial
22 services on oversight for compliance with the Paul Wellstone and
23 Pete Domenici mental health parity and addiction equity act of
24 2008, Public Law 110-343, as it relates to autism spectrum disorder
25 services, to ensure appropriate cost sharing between public and
26 private payers.

27 (g) Require that Medicaid eligibility be confirmed through
28 prior evaluations conducted by physicians, psychiatric nurse
29 practitioners, a physician's assistant with training, experience,

1 or expertise in autism spectrum disorders or behavioral health, or
2 fully credentialed psychologists to the extent possible.

3 (h) Maintain regular statewide provider trainings on autism
4 spectrum disorder standard clinical best practice guidelines for
5 treatment and diagnostic services.

6 (3) By March 1 of the current fiscal year, the department
7 shall report to the senate and house appropriations subcommittees
8 on the department budget, the senate and house fiscal agencies, the
9 senate and house policy offices, and the state budget office on
10 total autism services spending broken down by PIHP and CMHSP for
11 the previous fiscal year and current fiscal year and total
12 administrative costs broken down by PIHP, CMHSP, and the type of
13 administrative cost for the previous fiscal year and current fiscal
14 year.

15 Sec. 962. For the purposes of special projects involving high-
16 need children or adults, including the not guilty by reason of
17 insanity population, the department may contract directly with
18 providers of services to these identified populations.

19 Sec. 964. By July 1 of the current fiscal year, the department
20 shall provide the house and senate appropriations subcommittees on
21 the department budget, the house and senate fiscal agencies, the
22 house and senate policy offices, and the state budget office with
23 the standardized fee schedule for Medicaid behavioral health
24 services and supports. The report shall also include the adequacy
25 standards to be used in all contracts with PIHPs and CMHSPs. In the
26 development of the standardized fee schedule for Medicaid
27 behavioral health services and supports during the current fiscal
28 year, the department must prioritize and support essential service
29 providers and must develop a standardized fee schedule for revenue

1 code 0204.

2 Sec. 965. The department shall explore requiring that CMHSPs
3 reimburse medication assisted treatment providers no less than
4 \$12.00 per dose, and reimburse drug screen collection at no less
5 than \$12.00 per manual screen.

6 Sec. 970. The department shall maintain the policies in effect
7 on October 1, 2018 for the federal home and community-based
8 services rule as it relates to skill building assistance services.
9 The skill building assistance services shall remain eligible for
10 federal match until March 17, 2022 as stated in the CMS
11 informational bulletin dated May 9, 2017. From the funds
12 appropriated in part 1, the department shall continue to seek
13 federal matching funds for skill building assistance services. As a
14 condition of their contracts with the department, CMHSPs shall
15 retain any federally approved skill building assistance services
16 available as of October 1, 2018.

17 Sec. 974. The department and PIHPs shall allow an individual
18 with an intellectual or developmental disability who receives
19 supports and services from a CMHSP to instead receive supports and
20 services from another provider if the individual shows that he or
21 she is eligible and qualified to receive supports and services from
22 another provider. Other providers may include, but are not limited
23 to, MIChoice and program of all-inclusive care for the elderly
24 (PACE).

25 Sec. 977. From the funds appropriated in part 1 for community
26 substance use disorder prevention, education, and treatment,
27 \$600,000.00 is allocated as grants to high schools specifically
28 designated for students recovering from a substance use disorder in
29 accordance with section 273a of the mental health code, 1974 PA

1 258, MCL 330.1273a.

2 Sec. 978. From the funds appropriated in part 1 for community
3 substance use disorder prevention, education, and treatment, the
4 department shall allocate \$600,000.00 as grants for recovery
5 community organizations to offer or expand recovery support center
6 services or recovery community center services to individuals
7 seeking long-term recovery from substance use disorders in
8 accordance with section 273b of the mental health code, 1974 PA
9 258, MCL 330.1273b.

10 Sec. 979. If funds become available, the department shall seek
11 the appropriate federal approvals to allow for the utilization of
12 Medicaid funding for services provided at adult psychiatric
13 residential treatment facilities. By March 1 of the current fiscal
14 year, the department shall report on its progress toward receiving
15 the appropriate federal approvals to allow for federal Medicaid
16 reimbursements for services provided at adult psychiatric
17 residential treatment facilities to the house and senate
18 appropriations subcommittees on the department budget, the house
19 and senate fiscal agencies, the house and senate policy offices,
20 and the state budget office.

21 Sec. 995. (1) From the funds appropriated in part 1 for mental
22 health diversion council, the department shall allocate
23 \$3,850,000.00 to continue to implement the jail diversion pilot
24 programs intended to address the recommendations of the mental
25 health diversion council.

26 (2) By March 1 of the current fiscal year, the department
27 shall report to the senate and house appropriations subcommittees
28 on the department budget, the senate and house fiscal agencies, and
29 the senate and house policy offices on the planned allocation of

1 the funds appropriated for mental health diversion council.

2 Sec. 996. From the funds appropriated in part 1 for family
3 support subsidy, the department shall make monthly payments of
4 \$229.31 to the parents or legal guardians of children approved for
5 the family support subsidy by a CMHSP.

6 Sec. 997. The population data used in determining the
7 distribution of substance use disorder block grant funds shall be
8 from the most recent federal data from the United States Census
9 Bureau.

10 Sec. 998. For distribution of state general funds to CMHSPs,
11 if the department decides to use census data, the department shall
12 use the most recent federal data from the United States Census
13 Bureau.

14 Sec. 999. Within 30 days after the completion of a statewide
15 PIHP reimbursement audit, the department shall provide the audit
16 report to the house and senate appropriations subcommittees on the
17 department budget, the house and senate fiscal agencies, the house
18 and senate policy offices, and the state budget office.

19
20 **BEHAVIORAL HEALTH SERVICES**

21 Sec. 1001. By December 31 of the current fiscal year, each
22 CMHSP shall submit a report to the department that identifies
23 populations being served by the CMHSP broken down by program
24 eligibility category. The report shall also include the percentage
25 of the operational budget that is related to program eligibility
26 enrollment. By February 15 of the current fiscal year, the
27 department shall submit the report described in this section to the
28 senate and house appropriations subcommittees on the department
29 budget, the senate and house fiscal agencies, the senate and house

1 policy offices, and the state budget office.

2 Sec. 1003. The department shall notify the Community Mental
3 Health Association of Michigan when developing policies and
4 procedures that will impact PIHPs or CMHSPs.

5 Sec. 1004. The department shall provide the senate and house
6 appropriations subcommittees on the department budget, the senate
7 and house fiscal agencies, and the state budget office any rebased
8 formula changes to either Medicaid behavioral health services or
9 non-Medicaid mental health services 90 days before implementation.
10 The notification shall include a table showing the changes in
11 funding allocation by PIHP for Medicaid behavioral health services
12 or by CMHSP for non-Medicaid mental health services.

13 Sec. 1005. From the funds appropriated in part 1 for health
14 homes, the department shall maintain the number of behavioral
15 health homes in PIHP regions 1, 2, and 8 and maintain the number of
16 substance use disorder health homes in PIHP regions 1, 2, 4, and 9.
17 The department may expand the number of behavioral health homes and
18 the number of substance use disorder health homes in 2 additional
19 PIHP regions.

20 Sec. 1006. The department shall explore the feasibility of
21 implementing a Medicaid health home under 42 USC 1396w-4 for
22 individuals with an intellectual or developmental disability
23 diagnosis.

24 Sec. 1007. The department may explore the feasibility of
25 creating a distinct standalone Medicaid delivery system for
26 individuals with an intellectual or developmental disability
27 diagnosis. By March 1 of the current fiscal year, the department
28 may provide a report that provides information on potential
29 delivery system structures, prospective number of eligible

1 individuals, possible federal Medicaid authorities, and the
2 estimated impact on current Medicaid delivery systems that
3 administer benefits for individuals with intellectual or
4 developmental disabilities to the house and senate appropriations
5 subcommittees on the department budget, the house and senate fiscal
6 agencies, the house and senate policy offices, and the state budget
7 office.

8 Sec. 1008. PIHPs and CMHSPs shall do all of the following:

9 (a) Work to reduce administration costs by ensuring that PIHP
10 and CMHSP responsible functions are efficient in allowing optimal
11 transition of dollars to those direct services considered most
12 effective in assisting individuals served. Any consolidation of
13 administrative functions must demonstrate, by independent analysis,
14 a reduction in dollars spent on administration resulting in greater
15 dollars spent on direct services. Savings resulting from increased
16 efficiencies shall not be applied to PIHP and CMHSP net assets,
17 internal service fund increases, building costs, increases in the
18 number of PIHP and CMHSP personnel, or other areas not directly
19 related to the delivery of improved services.

20 (b) Take an active role in managing mental health care by
21 ensuring consistent and high-quality service delivery throughout
22 its network and promote a conflict-free care management
23 environment.

24 (c) Ensure that direct service rate variances are related to
25 the level of need or other quantifiable measures to ensure that the
26 most money possible reaches direct services.

27 (d) Whenever possible, promote fair and adequate direct care
28 reimbursement, including fair wages for direct service workers.

29 Sec. 1010. The funds appropriated in part 1 for behavioral

1 health community supports and services must be used to reduce
2 waiting lists at state-operated hospitals and centers through cost-
3 effective community-based and residential services, including, but
4 not limited to, crisis stabilization units in accordance with
5 chapter 9A of the mental health code, 1974 PA 258, MCL 330.1971 to
6 330.1979, and psychiatric residential treatment facilities in
7 accordance with section 137a of the mental health code, 1974 PA
8 258, MCL 330.1137a.

9 Sec. 1011. To the extent permissible under section 919 of the
10 mental health code, 1974 PA 258, MCL 330.1919, the funds
11 appropriated in part 1 for behavioral health services may be used
12 to reimburse out-of-state providers of crisis resolution services
13 and outpatient services if the out-of-state provider is enrolled as
14 a state Medicaid provider and the out-of-state provider is located
15 closer to the client's home than an in-state provider.

16 Sec. 1012. It is the intent of the legislature that the
17 department pursue any and all federal Medicaid waivers to maximize
18 the use of federal Medicaid reimbursements for substance use
19 disorder services and treatments for justice-involved individuals.
20 As part of the executive budget presentation for the fiscal year
21 ending September 30, 2022 on behavioral health services to the
22 house and senate appropriations subcommittees on the department
23 budget, the department shall provide an update on the types of
24 substance use disorder waivers submitted by the department, whether
25 those waivers have been approved by the federal Centers for
26 Medicare and Medicaid Services, and the steps the department will
27 take to request any and all federal Medicaid waivers to maximize
28 the use of federal Medicaid reimbursements for substance use
29 disorder services and treatments.

1 Sec. 1013. CMHSPs that operate preadmission screening units,
2 or that have designated a hospital as a preadmission screening
3 unit, may permit a sheriff's office to use a qualified contracted
4 entity to transport an individual for preadmission screening.

5 Sec. 1014. (1) From the funds appropriated in part 1 to
6 agencies providing physical and behavioral health services to
7 multicultural populations, the department shall award grants in
8 accordance with the requirements of subsection (2). This state is
9 not liable for any spending above the contract amount. The
10 department shall not release funds until reporting requirements
11 under section 295 of article 6 of 2020 PA 166 are satisfied.

12 (2) The department shall require each contractor described in
13 subsection (1) that receives greater than \$1,000,000.00 in state
14 grant funding to comply with performance-related metrics to
15 maintain their eligibility for funding. The performance-related
16 metrics shall include, but not be limited to, all of the following:

17 (a) Each contractor or subcontractor shall have accreditations
18 that attest to their competency and effectiveness as behavioral
19 health and social service agencies.

20 (b) Each contractor or subcontractor shall have a mission that
21 is consistent with the purpose of the multicultural agency.

22 (c) Each contractor shall validate that any subcontractors
23 utilized within these appropriations share the same mission as the
24 lead agency receiving funding.

25 (d) Each contractor or subcontractor shall demonstrate cost-
26 effectiveness.

27 (e) Each contractor or subcontractor shall ensure their
28 ability to leverage private dollars to strengthen and maximize
29 service provision.

1 (f) Each contractor or subcontractor shall provide timely and
2 accurate reports regarding the number of clients served, units of
3 service provision, and ability to meet their stated goals.

4 (3) The department shall require an annual report from the
5 contractors described in subsection (2). The annual report, due 60
6 days following the end of the contract period, shall include
7 specific information on services and programs provided, the client
8 base to which the services and programs were provided, information
9 on any wraparound services provided, and the expenditures for those
10 services. The department shall provide the annual reports to the
11 senate and house appropriations subcommittees on the department
12 budget, the senate and house fiscal agencies, and the state budget
13 office.

14
15 **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES**

16 Sec. 1051. The department shall continue a revenue recapture
17 project to generate additional revenues from third parties related
18 to cases that have been closed or are inactive. A portion of
19 revenues collected through project efforts may be used for
20 departmental costs and contractual fees associated with these
21 retroactive collections and to improve ongoing departmental
22 reimbursement management functions.

23 Sec. 1052. The purpose of gifts and bequests for patient
24 living and treatment environments is to use additional private
25 funds to provide specific enhancements for individuals residing at
26 state-operated facilities. Use of the gifts and bequests shall be
27 consistent with the stipulation of the donor. The expected
28 completion date for the use of gifts and bequests donations is
29 within 3 years unless otherwise stipulated by the donor.

1 Sec. 1055. (1) The department shall not implement any closures
2 or consolidations of state hospitals, centers, or agencies until
3 CMHSPs or PIHPs have programs and services in place for those
4 individuals currently in those facilities and a plan for service
5 provision for those individuals who would have been admitted to
6 those facilities.

7 (2) All closures or consolidations are dependent upon adequate
8 department-approved CMHSP and PIHP plans that include a discharge
9 and aftercare plan for each individual currently in the facility. A
10 discharge and aftercare plan shall address the individual's housing
11 needs. A homeless shelter or similar temporary shelter arrangements
12 are inadequate to meet the individual's housing needs.

13 (3) Four months after the certification of closure required in
14 section 19(6) of the state employees' retirement act, 1943 PA 240,
15 MCL 38.19, the department shall provide a closure plan to the house
16 and senate appropriations subcommittees on the department budget
17 and the state budget director.

18 (4) Upon the closure of state-run operations and after
19 transitional costs have been paid, the remaining balances of funds
20 appropriated for that operation shall be transferred to CMHSPs or
21 PIHPs responsible for providing services for individuals previously
22 served by the operations.

23 Sec. 1056. The department may collect revenue for patient
24 reimbursement from first- and third-party payers, including
25 Medicaid and local county CMHSP payers, to cover the cost of
26 placement in state hospitals and centers. The department is
27 authorized to adjust financing sources for patient reimbursement
28 based on actual revenues earned. If the revenue collected exceeds
29 current year expenditures, the revenue may be carried forward with

1 approval of the state budget director. The revenue carried forward
2 shall be used as a first source of funds in the subsequent year.

3 Sec. 1058. Effective October 1 of the current fiscal year, the
4 department, in consultation with the department of technology,
5 management, and budget, may maintain a bid process to identify 1 or
6 more private contractors to provide food service and custodial
7 services for the administrative areas at any state hospital
8 identified by the department as capable of generating savings
9 through the outsourcing of such services.

10 Sec. 1059. (1) The department shall identify specific outcomes
11 and performance measures for state-operated hospitals and centers,
12 including, but not limited to, the following:

13 (a) The average wait time for individuals determined
14 incompetent to stand trial before admission to the center for
15 forensic psychiatry.

16 (b) The average wait time for individuals determined
17 incompetent to stand trial before admission to other state-operated
18 psychiatric facilities.

19 (c) The average number of individuals waiting to receive
20 admission into the center for forensic psychiatry.

21 (d) The average number of individuals waiting to receive
22 admission into the other state-operated hospitals and centers.

23 (e) The average wait time for individuals awaiting admission
24 into the other state-operated hospitals and centers through the
25 civil admissions process.

26 (f) The number of individuals determined not guilty by reason
27 of insanity or incompetent to stand trial by an order of a probate
28 court that have been determined to be ready for discharge to the
29 community, and the average wait time between being determined to be

1 ready for discharge to the community and actual community
2 placement.

3 (g) The number of individuals denied admission into the center
4 for forensic psychiatry.

5 (h) The number of individuals denied admission into the other
6 state-operated hospitals and centers.

7 (2) By March 1 of the current fiscal year, the department
8 shall report to the house and senate appropriations subcommittees
9 on the department budget, the house and senate fiscal agencies, the
10 house and senate policy offices, and the state budget office on the
11 outcomes and performance measures in subsection (1).

12 Sec. 1060. By March 1 of the current fiscal year, the
13 department shall provide a status update on the department's
14 implementation of the previous fiscal year's workgroup's
15 recommendations to address mandatory overtime, staff turnover, and
16 staff retention at the state psychiatric hospitals and centers to
17 the senate and house appropriations subcommittees on the department
18 budget, the senate and house fiscal agencies, and the state budget
19 office. The report shall include, but is not limited to, the
20 following:

21 (a) Descriptions of all of the measures being implemented.

22 (b) Descriptions of all of the measures not being implemented
23 and barriers preventing implementation.

24 (c) The number of direct care and clinical staff positions
25 that are currently vacant by hospital, and how that compares to the
26 number of vacancies during the previous fiscal year.

27 (d) A breakdown of voluntary and mandatory overtime hours
28 worked by position and by hospital, and how that compares to the
29 breakdown of voluntary and mandatory overtime hours during the

1 previous fiscal year.

2 (e) The ranges of wages paid by position and by hospital, and
3 how that compares to wages paid during the previous fiscal year.

4 Sec. 1061. The funds appropriated in part 1 for Caro Regional
5 Mental Health Center shall only be utilized to support a
6 psychiatric hospital located at its current location. It is the
7 intent of the legislature that the Caro Regional Mental Health
8 Center shall remain open and operational at its current location on
9 an ongoing basis. Capital outlay funding shall be utilized for
10 planning and construction of a new or updated facility at the
11 current location instead of at a new location.

12 Sec. 1062. By March 1 of the current fiscal year, the
13 department shall provide a 5-year plan to address the need for
14 adult and children's inpatient psychiatric beds to the house and
15 senate 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. The report shall include
18 recommendations for utilizing both public and public private
19 partnership beds.

20 Sec. 1063. (1) From the funds appropriated in part 1 for
21 Hawthorn Center - psychiatric hospital - children and adolescents,
22 the department shall maintain a psychiatric transitional unit and
23 children's transition support team. These programs shall augment
24 the continuum of behavioral health services for high-need youth and
25 provide additional continuity of care and transition into
26 supportive community-based services.

27 (2) Outcomes and performance measures for these programs
28 include, but are not limited to, the following:

29 (a) The rate of rehospitalization for youth served through the

1 program at 30 and 180 days.

2 (b) The measured change in the Child and Adolescent Functional
3 Assessment Scale for children served through these programs.

4
5 **HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES**

6 Sec. 1140. From the funds appropriated in part 1 for primary
7 care services, \$400,000.00 shall be allocated to free health
8 clinics operating in the state. The department shall distribute the
9 funds equally to each free health clinic. For the purpose of this
10 appropriation, "free health clinics" means nonprofit organizations
11 that use volunteer health professionals to provide care to
12 uninsured individuals.

13 Sec. 1142. The department shall continue to seek means to
14 increase retention of Michigan medical school students for
15 completion of their primary care residency requirements within this
16 state and ultimately, for some period of time, to remain in this
17 state and serve as primary care physicians. The department is
18 encouraged to work with Michigan institutions of higher education.

19 Sec. 1143. From the funds appropriated in part 1 for primary
20 care services, the department shall allocate no less than
21 \$675,000.00 for island primary health care access and services
22 including island clinics, in the following amounts:

23 (a) Beaver Island, \$250,000.00.

24 (b) Mackinac Island, \$250,000.00.

25 (c) Drummond Island, \$150,000.00.

26 (d) Bois Blanc Island, \$25,000.00.

27 Sec. 1144. From the funds appropriated in part 1, the
28 department shall report by June 30 of the current fiscal year
29 trended cost and utilization, including inpatient and emergency

1 department, claims data reports in aggregate by local community
2 health innovation regions (CHIRs) and specific to each Medicaid
3 health plan for their beneficiaries that were clients of local
4 CHIRs, for the period beginning with the fiscal year that ended
5 September 30, 2015 through the current fiscal year to the senate
6 and house appropriations subcommittees on the department budget,
7 the senate and house fiscal agencies, the senate and house policy
8 offices, and the state budget office.

9 Sec. 1145. The department will take steps necessary to work
10 with Indian Health Service, tribal health program facilities, or
11 Urban Indian Health Program facilities that provide services under
12 a contract with a Medicaid managed care entity to ensure that those
13 facilities receive the maximum amount allowable under federal law
14 for Medicaid services.

15 Sec. 1146. From the funds appropriated in part 1 for bone
16 marrow donor and blood bank programs, \$250,000.00 shall be
17 allocated to Versiti Blood Center, the partner of the match
18 registry of the national marrow donor program. The funds shall be
19 used to offset ongoing tissue typing expenses associated with donor
20 recruitment and collection services and to expand those services to
21 better serve the citizens of this state.

22 Sec. 1147. From the funds appropriated in part 1 for bone
23 marrow donor and blood bank programs, \$500,000.00 shall be
24 allocated to Versiti Blood Center for a cord blood bank. The funds
25 shall be used to enhance the collection of fetal umbilical cord
26 blood and stem cells for transplant, expand cord blood laboratory
27 capabilities, and expand the diversity of collections.

28 Sec. 1151. (1) The department shall coordinate with the
29 department of licensing and regulatory affairs, the department of

1 the attorney general, all appropriate law enforcement agencies, and
2 the Medicaid health plans to work with local substance use disorder
3 agencies and addiction treatment providers to help inform Medicaid
4 beneficiaries of all medically appropriate treatment options for
5 opioid addiction when their treating physician stops prescribing
6 prescription opioid medication for pain, and to address other
7 appropriate recommendations of the prescription drug and opioid
8 abuse task force outlined in its report of October 2015.

9 (2) By October 1 of the current fiscal year, the department
10 shall submit a report to the senate and house appropriations
11 subcommittees on the department budget, the senate and house fiscal
12 agencies, the senate and house policy offices, and the state budget
13 office on how the department is working with local substance use
14 disorder agencies and addiction treatment providers to ensure that
15 Medicaid beneficiaries are informed of all available and medically
16 appropriate treatment options for opioid addiction when their
17 treating physician stops prescribing prescription opioid medication
18 for pain, and to address other appropriate recommendations of the
19 task force. The report shall include any potential barriers to
20 medication-assisted treatment, as recommended by the Michigan
21 medication-assisted treatment guidelines, for Medicaid
22 beneficiaries in both office-based opioid treatment and opioid
23 treatment program facility settings.

24 Sec. 1152. (1) From the funds appropriated in part 1 for
25 policy and planning administration, \$950,000.00 shall be
26 distributed as provided in subsection (2). The amount distributed
27 under this subsection shall not exceed 50% of the total operating
28 expenses of the program described in subsection (2), with the
29 remaining 50% paid by local United Way organizations and other

1 nonprofit organizations and foundations.

2 (2) Funds distributed under subsection (1) shall be
3 distributed to Michigan 2-1-1, a nonprofit corporation organized
4 under the laws of this state that is exempt from federal income tax
5 under section 501(c)(3) of the internal revenue code of 1986, 26
6 USC 501, and whose mission is to coordinate and support a statewide
7 2-1-1 system. Michigan 2-1-1 shall use the funds only to fulfill
8 the Michigan 2-1-1 business plan adopted by Michigan 2-1-1 in
9 January 2005.

10 (3) Michigan 2-1-1 shall refer to the department any calls
11 received reporting fraud, waste, or abuse of state-administered
12 public assistance.

13 (4) Michigan 2-1-1 shall report annually to the department,
14 the house and senate standing committees with primary jurisdiction
15 over matters relating to human services and telecommunications on
16 2-1-1 system performance, the senate and house appropriations
17 subcommittees on the department budget, and the senate and house
18 fiscal agencies, including, but not limited to, call volume by
19 health and human service needs and unmet needs identified through
20 caller data and number and percentage of callers referred to public
21 or private provider types.

22
23 **EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY**

24 Sec. 1180. From the funds appropriated in part 1 for
25 epidemiology administration and for childhood lead program, the
26 department shall maintain a public health drinking water unit and
27 maintain enhanced efforts to monitor child blood lead levels. The
28 public health drinking water unit shall ensure that appropriate
29 investigations of potential health hazards occur for all community

1 and noncommunity drinking water supplies where chemical exceedances
2 of action levels, health advisory levels, or maximum contaminant
3 limits are identified. The goals of the childhood lead program
4 shall include improving the identification of affected children,
5 the timeliness of case follow-up, and attainment of nurse care
6 management for children with lead exposure, and to achieve a long-
7 term reduction in the percentage of children in this state with
8 elevated blood lead levels.

9 Sec. 1181. From the funds appropriated in part 1 for
10 epidemiology administration, the department shall maintain a vapor
11 intrusion response unit. The vapor intrusion response unit shall
12 assess risks to public health at vapor intrusion sites and respond
13 to vapor intrusion risks where appropriate. The goals of the vapor
14 intrusion response unit shall include reducing the number of
15 residents of this state exposed to toxic substances through vapor
16 intrusion and improving health outcomes for individuals that are
17 identified as having been exposed to vapor intrusion.

18 Sec. 1182. (1) From the funds appropriated in part 1 for the
19 healthy homes program, no less than \$6,898,000.00 of general
20 fund/general purpose funds and \$18,652,000.00 of federal funds
21 shall be allocated for lead abatement of homes.

22 (2) By April 1 of the current fiscal year, the department
23 shall provide a report to the house and senate appropriations
24 subcommittees on the department budget, the house and senate fiscal
25 agencies, and the state budget office on the expenditures and
26 activities undertaken by the lead abatement program in the previous
27 fiscal year from the funds appropriated in part 1 for the healthy
28 homes program. The report shall include, but is not limited to, a
29 funding allocation schedule, the expenditures by category of

1 expenditure and by subcontractor, the revenues received, a
2 description of program elements, the number of housing units abated
3 of lead-based paint hazards, and a description of program
4 accomplishments and progress.

5 Sec. 1183. The department shall not require a medical first
6 response service to submit data for purposes of the Michigan
7 emergency medical services information system if the medical first
8 response service is located in a county with a population of less
9 than 85,000 according to the 2010 federal decennial census and is
10 composed of only medical first responders who provide services
11 without expecting or receiving money, goods, or services in return
12 for providing those services. A medical first response service
13 described in this subsection shall ensure that a medical first
14 responder provides, in writing, at least all of the following
15 information to an emergency medical technician, emergency medical
16 technician specialist, or paramedic, arriving at the scene after
17 the medical first responder:

18 (a) The time of the initial medical first responder's arrival
19 at the scene.

20 (b) The patient's condition at the time of the initial medical
21 first responder's arrival at the scene.

22 (c) Information gathered from a patient assessment, including,
23 but not limited to, the patient's vital signs and level of
24 consciousness.

25 Sec. 1184. (1) From the funds appropriated in part 1 for
26 emergency medical services program, the department shall, in
27 coordination with the state emergency medical services coordination
28 committee established under section 20915 of the public health
29 code, 1978 PA 368, MCL 333.20915, medical control authorities, and

1 other emergency medical services organizations, review, revise, and
2 improve the process for the consideration, discussion,
3 announcement, and implementation of any changes proposed by the
4 department for emergency medical services system guidance,
5 guidelines, or protocols.

6 (2) The goal to improve the current process shall be the
7 effective and safe provision of emergency medical services.

8 (3) The revised and improved process shall include, but not be
9 limited to, the following:

10 (a) Increased communication, transparency, and collaboration,
11 to culminate in clarity of, and real-time access to, current
12 department guidance, guidelines, or protocols, and the status of
13 any changes being considered.

14 (b) Formal notification of proposed changes to guidance,
15 guidelines, or protocols from the department to the state emergency
16 medical services coordination committee no less than 30 days before
17 implementation.

18 (c) Receipt by the department of a recommendation from the
19 state emergency medical services coordination committee regarding
20 the proposed changes to guidance, guidelines, or protocols before
21 implementation by the department of the changes.

22 (4) The department shall provide access and status updates,
23 including any proposed rules being considered through the
24 administrative rules process, to the public on the department's
25 website, which shall be updated by the department on a weekly
26 basis.

27 (5) The department shall report to the house and senate
28 appropriations subcommittees on the department budget, the house
29 and senate fiscal agencies and policy offices, and the state budget

1 director by April 15 of the current fiscal year on the findings of
2 the review and include summaries of actions undertaken to identify,
3 revise, and improve any weaknesses in the current process.

4 Sec. 1185. From the funds appropriated in part 1 for emergency
5 medical services program, \$25,000.00 is allocated for a grant to
6 fund a free family emergency readiness public expo event held in a
7 county with a population between 180,000 and 181,000 according to
8 the 2010 federal decennial census. The purpose of the event shall
9 be to educate local residents about preparedness in an emergency,
10 disaster, or crisis including planning, assessing specific personal
11 and household needs, and skills to cope, survive, recover, and
12 prevail.

13
14 **LOCAL HEALTH AND ADMINISTRATIVE SERVICES**

15 Sec. 1220. The amount appropriated in part 1 for
16 implementation of the 1993 additions of or amendments to sections
17 9161, 16221, 16226, 17014, 17015, and 17515 of the public health
18 code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014,
19 333.17015, and 333.17515, shall be used to reimburse local health
20 departments for costs incurred related to the implementation of
21 section 17015(18) of the public health code, 1978 PA 368, MCL
22 333.17015.

23 Sec. 1221. If a county that has participated in a district
24 health department or an associated arrangement with other local
25 health departments takes action to cease to participate in that
26 arrangement after October 1 of the current fiscal year, the
27 department may assess a penalty from the local health department's
28 operational accounts in an amount equal to no more than 6.25% of
29 the local health department's essential local public health

1 services funding. This penalty shall only be assessed to the local
2 county that requests the dissolution of the health department.

3 Sec. 1222. (1) Funds appropriated in part 1 for essential
4 local public health services shall be prospectively allocated to
5 local health departments to support immunizations, infectious
6 disease control, sexually transmitted disease control and
7 prevention, hearing screening, vision services, food protection,
8 public water supply, private groundwater supply, and on-site sewage
9 management. Food protection shall be provided in consultation with
10 the department of agriculture and rural development. Public water
11 supply, private groundwater supply, and on-site sewage management
12 shall be provided in consultation with the department of
13 environment, Great Lakes, and energy.

14 (2) Local public health departments shall be held to
15 contractual standards for the services in subsection (1).

16 (3) Distributions in subsection (1) shall be made only to
17 counties that maintain local spending in the current fiscal year of
18 at least the amount expended in fiscal year 1992-1993 for the
19 services described in subsection (1).

20 (4) By February 1 of the current fiscal year, the department
21 shall provide a report to the house and senate appropriations
22 subcommittees on the department budget, the house and senate fiscal
23 agencies, and the state budget director on the planned allocation
24 of the funds appropriated for essential local public health
25 services.

26 (5) The department shall continue implementation of the
27 distribution formula for the allocation of essential local public
28 health services funding to local health departments as specified by
29 section 1234 of article X of 2018 PA 207.

1 (6) From the funds appropriated in part 1 for essential local
2 public health services, each local public health department is
3 allocated not less than the amount allocated to that local public
4 health department during the previous fiscal year.

5 Sec. 1225. The department shall work with the Michigan health
6 endowment fund corporation established under section 653 of the
7 nonprofit health care corporation reform act, 1980 PA 350, MCL
8 550.1653, to explore ways to fund and evaluate current and future
9 policies and programs.

10 Sec. 1227. The department shall establish criteria for all
11 funds allocated for health and wellness initiatives. The criteria
12 must include a requirement that all programs funded be evidence-
13 based and supported by research, include interventions that have
14 been shown to demonstrate outcomes that lower cost and improve
15 quality, and be designed for statewide impact. Preference must be
16 given to programs that utilize the funding as match for additional
17 resources, including, but not limited to, federal sources.

18 Sec. 1231. (1) From the funds appropriated for local health
19 services, up to \$4,750,000.00 shall be allocated for grants to
20 local public health departments to support PFAS response and
21 emerging public health threat activities. A portion of the funding
22 shall be allocated by the department in a collaborative fashion
23 with local public health departments in jurisdictions experiencing
24 PFAS contamination. The remainder of the funding shall be allocated
25 to address infectious and vector-borne disease threats, and other
26 environmental contamination issues such as vapor intrusion,
27 drinking water contamination, and lead exposure. The funding shall
28 be allocated to address issues including, but not limited to,
29 staffing, planning and response, and creation and dissemination of

1 materials related to PFAS contamination issues and other emerging
2 public health issues and threats.

3 (2) By March 1 of the current fiscal year, the department
4 shall provide a report to the house and senate appropriations
5 subcommittees on the department budget, the house and senate fiscal
6 agencies, and the state budget office on actual expenditures in the
7 previous fiscal year and planned spending in the current fiscal
8 year of the funds described in subsection (1), including recipient
9 entities, amount of allocation, general category of allocation, and
10 detailed uses.

11 Sec. 1232. The department may work to ensure that the United
12 States Department of Defense reimburses the state for costs
13 associated with PFAS and environmental contamination response at
14 military training sites and support facilities.

15 Sec. 1233. General fund and state restricted fund
16 appropriations in part 1 shall not be expended for PFAS and
17 environmental contamination response where federal funding or
18 private grant funding is available for the same expenditures.

19 Sec. 1239. The department shall participate in and give
20 necessary assistance to the Michigan PFAS action response team
21 (MPART) pursuant to Executive Order No. 2019-03. The department
22 shall collaborate with MPART and other departments to carry out
23 appropriate activities, actions, and recommendations as coordinated
24 by MPART. Efforts shall be continuous to ensure that the
25 department's activities are not duplicative with activities of
26 another department or agency.

27 Sec. 1240. From the funds appropriated in part 1 for chronic
28 disease control and health promotion administration, \$70,000.00 is
29 allocated to support a rare disease advisory council and

responsibilities of the council, which may include all of the following:

(a) Developing a list of rare diseases.

(b) Posting the list of rare diseases on the department's website.

(c) Updating the list of rare diseases.

(d) Annually investigating and reporting to the legislature on 1 rare disease on the list, and including legislative recommendations in the report.

FAMILY HEALTH SERVICES

Sec. 1301. (1) Before April 1 of the current fiscal year, the department shall submit a report to the house and senate fiscal agencies and the state budget director on planned allocations from the amounts appropriated in part 1 for local MCH services, prenatal care outreach and service delivery support, family planning local agreements, and pregnancy prevention programs. Using applicable federal definitions, the report shall include information on all of the following:

(a) Funding allocations.

(b) Actual number of women, children, and adolescents served and amounts expended for each group for the previous fiscal year.

(c) A breakdown of the expenditure of these funds between urban and rural communities.

(2) The department shall ensure that the distribution of funds through the programs described in subsection (1) takes into account the needs of rural communities.

(3) As used in this section, "rural" means a county, city, village, or township with a population of 30,000 or less, including

1 those entities if located within a metropolitan statistical area.

2 Sec. 1303. The department shall not contract with an
3 organization that provides elective abortions, abortion counseling,
4 or abortion referrals, for services that are to be funded with
5 state restricted or state general fund/general purpose funds
6 appropriated in part 1 for family planning local agreements. An
7 organization under contract with the department shall not
8 subcontract with an organization that provides elective abortions,
9 abortion counseling, or abortion referrals, for services that are
10 to be funded with state restricted or state general fund/general
11 purpose funds appropriated in part 1 for family planning local
12 agreements.

13 Sec. 1304. The department shall not use state restricted funds
14 or state general funds, or allow grantees or subcontractors to use
15 those funds, appropriated in part 1 in the pregnancy prevention
16 program or family planning local agreements appropriation line
17 items for abortion counseling, referrals, or services.

18 Sec. 1305. (1) From the funds appropriated in part 1 for
19 family planning local agreements and the pregnancy prevention
20 program, the department shall not contract with or award grants to
21 an entity that engages in 1 or more of the activities described in
22 section 1(2) of 2002 PA 360, MCL 333.1091, if the entity is located
23 in a county or health district where family planning or pregnancy
24 prevention services are provided by the county, the health
25 district, or a qualified entity that does not engage in any of the
26 activities described in section 1(2) of 2002 PA 360, MCL 333.1091.

27 (2) The department shall give priority to counties or health
28 districts where no contracts or grants currently exist for family
29 planning or pregnancy prevention services before contracting with

1 or awarding grants to an entity that engages in 1 or more of the
2 activities described in section 1(2) of 2002 PA 360, MCL 333.1091,
3 if that entity is located in a county where family planning and
4 pregnancy prevention services are provided by the county, the
5 health district, or another qualified entity that does not engage
6 in the activities described in section 1(2) of 2002 PA 360, MCL
7 333.1091.

8 Sec. 1306. (1) From the funds appropriated in part 1 for the
9 drinking water declaration of emergency, the department shall
10 allocate funds to address needs in a city in which a declaration of
11 emergency was issued because of drinking water contamination. These
12 funds may support, but are not limited to, the following
13 activities:

14 (a) Nutrition assistance, nutritional and community education,
15 food bank resources, and food inspections.

16 (b) Epidemiological analysis and case management of
17 individuals at risk of elevated blood lead levels.

18 (c) Support for child and adolescent health centers,
19 children's healthcare access program, and pathways to potential
20 programming.

21 (d) Nursing services, breastfeeding education, evidence-based
22 home visiting programs, intensive services, and outreach for
23 children exposed to lead coordinated through local community mental
24 health organizations.

25 (e) Department field operations costs.

26 (f) Lead poisoning surveillance, investigations, treatment,
27 and abatement.

28 (g) Nutritional incentives provided to local residents through
29 the double up food bucks expansion program.

1 (h) Genesee County health department food inspectors to
2 perform water testing at local food service establishments.

3 (i) Transportation related to health care delivery.

4 (j) Senior initiatives.

5 (k) Lead abatement contractor workforce development.

6 (2) From the funds appropriated in part 1 for the drinking
7 water declaration of emergency, the department shall allocate
8 \$300,000.00 for Revive Community Health Center for health support
9 services as the center pursues certification as a federally
10 qualified health center.

11 (3) From the funds appropriated in part 1 for the drinking
12 water declaration of emergency, the department shall allocate
13 \$500,000.00 for rides to wellness through the Flint mass
14 transportation authority.

15 Sec. 1308. From the funds appropriated in part 1 for prenatal
16 care outreach and service delivery support, not less than
17 \$500,000.00 of funding shall be allocated for evidence-based
18 programs to reduce infant mortality including nurse family
19 partnership programs. The funds shall be used for enhanced support
20 and education to nursing teams or other teams of qualified health
21 professionals, client recruitment in areas designated as
22 underserved for obstetrical and gynecological services and other
23 high-need communities, strategic planning to expand and sustain
24 programs, and marketing and communications of programs to raise
25 awareness, engage stakeholders, and recruit nurses.

26 Sec. 1309. Funds appropriated for educational and other
27 programs and services primarily pertaining to family planning or
28 reproductive health services, or both, in any line item in section
29 116 of part 1 for family health services, shall be allocated by the

1 department according to section 1 of 2002 PA 360, MCL 333.1091.

2 Sec. 1311. From the funds appropriated in part 1 for prenatal
3 care outreach and service delivery support, not less than
4 \$2,750,000.00 state general fund/general purpose funds shall be
5 allocated for a rural home visit program. Equal consideration shall
6 be given to all eligible evidence-based providers in all regions in
7 contracting for rural home visitation services.

8 Sec. 1312. From the funds appropriated in part 1 for prenatal
9 care and premature birth avoidance grant, the department shall
10 allocate \$1,000,000.00 as a grant to help fulfill contract
11 obligations between the department and a federal Healthy Start
12 Program located in a county with a population between 600,000 and
13 610,000 according to the 2010 decennial census. To be eligible to
14 receive funding, the organization must be a partnership between
15 various health agencies, and utilize a social impact bonding
16 strategy approved by the department to enhance support to
17 underserved populations for prenatal care and premature birth
18 avoidance.

19 Sec. 1313. (1) The department shall continue developing an
20 outreach program on fetal alcohol syndrome services, targeting
21 health promotion, prevention, and intervention.

22 (2) The department shall explore federal grant funding to
23 address prevention services for fetal alcohol syndrome and reduce
24 alcohol consumption among pregnant women.

25 (3) By February 1 of the current fiscal year, the department
26 shall provide a report to the house and senate appropriations
27 subcommittees on the department budget, the house and senate fiscal
28 agencies, and the state budget office on planned spending of
29 appropriations within the department budget for fetal alcohol

1 syndrome projects and services, including appropriation line item,
2 agency or recipient entities, amount and purpose of allocation, and
3 detailed uses. The report shall include a summary of outcomes
4 accomplished by the funding investments and metrics used to
5 determine outcomes, if available.

6 Sec. 1314. The department shall seek to enhance education and
7 outreach efforts that encourage women of childbearing age to seek
8 confirmation at the earliest indication of possible pregnancy and
9 initiate continuous and routine prenatal care upon confirmation of
10 pregnancy. The department shall seek to ensure that department
11 programs, policies, and practices promote prenatal and obstetrical
12 care by doing the following:

13 (a) Supporting access to care.

14 (b) Reducing and eliminating barriers to care.

15 (c) Supporting recommendations for best practices.

16 (d) Encouraging optimal prenatal habits such as prenatal
17 medical visits, use of prenatal vitamins, and cessation of use of
18 tobacco, alcohol, or drugs.

19 (e) Tracking of birth outcomes to study improvements in
20 prevalence of fetal drug addiction, fetal alcohol syndrome, and
21 other preventable neonatal disease.

22 (f) Tracking of maternal increase in healthy behaviors
23 following childbirth.

24 Sec. 1315. (1) From the funds appropriated in part 1 for
25 dental programs, \$150,000.00 shall be allocated to the Michigan
26 Dental Association for the administration of a volunteer dental
27 program that provides dental services to the uninsured.

28 (2) By February 1 of the current fiscal year, the department
29 shall report to the senate and house appropriations subcommittees

1 on the department budget, the senate and house standing committees
2 on health policy, the senate and house fiscal agencies, and the
3 state budget office the number of individual patients treated,
4 number of procedures performed, and approximate total market value
5 of those procedures from the previous fiscal year.

6 Sec. 1316. The department shall use revenue from mobile
7 dentistry facility permit fees received under section 21605 of the
8 public health code, 1978 PA 368, MCL 333.21605, to offset the cost
9 of the permit program.

10 Sec. 1317. (1) From the funds appropriated in part 1 for
11 dental programs, \$1,550,000.00 of general fund/general purpose
12 revenue and any associated federal match shall be distributed to
13 local health departments who partner with a qualified nonprofit
14 provider of dental services for the purpose of providing high-
15 quality dental homes for seniors, children, and adults enrolled in
16 Medicaid, and low-income uninsured.

17 (2) In order to be considered a qualified nonprofit provider
18 of dental services, the provider must demonstrate the following:

19 (a) An effective health insurance enrollment process for
20 uninsured patients.

21 (b) An effective process of charging patients on a sliding
22 scale based on the patient's ability to pay.

23 (c) Utilization of additional fund sources including, but not
24 limited to, federal Medicaid matching funds.

25 (3) Providers shall report to the department by September 30
26 of the current fiscal year on outcomes and performance measures for
27 the program under this section including, but not limited to, the
28 following:

29 (a) The number of uninsured patients who visited a

1 participating dentist over the previous year, broken down between
2 adults and children.

3 (b) The number of patients assisted with health insurance
4 enrollment, broken down between adults and children.

5 (c) A 5-year trend of the number of uninsured patients being
6 served, broken down between adults and children.

7 (d) The number of unique patient visits by center.

8 (e) The number of unique Medicaid or Healthy Michigan plan
9 patients served broken down by center.

10 (f) The number of children, seniors, and veterans served
11 broken down by center.

12 (g) The total value of services rendered by the organization
13 broken down by center.

14 (4) Within 15 days after receipt of the report required in
15 subsection (3), the department shall provide a copy of the report
16 to the senate and house appropriations subcommittees on the
17 department budget, the senate and house fiscal agencies, the senate
18 and house policy offices, and the state budget office.

19 Sec. 1320. It is the intent of the legislature that funds
20 appropriated in part 1 that may be expended for a public media
21 campaign regarding publicly funded family planning or pregnancy
22 prevention services shall not be used to communicate in that media
23 campaign any message that implies, states, or can be interpreted to
24 mean that abortion is a method of family planning or pregnancy
25 prevention.

26 Sec. 1321. From the funds appropriated in part 1 for the
27 Michigan model for health comprehensive health education curriculum
28 in the family, maternal, and child health administration line item,
29 the department may, in consultation with the department of

1 education, the Michigan domestic and sexual violence prevention and
2 treatment board, and the Michigan Coalition to End Domestic and
3 Sexual Violence, redraft the curriculum for the "Growing Up &
4 Staying Healthy" and "Healthy & Responsible Relationships" modules
5 to include age-appropriate information about the importance of
6 consent, setting and respecting personal boundaries, and the
7 prevention of child sexual abuse as outlined in section 1505 of the
8 revised school code, 1976 PA 451, MCL 380.1505, and consistent with
9 the recommendations and guidelines set by the task force on the
10 prevention of sexual abuse of children created under section 12b of
11 the child protection law, 1975 PA 238, MCL 722.632b, and the
12 prevention of sexual assault and dating violence.

13 Sec. 1322. The department shall provide a report by April 15
14 of the current fiscal year to the house and senate appropriations
15 subcommittees on the department budget, the house and senate fiscal
16 agencies, the house and senate policy offices, and the state budget
17 office on state immunization policy and practices. The report shall
18 include all of the following items:

19 (a) A list of recommended vaccinations.

20 (b) The basis and rationale for inclusion of each listed item.

21 (c) The indicators, measures, and performance outcomes that
22 document improvement in human health for each listed item.

23 Sec. 1341. The department shall utilize income eligibility and
24 verification guidelines established by the Food and Nutrition
25 Service agency of the United States Department of Agriculture in
26 determining eligibility of individuals for the special supplemental
27 nutrition program for women, infants, and children (WIC) as stated
28 in current WIC policy.

29 Sec. 1342. From the funds appropriated in part 1 for family,

maternal, and child health administration, \$500,000.00 shall be allocated for a school children's healthy exercise program to promote and advance physical health for school children in kindergarten through grade 8. The department shall recommend model programs for sites to implement that incorporate evidence-based best practices. The department shall grant the funds appropriated in part 1 for before- and after-school programs. The department shall establish guidelines for program sites, which may include schools, community-based organizations, private facilities, recreation centers, or other similar sites. The program format shall encourage local determination of site activities and shall encourage local inclusion of youth in the decision-making regarding site activities. Program goals shall include children experiencing improved physical health and access to physical activity opportunities, the reduction of obesity, providing a safe place to play and exercise, and nutrition education. To be eligible to participate, program sites shall provide a 20% match to the state funding, which may be provided in full, or in part, by a corporation, foundation, or private partner. The department shall seek financial support from corporate, foundation, or other private partners for the program or for individual program sites.

Sec. 1343. From the funds appropriated in part 1 for dental programs, the department shall allocate \$1,760,000.00 of state and local funds plus any private contributions received to support the program to establish and maintain a dental oral assessment program to provide assessments to school children as provided in section 9316 of the public health code, 1978 PA 368, MCL 333.9316.

CHILDREN'S SPECIAL HEALTH CARE SERVICES

1 Sec. 1360. The department may do 1 or more of the following:

2 (a) Provide special formulas for eligible clients with
3 specified metabolic and allergic disorders.

4 (b) Provide medical care and treatment to eligible patients
5 with cystic fibrosis who are 21 years of age or older.

6 (c) Provide medical care and treatment to eligible patients
7 with hereditary coagulation defects, commonly known as hemophilia,
8 who are 21 years of age or older.

9 (d) Provide human growth hormone to eligible patients.

10 (e) Provide mental health care for mental health needs that
11 result from, or are a symptom of, the individual's qualifying
12 medical condition.

13 (f) Provide medical care and treatment to eligible patients
14 with sickle cell disease who are 21 years of age or older.

15 Sec. 1361. From the funds appropriated in part 1 for medical
16 care and treatment, the department may spend those funds for the
17 continued development and expansion of telemedicine capacity to
18 allow families with children in the children's special health care
19 services program to access specialty providers more readily and in
20 a more timely manner. The department may spend funds to support
21 chronic complex care management of children enrolled in the
22 children's special health care services program to minimize
23 hospitalizations and reduce costs to the program while improving
24 outcomes and quality of life.

25
26 **AGING AND ADULT SERVICES AGENCY**

27 Sec. 1402. The department may encourage the Food Bank Council
28 of Michigan to collaborate directly with each area agency on aging
29 and any other organizations that provide senior nutrition services

1 to secure the food access of older adults.

2 Sec. 1403. (1) By February 1 of the current fiscal year, the
3 aging and adult services agency shall require each region to report
4 to the aging and adult services agency and to the legislature home-
5 delivered meals waiting lists based upon standard criteria.

6 Determining criteria shall include all of the following:

7 (a) The recipient's degree of frailty.

8 (b) The recipient's inability to prepare his or her own meals
9 safely.

10 (c) Whether the recipient has another care provider available.

11 (d) Any other qualifications normally necessary for the
12 recipient to receive home-delivered meals.

13 (2) Data required in subsection (1) shall be recorded only for
14 individuals who have applied for participation in the home-
15 delivered meals program and who are initially determined as likely
16 to be eligible for home-delivered meals.

17 Sec. 1417. The department shall provide to the senate and
18 house appropriations subcommittees on the department budget, senate
19 and house fiscal agencies, and state budget director a report by
20 March 30 of the current fiscal year that contains all of the
21 following:

22 (a) The total allocation of state resources made to each area
23 agency on aging by individual program and administration.

24 (b) Detailed expenditures by each area agency on aging by
25 individual program and administration including both state-funded
26 resources and locally funded resources.

27 Sec. 1421. From the funds appropriated in part 1 for community
28 services, \$1,100,000.00 shall be allocated to area agencies on
29 aging for locally determined needs.

1 Sec. 1422. (1) From the funds appropriated in part 1 for aging
2 and adult services administration, not less than \$300,000.00 shall
3 be allocated for the department to contract with the Prosecuting
4 Attorneys Association of Michigan to provide the support and
5 services necessary to increase the capability of the state's
6 prosecutors, adult protective service system, and criminal justice
7 system to effectively identify, investigate, and prosecute elder
8 abuse and financial exploitation.

9 (2) By March 1 of the current fiscal year, the Prosecuting
10 Attorneys Association of Michigan shall provide a report to the
11 department on the efficacy of the contract. The department shall
12 submit the report to the state budget office, the house and senate
13 appropriations subcommittees on the department budget, the house
14 and senate fiscal agencies, and the house and senate policy offices
15 within 30 days after receipt from the Prosecuting Attorneys
16 Association of Michigan.

17 Sec. 1425. The department shall coordinate with the department
18 of licensing and regulatory affairs to ensure that, upon receipt of
19 the order of suspension of a licensed adult foster care home, home
20 for the aged, or nursing home, the department of licensing and
21 regulatory affairs shall provide notice to the department, to the
22 house and senate appropriations subcommittees on the department
23 budget, and to the members of the house and senate that represent
24 the legislative districts of the county in which the facility lies.

25 Sec. 1426. From the funds appropriated in part 1 for community
26 services, \$40,000.00 shall be allocated to expand existing friendly
27 reassurance and friendly caller programs through the area agencies
28 on aging. The purpose of these programs is to allow an older person
29 to voluntarily sign up to receive a daily or weekly call checking

1 on the older person's well-being and possible conversation with an
2 individual. The program shall be available to all residents of this
3 state age 60 or older and shall target isolated or homebound
4 seniors to provide a check on mental health, physical health and
5 wellness, and address feelings of loneliness or depression.

6
7 **MEDICAL SERVICES ADMINISTRATION**

8 Sec. 1505. By March 1 of the current fiscal year, the
9 department shall submit a report to the senate and house
10 appropriations subcommittees on the department budget, the senate
11 and house fiscal agencies, and the state budget office on the
12 actual reimbursement savings and cost offsets that have resulted
13 from the funds appropriated in part 1 for the office of inspector
14 general and third party liability efforts in the previous fiscal
15 year.

16 Sec. 1507. From the funds appropriated in part 1 for office of
17 inspector general, the inspector general shall audit and recoup
18 inappropriate or fraudulent payments from Medicaid managed care
19 organizations to health care providers. Unless authorized by
20 federal or state law, the department shall not fine, temporarily
21 halt operations of, disenroll as a Medicaid provider, or terminate
22 a managed care organization or health care provider from providing
23 services due to the discovery of an inappropriate payment found
24 during the course of an audit.

25 Sec. 1511. On a monthly basis, the department shall work with
26 the department of labor and economic opportunity to report to the
27 senate and house appropriations subcommittees on the department
28 budget, the senate and house fiscal agencies, the senate and house
29 policy offices, and the state budget office on the utilization of

1 workforce development programs by Healthy Michigan plan recipients
2 through Michigan Works! The report shall include, but not be
3 limited to, all of the following:

4 (a) The number of recipients currently receiving employment
5 supports and services through workforce development programs.

6 (b) The total year-to-date number of recipients who have
7 received employment supports and services through workforce
8 development programs.

9 (c) The number of recipients who secured employment in this
10 state after receiving employment supports and services through
11 workforce development programs.

12 (d) A summary of employment supports and services provided to
13 recipients through workforce development programs.

14 Sec. 1512. The updated Medicaid utilization and net cost
15 report shall continue to separate nonclinical administrative costs
16 from actual claims and encounter costs.

17 Sec. 1513. (1) The department shall participate in a workgroup
18 to determine an equitable and adequate reimbursement methodology
19 for Medicaid inpatient psychiatric hospital care. The workgroup
20 shall include representatives from the department, CMHSPs, PIHPs,
21 the Michigan Association of Health Plans, the Michigan Health and
22 Hospital Association, inpatient psychiatric facilities, Blue Cross
23 Blue Shield of Michigan, the Community Mental Health Association of
24 Michigan, and other individuals or organizations as determined
25 appropriate by the department.

26 (2) By June 15 of the current fiscal year, the workgroup shall
27 report to the senate and house appropriations subcommittees on the
28 department budget, the senate and house fiscal agencies, the senate
29 and house policy offices, and the state budget office on the

1 implementation of recommendations made by the workgroup required by
2 section 1513 of 2019 PA 67. The report shall include, but is not
3 limited to, the following:

4 (a) Descriptions of the recommendations being implemented.

5 (b) Descriptions of the recommendations not being implemented
6 and barriers preventing implementation.

7 (3) The department shall assist in providing data to inform
8 the workgroup discussion, assist in modeling appropriate
9 reimbursement methods, and assist in developing the final report.

10 Sec. 1514. From the funds appropriated in part 1 for medical
11 services administration, the department shall allocate \$300,000.00
12 general fund/general purpose revenue and any associated federal
13 match to support a predictive modeling tool to improve provider
14 billing accuracy and reduce fraud, waste, and abuse in the Medicaid
15 program. The tool must provide a prepayment cost avoidance solution
16 that uses statistical predictive modeling techniques to identify
17 outlier claims.

18 Sec. 1515. A qualified job placement agency may request
19 contact information from the department for Healthy Michigan plan
20 recipients for the geographic region the agency services. This
21 contact information shall not include personal health information
22 or extensive personal identifying information. For the purposes of
23 this section, a "qualified job placement agency" means a regional
24 Michigan Works! agency or another nonprofit, governmental, or
25 quasi-governmental body that provides job placement assistance as
26 designated by the department.

27
28 **MEDICAL SERVICES**

29 Sec. 1601. The cost of remedial services incurred by residents

1 of licensed adult foster care homes and licensed homes for the aged
2 shall be used in determining financial eligibility for the
3 medically needy. Remedial services include basic self-care and
4 rehabilitation training for a resident.

5 Sec. 1605. The protected income level for Medicaid coverage
6 determined pursuant to section 106(1)(b) (iii) of the social welfare
7 act, 1939 PA 280, MCL 400.106, shall be 100% of the related public
8 assistance standard.

9 Sec. 1606. For the purpose of guardian and conservator
10 charges, the department may deduct up to \$83.00 per month as an
11 allowable expense against a recipient's income when determining
12 medical services eligibility and patient pay amounts.

13 Sec. 1607. (1) An applicant for Medicaid, whose qualifying
14 condition is pregnancy, shall immediately be presumed to be
15 eligible for Medicaid coverage unless the preponderance of evidence
16 in her application indicates otherwise. The applicant who is
17 qualified as described in this subsection shall be allowed to
18 select or remain with the Medicaid participating obstetrician of
19 her choice.

20 (2) All qualifying applicants shall be entitled to receive all
21 medically necessary obstetrical and prenatal care without
22 preauthorization from a health plan. All claims submitted for
23 payment for obstetrical and prenatal care shall be paid at the
24 Medicaid fee-for-service rate in the event a contract does not
25 exist between the Medicaid participating obstetrical or prenatal
26 care provider and the managed care plan. The applicant shall
27 receive a listing of Medicaid physicians and managed care plans in
28 the immediate vicinity of the applicant's residence.

29 (3) In the event that an applicant, presumed to be eligible

1 under subsection (1), is subsequently found to be ineligible, a
2 Medicaid physician or managed care plan that has been providing
3 pregnancy services to an applicant under this section is entitled
4 to reimbursement for those services until they are notified by the
5 department that the applicant was found to be ineligible for
6 Medicaid.

7 (4) If the preponderance of evidence in an application
8 indicates that the applicant is not eligible for Medicaid, the
9 department shall refer that applicant to the nearest public health
10 clinic or similar entity as a potential source for receiving
11 pregnancy-related services.

12 (5) The department shall develop an enrollment process for
13 pregnant women covered under this section that facilitates the
14 selection of a managed care plan at the time of application.

15 (6) The department shall mandate enrollment of women, whose
16 qualifying condition for Medicaid is pregnancy, into Medicaid
17 managed care plans.

18 (7) The department shall encourage physicians to provide
19 women, whose qualifying condition for Medicaid is pregnancy, with a
20 referral to a Medicaid participating dentist at the first
21 pregnancy-related appointment.

22 Sec. 1611. (1) For care provided to medical services
23 recipients with other third-party sources of payment, medical
24 services reimbursement shall not exceed, in combination with such
25 other resources, including Medicare, those amounts established for
26 medical services-only patients. The medical services payment rate
27 shall be accepted as payment in full. Other than an approved
28 medical services co-payment, no portion of a provider's charge
29 shall be billed to the recipient or any person acting on behalf of

1 the recipient. This section does not affect the level of payment
2 from a third-party source other than the medical services program.
3 The department shall require a nonenrolled provider to accept
4 medical services payments as payment in full.

5 (2) Notwithstanding subsection (1), medical services
6 reimbursement for hospital services provided to dual
7 Medicare/medical services recipients with Medicare part B coverage
8 only shall equal, when combined with payments for Medicare and
9 other third-party resources, if any, those amounts established for
10 medical services-only patients, including capital payments.

11 Sec. 1615. (1) To minimize errors and overpayments, and to
12 ensure the quality of actuarial rate setting of capitated rates,
13 the department shall provide effective oversight and ensure the
14 integrity of encounter claims submitted to the department by
15 Medicaid health plans.

16 (2) The department may require Medicaid health plans to
17 provide medical records to support claims data, upon request by the
18 department. This subsection shall not require the disclosure of
19 personal identifying information or any information that would be
20 in violation of the health insurance portability and accountability
21 act of 1996, Public Law 104-191.

22 (3) It is the intent of the legislature that the department
23 perform annual internal audits of Medicaid claims provided by
24 Medicaid health plans and report the findings to the house and
25 senate appropriations subcommittees on the department budget, the
26 house and senate fiscal agencies, the house and senate policy
27 offices, and the state budget office. Internal audits performed
28 under this subsection shall be conducted utilizing quantitative
29 methodologies that provide for valid statistical results to

1 include, but not be limited to, minimizing the impact of selection
2 bias and insufficient sample sizes.

3 (4) If an internal audit performed in accordance with this
4 section identifies discrepancies in the quality of actuarial rates,
5 the department shall develop and implement actuarial procedures to
6 reconcile encounter claims data and shall provide for a publicly
7 available explanation of these procedures on the department's
8 website.

9 Sec. 1620. (1) For fee-for-service Medicaid claims, the
10 professional dispensing fee for drugs indicated as specialty
11 medications on the Michigan pharmaceutical products list is \$20.02
12 or the pharmacy's submitted dispensing fee, 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 medications is
16 as follows:

17 (a) For medications indicated as preferred on the department's
18 preferred drug list, \$10.80 or the pharmacy's submitted dispensing
19 fee, whichever is less.

20 (b) For medications not on the department's preferred drug
21 list, \$10.64 or the pharmacy's submitted dispensing fee, whichever
22 is less.

23 (c) For medications indicated as nonpreferred on the
24 department's preferred drug list, \$9.00 or the pharmacy's submitted
25 dispensing fee, whichever is less.

26 (3) The department shall require a prescription co-payment for
27 Medicaid recipients not enrolled in the Healthy Michigan plan or
28 with an income less than 100% of the federal poverty level of \$1.00
29 for a generic drug or any drug indicated as preferred on the

1 department's preferred drug list and \$3.00 for a brand-name drug
2 not indicated as preferred on the department's preferred drug list,
3 except as prohibited by federal or state law or regulation.

4 (4) The department shall require a prescription co-payment for
5 Medicaid recipients enrolled in the Healthy Michigan plan with an
6 income of at least 100% of the federal poverty level of \$4.00 for a
7 generic drug or any drug indicated as preferred on the department's
8 preferred drug list and \$8.00 for a brand-name drug not indicated
9 as preferred on the department's preferred drug list, except as
10 prohibited by federal or state law or regulation.

11 Sec. 1625. The department shall contractually require Medicaid
12 managed care organizations to require their pharmacy benefit
13 managers to do all of the following:

14 (a) For pharmacies with not more than 7 retail outlets,
15 utilizes a pharmacy reimbursement methodology of the national
16 average drug acquisition cost plus a professional dispensing fee
17 comparable to the applicable professional dispensing fee provided
18 through section 1620. The pharmacy benefit manager or the involved
19 pharmacy services administrative organization shall not receive any
20 portion of the additional professional dispensing fee. The
21 department shall identify the pharmacies this subdivision applies
22 to and provide the list of applicable pharmacies to the Medicaid
23 managed care organizations.

24 (b) For pharmacies with not more than 7 retail outlets,
25 utilizes a pharmacy reimbursement methodology, when a national
26 average drug acquisition cost price is not available, for brand
27 drugs of the lesser of the wholesale acquisition cost, plus a
28 professional dispensing fee comparable to the applicable
29 professional dispensing fee provided through section 1620, or the

1 usual and customary charge by the pharmacy. The department shall
2 identify the pharmacies this subdivision applies to and provide the
3 list of applicable pharmacies to the Medicaid managed care
4 organizations.

5 (c) For pharmacies with not more than 7 retail outlets,
6 utilizes a pharmacy reimbursement methodology, when a national
7 average drug acquisition cost price is not available, for generic
8 drugs of the lesser of wholesale acquisition cost plus a
9 professional dispensing fee comparable to the applicable
10 professional dispensing fee provided through section 1620, or the
11 usual and customary charge by the pharmacy. The department shall
12 identify the pharmacies this subdivision applies to and provide the
13 list of applicable pharmacies to the Medicaid managed care
14 organizations.

15 (d) Reimburse for a legally valid claim at a rate not less
16 than the rate in effect at the time the original claim adjudication
17 as submitted at the point of sale.

18 (e) Agree to utilize a transparent "pass-through" pricing
19 model, in which the pharmacy benefit manager discloses the
20 administrative fee as a percentage of the professional dispensing
21 costs to the department.

22 (f) Agree to not create new pharmacy administration fees and
23 to not increase current fees more than the rate of inflation. This
24 subdivision does not apply to any federal rule or action that
25 creates a new fee.

26 (g) Agree to not terminate an existing contract with a
27 pharmacy with not more than 7 retail outlets for the sole reason of
28 the additional professional dispensing fee authorized under this
29 section.

1 Sec. 1626. (1) By January 15 of the current fiscal year, each
2 pharmacy benefit manager that receives reimbursements, either
3 directly or through a Medicaid health plan, from the funds
4 appropriated in part 1 for medical services must submit all of the
5 following information to the department for the previous fiscal
6 year:

7 (a) The total number of prescriptions that were dispensed.

8 (b) The aggregate wholesale acquisition cost for each drug on
9 its formulary.

10 (c) The aggregate amount of rebates, discounts, and price
11 concessions that the pharmacy benefit manager received for each
12 drug on its formulary. The amount of rebates shall include any
13 utilization discounts the pharmacy benefit manager receives from a
14 manufacturer.

15 (d) The aggregate amount of administrative fees that the
16 pharmacy benefit manager received from all pharmaceutical
17 manufacturers.

18 (e) The aggregate amount identified in subdivisions (b) and
19 (c) that were retained by the pharmacy benefit manager and did not
20 pass through to the department or to the Medicaid health plan.

21 (f) The aggregate amount of reimbursements the pharmacy
22 benefit manager pays to contracting pharmacies.

23 (g) Any other information considered necessary by the
24 department.

25 (2) By March 1 of the current fiscal year, the department
26 shall submit the information provided under subsection (1) to the
27 house and senate appropriations subcommittees on the department
28 budget, the house and senate fiscal agencies, the house and senate
29 policy offices, and the state budget office.

1 (3) Any nonaggregated information submitted under this section
2 shall be confidential and shall not be disclosed to any person by
3 the department. Such information is not considered a public record
4 of the department.

5 Sec. 1627. By April 1 of the current fiscal year, the
6 department shall provide a report to the house and senate
7 appropriations subcommittees on the department budget, the house
8 and senate fiscal agencies, and the house and senate policy offices
9 on both of the following:

10 (a) The cost per Medicaid prescription for the fee-for-service
11 population and separately the cost per Medicaid prescription for
12 the managed care population for the fiscal years ending September
13 30, 2017 through September 30, 2021.

14 (b) Projected cost per Medicaid prescription for the fee-for-
15 service population and projected cost per Medicaid prescription for
16 the managed care population for the current fiscal year.

17 Sec. 1629. The department shall utilize maximum allowable cost
18 pricing for generic drugs that is based on wholesaler pricing to
19 providers that is available from at least 2 wholesalers who deliver
20 in this state.

21 Sec. 1631. (1) The department shall require co-payments on
22 dental, podiatric, and vision services provided to Medicaid
23 recipients, except as prohibited by federal or state law or
24 regulation.

25 (2) Except as otherwise prohibited by federal or state law or
26 regulation, the department shall require Medicaid recipients not
27 enrolled in the Healthy Michigan plan or with an income less than
28 100% of the federal poverty level to pay not less than the
29 following co-payments:

1 (a) Two dollars for a physician office visit.

2 (b) Three dollars for a hospital emergency room visit.

3 (c) Fifty dollars for the first day of an inpatient hospital
4 stay.

5 (d) Two dollars for an outpatient hospital visit.

6 (3) Except as otherwise prohibited by federal or state law or
7 regulation, the department shall require Medicaid recipients
8 enrolled in the Healthy Michigan plan with an income of at least
9 100% of the federal poverty level to pay the following co-payments:

10 (a) Four dollars for a physician office visit.

11 (b) Eight dollars for a hospital emergency room visit.

12 (c) One hundred dollars for the first day of an inpatient
13 hospital stay.

14 (d) Four dollars for an outpatient hospital visit or any other
15 medical provider visit to the extent allowed by federal or state
16 law or regulation.

17 Sec. 1641. An institutional provider that is required to
18 submit a cost report under the medical services program shall
19 submit cost reports completed in full within 5 months after the end
20 of its fiscal year.

21 Sec. 1645. (1) It is the intent of the legislature that the
22 department establish the class I nursing facility current asset
23 value bed limit based on the rolling 15-year history of new
24 construction.

25 (2) It is the intent of the legislature that, for the fiscal
26 year beginning October 1, 2022, the department modify the class I
27 nursing facility current asset value bed limit based on the rolling
28 15-year history of new construction. The increase in the current
29 asset value bed limit shall not exceed 4% of the limit for the

1 fiscal year beginning October 1, 2021.

2 Sec. 1646. (1) From the funds appropriated in part 1 for long-
3 term care services, the department shall continue to administer a
4 nursing facility quality measure initiative program. The initiative
5 shall be financed through the quality assurance assessment for
6 nursing homes and hospital long-term care units, and the funds
7 shall be distributed according to the following criteria:

8 (a) The department shall award more dollars to nursing
9 facilities that have a higher CMS 5-star quality measure domain
10 rating, then adjusted to account for both positive and negative
11 aspects of a patient satisfaction survey.

12 (b) A nursing facility with a CMS 5-star quality measure
13 domain star rating of 1 or 2 must file an action plan with the
14 department describing how it intends to use funds appropriated
15 under this section to increase quality outcomes before funding
16 shall be released.

17 (c) The total incentive dollars must reflect the following
18 Medicaid utilization scale:

19 (i) For nursing facilities with a Medicaid participation rate
20 of above 63%, the facility shall receive 100% of the incentive
21 payment.

22 (ii) For nursing facilities with a Medicaid participation rate
23 between 50% and 63%, the facility shall receive 75% of the
24 incentive payment.

25 (iii) For nursing facilities with a Medicaid participation rate
26 of less than 50%, the facility shall receive a payment
27 proportionate to their Medicaid participation rate.

28 (iv) For nursing facilities not enrolled in Medicaid, the
29 facility shall not receive an incentive payment.

1 (d) Facilities designated as special focus facilities are not
2 eligible for any payment under this section.

3 (e) Number of licensed beds.

4 (2) The department and nursing facility representatives shall
5 evaluate the quality measure incentive program's effectiveness on
6 quality, measured by the change in the CMS 5-star quality measure
7 domain rating since the implementation of quality measure incentive
8 program. By March 1 of the current fiscal year, the department
9 shall report to the senate and house appropriations subcommittees
10 on the department budget, the senate and house fiscal agencies, and
11 the senate and house policy offices on the findings of the
12 evaluation.

13 Sec. 1657. (1) Reimbursement for medical services to screen
14 and stabilize a Medicaid recipient, including stabilization of a
15 psychiatric crisis, in a hospital emergency room shall not be made
16 contingent on obtaining prior authorization from the recipient's
17 HMO. If the recipient is discharged from the emergency room, the
18 hospital shall notify the recipient's HMO within 24 hours of the
19 diagnosis and treatment received.

20 (2) If the treating hospital determines that the recipient
21 will require further medical service or hospitalization beyond the
22 point of stabilization, that hospital shall receive authorization
23 from the recipient's HMO prior to admitting the recipient.

24 (3) Subsections (1) and (2) do not require an alteration to an
25 existing agreement between an HMO and its contracting hospitals and
26 do not require an HMO to reimburse for services that are not
27 considered to be medically necessary.

28 Sec. 1662. (1) The department shall ensure that an external
29 quality review of each contracting HMO is performed that results in

1 an analysis and evaluation of aggregated information on quality,
2 timeliness, and access to health care services that the HMO or its
3 contractors furnish to Medicaid beneficiaries.

4 (2) The department shall require Medicaid HMOs to provide
5 EPSDT utilization data through the encounter data system, and HEDIS
6 well child health measures in accordance with the National
7 Committee for Quality Assurance prescribed methodology.

8 (3) The department shall provide a copy of the analysis of the
9 Medicaid HMO annual audited HEDIS reports and the annual external
10 quality review report to the senate and house appropriations
11 subcommittees on the department budget, the senate and house fiscal
12 agencies, and the state budget director, within 30 days after the
13 department's receipt of the final reports from the contractors.

14 Sec. 1670. (1) The appropriation in part 1 for the MICHild
15 program is to be used to provide comprehensive health care to all
16 children under age 19 who reside in families with income at or
17 below 212% of the federal poverty level, who are uninsured and have
18 not had coverage by other comprehensive health insurance within 6
19 months after applying for MICHild benefits, and who are residents
20 of this state. The department shall develop detailed eligibility
21 criteria through the medical services administration public
22 concurrence process, consistent with the provisions of this part
23 and part 1.

24 (2) The department may provide up to 1 year of continuous
25 eligibility to children eligible for the MICHild program unless the
26 family fails to pay the monthly premium, a child reaches age 19, or
27 the status of the children's family changes and its members no
28 longer meet the eligibility criteria as specified in the state
29 plan.

1 (3) The department may make payments on behalf of children
2 enrolled in the MICHild program as described in the MICHild state
3 plan approved by the United States Department of Health and Human
4 Services, or from other medical services.

5 Sec. 1673. The department may establish premiums for MICHild
6 eligible individuals in families with income at or below 212% of
7 the federal poverty level. The monthly premiums shall be \$10.00 per
8 month.

9 Sec. 1677. The MICHild program shall provide, at a minimum,
10 all benefits available under the Michigan benchmark plan that are
11 delivered through contracted providers and consistent with federal
12 law, including, but not limited to, the following medically
13 necessary services:

14 (a) Inpatient mental health services, other than substance use
15 disorder treatment services, including services furnished in a
16 state-operated mental hospital and residential or other 24-hour
17 therapeutically planned structured services.

18 (b) Outpatient mental health services, other than substance
19 use disorder services, including services furnished in a state-
20 operated mental hospital and community-based services.

21 (c) Durable medical equipment and prosthetic and orthotic
22 devices.

23 (d) Dental services as outlined in the approved MICHild state
24 plan.

25 (e) Substance use disorder treatment services that may include
26 inpatient, outpatient, and residential substance use disorder
27 treatment services.

28 (f) Care management services for mental health diagnoses.

29 (g) Physical therapy, occupational therapy, and services for

1 individuals with speech, hearing, and language disorders.

2 (h) Emergency ambulance services.

3 Sec. 1682. (1) In addition to the appropriations in part 1,
4 the department is authorized to receive and spend penalty money
5 received as the result of noncompliance with medical services
6 certification regulations. Penalty money, characterized as private
7 funds, received by the department shall increase authorizations and
8 allotments in the long-term care accounts.

9 (2) Any unexpended penalty money, at the end of the year,
10 shall carry forward to the following year.

11 Sec. 1692. (1) The department is authorized to pursue
12 reimbursement for eligible services provided in Michigan schools
13 from the federal Medicaid program. The department and the state
14 budget director are authorized to negotiate and enter into
15 agreements, together with the department of education, with local
16 and intermediate school districts regarding the sharing of federal
17 Medicaid services funds received for these services. The department
18 is authorized to receive and disburse funds to participating school
19 districts pursuant to such agreements and state and federal law.

20 (2) From the funds appropriated in part 1 for medical services
21 school-based services payments, the department is authorized to do
22 all of the following:

23 (a) Finance activities within the medical services
24 administration related to this project.

25 (b) Reimburse participating school districts pursuant to the
26 fund-sharing ratios negotiated in the state-local agreements
27 authorized in subsection (1).

28 (c) Offset general fund costs associated with the medical
29 services program.

1 Sec. 1693. The special Medicaid reimbursement appropriation in
2 part 1 may be increased if the department submits a medical
3 services state plan amendment pertaining to this line item at a
4 level higher than the appropriation. The department is authorized
5 to appropriately adjust financing sources in accordance with the
6 increased appropriation.

7 Sec. 1694. From the funds appropriated in part 1 for special
8 Medicaid reimbursement, \$1,121,400.00 of general fund/general
9 purpose revenue and any associated federal match shall be
10 distributed for poison control services to an academic health care
11 system that has a high indigent care volume.

12 Sec. 1696. It is the intent of the legislature that if an
13 applicant for Medicaid coverage through the Healthy Michigan plan
14 received medical coverage in the previous fiscal year through
15 traditional Medicaid, and is still eligible for coverage through
16 traditional Medicaid, the applicant is not eligible to receive
17 coverage through the Healthy Michigan plan.

18 Sec. 1697. The department shall require that Medicaid health
19 plans administering Healthy Michigan plan benefits maintain a
20 network of dental providers in sufficient numbers, mix, and
21 geographic locations throughout their respective service areas in
22 order to provide adequate dental care for Healthy Michigan plan
23 enrollees.

24 Sec. 1699. (1) The department may make separate payments in
25 the amount of \$45,000,000.00 directly to qualifying hospitals
26 serving a disproportionate share of indigent patients and to
27 hospitals providing GME training programs. If direct payment for
28 GME and DSH is made to qualifying hospitals for services to
29 Medicaid recipients, hospitals shall not include GME costs or DSH

1 payments in their contracts with HMOs.

2 (2) The department shall allocate \$45,000,000.00 in DSH
3 funding using the distribution methodology used in fiscal year
4 2003-2004.

5 Sec. 1700. By December 1 of the current fiscal year, the
6 department shall report to the senate and house appropriations
7 subcommittees on the department budget, the senate and house fiscal
8 agencies, and the state budget office on the distribution of
9 funding provided, and the net benefit if the special hospital
10 payment is not financed with general fund/general purpose revenue,
11 to each eligible hospital during the previous fiscal year from the
12 following special hospital payments:

13 (a) DSH, separated out by unique DSH pool.

14 (b) GME.

15 (c) Special rural hospital payments provided under section
16 1802(2) of this part.

17 (d) Lump-sum payments to rural hospitals for obstetrical care
18 provided under section 1802(1) of this part.

19 Sec. 1702. From the funds appropriated in part 1, the
20 department shall maintain the current rates for private duty
21 nursing services for Medicaid beneficiaries under the age of 21.
22 These funds must be used to attract and retain highly qualified
23 registered nurses and licensed practical nurses to provide private
24 duty nursing services so that medically frail children can be cared
25 for in the most homelike setting possible.

26 Sec. 1704. (1) From the funds appropriated in part 1 for
27 health plan services, the department shall maintain the Medicaid
28 adult dental benefit for pregnant women enrolled in a Medicaid
29 program.

1 (2) By April 15 of the current fiscal year, the department
2 shall report to the house and senate appropriations subcommittees
3 on the department budget, the house and senate fiscal agencies, and
4 the state budget office on the following:

5 (a) The number of pregnant women enrolled in Medicaid who
6 visited a dentist over the previous fiscal year.

7 (b) The number of dentists statewide who participate in
8 providing dental services to pregnant women enrolled in Medicaid.

9 Sec. 1757. The department shall obtain proof from all Medicaid
10 recipients that they are legal United States citizens or otherwise
11 legally residing in this country and that they are residents of
12 this state before approving Medicaid eligibility.

13 Sec. 1763. It is the intent of the legislature that upon
14 expiration of contract no. 071b7700073, the department shall issue
15 an RFP for a 3-year contract for actuarial services, including, but
16 not limited to, capitation rate setting for Medicaid and the
17 Healthy Michigan plan. The department shall notify the senate and
18 house appropriations subcommittees on the department budget, the
19 senate and house fiscal agencies, and the senate and house policy
20 offices on what vendors submitted bids for the contract, which
21 vendor received the contract, the evaluation process, and the
22 criteria used by the department in awarding the contract for
23 actuarial services.

24 Sec. 1764. The department shall annually certify whether rates
25 paid to Medicaid health plans and specialty PIHPs are actuarially
26 sound in accordance with federal requirements and shall provide a
27 copy of the rate certification and approval of rates paid to
28 Medicaid health plans and specialty PIHPs within 5 business days
29 after certification or approval to the senate and house

1 appropriations subcommittees on the department budget, the senate
2 and house fiscal agencies, and the state budget office. Following
3 the rate certification, the department shall ensure that no new or
4 revised state Medicaid policy bulletin that is promulgated
5 materially impacts the capitation rates that have been certified in
6 a negative manner.

7 Sec. 1775. (1) By March 1 of the current fiscal year, the
8 department shall report to the senate and house appropriations
9 subcommittees on the department budget, the senate and house fiscal
10 agencies, and the state budget office on progress in implementing
11 the waiver to implement managed care for individuals who are
12 eligible for both Medicare and Medicaid, known as MI Health Link,
13 including any problems and potential solutions as identified by the
14 ombudsman described in subsection (2).

15 (2) The department shall ensure the existence of an ombudsman
16 program that is not associated with any project service manager or
17 provider to assist MI Health Link beneficiaries with navigating
18 complaint and dispute resolution mechanisms and to identify
19 problems in the demonstrations and in the complaint and dispute
20 resolution mechanisms.

21 Sec. 1782. Subject to federal approval, from the funds
22 appropriated in part 1 for health plan services, the department
23 shall allocate \$740,000.00 general fund/general purpose plus any
24 available work project funds and federal match through an
25 administered contract with oversight from Medical Services
26 Administration and Public Health Administration. The funds shall be
27 used to support a statewide media campaign for improving this
28 state's immunization rates.

29 Sec. 1790. The department shall maintain the current

1 practitioner rates paid for current procedural terminology (CPT)
2 codes 90791 through 90899 for psychiatric procedures through
3 Medicaid fee-for-service and through the comprehensive Medicaid
4 health plans.

5 Sec. 1791. From the funds appropriated in part 1 for health
6 plan services and physician services, the department shall provide
7 Medicaid reimbursement rates for neonatal services at 95% of the
8 Medicare rate received for those services in effect on the date the
9 services are provided to eligible Medicaid recipients. The current
10 procedural terminology (CPT) codes that are eligible for this
11 reimbursement rate increase are 99468, 99469, 99471, 99472, 99475,
12 99476, 99477, 99478, 99479, and 99480.

13 Sec. 1792. By April 30 of the current fiscal year, the
14 department shall evaluate pharmacy encounter data through the first
15 2 quarters of the fiscal year to determine, in consultation with
16 the Medicaid health plans, if rates must be recertified. By May 30
17 of the current fiscal year, the department shall report the
18 evaluation results to the senate and house appropriations
19 subcommittees on the department budget, the senate and house fiscal
20 agencies, the senate and house policy offices, the state budget
21 office, and the Medicaid health plans.

22 Sec. 1801. From the funds appropriated in part 1 for physician
23 services and health plan services, the department shall continue
24 the increase to Medicaid rates for primary care services provided
25 only by primary care providers. Providers performing a service and
26 whose primary practice is as a non-primary-care subspecialty are
27 not eligible for the increase. The department shall establish
28 policies that most effectively limit the increase to primary care
29 providers for primary care services only. As used in this section,

1 "primary care provider" means a physician, or a practitioner
2 working in collaboration with a physician, who is either licensed
3 under part 170 or part 175 of the public health code, 1978 PA 368,
4 MCL 333.17001 to 333.17097 and 333.17501 to 333.17556, and working
5 as a primary care provider in general practice or board-eligible or
6 certified with a specialty designation of family medicine, general
7 internal medicine, or pediatric medicine, or a provider who
8 provides the department with documentation of equivalency.

9 Sec. 1802. (1) From the funds appropriated in part 1 for
10 hospital services and therapy, \$7,995,200.00 in general
11 fund/general purpose revenue shall be provided as lump-sum payments
12 to noncritical access hospitals that qualified for rural hospital
13 access payments in fiscal year 2013-2014 and that provide
14 obstetrical care in the current fiscal year. Payment amounts shall
15 be based on the volume of obstetrical care cases and newborn care
16 cases for all such cases billed by each qualified hospital in the
17 most recent year for which data is available. Payments shall be
18 made by January 1 of the current fiscal year.

19 (2) From the funds appropriated in part 1 for hospital
20 services and therapy and Healthy Michigan plan, \$13,904,800.00 in
21 general fund/general purpose revenue and any associated federal
22 match shall be awarded as rural access payments to noncritical
23 access hospitals that meet criteria established by the department
24 for services to low-income rural residents. One of the
25 reimbursement components of the distribution formula shall be
26 assistance with labor and delivery services. The department shall
27 ensure that the rural access payments described in this subsection
28 are distributed in a manner that ensures both of the following:

29 (a) A hospital does not receive more than 10.0% of the total

1 rural access funding referenced in this subsection.

2 (b) The methodology for distribution under this subsection and
3 its applicable data that are used to determine the payment amounts
4 are provided to each hospital by August 1 of the current fiscal
5 year. The department shall publish the distribution of payments for
6 the current fiscal year and the immediately preceding fiscal year.

7 Sec. 1803. The department shall maintain rules to allow for
8 billing to and reimbursement by the Medicaid program directly for
9 transportation charges related to portable X-ray services rendered
10 to patients residing in a nursing facility or an assisted living
11 facility, or who are otherwise homebound. By October 1 of the
12 current fiscal year, the department shall set payment rates for
13 Medicaid transportation charges related to portable X-ray services.

14 Sec. 1804. (1) The department shall utilize the federal public
15 assistance reporting information system to identify Medicaid
16 recipients who are veterans and who may be eligible for federal
17 veterans' health care benefits or other benefits. The department
18 shall identify the specific outcomes and performance reporting
19 requirements described in this section. The department shall
20 acquire all of the following information by January 1 of the
21 current fiscal year and report to the senate and house
22 appropriations subcommittees on the department budget, the senate
23 and house fiscal agencies, and the senate and house policy offices
24 on the following:

25 (a) The number of veterans identified by the department
26 through eligibility determinations.

27 (b) The number of veterans referred to the department of
28 military and veterans affairs.

29 (c) The number of referrals made by the department that were

1 contacted by the department of military and veterans affairs.

2 (d) The number of referrals made by the department that were
3 eligible for veterans health care benefits or other benefits.

4 (e) The specific actions and efforts undertaken by the
5 department and the department of military and veterans affairs to
6 identify female veterans who are applying for public assistance
7 benefits, but who are eligible for veterans benefits.

8 (2) By October 1 of the current fiscal year, the department
9 shall change the public assistance application form from asking
10 whether the prospective applicant was a veteran to asking whether
11 the applicant had ever served in the military.

12 (3) This section does not prohibit the department from
13 entering into interagency agreements with any other public
14 department or agency in this state in order to obtain the
15 information detailed in subsection (1).

16 Sec. 1810. In advance of the annual rate setting development,
17 Medicaid health plans shall be given at least 60 days to dispute
18 and correct any discarded encounter data before rates are
19 certified. The department shall notify each contracting Medicaid
20 health plan of any encounter data that have not been accepted for
21 the purposes of rate setting.

22 Sec. 1812. By June 1 of the current fiscal year, and using the
23 most recent available cost reports, the department shall complete a
24 report of all direct and indirect costs associated with residency
25 training programs for each hospital that receives funds
26 appropriated in part 1 for graduate medical education or through
27 the MiDocs consortium. The report shall be submitted to the house
28 and senate appropriations subcommittees on the department budget,
29 the house and senate fiscal agencies, and the state budget office.

1 Sec. 1820. (1) In order to avoid duplication of efforts, the
2 department shall utilize applicable national accreditation review
3 criteria to determine compliance with corresponding state
4 requirements for Medicaid health plans that have been reviewed and
5 accredited by a national accrediting entity for health care
6 services.

7 (2) The department shall continue to comply with state and
8 federal law and shall not initiate an action that negatively
9 impacts beneficiary safety.

10 (3) As used in this section, "national accrediting entity"
11 means the National Committee for Quality Assurance, the URAC,
12 formerly known as the Utilization Review Accreditation Commission,
13 or other appropriate entity, as approved by the department.

14 Sec. 1837. The department shall continue, and expand where
15 appropriate, utilization of telemedicine and telepsychiatry as
16 strategies to increase access to services for Medicaid recipients.

17 Sec. 1846. From the funds appropriated in part 1 for graduate
18 medical education, the department shall distribute the funds with
19 an emphasis on the following health care workforce goals:

20 (a) The encouragement of the training of physicians in
21 specialties, including primary care, that are necessary to meet the
22 future needs of residents of this state.

23 (b) The training of physicians in settings that include
24 ambulatory sites and rural locations.

25 (c) The training of practitioners providing pediatric
26 psychiatry services.

27 Sec. 1850. The department may allow Medicaid health plans to
28 assist with maintaining eligibility through outreach activities to
29 ensure continuation of Medicaid eligibility and enrollment in

1 managed care. This may include mailings, telephone contact, or
2 face-to-face contact with beneficiaries enrolled in the individual
3 Medicaid health plan. Health plans may offer assistance in
4 completing paperwork for beneficiaries enrolled in their plan.

5 Sec. 1851. From the funds appropriated in part 1 for adult
6 home help services, the department shall allocate \$150,000.00 state
7 general fund/general purpose revenue plus any associated federal
8 match to develop and deploy a mobile electronic visit verification
9 solution to create administrative efficiencies, reduce error, and
10 minimize fraud. The development of the solution shall be predicated
11 on input from the results of the 2017 stakeholder survey.

12 Sec. 1854. The funds appropriated in part 1 for program of
13 all-inclusive care for the elderly (PACE) must support a current
14 fiscal year enrollment cap that is not less than 6,920.

15 Sec. 1855. From the funds appropriated in part 1 for program
16 of all-inclusive care for the elderly (PACE), to the extent that
17 funding is available in the PACE line item and unused program slots
18 are available, the department may do the following:

19 (a) Increase the number of slots for an already-established
20 local PACE program if the local PACE program has provided
21 appropriate documentation to the department indicating its ability
22 to expand capacity to provide services to additional PACE clients.

23 (b) Suspend the 10 member per month individual PACE program
24 enrollment increase cap in order to allow unused and unobligated
25 slots to be allocated to address unmet demand for PACE services.

26 (c) Give funding priority to programs established in this
27 state before calendar year 2021.

28 Sec. 1856. (1) From the funds appropriated in part 1 for
29 hospice services, \$3,318,000.00 shall be expended to provide room

1 and board for Medicaid recipients who meet hospice eligibility
2 requirements and receive services at Medicaid enrolled hospice
3 residences in this state. The department shall distribute funds
4 through grants based on the total beds located in all eligible
5 residences that have been providing these services as of October 1,
6 2017. Any eligible grant applicant may inform the department of
7 their request to reduce the grant amount allocated for their
8 residence and the funds shall be distributed proportionally to
9 increase the total grant amount of the remaining grant-eligible
10 residences. Grant amounts shall be paid out monthly with 1/12 of
11 the total grant amount distributed each month to the grantees.

12 (2) By September 15 of the current fiscal year, each Medicaid-
13 enrolled hospice with a residence that receives funds under this
14 section shall provide a report to the department on the utilization
15 of the grant funding provided in subsection (1). The report shall
16 be provided in a format prescribed by the department and shall
17 include the following:

18 (a) The number of patients served.

19 (b) The number of days served.

20 (c) The daily room and board rates for the patients served.

21 (d) If there is not sufficient funding to cover the total room
22 and board need, the number of patients who did not receive care due
23 to insufficient grant funding.

24 (3) If there is funding remaining at the end of the current
25 fiscal year, the Medicaid-enrolled hospice with a residence shall
26 return funding to the state.

27 Sec. 1857. By July 1 of the current fiscal year, the
28 department shall explore the implementation of a managed care long-
29 term support service.

1 Sec. 1858. By April 1 of the current fiscal year, the
2 department shall report to the senate and house appropriations
3 subcommittees on the department budget and the senate and house
4 fiscal agencies on all of the following elements related to the
5 current Medicaid pharmacy carve-out of pharmaceutical products as
6 provided for in section 109h of the social welfare act, 1939 PA
7 280, MCL 400.109h:

8 (a) The number of prescriptions paid by the department during
9 the previous fiscal year.

10 (b) The total amount of expenditures for prescriptions paid by
11 the department during the previous fiscal year.

12 (c) The number of and total expenditures for prescriptions
13 paid for by the department for generic equivalents during the
14 previous fiscal year.

15 Sec. 1859. The department shall partner with the Michigan
16 Association of Health Plans (MAHP) and Medicaid health plans to
17 develop and implement strategies for the use of information
18 technology services for Medicaid research activities. The
19 department shall make available state medical assistance program
20 data, including Medicaid behavioral data, to MAHP and Medicaid
21 health plans or any vendor considered qualified by the department
22 for the purpose of research activities consistent with this state's
23 goals of improving health; increasing the quality, reliability,
24 availability, and continuity of care; and reducing the cost of care
25 for the eligible population of Medicaid recipients.

26 Sec. 1860. By March 1 of the current fiscal year, the
27 department shall provide a report to the senate and house
28 appropriations subcommittees, the senate and house fiscal agencies,
29 and the state budget office on uncollected co-pays and premiums in

1 the Healthy Michigan plan. The report shall include information on
2 the number of participants who have not paid their co-pays and
3 premiums, the total amount of uncollected co-pays and premiums, and
4 steps taken by the department and health plans to ensure greater
5 collection of co-pays and premiums.

6 Sec. 1862. From the funds appropriated in part 1, the
7 department shall maintain payment rates for Medicaid obstetrical
8 services at 95% of Medicare levels effective October 1, 2014.

9 Sec. 1867. (1) The department shall continue a workgroup that
10 includes psychiatrists, other relevant prescribers, and pharmacists
11 to identify best practices and to develop a protocol for
12 psychotropic medications. Any changes proposed by the workgroup
13 shall protect a Medicaid beneficiary's current psychotropic
14 pharmaceutical treatment regimen by not requiring a physician
15 currently prescribing any treatment to alter or adjust that
16 treatment.

17 (2) By March 1 of the current fiscal year, the department
18 shall provide the workgroup's recommendations to the senate and
19 house appropriations subcommittees on the department budget, the
20 senate and house fiscal agencies, and the state budget office.

21 Sec. 1870. (1) From the funds appropriated in part 1 for
22 hospital services and therapy, the department shall appropriate
23 \$5,100,000.00 in general fund/general purpose revenue plus any
24 contributions from public entities, up to \$5,000,000.00, and any
25 associated federal match to the MiDocs consortium to create new
26 primary care residency slots in underserved communities. The new
27 primary care residency slots must be in 1 of the following
28 specialties: family medicine, general internal medicine, general
29 pediatrics, general OB-GYN, psychiatry, or general surgery.

1 (2) The department shall seek any necessary approvals from CMS
2 to allow the department to implement the program described in this
3 section.

4 (3) Assistance with repayment of medical education loans, loan
5 interest payments, or scholarships provided by MiDocs shall be
6 contingent upon a minimum 2-year commitment to practice in an
7 underserved community in this state post-residency and an agreement
8 to forego any sub-specialty training for at least 2 years post-
9 residency with the exception of a child and adolescent psychiatry
10 fellowship which must be integrated with a psychiatry residency
11 training program in a MiDocs affiliated institution.

12 (4) The MiDocs shall work with the department to integrate the
13 Michigan inpatient psychiatric admissions discussion (MIPAD)
14 recommendations and, when possible, prioritize training
15 opportunities in state psychiatric hospitals and community mental
16 health organizations.

17 (5) The MiDocs consortium may allocate local funding, and any
18 associated federal match, to a community-based Accreditation
19 Council for Graduate Medical Education (ACGME), which operates from
20 the local funds appropriated in this subsection, to administer a
21 community-based residency training program. The funds appropriated
22 in this subsection may be allocated and administered on a local
23 level to communities with high disparities related to COVID-19 and
24 high infant mortality rates for community and public health-based
25 training programs for providers in family medicine. The community-
26 based residency training program shall have a particular emphasis
27 on addressing local psychiatric issues, local health disparities,
28 and local maternal child health issues. The department and the
29 MiDocs consortium may secure federal match on local funds allocated

1 in this subsection to serve Medicaid and uninsured individuals
2 through this community-based residency training program.

3 (6) The department shall maintain the MiDocs initiative
4 advisory council to help support implementation of the program
5 described in this section, and provide oversight. The advisory
6 council shall be composed of the MiDocs consortium, the Michigan
7 Area Health Education Centers, the Michigan Primary Care
8 Association, the Michigan Center for Rural Health, the Michigan
9 Academy of Family Physicians, and any other appointees designated
10 by the department.

11 (7) By September 1 of the current fiscal year, MiDocs shall
12 report to the senate and house appropriations subcommittees on the
13 department budget, the senate and house fiscal agencies, the senate
14 and house policy offices, and the state budget office, on the
15 following:

16 (a) Audited financial statement of per-resident costs.

17 (b) Education and clinical quality data.

18 (c) Roster of trainees, including areas of specialty and
19 locations of training.

20 (d) Medicaid revenue by training site.

21 (8) Outcomes and performance measures for this program
22 include, but are not limited to, all of the following:

23 (a) Increasing this state's ability to recruit, train, and
24 retain primary care physicians and other select specialty
25 physicians in underserved communities.

26 (b) Maximizing training opportunities with community health
27 centers, rural critical access hospitals, solo or group private
28 practice physician practices, schools, and other community-based
29 clinics, in addition to required rotations at inpatient hospitals.

1 (c) Increasing the number of residency slots for family
2 medicine, general internal medicine, general pediatrics, general
3 OB-GYN, psychiatry, and general surgery.

4 (9) Unexpended and unencumbered funds up to a maximum
5 \$5,100,000.00 in general fund/general purpose revenue plus any
6 contributions from public entities, up to \$5,000,000.00, and any
7 associated federal match remaining in accounts appropriated in part
8 1 for hospital services and therapy are designated as work project
9 appropriations, and any unencumbered or unallotted funds shall not
10 lapse at the end of the fiscal year and shall be available for
11 expenditures for the MiDocs consortium to create new primary care
12 residency slots in underserved communities under this section until
13 the work project has been completed. All of the following are in
14 compliance with section 451a(1) of the management and budget act,
15 1984 PA 431, MCL 18.1451a:

16 (a) The purpose of the work project is to fund the cost of the
17 MiDocs consortium to create new primary care residency slots in
18 underserved communities.

19 (b) The work project will be accomplished by contracting with
20 the MiDocs consortium to oversee the creation of new primary care
21 residency slots.

22 (c) The total estimated completion cost of the work project is
23 \$20,200,000.00.

24 (d) The tentative completion date is September 30, 2026.

25 Sec. 1871. The funds appropriated in part 1 for the Healthy
26 Michigan plan healthy behaviors incentives program shall only
27 provide reductions in cost-sharing responsibilities and shall not
28 include other financial rewards such as gift cards.

29 Sec. 1872. From the funds appropriated in part 1 for personal

1 care services, the department shall maintain the monthly Medicaid
2 personal care supplement paid to adult foster care facilities and
3 homes for the aged that provide personal care services to Medicaid
4 recipients in place during the previous fiscal year.

5 Sec. 1873. From the funds appropriated in part 1 for long-term
6 care services, the department may allocate up to \$3,700,000.00 for
7 the purpose of outreach and education to nursing home residents and
8 the coordination of housing in order to move out of the facility.
9 In addition, any funds appropriated shall be used for other quality
10 improvement activities of the program. The department shall
11 consider working with all relevant stakeholders to develop a plan
12 for the ongoing sustainability of the nursing facility transition
13 initiative.

14 Sec. 1874. The department shall ensure, in counties where
15 program of all-inclusive care for the elderly or PACE services are
16 available, that the program of all-inclusive care for the elderly
17 (PACE) is included as an option in all options counseling and
18 enrollment brokering for aging services and managed care programs,
19 including, but not limited to, Area Agencies on Aging, centers for
20 independent living, and the MiChoice home and community-based
21 waiver. Such options counseling must include approved marketing and
22 discussion materials.

23 Sec. 1875. (1) The department and its contractual agents may
24 not subject Medicaid prescriptions to prior authorization
25 procedures during the current fiscal year if that drug is generally
26 recognized in a standard medical reference or the American
27 Psychiatric Association's Diagnostic and Statistical Manual for the
28 Treatment of a Psychiatric Disorder.

29 (2) The department and its contractual agents may not subject

1 Medicaid prescriptions to prior authorization procedures during the
2 current fiscal year if that drug is a prescription drug that is
3 generally recognized in a standard medical reference for the
4 treatment of human immunodeficiency virus or acquired
5 immunodeficiency syndrome, epilepsy or seizure disorder, or organ
6 replacement therapy. The department shall not require prior
7 authorization or step therapy for medications approved by the
8 United States Food and Drug Administration to treat opioid
9 withdrawal symptom management. The department shall explore
10 including medications for the treatment of Duchenne Muscular
11 Dystrophy on the list of Medicaid prescriptions not subject to
12 prior authorization.

13 (3) As used in this section, "prior authorization" means a
14 process implemented by the department or its contractual agents
15 that conditions, delays, or denies delivery of particular pharmacy
16 services to Medicaid beneficiaries upon application of
17 predetermined criteria by the department or its contractual agents
18 to those pharmacy services. The process of prior authorization
19 often requires that a prescriber do 1 or both of the following:

20 (a) Obtain preapproval from the department or its contractual
21 agents before prescribing a given drug.

22 (b) Verify to the department or its contractual agents that
23 the use of a drug prescribed for an individual meets predetermined
24 criteria from the department or its contractual agents for a
25 prescription drug that is otherwise available under the Medicaid
26 program in this state.

27 Sec. 1877. (1) The department must not subject providers of
28 Medicaid-funded medical care or services to waiting more than 72
29 hours to receive prior authorization appeal decisions for urgent

1 requests made by a provider. The department may use either
2 electronic or written means to notify a provider of Medicaid-funded
3 services of its prior authorization appeal decision.

4 (2) As used in this section, "urgent request" means a request
5 for Medicaid-funded medical care or services where application of
6 the time frame for making routine or non-life-threatening medical
7 care or services determinations would do any of the following:

8 (a) Seriously jeopardize the life or health of the individual
9 or the individual's ability to regain maximum function, based on a
10 prudent layperson's judgment.

11 (b) Seriously jeopardize the life, health, or safety of the
12 individual or others, due to the individual's psychological state.

13 (c) In the opinion of a practitioner with knowledge of the
14 individual's medical or behavioral condition, would subject the
15 individual to adverse health consequences without the medical care
16 or service that is the subject of the request.

17 Sec. 1879. (1) The department shall maintain a single,
18 standard preferred drug list to be used by all contracted Medicaid
19 managed health care programs. Changes to the preferred drug list
20 shall be made in consultation with all contracted managed health
21 care programs and the Michigan pharmacy and therapeutics committee
22 to ensure sufficient access to medically necessary drugs for each
23 disease state. The department has final authority over the list and
24 shall design the list to ensure access to clinically effective and
25 appropriate drug therapies and maximize federal rebates and
26 supplemental rebates.

27 (2) By July 15 of the current fiscal year, the department
28 shall submit a report to the senate and house appropriations
29 subcommittees on the department budget, the senate and house fiscal

1 agencies, the senate and house policy offices, and the state budget
2 office that compares the managed care pharmacy expenditures,
3 utilization, and rebates before implementing a single, standard
4 preferred drug list to managed care pharmacy expenditures,
5 utilization, and rebates after implementing a single, standard
6 preferred drug list. The report shall include data on collected
7 rebates, pharmacy utilization, and expenditures by quarter for at
8 least 8 quarters before implementing a single, standard preferred
9 drug list, and the experienced rebates, pharmacy utilization, and
10 expenditures for at least 6 quarters, and the projected rebates,
11 pharmacy utilization, and expenditures for quarters 7 through 12
12 after implementing a single, standard preferred drug list. The data
13 shall be aggregated by the department so as not to disclose the
14 proprietary or confidential drug-specific information, or the
15 proprietary or confidential information that directly or indirectly
16 identifies financial information linked to a single manufacturer.

17 Sec. 1881. The managed care capitation rates for the fiscal
18 year ending September 30, 2022 shall not include a 2-way risk
19 corridor.

20 Sec. 1888. The department shall establish contract performance
21 standards associated with the capitation withhold provisions for
22 Medicaid health plans at least 3 months before the implementation
23 of those standards. The determination of whether performance
24 standards have been met shall be based primarily on recognized
25 concepts such as 1-year continuous enrollment and the healthcare
26 effectiveness data and information set, HEDIS, audited data.

27 Sec. 1894. By March 1 of the current fiscal year, the
28 department shall report to the senate and house appropriations
29 subcommittees on the department budget, the senate and house fiscal

1 agencies, the senate and house policy offices, and the state budget
2 office on the Healthy Kids Dental program. The report shall
3 include, but is not limited to, the following:

4 (a) The number of children enrolled in the Healthy Kids Dental
5 program who visited the dentist during the previous fiscal year
6 broken down by dental benefit manager.

7 (b) The number of dentists who accept payment from the Healthy
8 Kids Dental program broken down by dental benefit manager.

9 (c) The annual change in dental utilization of children
10 enrolled in the Healthy Kids Dental program broken down by dental
11 benefit manager.

12 (d) Service expenditures for the Healthy Kids Dental program
13 broken down by dental benefit manager.

14 (e) Administrative expenditures for the Healthy Kids Dental
15 program broken down by dental benefit manager.

16
17 **INFORMATION TECHNOLOGY**

18 Sec. 1901. (1) The department shall provide a report on a
19 quarterly basis to the senate and house appropriations
20 subcommittees on the department budget, the senate and house fiscal
21 agencies, the senate and house policy offices, and the state budget
22 office on all of the following information:

23 (a) The process used to define requests for proposals for each
24 expansion of information technology projects, including timelines,
25 project milestones, and intended outcomes.

26 (b) If the department decides not to contract the services out
27 to design and implement each element of the information technology
28 expansion, the department's own project plan that includes, at a
29 minimum, the requirements in subdivision (a).

1 (c) A recommended project management plan with milestones and
2 time frames.

3 (d) The proposed benefits from implementing the information
4 technology expansion, including customer service improvement, form
5 reductions, potential time savings, caseload reduction, and return
6 on investment.

7 (e) Details on the implementation of the integrated service
8 delivery project, and the progress toward meeting the outcomes and
9 performance measures listed in section 1904(2) of this part.

10 (f) A list of projects approved in the previous quarter and
11 the purpose for approving each project including any federal,
12 state, court, or legislative requirement for each project.

13 (2) Once an award for an expansion of information technology
14 is made, the department shall report to the senate and house
15 appropriations subcommittees on the department budget, the senate
16 and house fiscal agencies, the senate and house policy offices, and
17 the state budget office a projected cost of the expansion broken
18 down by use and type of expense.

19 Sec. 1903. (1) The department shall report to the senate and
20 house appropriations subcommittees on the department budget, the
21 senate and house fiscal agencies, the senate and house policy
22 offices, and the state budget office by November 1 of the current
23 fiscal year the status of an implementation plan regarding the
24 appropriation in part 1 to modernize the MiSACWIS. The report shall
25 include, but not be limited to, an update on the status of the
26 settlement and efforts to bring the system in compliance with the
27 settlement and other federal guidelines set forth by the United
28 States Department of Health and Human Services Administration for
29 Children and Families.

1 (2) The department shall report quarterly to the senate and
2 house 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 a status report on the
5 planning, implementation, and operation, regardless of the current
6 operational status, regarding the appropriation in part 1 to
7 implement the MiSACWIS. The report shall provide details on the
8 planning, implementation, and operation of the MiSACWIS, including,
9 but not limited to, all of the following:

10 (a) Areas where implementation went as planned, and in each
11 area including whether the implementation results in either
12 enhanced user interface or portal access, conversion to new
13 modules, or substantial operation improvement to the MiSACWIS.

14 (b) The number of known issues.

15 (c) The average number of help tickets submitted per day.

16 (d) Any additional overtime or other staffing costs to address
17 known issues and volume of help tickets.

18 (e) Any contract revisions to address known issues and volume
19 of help tickets.

20 (f) Other strategies undertaken to improve implementation, and
21 for each strategy area including whether the implementation results
22 in either enhanced user interface or portal access, conversion to
23 new modules, or substantial operation improvement to the MiSACWIS.

24 (g) Progress developing cross-system trusted data exchange
25 with the MiSACWIS.

26 (h) Progress in moving away from a statewide automated child
27 welfare information system (SACWIS) to a comprehensive child
28 welfare information system (CCWIS).

29 (i) Progress developing and implementing a program to monitor

1 data quality.

2 (j) Progress developing and implementing custom integrated
3 systems for private agencies.

4 (k) A list of all change orders, planned or in progress.

5 (l) The status of all change orders, planned or in progress.

6 (m) The estimated costs for all planned change orders.

7 (n) The estimated and actual costs for all change orders in
8 progress.

9 Sec. 1904. (1) From the funds appropriated in part 1 for the
10 technology supporting integrated service delivery line item, the
11 department shall maintain information technology tools and enhance
12 existing systems to improve the eligibility and enrollment process
13 for citizens accessing department administered programs. This
14 information technology system shall consolidate beneficiary
15 information, support department caseworker efforts in building a
16 success plan for beneficiaries, and better support department staff
17 in supporting enrollees in assistance programs.

18 (2) Outcomes and performance measures for the initiative under
19 subsection (1) include, but are not limited to, the following:

20 (a) Successful consolidation of data warehouses maintained by
21 the department.

22 (b) The amount of time a department caseworker devotes to data
23 entry when initiating an enrollee application.

24 (c) A reduction in wait times for persons enrolled in
25 assistance programs to speak with department staff and get
26 necessary changes made.

27 (d) A reduction in department caseworker workload.

28 Sec. 1905. (1) The department shall report on a monthly basis
29 to the chairs of the senate and house standing committees on

1 appropriations, the senate and house appropriations subcommittees
2 on the department budget, the senate and house appropriations
3 subcommittees on the general government budget, the senate and
4 house fiscal agencies, the senate and house policy offices, and the
5 state budget office on all of the following:

6 (a) Fiscal year-to-date information technology spending for
7 the current fiscal year by service and project and by line-item
8 appropriation.

9 (b) Planned information technology spending for the remainder
10 of the current fiscal year by service and project and by line-item
11 appropriation.

12 (c) Total fiscal year-to-date information technology spending
13 and planned spending for the current fiscal year by service and
14 project and by line-item appropriation.

15 (d) A list of all information technology projects estimated to
16 cost more than \$250,000.00 that exceed their allotted budget and
17 all information technology projects that have exceeded their
18 allotted budget by 25% or more.

19 (2) As used in subsection (1), "project" includes, but is not
20 limited to, all of the following major projects:

21 (a) Community health automated Medicaid processing system
22 (CHAMPS).

23 (b) Bridges and MiBridges eligibility determination.

24 (c) MiSACWIS.

25 (d) Integrated service delivery.

26 (3) By April 30 of the current fiscal year, the department, in
27 coordination with the department of technology, management, and
28 budget, shall provide to the senate and house appropriations
29 subcommittees on the department budget, the senate and house fiscal

1 agencies, the senate and house policy offices, and the state budget
2 office a 5-year strategic plan for information technology services
3 and projects for the department. The strategic plan shall identify
4 any scheduled changes in the federal and state shares of costs
5 related to information technology services and projects over the 5-
6 year period. As part of the strategic plan, the department shall
7 include total information technology expenditures from the previous
8 fiscal year by fund source, total information technology
9 appropriations as a percentage of total department appropriations
10 by fund source, and a return on investment, by project, for all
11 information technology expenditures in the previous fiscal year.
12 The strategic plan shall also include, for the previous 5 fiscal
13 years, the department's information technology spending compared to
14 the spending in the areas of public health, Medicaid, child
15 protective services, child welfare, family and social services,
16 human services, and child support enforcement for 3 other states
17 located in the Midwest.

18 Sec. 1907. By October 1 and March 1 of the current fiscal
19 year, the department shall report to the house and senate
20 appropriations subcommittees on the department budget, the house
21 and senate fiscal agencies, the house and senate policy offices,
22 and the state budget office on all current, contracted information
23 technology-related projects, total contractual costs, spending in
24 previous fiscal years, planned spending for the current fiscal
25 year, and fiscal year-to-date spending, by project.

26 Sec. 1909. (1) From the funds appropriated in part 1 for child
27 support automation, the department shall only encumber or expend
28 funds for the operation, maintenance, and improvements of the
29 Michigan child support enforcement system (MiCSES).

1 (2) From the funds appropriated in part 1 for bridges
2 information system, the department shall only encumber or expend
3 funds for the operation, maintenance, and improvements of Bridges
4 and MIBridges.

5 (3) From the funds appropriated in part 1 for technology
6 supporting integrated service delivery, the department shall only
7 encumber or expend funds for the operation, maintenance, and
8 improvements of integrated service delivery.

9 (4) From the funds appropriated in part 1 for Michigan
10 Medicaid information system, the department shall only encumber or
11 expend funds for the operation, maintenance, and improvements of
12 the community health automated Medicaid processing system (CHAMPS).

13 (5) From the funds appropriated in part 1 for Michigan
14 statewide automated child welfare information system, the
15 department shall only encumber or expend funds for the operation,
16 maintenance, and improvements of MiSACWIS.

17 (6) From the funds appropriated in part 1 for comprehensive
18 child welfare information system, the department shall only
19 encumber or expend funds for the operation, maintenance, and
20 improvements to the comprehensive child welfare information system.

21 (7) From the funds appropriated in part 1 for comprehensive
22 child welfare information system, the department shall allocate
23 \$3,762,200.00 to develop a new information system to replace
24 MiSACWIS consistent with the plan provided by the department to the
25 United States District Court for Eastern District of Michigan as a
26 part of the settlement. The development of the comprehensive child
27 welfare information system shall adhere to department of
28 technology, management, and budget and IT Investment Fund (ITIF)
29 policies and practices, including use of the state unified

1 information technology environment methodology and agile
2 development. The project team shall also participate in and comply
3 with the enterprise portfolio management office process and product
4 quality assurance. To ensure full transparency, the project shall
5 be included in the ITIF portfolio for executive, legislative, and
6 external reporting purposes. As a component of the ITIF portfolio,
7 the project is subject to governance and oversight by the IT
8 investment management board.

9 Sec. 1910. (1) From the funds appropriated in part 1 for any
10 information technology system or project, the department shall
11 implement an agile software development plan that is funded with a
12 time and materials contract.

13 (2) The state shall be the owner of software described in
14 subsection (1) or it shall be committed to the public domain.

15 (3) The department shall choose a product owner that will
16 implement a user-centered design that includes user stories into
17 the development of any information technology system. The product
18 owner must be an employee of the department who has specific work
19 experience relevant to the information technology system or
20 project.

21 (4) At the commencement of the project, the department shall
22 report to the house and senate appropriations subcommittees on the
23 department budget, the house and senate fiscal agencies, and the
24 state budget office on the individual who has been chosen as the
25 product owner.

26 (5) For any expenditures associated with the development of
27 systems or projects subject to this section, the department shall
28 provide updates as requested by the chairs of the house and senate
29 appropriations committees or the chairs of the house and senate

1 appropriations subcommittees on the department budget. Information
2 updates provided by the department, upon request, shall also be
3 accessible to the house and senate fiscal agencies, the house and
4 senate policy offices, and the state budget office on the status of
5 the work completed to date. The updates shall include
6 demonstrations of the completed work during the sprint period.
7 During these demonstrations, the department shall provide a quality
8 assessment surveillance plan as shown in appendix B of "De-risking
9 custom technology projects" from the United States General Services
10 Administration. At each demonstration, the department shall
11 validate which user stories have been included into the software
12 development and the remaining user stories that will be included
13 into the product.

14 (6) As used in this section:

15 (a) "Agile software development" means the use of development
16 methodologies using iterative development with work completed by
17 cross-functional teams of software development.

18 (b) "Product owner" means a department employee who
19 iteratively prioritizes and defines the work for the product team,
20 works with users, stakeholders, technologists, and the software
21 vendor to envision the direction for the product, and ensures that
22 value is being delivered to end users as quickly as possible.

23 (c) "User centered design" means software development that
24 places the highest priority on the needs of the specific people who
25 are expected to use the software.

26 (d) "User stories" means a task that the agile software
27 development team will focus on over a given 2-week development
28 period and includes clearly labeled progress towards meeting the
29 needs of the end users.

ONE-TIME APPROPRIATIONS

Sec. 1950. From the funds appropriated in part 1 for community-based coverage entity, the department shall allocate \$1,000,000.00 to a health care coverage program located in a county with a population between 172,000 and 173,000 according to the 2010 federal decennial census for low income workers in a "three-share model" where costs are shared between local business, local workers, and the public. The funds appropriated in this section must, at a minimum, be used to support the public share of the health coverage program.

Sec. 1951. From the funds appropriated in part 1 for lead poisoning prevention fund - state fiscal recovery funds, the department shall allocate \$10,000,000.00 to the lead poisoning prevention fund established according to section 1913 of article 6 of 2020 PA 166 for loans to landlords and homeowners to remediate lead hazards from their property.

ARTICLE 7

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

PART 1

LINE-ITEM APPROPRIATIONS

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

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

APPROPRIATION SUMMARY

Full-time equated unclassified positions	6.0

1	Full-time equated classified positions	382.5	
2	GROSS APPROPRIATION		\$ 72,987,600
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and		
5	intradepartmental transfers		724,600
6	ADJUSTED GROSS APPROPRIATION		\$ 72,263,000
7	Federal revenues:		
8	Total federal revenues		1,017,100
9	Special revenue funds:		
10	Total local revenues		0
11	Total private revenues		0
12	Total other state restricted revenues		71,245,900
13	State general fund/general purpose		\$ 0
14	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
15	SUPPORT		
16	Full-time equated unclassified positions	6.0	
17	Full-time equated classified positions	23.5	
18	Unclassified salaries--FTEs	6.0	\$ 845,300
19	Administrative hearings		181,700
20	Department services--FTEs	20.0	3,876,900
21	Executive director programs--FTEs	3.5	954,100
22	Property management		1,292,000
23	Worker's compensation		400
24	GROSS APPROPRIATION		\$ 7,150,400
25	Appropriated from:		
26	Special revenue funds:		
27	Bank fees		534,700

1	Captive insurance regulatory and supervision		
2	fund		3,000
3	Consumer finance fees		211,300
4	Credit union fees		889,900
5	Deferred presentment service transaction fees		281,900
6	Insurance bureau fund		2,520,200
7	Insurance continuing education fees		66,300
8	Insurance licensing and regulation fees		1,957,300
9	MBLSLA fund		684,500
10	Multiple employer welfare arrangement		1,300
11	State general fund/general purpose	\$	0
12	Sec. 103. INSURANCE AND FINANCIAL SERVICES		
13	REGULATION		
14	Full-time equated classified positions	359.0	
15	Consumer services and protection--FTEs	102.0	\$ 13,935,300
16	Financial institutions evaluation--FTEs	135.0	25,345,300
17	Insurance evaluation--FTEs	122.0	24,249,200
18	GROSS APPROPRIATION	\$	63,529,800
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from LARA, debt management		724,600
22	Federal revenues:		
23	Federal revenues		1,017,100
24	Special revenue funds:		
25	Bank fees		5,909,300
26	Captive insurance regulatory and supervision		
27	fund		699,800
28	Consumer finance fees		2,908,000

1	Credit union fees		9,141,600
2	Deferred presentment service transaction fees		2,448,500
3	Insurance bureau fund		22,694,500
4	Insurance continuing education fees		868,400
5	Insurance licensing and regulation fees		10,058,200
6	MBLSLA fund		6,573,500
7	Multiple employer welfare arrangement		486,300
8	State general fund/general purpose	\$	0
9	Sec. 104. INFORMATION TECHNOLOGY		
10	Information technology services and projects	\$	2,307,400
11	GROSS APPROPRIATION	\$	2,307,400
12	Appropriated from:		
13	Special revenue funds:		
14	Bank fees		231,000
15	Consumer finance fees		95,300
16	Credit union fees		378,200
17	Deferred presentment service transaction fees		116,100
18	Insurance bureau fund		451,500
19	Insurance continuing education fees		23,300
20	Insurance licensing and regulation fees		745,700
21	MBLSLA fund		266,300
22	State general fund/general purpose	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under

1 part 1 for fiscal year 2021-2022 is \$71,245,900.00 and state
2 spending from state sources to be paid to local units of government
3 for fiscal year 2021-2022 is \$0.00.

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

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

8 (a) "Department" means the department of insurance and
9 financial services.

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

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

12 (d) "IDG" means interdepartmental grant.

13 (e) "LARA" means the department of licensing and regulatory
14 affairs.

15 (f) "MBLSLA fund" means the restricted account established
16 under section 8 of the mortgage brokers, lenders, and servicers
17 licensing act, 1987 PA 173, MCL 445.1658.

18 (g) "Subcommittees" means the subcommittees of the house of
19 representatives and senate appropriations committees with
20 jurisdiction over the budget for the department.

21 Sec. 204. The department and agencies receiving appropriations
22 in this part and part 1 shall use the internet to fulfill the
23 reporting requirements of this part. This requirement shall include
24 transmission of reports via email to the recipients identified for
25 each reporting requirement and it shall include placement of
26 reports on an internet site.

27 Sec. 205. To the extent permissible under section 261 of the
28 management and budget act, 1984 PA 431, MCL 18.1261:

29 (a) Funds appropriated in part 1 shall not be used for the

1 purchase of foreign goods or services, or both, if competitively
2 priced and of comparable quality American goods or services, or
3 both, are available.

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

7 (c) In addition, preference should be given to goods or
8 services, or both, that are manufactured or provided by Michigan
9 businesses owned and operated by veterans, if they are
10 competitively priced and of comparable quality.

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

18 Sec. 207. (1) Out-of-state travel must be limited to
19 situations where the travel is approved by a departmental
20 employee's immediate supervisor and in which 1 or more of the
21 following conditions apply:

22 (a) The travel is required by legal mandate or court order or
23 for law enforcement purposes.

24 (b) The travel is necessary to protect the health or safety of
25 Michigan citizens or visitors or to assist other states in similar
26 circumstances.

27 (c) The travel is necessary to produce budgetary savings or to
28 increase state revenues, including protecting existing federal
29 funds or securing additional federal funds.

1 (d) The travel is necessary to comply with federal
2 requirements.

3 (e) The travel is necessary to secure specialized training for
4 staff that is not available within this state.

5 (f) The travel is financed entirely by federal or nonstate
6 funds.

7 (2) The department shall not approve the travel of more than 1
8 departmental employee to a specific professional development
9 conference or training seminar that is located outside of this
10 state unless a professional development conference or training
11 seminar is funded by a federal or private funding source and
12 requires more than 1 individual from the department to attend, or
13 the conference or training seminar includes multiple issues in
14 which 1 employee from the department does not have expertise.

15 (3) Not later than January 1, the department shall prepare a
16 travel report listing all travel by classified and unclassified
17 employees outside this state in the immediately preceding fiscal
18 year that was funded in whole or in part with funds appropriated in
19 the department's budget. The department shall submit the report to
20 the senate and house of representatives appropriations committees,
21 the senate and house fiscal agencies, and the state budget
22 director. The report must include all of the following information:

23 (a) The name of each person receiving reimbursement for travel
24 outside this state or whose travel costs were paid by this state.

25 (b) The destination of each travel occurrence.

26 (c) The dates of each travel occurrence.

27 (d) A brief statement of the reason for each travel
28 occurrence.

29 (e) The transportation and related costs of each travel

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

5 (f) A total of all out-of-state travel funded for the
6 immediately preceding fiscal year.

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

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

22 Sec. 210. (1) In addition to the funds appropriated in part 1,
23 there is appropriated an amount not to exceed \$200,000.00 for
24 federal contingency authorization. These funds are not available
25 for expenditure until they have been transferred to another line
26 item in part 1 under section 393(2) of the management and budget
27 act, 1984 PA 431, MCL 18.1393.

28 (2) In addition to the funds appropriated in part 1, there is
29 appropriated an amount not to exceed \$1,000,000.00 for state

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

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

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. Within 14 days after the release of the executive
19 budget recommendation, the department shall cooperate with the
20 state budget office to provide the chairpersons of the senate and
21 house appropriations committees, the chairpersons of the
22 subcommittees, and the senate and house fiscal agencies with an
23 annual report on estimated state restricted fund balances, state
24 restricted fund projected revenues, and state restricted fund
25 expenditures for the fiscal years ending September 30, 2021 and
26 September 30, 2022.

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

1 improve the department's performance.

2 Sec. 214. Total authorized appropriations from all sources
3 under part 1 for legacy costs for the fiscal year ending September
4 30, 2022 are estimated at \$9,583,100.00. From this amount, total
5 agency appropriations for pension-related legacy costs are
6 estimated at \$5,369,000.00. Total agency appropriations for retiree
7 health care legacy costs are estimated at \$4,214,100.00.

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

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

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

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

25 (2) By March 1, the department shall report to the senate and
26 house appropriations committees, the subcommittees, and the senate
27 and house fiscal agencies the following information:

28 (a) Number of employees that were engaged in remote work in
29 2021.

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

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

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

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

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

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

22 Sec 220. Not later than April 1, the department shall report
23 on each specific policy change made to implement a public act
24 affecting the department that took effect during the prior calendar
25 year to the senate and house of representatives appropriations
26 committees, the subcommittees, the joint committee on
27 administrative rules, and the senate and house fiscal agencies.

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

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

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

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

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

25 Sec. 222. Any department, agency, board, commission,
26 subdivision, or other executive branch entity or official of this
27 state that receives funding under part 1 shall not do the
28 following:

29 (a) Require as a condition of accessing any state services or

1 facilities that an individual provide proof that he or she has
2 received a COVID-19 vaccine.

3 (b) Produce, develop, and issue a COVID-19 vaccine passport
4 for the purpose of certifying that an individual has received a
5 COVID-19 vaccine.

6 (c) Provide information of an individual's COVID-19 vaccine
7 status to any person, company, or governmental entity for inclusion
8 in a COVID-19 vaccine passport.

9 Sec. 223. Unless prohibited by law, the department may accept
10 credit card or other electronic means of payment for licenses,
11 fees, or permits.

12 Sec. 224. The department shall submit a report to the
13 subcommittees, the senate and house fiscal agencies, and the state
14 budget director by September 30 detailing any expenditure of funds
15 for a television or radio production that was made to a third-party
16 vendor in the fiscal year ending September 30, 2022. The report
17 must include all of the following information for each expenditure:

18 (a) Total amount of the expenditure.

19 (b) Fund source for the expenditure.

20 (c) Name of any vendors that created the production and the
21 amount paid to each vendor.

22 (d) Purpose of the production.

23 Sec. 225. From the funds appropriated in part 1 from the
24 insurance bureau fund, funds may be expended to support legislative
25 participation in insurance activities coordinated by insurance and
26 legislative associations, in accordance with section 225 of the
27 insurance code of 1956, 1956 PA 218, MCL 500.225.

28
29 **INSURANCE AND FINANCIAL SERVICES REGULATION**

1 Sec. 301. The department shall provide a report to the
2 subcommittees, the senate and house fiscal agencies, and the state
3 budget director by September 30 based on the annual rate filings
4 from health insurance issuers that includes all of the following:

5 (a) The number that are approved by the department.

6 (b) The number that are denied by the department.

7 (c) The percentage of rate filings processed within the
8 applicable statutory time frames.

9 (d) The average number of calendar days to process rate
10 filings.

11 Sec. 302. In addition to the funds appropriated in part 1, the
12 funds collected by the department in connection with a
13 conservatorship under section 32 of the mortgage brokers, lenders,
14 and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds
15 collected by the department from corporations being liquidated
16 under the insurance code of 1956, 1956 PA 218, MCL 500.100 to
17 500.8302, must be appropriated for all expenses necessary to
18 provide for the required services. Funds are available for
19 expenditure when they are received by the department of treasury
20 and must not lapse to the general fund at the end of the fiscal
21 year. The total amount appropriated under this section and section
22 303 must not exceed \$300,000.00.

23 Sec. 303. The department may make available to interested
24 entities customized listings of nonconfidential information in its
25 possession. The department may establish and collect a reasonable
26 charge to provide this service. The revenue from this service is
27 appropriated when received and must be used to offset expenses to
28 provide the service. Any balance of this revenue collected and
29 unexpended at the end of the fiscal year must lapse to the

1 appropriate restricted fund. The total amount appropriated under
2 this section and section 302 must not exceed \$300,000.00.

3 Sec. 304. The department must provide a midyear update to the
4 report required under section 6303 of the insurance code of 1956,
5 1956 PA 218, MCL 500.6303. The department shall transmit to the
6 standing committees of the senate and house with primary
7 jurisdiction over insurance issues, the subcommittees, the senate
8 and house fiscal agencies, and the state budget director.

9 Sec. 305. The department must produce a report and transmit
10 the report to the subcommittees, senate and house fiscal agencies,
11 and state budget director by December 31. The report must include
12 all of the following information for the prior fiscal year:

13 (a) The number of complaints received by the office of
14 consumer services, with number of complaints specified for auto
15 insurers, health insurers, life insurers, other types of insurers,
16 banks, credit unions, deferred presentment service providers, and
17 other consumer finance license types.

18 (b) A description of the process that the office of consumer
19 services uses to resolve complaints.

20 (c) A description of the types of complaints received by the
21 office of consumer services pertaining to auto insurers, with
22 counts of the number of complaints of that type received.

23 (d) The number of investigations that the office of consumer
24 services initiated and the number of investigations that the office
25 closed.

26 (e) The number of recoveries that the office of consumer
27 services secured and the total value of those recoveries.

28 (f) The number and type of enforcement actions taken against
29 licensees as a result of complaints received by the office of

consumer services.

(g) A description of the staffing level and staff responsibilities in the office of consumer services.

Sec. 306. The department must update examination manuals and letters of guidance to state-chartered financial institutions as necessary to reflect how the department will evaluate institutions that provide banking or other financial services to marijuana-related businesses or businesses that transport, test, grow, process, or sell marijuana based on the most recent state laws and guidance. The department may also include guidance or information on how federal law and regulations may impact state-chartered institutions.

ARTICLE 8

JUDICIARY

PART 1

LINE-ITEM APPROPRIATIONS

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

JUDICIARY

APPROPRIATION SUMMARY

Full-time equated exempted positions	520.0

GROSS APPROPRIATION	\$ 318,631,500

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental transfers	1,652,300

ADJUSTED GROSS APPROPRIATION	\$ 316,979,200

Federal revenues:

Total federal revenues	6,374,800

1	Special revenue funds:		
2	Total local revenues		7,619,800
3	Total private revenues		1,222,600
4	Total other state restricted revenues		94,312,700
5	State general fund/general purpose	\$	207,449,300
6	Sec. 102. SUPREME COURT		
7	Full-time equated exempted positions	250.0	
8	Community dispute resolution--FTEs	3.0	\$ 3,367,700
9	Direct trial court automation support--FTEs	44.0	7,619,800
10	Drug treatment courts		12,483,000
11	Foster care review board--FTEs	10.0	1,360,400
12	Judicial information systems--FTEs	24.0	5,626,700
13	Judicial institute--FTEs	13.0	2,115,400
14	Mental health courts and diversion services--		
15	FTE	1.0	5,571,800
16	Next generation Michigan court system		4,116,000
17	Other federal grants		275,100
18	State court administrative office--FTEs	63.0	11,331,000
19	Supreme court administration--FTEs	92.0	14,164,500
20	Swift and sure sanctions program		3,350,000
21	Veterans courts		1,036,400
22	GROSS APPROPRIATION	\$	72,417,800
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of corrections		52,300
26	IDG from department of state police		1,500,000
27	IDG from department of state police, Michigan		
28	justice training fund		100,000

1	Federal revenues:		
2	DOJ, drug court training and evaluation		300,000
3	DOT, National Highway Traffic Safety		
4	Administration		1,949,300
5	HHS, access and visitation grant		496,200
6	HHS, children's justice grant		246,000
7	HHS, court improvement project		942,700
8	HHS, state opioid response grant		350,000
9	HHS, title IV-D child support program		836,500
10	HHS, title IV-E foster care program		408,800
11	Other federal grant revenues		275,100
12	Special revenue funds:		
13	Local - user fees		7,619,800
14	Private		201,100
15	Private - interest on lawyers trust accounts		404,100
16	Private - state justice institute		529,000
17	Community dispute resolution fund		2,403,600
18	Court of appeals filing/motion fees		1,450,000
19	Drug court fund		1,920,500
20	Justice system fund		605,700
21	Law exam fees		758,700
22	Miscellaneous revenue		248,600
23	State court fund		404,100
24	State general fund/general purpose	\$	48,415,700
25	Sec. 103. COURT OF APPEALS		
26	Full-time equated exempted positions	175.0	
27	Court of appeals operations--FTEs	175.0	\$ 25,094,100
28	GROSS APPROPRIATION	\$	25,094,100

1	Appropriated from:		
2	State general fund/general purpose	\$	25,094,100
3	Sec. 104. BRANCHWIDE APPROPRIATIONS		
4	Full-time equated exempted positions	4.0	
5	Branchwide appropriations--FTEs	4.0 \$	9,010,100
6	GROSS APPROPRIATION	\$	9,010,100
7	Appropriated from:		
8	State general fund/general purpose	\$	9,010,100
9	Sec. 105. JUSTICES' AND JUDGES' COMPENSATION		
10	Judges positions--586.0 justices and judges		
11	Supreme court justices' salaries--7.0 justices	\$	1,270,500
12	Circuit court judges' state base salaries--		
13	217.0 judges		24,779,800
14	Circuit court judicial salary standardization		9,922,100
15	Court of appeals judges' salaries--25.0 judges		4,327,300
16	District court judges' state base salaries--		
17	234.0 judges		26,279,000
18	District court judicial salary standardization		10,699,500
19	Probate court judges' state base salaries--		
20	103.0 judges		11,667,700
21	Probate court judicial salary standardization		4,669,600
22	Judges' retirement system defined contributions		5,733,600
23	OASI, Social Security		6,683,000
24	GROSS APPROPRIATION	\$	106,032,100
25	Appropriated from:		
26	Special revenue funds:		
27	Court fee fund		1,970,800
28	State general fund/general purpose	\$	104,061,300

1	Sec. 106. JUDICIAL AGENCIES			
2	Full-time equated exempted positions	7.0		
3	Judicial tenure commission--FTEs	7.0	\$	1,401,500
4	GROSS APPROPRIATION		\$	1,401,500
5	Appropriated from:			
6	State general fund/general purpose		\$	1,401,500
7	Sec. 107. INDIGENT DEFENSE - CRIMINAL			
8	Full-time equated exempted positions	56.0		
9	Appellate public defender program--FTEs	56.0	\$	8,982,800
10	GROSS APPROPRIATION		\$	8,982,800
11	Appropriated from:			
12	Federal revenues:			
13	Other federal grant revenues			570,200
14	Special revenue funds:			
15	Private - interest on lawyers trust accounts			88,400
16	Miscellaneous revenue			172,400
17	State general fund/general purpose		\$	8,151,800
18	Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE			
19	Indigent civil legal assistance		\$	7,937,000
20	GROSS APPROPRIATION		\$	7,937,000
21	Appropriated from:			
22	Special revenue funds:			
23	State court fund			7,937,000
24	State general fund/general purpose		\$	0
25	Sec. 109. TRIAL COURT OPERATIONS			
26	Full-time equated exempted positions	21.0		
27	Court equity fund reimbursements		\$	60,815,700
28	Drug case-flow program			250,000

1	Drunk driving case-flow program		3,300,000
2	Judicial technology improvement fund		4,815,000
3	Juror compensation reimbursement--FTE	1.0	6,608,000
4	Statewide e-file system--FTEs	20.0	11,028,300
5	GROSS APPROPRIATION		\$ 86,817,000
6	Appropriated from:		
7	Special revenue funds:		
8	Court equity fund		50,440,000
9	Drug fund		250,000
10	Drunk driving fund		3,300,000
11	Electronic filing fee fund		11,028,300
12	Judicial technology improvement fund		4,815,000
13	Juror compensation fund		6,608,000
14	State general fund/general purpose		\$ 10,375,700
15	Sec. 110. ONE-TIME APPROPRIATIONS		
16	Full-time equated exempted positions	7.0	
17	Compliance with Montgomery v Louisiana--FTEs	7.0	\$ 939,100
18	GROSS APPROPRIATION		\$ 939,100
19	Appropriated from:		
20	State general fund/general purpose		\$ 939,100

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$301,762,000.00 and state spending from state sources to be paid to local units of government

is \$148,056,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY

SUPREME COURT

Drug treatment courts	\$	8,838,000
Mental health courts and diversion services		5,571,800
Next generation Michigan court system		4,116,000
Swift and sure sanctions program		3,350,000
Veterans courts		1,036,400

COURT OF APPEALS

Court of appeals operations	\$	200,000

JUSTICES' AND JUDGES' COMPENSATION

Circuit court judicial salary standardization	\$	9,922,100
District court judicial salary standardization		10,699,500
Probate court judges' state base salaries		11,667,700
Probate court judicial salary standardization		4,669,600
OASI, Social Security		1,168,200

TRIAL COURT OPERATIONS

Court equity fund reimbursements	\$	60,815,700
Drug case-flow program		250,000
Drunk driving case-flow program		3,300,000
Judicial technology improvement fund		4,815,000
Juror compensation reimbursement		6,608,000
Statewide e-file system		11,028,300

TOTAL	\$	148,056,300

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

1 (2) Funds appropriated in part 1 to an entity within the
2 judicial branch shall not be expended or transferred to another
3 account without written approval of the authorized agent of the
4 judicial entity. If the authorized agent of the judicial entity
5 notifies the state budget director of its approval of an
6 expenditure or transfer, the state budget director shall
7 immediately make the expenditure or transfer. The authorized
8 judicial entity agent shall be designated by the chief justice of
9 the supreme court.

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

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

12 (b) "DOT" means the United States Department of
13 Transportation.

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

15 (d) "HHS" means the United States Department of Health and
16 Human Services.

17 (e) "IDG" means interdepartmental grant.

18 (f) "OASI" means old age survivor's insurance.

19 (g) "SADO" means the state appellate defender office created
20 under the appellate defender act, 1978 PA 620, MCL 780.711 to
21 780.719.

22 (h) "Title IV-D" means the part of the federal social security
23 act, 42 USC 301 to 1397mm, pertaining to the child support
24 enforcement program.

25 (i) "Title IV-E" means the part of the federal social security
26 act, 42 USC 301 to 1397mm, pertaining to the foster care program.

27 Sec. 204. The reporting requirements of this part shall be
28 completed with the approval of, and at the direction of, the
29 supreme court, except as otherwise provided in this part. The

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

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

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

25 (a) The dates of each travel occurrence.

26 (b) The transportation and related costs of each travel
27 occurrence, including the proportion funded with state general
28 fund/general purpose revenues, the proportion funded with state
29 restricted revenues, the proportion funded with federal revenues,

1 and the proportion funded with other revenues.

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

10 Sec. 211. From the funds appropriated in part 1, the judicial
11 branch shall maintain a searchable website accessible by the public
12 at no cost that includes all expenditures made by the judicial
13 branch within a fiscal year. The posting shall include the purpose
14 for which each expenditure is made. The judicial branch shall not
15 provide financial information on its website under this section if
16 doing so would violate a federal or state law, rule, regulation, or
17 guideline that establishes privacy or security standards applicable
18 to that financial information.

19 Sec. 212. Within 14 days after the release of the executive
20 budget recommendation, the judicial branch shall cooperate with the
21 state budget office to provide the senate and house appropriations
22 committee chairs, the senate and house appropriations subcommittee
23 chairs, and the senate and house fiscal agencies with an annual
24 report on estimated state restricted fund balances, state
25 restricted fund projected revenues, and state restricted fund
26 expenditures for the prior 2 fiscal years.

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

1 the judiciary's performance.

2 Sec. 214. Total authorized appropriations from all sources
3 under part 1 for legacy costs for the fiscal year ending September
4 30, 2022 are estimated at \$14,001,700.00. From this amount, total
5 judiciary appropriations for pension-related legacy costs are
6 estimated at \$7,844,500.00. Total judiciary appropriations for
7 retiree health care legacy costs are estimated at \$6,157,200.00.

8 Sec. 215. The judicial branch shall not take disciplinary
9 action against an employee for communicating with a member of the
10 legislature or his or her staff, unless the communication is
11 prohibited by law and the judicial branch is exercising its
12 authority as provided by law.

13 Sec. 219. The judicial branch shall receive and retain copies
14 of all reports funded from appropriations in part 1. Federal and
15 state guidelines for short-term and long-term retention of records
16 shall be followed. The judicial branch may electronically retain
17 copies of reports unless otherwise required by federal and state
18 guidelines.

19
20 **JUDICIAL BRANCH**

21 Sec. 301. From the funds appropriated in part 1, the direct
22 trial court automation support program of the state court
23 administrative office shall recover direct and overhead costs from
24 trial courts by charging for services rendered. The fee shall cover
25 the actual costs incurred to the direct trial court automation
26 support program in providing the service, including development of
27 future versions of case management systems.

28 Sec. 302. Funds appropriated within the judicial branch shall
29 not be expended by any component within the judicial branch without

1 the approval of the supreme court.

2 Sec. 303. Of the amount appropriated in part 1 for the
3 judicial branch, \$711,900.00 is allocated for circuit court
4 reimbursement under section 3 of 1978 PA 16, MCL 800.453, and for
5 costs associated with the court of claims.

6 Sec. 304. A member of the legislature may request a report or
7 data from the data collected in the judicial data warehouse. The
8 report shall be made available to the public upon request, unless
9 disclosure is prohibited by court order or state or federal law.
10 Any data provided under this section shall be public and non-
11 identifying information.

12 Sec. 305. From the funds appropriated in part 1 for community
13 dispute resolution, community dispute resolution centers shall
14 provide dispute resolution services specified in the community
15 dispute resolution act, 1988 PA 260, MCL 691.1551 to 691.1564, and
16 shall help to reduce suspensions and truancy, and improve school
17 climate. Funding appropriated in part 1 for community dispute
18 resolution may be used to develop or expand juvenile diversion
19 services in cooperation with local prosecutors. Participation in
20 the dispute resolution processes is voluntary for all parties.

21 Sec. 307. From the funds appropriated in part 1 for mental
22 health courts and diversion services, \$1,730,000.00 is intended to
23 address the recommendations of the mental health diversion council.

24 Sec. 308. If sufficient funds are not available from the court
25 fee fund to pay judges' compensation, the difference between the
26 appropriated amount from that fund for judges' compensation and the
27 actual amount available after the amount appropriated for trial
28 court reimbursement is made shall be appropriated from the state
29 general fund for judges' compensation. If an appropriation is made

1 under this section, the state court administrative office shall
2 notify, within 14 days of the appropriation, the senate and house
3 standing committees on appropriations, the senate and house
4 appropriations subcommittees on judiciary, the senate and house
5 fiscal agencies, and the state budget office.

6 Sec. 309. By April 1, the state court administrative office
7 shall provide a report on drug treatment, mental health, and
8 veterans court programs in this state. The report shall include
9 information on the number of each type of program that has been
10 established, the number of program participants in each
11 jurisdiction, the impact of the programs on offender criminal
12 involvement and recidivism, and an accounting of prior year
13 expenditures, including grant amounts requested by the courts,
14 grant amounts awarded to the courts, and grant amounts expended by
15 the courts. The report shall be submitted to the senate and house
16 appropriations subcommittees on judiciary, the senate and house
17 fiscal agencies, and the state budget office.

18 Sec. 310. (1) From the funds appropriated in part 1 for
19 problem solving courts, \$100,000.00 shall be used by the state
20 court administrative office for a program in a veterans treatment
21 court or a mental health treatment court, or both, that
22 investigates the effectiveness of oral fluid testing to determine
23 compliance with required mental health medicine prescriptions or
24 requirements.

25 (2) By April 1, the state court administrative office shall
26 provide a report on the oral fluid testing programs established in
27 this state. The report shall include information on the number of
28 programs established, the number of program participants in each
29 jurisdiction, and the impact of the programs on offender criminal

1 involvement and recidivism. The report shall be submitted to the
2 senate and house appropriations subcommittees on judiciary, the
3 senate and house fiscal agencies, and the state budget office.

4 Sec. 311. (1) The funds appropriated in part 1 for drug
5 treatment courts as that term is defined in section 1060 of the
6 revised judicature act of 1961, 1961 PA 236, MCL 600.1060, shall be
7 administered by the state court administrative office to operate
8 drug treatment court programs. A drug treatment court shall be
9 responsible for handling cases involving substance abusing
10 nonviolent offenders through comprehensive supervision, testing,
11 treatment services, and immediate sanctions and incentives. A drug
12 treatment court shall use all available county and state personnel
13 involved in the disposition of cases including, but not limited to,
14 parole and probation agents, prosecuting attorneys, defense
15 attorneys, and community corrections providers. The funds may be
16 used in connection with other federal, state, and local funding
17 sources.

18 (2) From the funds appropriated in part 1, the chief justice
19 shall allocate sufficient funds for the Michigan judicial institute
20 to provide in-state training for those identified in subsection
21 (1), including training for new drug treatment court judges.

22 (3) For drug treatment court grants, consideration for
23 priority may be given to those courts where higher instances of
24 substance abuse cases are filed.

25 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula
26 grant funding as an interdepartmental grant from the department of
27 state police to be used for expansion of drug treatment courts, to
28 assist in avoiding prison bed space growth for nonviolent offenders
29 in collaboration with the department of corrections.

1 Sec. 312. From the funds appropriated in part 1, the state
2 court administrator shall produce a statistical report regarding
3 the implementation of the parental rights restoration act, 1990 PA
4 211, MCL 722.901 to 722.908, as it pertains to minors seeking
5 court-issued waivers of parental consent. The state court
6 administrative office shall report the total number of petitions
7 filed and the total number of petitions granted under that act.

8 Sec. 320. (1) From the funds appropriated in part 1 for the
9 swift and sure sanctions program, created under section 3 of
10 chapter XIA of the code of criminal procedure, 1927 PA 175, MCL
11 771A.3, the state court administrative office shall administer a
12 program to distribute grants to qualifying courts in accordance
13 with the objectives and requirements of the probation swift and
14 sure sanctions act, chapter XIA of the code of criminal procedure,
15 1927 PA 175, MCL 771A.1 to 771A.8. Of the funds designated for the
16 program, not more than \$100,000.00 shall be available to the state
17 court administrative office to pay for employee costs associated
18 with the administration of the program funds. Of the funds
19 designated for the program, \$500,000.00 is reserved for programs in
20 counties that had more than 325 individuals sentenced to prison in
21 the previous calendar year. Courts interested in participating in
22 the swift and sure sanctions program may apply to the state court
23 administrative office for a portion of the funds appropriated in
24 part 1 under this section.

25 (2) By April 1, the state court administrative office, in
26 cooperation with the department of corrections, shall provide a
27 report on the courts that receive funding under the swift and sure
28 sanctions program described in subsection (1) to the senate and
29 house appropriations subcommittees on judiciary, the senate and

1 house fiscal agencies, and the state budget office. The report
2 shall include all of the following:

3 (a) The number of offenders who participate in the program.

4 (b) The criminal history of offenders who participate in the
5 program.

6 (c) The recidivism rate of offenders who participate in the
7 program, including the rate of return to jail, prison, or both.

8 (d) A detailed description of the establishment and parameters
9 of the program.

10 (e) A list of courts participating in the program.

11 (f) An accounting of prior year expenditures, including grant
12 amounts requested by the courts, grant amounts awarded to the
13 courts, and grant amounts expended by the courts.

14 (3) As used in this section, "program" means a swift and sure
15 sanctions program described in subsection (1).

16 Sec. 321. From the funds appropriated in part 1, the judicial
17 branch shall support a statewide legal self-help internet website
18 and local nonprofit self-help centers that use the statewide
19 website to provide assistance to individuals representing
20 themselves in civil legal proceedings. The state court
21 administrative office shall summarize the costs of maintaining the
22 website, provide statistics on the number of people visiting the
23 website, and provide information on content usage, form completion,
24 and user feedback. By March 1, the state court administrative
25 office shall report this information for the preceding fiscal year
26 to the senate and house appropriations subcommittees on judiciary,
27 the senate and house fiscal agencies, and the state budget office.

28 Sec. 322. If Byrne formula grant funding is awarded to the
29 state appellate defender in excess of the amount appropriated in

1 part 1, the state appellate defender office may receive and expend
2 Byrne formula grant funds in an amount not to exceed \$250,000.00 as
3 an interdepartmental grant from the department of state police. If
4 the appellate defender appointed under section 3 of the appellate
5 defender act, 1978 PA 620, MCL 780.713, receives federal grant
6 funding from the United States Department of Justice in excess of
7 the amount appropriated in part 1, the office of appellate defender
8 may receive and expend grant funds in an amount not to exceed
9 \$300,000.00 as other federal grants.

10 Sec. 324. (1) From the funds appropriated in part 1 for the
11 medication-assisted treatment program, the judiciary shall maintain
12 a medication-assisted treatment program to provide treatment for
13 opioid-addicted and alcohol-addicted individuals who are referred
14 to and voluntarily participate in the medication-assisted treatment
15 program.

16 (2) By February 1, the judiciary shall report on the
17 medication-assisted treatment program. The report shall include
18 itemized spending by court, the number of participants, and
19 statistics that indicate average program participation duration and
20 success rates.

21 22 **ONE-TIME APPROPRIATIONS**

23 Sec. 402. (1) From the funds appropriated in part 1, the state
24 appellate defender office attorneys and support staff shall ensure
25 Michigan compliance with *Montgomery v Louisiana*, 577 US ____
26 (2016). The purpose of the program is to ensure competent,
27 resourced, and supervised counsel in cases involving the
28 resentencing of juvenile lifers. The representation by SADO counsel
29 will create opportunities for release, saving prison costs for the

1 state.

2 (2) The state appellate defender office shall submit a report
 3 by September 30 to the senate and house appropriations
 4 subcommittees on judiciary, the senate and house fiscal agencies,
 5 and the state budget office on the number of juvenile lifer cases
 6 investigated and prepared by the state appellate defender office.
 7 The report shall include a calculation of hours spent and focus on
 8 incremental costs associated with investigating and conducting a
 9 robust examination of each case, with particular emphasis on those
 10 costs that may be avoided after the cases have been disposed.

12 ARTICLE 9

13 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

14 PART 1

15 LINE-ITEM APPROPRIATIONS

16 Sec. 101. There is appropriated for the department of
 17 licensing and regulatory affairs for the fiscal year ending
 18 September 30, 2022, from the following funds:

19 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

20 APPROPRIATION SUMMARY

21 Full-time equated unclassified positions	30.0

22 Full-time equated classified positions	1,827.9

23 GROSS APPROPRIATION	\$	513,986,400

24 Interdepartmental grant revenues:

25 Total interdepartmental grants and

26 intradepartmental transfers	45,079,800

27 ADJUSTED GROSS APPROPRIATION	\$	468,906,600

28 Federal revenues:

29 Total federal revenues	30,130,900

1	Special revenue funds:		
2	Total local revenues		0
3	Total private revenues		0
4	Total other state restricted revenues		258,929,800
5	State general fund/general purpose	\$	179,845,900
6	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
7	SUPPORT		
8	Full-time equated unclassified positions	30.0	
9	Full-time equated classified positions	100.0	
10	Unclassified salaries--FTEs	30.0	\$ 2,649,500
11	Administrative services--FTEs	73.0	8,594,600
12	Executive director programs--FTEs	24.0	2,886,900
13	FOIA coordination--FTEs	3.0	329,900
14	Property management		8,263,000
15	Worker's compensation		124,900
16	GROSS APPROPRIATION	\$	22,848,800
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from DIFS, accounting services		150,000
20	Federal revenues:		
21	EPA, underground storage tanks		30,300
22	HHS-Medicaid, certification of health care		
23	providers and suppliers		411,200
24	HHS-Medicare, certification of health care		
25	providers and suppliers		599,400
26	Special revenue funds:		
27	Aboveground storage tank fees		94,000
28	Accountancy enforcement fund		66,200

1	Boiler inspection fund	286,200
2	Builder enforcement fund	102,700
3	Construction code fund	775,700
4	Corporation fees	4,398,900
5	Elevator fees	307,600
6	Fire alarm fees	7,300
7	Fire safety standard and enforcement fund	2,100
8	Fire service fees	461,800
9	Fireworks safety fund	60,300
10	Health professions regulatory fund	1,715,800
11	Health systems fees	242,400
12	Licensing and regulation fund	976,600
13	Liquor license revenue	340,000
14	Liquor purchase revolving fund	3,187,700
15	Marihuana registry fund	817,900
16	Marihuana regulation fund	451,300
17	Marihuana regulatory fund	686,700
18	Michigan unarmed combat fund	5,900
19	Mobile home code fund	284,800
20	Nurse professional fund	38,700
21	PMECSEMA fund	46,200
22	Property development fees	7,300
23	Public utility assessments	3,158,200
24	Real estate appraiser education fund	2,600
25	Real estate education fund	11,300
26	Real estate enforcement fund	11,600
27	Refined petroleum fund	173,300
28	Restructuring mechanism assessments	31,600

1	Securities fees			1,640,200
2	Securities investor education and training fund			9,200
3	Security business fund			6,900
4	Survey and remonumentation fund			98,100
5	Tax tribunal fund			825,300
6	Utility consumer representation fund			54,000
7	State general fund/general purpose		\$	271,500
8	Sec. 103. PUBLIC SERVICE COMMISSION			
9	Full-time equated classified positions	188.0		
10	Public service commission--FTEs	188.0	\$	33,215,100
11	GROSS APPROPRIATION		\$	33,215,100
12	Appropriated from:			
13	Federal revenues:			
14	DOT, gas pipeline safety			2,625,800
15	Special revenue funds:			
16	Public utility assessments			30,019,800
17	Restructuring mechanism assessments			569,500
18	State general fund/general purpose		\$	0
19	Sec. 104. LIQUOR CONTROL COMMISSION			
20	Full-time equated classified positions	145.0		
21	Liquor licensing and enforcement--FTEs	116.0	\$	16,492,000
22	Management support services--FTEs	29.0		4,675,200
23	GROSS APPROPRIATION		\$	21,167,200
24	Appropriated from:			
25	Special revenue funds:			
26	Direct shipper enforcement revolving fund			301,900
27	Liquor control enforcement and license			
28	investigation revolving fund			175,000

1	Liquor license fee enhancement fund		76,400
2	Liquor license revenue		7,806,200
3	Liquor purchase revolving fund		12,807,700
4	State general fund/general purpose	\$	0
5	Sec. 105. OCCUPATIONAL REGULATION		
6	Full-time equated classified positions	1,166.9	
7	Adult foster care and camps licensing and		
8	regulation--FTEs	96.0	\$ 13,423,300
9	Bureau of community and health systems		
10	administration--FTEs	20.0	2,390,100
11	Bureau of construction codes--FTEs	182.0	23,882,200
12	Bureau of fire services--FTEs	79.0	12,455,000
13	Bureau of professional licensing--FTEs	205.0	40,564,600
14	Child care licensing and regulation--FTEs	117.0	20,231,000
15	Corporations, securities, and commercial		
16	licensing bureau--FTEs	109.0	15,204,400
17	Health facilities regulation--FTEs	192.9	31,054,900
18	Marihuana treatment research		20,000,000
19	Medical marihuana facilities licensing and		
20	tracking--FTEs	99.0	11,641,700
21	Medical marihuana program--FTEs	25.0	5,141,700
22	Nurse aide program--FTEs	8.0	1,755,500
23	Recreational marihuana regulation--FTEs	34.0	7,351,800
24	Urban search and rescue		1,000,000
25	GROSS APPROPRIATION	\$	206,096,200
26	Appropriated from:		
27	Interdepartmental grant revenues:		
28	IDG from MDE, child care licensing		19,729,300

1	Federal revenues:	
2	DHS, fire training systems	528,000
3	DOT, hazardous materials training and planning	20,000
4	EPA, underground storage tanks	799,300
5	HHS-Medicaid, certification of health care	
6	providers and suppliers	8,767,900
7	HHS-Medicare, certification of health care	
8	providers and suppliers	14,161,700
9	Special revenue funds:	
10	Aboveground storage tank fees	229,100
11	Accountancy enforcement fund	777,800
12	Adult foster care facilities licenses fund	411,600
13	Boiler inspection fund	3,429,500
14	Builder enforcement fund	644,000
15	Child care home and center licenses fund	501,700
16	Construction code fund	9,384,200
17	Corporation fees	7,705,200
18	Division on deafness fund	93,400
19	Elevator fees	4,396,500
20	Fire alarm fees	133,100
21	Fire safety standard and enforcement fund	40,900
22	Fire service fees	2,647,400
23	Fireworks safety fund	1,233,800
24	Health professions regulatory fund	25,294,100
25	Health systems fees	3,922,300
26	Licensing and regulation fund	12,593,000
27	Liquor purchase revolving fund	148,800
28	Marihuana registry fund	5,141,700

1	Marihuana regulation fund		27,351,800
2	Marihuana regulatory fund		12,141,700
3	Mobile home code fund		2,085,900
4	Nurse aide registration fund		597,500
5	Nurse professional fund		1,966,800
6	Nursing home administrative penalties		100,000
7	PMECSEMA fund		1,889,500
8	Property development fees		192,600
9	Real estate appraiser education fund		65,500
10	Real estate education fund		346,800
11	Real estate enforcement fund		554,400
12	Refined petroleum fund		2,647,400
13	Securities fees		5,491,200
14	Securities investor education and training fund		493,300
15	Security business fund		236,200
16	Survey and remonumentation fund		882,200
17	State general fund/general purpose	\$	26,319,100
18	Sec. 106. MICHIGAN OFFICE OF ADMINISTRATIVE		
19	HEARINGS AND RULES		
20	Full-time equated classified positions	212.0	
21	Michigan office of administrative hearings and		
22	rules--FTEs	212.0	\$ 37,236,200
23	GROSS APPROPRIATION	\$	37,236,200
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG revenues - administrative hearings and		
27	rules		25,200,500
28	Special revenue funds:		

1	Construction code fund		26,700
2	Corporation fees		4,272,700
3	Health professions regulatory fund		408,400
4	Health systems fees		161,600
5	Licensing and regulation fund		883,800
6	Liquor purchase revolving fund		709,400
7	Marihuana regulation fund		100,000
8	Marihuana regulatory fund		252,000
9	Public utility assessments		2,657,500
10	Securities fees		1,036,700
11	Tax tribunal fund		847,600
12	State general fund/general purpose	\$	679,300
13	Sec. 107. COMMISSIONS		
14	Full-time equated classified positions	16.0	
15	Michigan indigent defense commission--FTEs	16.0 \$	2,699,400
16	Michigan unarmed combat commission		126,200
17	GROSS APPROPRIATION	\$	2,825,600
18	Appropriated from:		
19	Special revenue funds:		
20	Michigan unarmed combat fund		126,200
21	State general fund/general purpose	\$	2,699,400
22	Sec. 108. GRANTS		
23	Firefighter training grants	\$	2,300,000
24	Liquor law enforcement grants		8,400,000
25	Medical marihuana operation and oversight		
26	grants		3,000,000
27	Michigan indigent defense commission grants		148,917,400
28	Remonumentation grants		6,800,000

1	Utility consumer representation	750,000
2	GROSS APPROPRIATION	\$ 170,167,400
3	Appropriated from:	
4	Special revenue funds:	
5	Fireworks safety fund	2,300,000
6	Liquor license revenue	8,400,000
7	Local indigent defense reimbursement	300,000
8	Marihuana registry fund	3,000,000
9	Survey and remonumentation fund	6,800,000
10	Utility consumer representation fund	750,000
11	State general fund/general purpose	\$ 148,617,400
12	Sec. 109. INFORMATION TECHNOLOGY	
13	Information technology services and projects	\$ 19,329,900
14	GROSS APPROPRIATION	\$ 19,329,900
15	Appropriated from:	
16	Federal revenues:	
17	DOT, gas pipeline safety	45,000
18	EPA, underground storage tanks	100,200
19	HHS-Medicaid, certification of health care	
20	providers and suppliers	358,300
21	HHS-Medicare, certification of health care	
22	providers and suppliers	583,800
23	Special revenue funds:	
24	Aboveground storage tank fees	34,600
25	Accountancy enforcement fund	1,100
26	Boiler inspection fund	318,800
27	Construction code fund	1,228,800
28	Corporation fees	4,178,000

1	Elevator fees		476,900
2	Fire safety standard and enforcement fund		3,000
3	Fire service fees		519,200
4	Fireworks safety fund		47,200
5	Health professions regulatory fund		1,806,300
6	Health systems fees		298,200
7	Licensing and regulation fund		1,101,700
8	Liquor purchase revolving fund		3,374,800
9	Marihuana registry fund		447,100
10	Marihuana regulation fund		270,900
11	Marihuana regulatory fund		731,800
12	Michigan unarmed combat fund		6,800
13	Mobile home code fund		171,400
14	PMECSEMA fund		38,600
15	Public utility assessments		1,238,100
16	Real estate appraiser education fund		1,000
17	Real estate education fund		1,900
18	Refined petroleum fund		170,800
19	Restructuring mechanism assessments		28,100
20	Securities fees		229,700
21	Securities investor education and training fund		1,000
22	Survey and remonumentation fund		74,100
23	Tax tribunal fund		183,500
24	State general fund/general purpose	\$	1,259,200
25	Sec. 110. ONE-TIME APPROPRIATIONS		
26	Nursing facility infection control surveys -		
27	state fiscal recovery funds	\$	1,100,000
28	GROSS APPROPRIATION	\$	1,100,000

Appropriated from:

Federal revenues:

Coronavirus state fiscal recovery fund	1,100,000
State general fund/general purpose	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$438,775,700.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$169,417,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

Firefighter training grants	\$ 2,300,000
Liquor law enforcement grants	8,400,000
Medical marihuana operation and oversight grants	3,000,000
Michigan indigent defense commission grants	148,917,400
Remonumentation grants	6,800,000
TOTAL	\$ 169,417,400

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

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

1 (a) "Department" means the department of licensing and
2 regulatory affairs.

3 (b) "DHS" means the United States Department of Homeland
4 Security.

5 (c) "DIFS" means the department of insurance and financial
6 services.

7 (d) "Director" means the director of the department.

8 (e) "DOT" means the United States Department of
9 Transportation.

10 (f) "EPA" means the United States Environmental Protection
11 Agency.

12 (g) "FOIA" means the freedom of information act, 1976 PA 442,
13 MCL 15.231 to 15.246.

14 (h) "FTE" means full-time equated.

15 (i) "HHS" means the United States Department of Health and
16 Human Services.

17 (j) "IDG" means interdepartmental grant.

18 (k) "MDE" means the Michigan department of education.

19 (l) "PMECSEMA" means pain management education and controlled
20 substances electronic monitoring and antidiversion.

21 (m) "Subcommittees" means the subcommittees of the house and
22 senate appropriations committees with jurisdiction over the budget
23 for the department.

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

29 Sec. 205. To the extent permissible under section 261 of the

1 management and budget act, 1984 PA 431, MCL 18.1261, all of the
2 following apply:

3 (a) Funds appropriated in part 1 shall not be used for the
4 purchase of foreign goods or services, or both, if competitively
5 priced and of comparable quality American goods or services, or
6 both, are available.

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

10 (c) In addition, preference should be given to goods or
11 services, or both, that are manufactured or provided by Michigan
12 businesses owned and operated by veterans, if they are
13 competitively priced and of comparable quality.

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

21 Sec. 207. (1) Out-of-state travel shall be limited to
22 situations when travel is approved by a departmental employee's
23 immediate supervisor and in which 1 or more of the following
24 conditions apply:

25 (a) The travel is required by legal mandate or court order or
26 for law enforcement purposes.

27 (b) The travel is necessary to protect the health or safety of
28 Michigan citizens or visitors or to assist other states in similar
29 circumstances.

1 (c) The travel is necessary to produce budgetary savings or to
2 increase state revenues, including protecting existing federal
3 funds or securing additional federal funds.

4 (d) The travel is necessary to comply with federal
5 requirements.

6 (e) The travel is necessary to secure specialized training for
7 staff that is not available within this state.

8 (f) The travel is financed entirely by federal or nonstate
9 funds.

10 (2) The department shall not approve the travel of more than 1
11 departmental employee to a specific professional development
12 conference or training seminar that is located outside of this
13 state unless a professional development conference or training
14 seminar is funded by a federal or private funding source and
15 requires more than 1 individual from the department to attend, or
16 the conference or training seminar includes multiple issues in
17 which 1 employee from the department does not have expertise.

18 (3) Not later than January 1, the department shall prepare a
19 travel report listing all travel by classified and unclassified
20 employees outside this state in the immediately preceding fiscal
21 year that was funded in whole or in part with funds appropriated in
22 the department's budget. The report shall be submitted to the house
23 and senate appropriations committees, the senate and house fiscal
24 agencies, and the state budget director. The report shall include
25 all of the following information:

26 (a) The name of each person receiving reimbursement for travel
27 outside this state or whose travel costs were paid by this state.

28 (b) The destination of each travel occurrence.

29 (c) The dates of each travel occurrence.

1 (d) A brief statement of the reason for each travel
2 occurrence.

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

8 (f) A total of all out-of-state travel funded for the
9 immediately preceding fiscal year.

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

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

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

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

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

6 (3) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$200,000.00 for local
8 contingency authorization. These funds are not available for
9 expenditure until they have been transferred to another line item
10 in part 1 under section 393(2) of the management and budget act,
11 1984 PA 431, MCL 18.1393.

12 (4) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$100,000.00 for private
14 contingency authorization. These funds are not available for
15 expenditure until they have been transferred to another line item
16 in part 1 under section 393(2) of the management and budget act,
17 1984 PA 431, MCL 18.1393.

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

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

24 (b) Fiscal year-to-date expenditures by appropriation 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 executive
3 budget recommendation, the department shall cooperate with the
4 state budget office to provide the chairpersons of the senate and
5 house appropriations committees, the chairpersons of the
6 subcommittees, and the senate and house fiscal agencies with an
7 annual report on estimated state restricted fund balances, state
8 restricted fund projected revenues, and state restricted fund
9 expenditures for the prior 2 fiscal years.

10 Sec. 213. The department shall maintain, on a publicly
11 accessible website, a department scorecard that identifies, tracks,
12 and regularly updates key metrics that are used to monitor and
13 improve the department's performance.

14 Sec. 214. Total authorized appropriations from all sources
15 under part 1 for legacy costs for the fiscal year ending September
16 30, 2022 are estimated at \$41,260,100.00. From this amount, total
17 agency appropriations for pension-related legacy costs are
18 estimated at \$23,116,100.00. Total agency appropriations for
19 retiree health care legacy costs are estimated at \$18,144,000.00.

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

28 Sec. 216. (1) On a semiannual basis, the department shall
29 report to the senate and house appropriations committees, the

1 subcommittees, and the senate and house fiscal agencies the
2 following information:

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

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

8 (2) By March 1, the department shall report to the senate and
9 house appropriations committees, the subcommittees, and the senate
10 and house fiscal agencies the following information:

11 (a) Number of employees that were engaged in remote work in
12 2021.

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

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

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

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

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

28 Sec. 219. The department and agencies receiving appropriations
29 in part 1 shall receive and retain copies of all reports funded

1 from appropriations in part 1. Federal and state guidelines for
2 short-term and long-term retention of records shall be followed.
3 The department may electronically retain copies of reports unless
4 otherwise required by federal or state guidelines.

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

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

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

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

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

1 employees that were remitted severance pay during the fiscal year
2 ending September 30, 2021.

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

8 Sec. 222. Any department, agency, board, commission,
9 subdivision, or other executive branch entity or official of this
10 state that receives funding under part 1 shall not do the
11 following:

12 (a) Require as a condition of accessing any state services or
13 facilities that an individual provide proof that he or she has
14 received a COVID-19 vaccine.

15 (b) Produce, develop, and issue a COVID-19 vaccine passport
16 for the purpose of certifying that an individual has received a
17 COVID-19 vaccine.

18 (c) Provide information of an individual's COVID-19 vaccine
19 status to any person, company, or governmental entity for inclusion
20 in a COVID-19 vaccine passport.

21 Sec. 223. The department may carry into the succeeding fiscal
22 year unexpended federal pass-through funds to local institutions
23 and governments that do not require additional state matching
24 funds. Federal pass-through funds to local institutions and
25 governments that are received in amounts in addition to those
26 included in part 1 and that do not require additional state
27 matching funds are appropriated for the purposes intended. Within
28 14 days after the receipt of federal pass-through funds, the
29 department shall notify the chairpersons of the subcommittees, the

1 senate and house fiscal agencies, and the state budget director of
2 pass-through funds appropriated under this section.

3 Sec. 224. (1) Grants supported with private revenues received
4 by the department are appropriated upon receipt and are available
5 for expenditure by the department, subject to subsection (3), for
6 purposes specified within the grant agreement and as permitted
7 under state and federal law.

8 (2) Within 10 days after the receipt of a private grant
9 appropriated in subsection (1), the department shall notify the
10 chairpersons of the subcommittees, the senate and house fiscal
11 agencies, and the state budget director of the receipt of the
12 grant, including the fund source, purpose, and amount of the grant.

13 (3) The amount appropriated under subsection (1) shall not
14 exceed \$1,500,000.00.

15 Sec. 225. (1) The department may charge registration fees to
16 attendees of informational, training, or special events sponsored
17 by the department, and related to activities that are under the
18 department's purview.

19 (2) These fees shall reflect the costs for the department to
20 sponsor the informational, training, or special events.

21 (3) Revenue generated by the registration fees is appropriated
22 upon receipt and available for expenditure to cover the
23 department's costs of sponsoring informational, training, or
24 special events.

25 (4) Revenue generated by registration fees in excess of the
26 department's costs of sponsoring informational, training, or
27 special events shall carry forward to the subsequent fiscal year
28 and not lapse to the general fund.

29 (5) The amount appropriated under subsection (3) shall not

1 exceed \$500,000.00.

2 Sec. 226. The department may make available to interested
3 entities otherwise unavailable customized listings of
4 nonconfidential information in its possession, such as names and
5 addresses of licensees. The department may establish and collect a
6 reasonable charge to provide this service. The revenue received
7 from this service is appropriated when received and shall be used
8 to offset expenses to provide the service. Any balance of this
9 revenue collected and unexpended at the end of the fiscal year
10 shall lapse to the appropriate restricted fund.

11 Sec. 227. (1) The department shall sell documents at a price
12 not to exceed the cost of production and distribution. Money
13 received from the sale of these documents shall revert to the
14 department. In addition to the funds appropriated in part 1, these
15 funds are available for expenditure when they are received by the
16 department of treasury. This subsection applies only for the
17 following documents:

18 (a) Corporation and securities division documents, reports,
19 and papers required or permitted by law pursuant to section 1060(6)
20 of the business corporation act, 1972 PA 284, MCL 450.2060.

21 (b) The Michigan liquor control code of 1998, 1998 PA 58, MCL
22 436.1101 to 436.2303.

23 (c) The mobile home commission act, 1987 PA 96, MCL 125.2301
24 to 125.2350; the business corporation act, 1972 PA 284, MCL
25 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,
26 MCL 450.2101 to 450.3192; and the uniform securities act (2002),
27 2008 PA 551, MCL 451.2101 to 451.2703.

28 (d) Construction code manuals.

29 (e) Copies of transcripts from administrative law hearings.

1 (2) In addition to the funds appropriated in part 1, funds
2 appropriated for the department under sections 57, 58, and 59 of
3 the administrative procedures act of 1969, 1969 PA 306, MCL 24.257,
4 24.258, and 24.259, and section 203 of the legislative council act,
5 1986 PA 268, MCL 4.1203, are appropriated for all expenses
6 necessary to provide for the cost of publication and distribution.

7 (3) Unexpended funds at the end of the fiscal year shall carry
8 forward to the subsequent fiscal year and not lapse to the general
9 fund.

10 Sec. 228. (1) Not later than December 31, the department shall
11 submit a report to the subcommittees, the senate and house fiscal
12 agencies, and the state budget director pertaining to licensing and
13 regulatory programs during the previous 3 fiscal years, if
14 available, for the following agencies:

15 (a) Liquor control commission.

16 (b) Bureau of fire services.

17 (c) Bureau of construction codes.

18 (d) Corporations, securities, and commercial licensing bureau.

19 (e) Bureau of professional licensing.

20 (f) Bureau of community and health systems.

21 (2) The report shall be in a format that is consistent between
22 the agencies listed in subsection (1) and shall provide, but is not
23 limited to, the following information for the 3 previous fiscal
24 years, as applicable, for each agency; agencies listed in
25 subsection (1)(a) and (b) shall report by regulated activity and
26 agencies listed in subsection (1)(c), (d), (e), and (f) shall
27 report by regulatory product or regulated activity, or both:

28 (a) Revenue generated by and expenditures disbursed by
29 regulatory fund.

1 (b) Revenue generated by regulatory product or regulated
2 activity.

3 (c) The renewal cycle and amount of each fee charged.

4 (d) Number of initial applications.

5 (e) Number of initial applications denied.

6 (f) Number of license renewals.

7 (g) Average amount of time to approve or deny completed
8 applications.

9 (h) Number of examinations proctored for initial applications.

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

11 (j) A description of the process used to resolve 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 actions
16 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 taken
21 against licensees.

22 (r) Number of administrative hearing adjudications.

23 (3) As used in subsection (2), "regulatory product" means each
24 occupation, profession, trade, or program, which includes
25 licensure, certification, registration, inspection, review,
26 permitting, approval, or any other regulatory service provided by
27 the agencies specified in subsection (1) for each regulated
28 activity. As used in this subsection and subsection (2), "regulated
29 activity" means the particular activities, entities, facilities,

1 and industries regulated by the agencies specified in subsection
2 (1).

3 Sec. 229. It is the intent of the legislature that the
4 department establish an employee performance monitoring process
5 that is consistent throughout the department in addition to current
6 civil service commission evaluations. By April 1, the department
7 shall submit a report to the state budget office, the
8 subcommittees, and the senate and house fiscal agencies on changes
9 to the employee performance monitoring process that are planned or
10 implemented, as well as the number of employee evaluations
11 performed.

12 Sec. 230. Unless prohibited by law, the department may accept
13 credit card or other electronic means of payment for licenses,
14 fees, or permits.

15 Sec. 231. The department shall submit a report to the
16 subcommittees, the senate and house fiscal agencies, and the state
17 budget director by September 30 detailing any expenditure of funds
18 for a television or radio production that was made to a third-party
19 vendor in the fiscal year ending September 30, 2022. The report
20 must include the following information for each expenditure:

21 (a) Total amount of the expenditure.

22 (b) Fund source for the expenditure.

23 (c) Name of the vendor(s) that created the production and the
24 amount paid to the vendor(s).

25 (d) Purpose of the production.

26
27 **PUBLIC SERVICE COMMISSION**

28 Sec. 301. The public service commission administers the low-
29 income energy assistance grant program on behalf of the Michigan

1 department of health and human services via an interagency
2 agreement. Funds supporting the grant program are appropriated in
3 the department upon awarding of grants and may be expended for
4 grant payments and administrative related expenses incurred in the
5 operation of the program.

6
7 **LIQUOR CONTROL COMMISSION**

8 Sec. 401. (1) From the appropriations in part 1 from the
9 direct shipper enforcement revolving fund, the liquor control
10 commission shall expend these funds as required under section
11 203(11) of the Michigan liquor control code of 1998, 1998 PA 58,
12 MCL 436.1203, to investigate and audit unlawful direct shipments of
13 wine by unlicensed wineries and retailers, with priority directed
14 toward unlicensed out-of-state retailers and third-party marketers.
15 In addition to other investigative methods, the commission shall
16 use shipping records available to it under section 203(21) of the
17 Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1203, to
18 assist with this effort. The liquor control commission must refer
19 all unlicensed out-of-state retailers and third-party marketers
20 identified with the shipping records to the attorney general.

21 (2) By February 1, the liquor control commission shall provide
22 a report to the legislature, the subcommittees, and the state
23 budget director detailing the commission's activities to
24 investigate and audit the illegal shipping of wine and the results
25 of these activities. The report shall include the following:

26 (a) Work hours spent, specific actions undertaken, and the
27 number of FTEs dedicated to identifying and stopping unlicensed
28 out-of-state retailers, third-party marketers, and wineries that
29 ship illegally in Michigan.

1 (b) General overview of expenditures associated with efforts
2 to identify and stop unlicensed out-of-state retailers, third-party
3 marketers, and wineries that ship illegally in Michigan.

4 (c) Number of out-of-state entities found to have illegally
5 shipped wine into Michigan and total number of bottles (750 ml),
6 number of cases with 750 ml bottles, number of liters, number of
7 gallons, or weight of illegally shipped wine. These items must be
8 broken down by total number of retailers and total number of
9 wineries.

10 (d) Suggested areas of focus on how to address direct shipper
11 enforcement and illegal importation in the future.

12 (e) Number of unlicensed out-of-state entities found to have
13 illegally shipped wine into Michigan identified with the shipping
14 records under subsection (1).

15 (f) Number of notices sent under subsection (3).

16 (3) From the appropriations in part 1 from the direct shipper
17 enforcement revolving fund, the liquor control commission shall
18 send a notice to each unlicensed out-of-state entity found to have
19 illegally shipped wine into Michigan that has been identified via
20 the shipping records under subsection (1). The notice must include
21 all of the following:

22 (a) Notification that shipping wine into Michigan by retailers
23 and third-party marketers is illegal, and wineries shipping into
24 Michigan must obtain a direct shipper license.

25 (b) Under section 909 of the Michigan liquor control code of
26 1998, 1998 PA 58, MCL 436.1909, making unlawful shipments of wine
27 into Michigan may be a felony punishable by imprisonment for not
28 more than 4 years or a fine of not more than \$5,000.00, or both.

29 (c) Notice that the matter has been referred to the attorney

general.

OCCUPATIONAL REGULATION

Sec. 501. Money appropriated under this part and part 1 for the bureau of fire services shall not be expended unless, in accordance with section 2c of the fire prevention code, 1941 PA 207, MCL 29.2c, inspection and plan review fees will be charged according to the following schedule:

Operation and maintenance inspection fee

<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
Hospitals	Any	\$8.00 per bed

Plan review and construction inspection fees for hospitals and schools

<u>Project cost range</u>	<u>Fee</u>
\$101,000.00 or less	minimum fee of \$155.00
\$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00
\$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00
\$10,000,001.00 or more	\$1.10 per \$1,000.00
	or a maximum fee of \$60,000.00.

Sec. 502. The funds collected by the department for licenses, permits, and other elevator regulation fees set forth in the Michigan Administrative Code and as determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL 408.816, that are unexpended at the end of the fiscal year shall carry forward to the subsequent fiscal year.

Sec. 503. Not later than February 15, the department shall submit a report to the subcommittees, the senate and house fiscal agencies, and the state budget director providing the following information:

1 (a) The number of veterans who were separated from service in
2 the Armed Forces of the United States with an honorable character
3 of service or under honorable conditions (general) character of
4 service, individually or if a majority interest of a corporation or
5 limited liability company, that were exempted from paying
6 licensure, registration, filing, or any other fees collected under
7 each licensure or regulatory program administered by the bureau of
8 construction codes, the bureau of professional licensing, and the
9 corporations, securities, and commercial licensing bureau during
10 the preceding fiscal year.

11 (b) The specific fees and total amount of revenue exempted
12 under each licensure or regulatory program administered by the
13 bureau of construction codes, the bureau of professional licensing,
14 and the corporations, securities, and commercial licensing bureau
15 during the preceding fiscal year.

16 (c) The actual costs of providing licensing and other
17 regulatory services to veterans exempted from paying licensure,
18 registration, filing, or any other fees during the preceding fiscal
19 year and a description of how these costs were calculated.

20 (d) The estimated amount of revenue that will be exempted
21 under each licensure or regulatory program administered by the
22 bureau of construction codes, the bureau of professional licensing,
23 and the corporations, securities, and commercial licensing bureau
24 in both the current and subsequent fiscal years and a description
25 of how the exempted revenue was estimated.

26 Sec. 504. The department shall submit a comprehensive annual
27 report for all programs administered by the marijuana regulatory
28 agency by January 31 to the standing committees on appropriations
29 of the senate and house of representatives, the senate and house

1 fiscal agencies, and the state budget director. This report shall
2 include, but is not limited to, all of the following information
3 for the prior fiscal year regarding the marihuana programs under
4 the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26421 to
5 333.26430; the Medical Marihuana Facilities Licensing Act, 2016 PA
6 281, MCL 333.27101 to 333.27801, and the Michigan Regulation and
7 Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967:

8 (a) The number of initial applications received, by license
9 category.

10 (b) The number of initial applications approved and the number
11 of initial applications denied, by license category.

12 (c) The average amount of time, from receipt to approval or
13 denial, to process an initial application, by license category.

14 (d) The number of renewal applications approved, by license
15 category and by county.

16 (e) The number of renewal applications received, by license
17 category, and by county, if applicable.

18 (f) The number of renewal applications denied, by license
19 category and by county.

20 (g) The average amount of time, from receipt to approval or
21 denial, to process a renewal application, by license category, if
22 applicable.

23 (h) The percentage of initial applications not approved or
24 denied within the time requirements established in the respective
25 act, by license category, if applicable.

26 (i) The percentage of renewal applications not approved or
27 denied within the time requirements established in the respective
28 act, by license category, if applicable.

29 (j) The total amount collected from application fees or

1 established regulatory assessment and the specific fund this amount
2 is deposited into, by license category.

3 (k) The costs of administering the licensing program under
4 each of the above-referenced acts.

5 (l) The registered name and addresses of all facilities
6 licensed under the above-referenced acts, by license category and
7 by county.

8 (m) Number of complaints received pertaining to the above-
9 referenced acts, by license type or regulatory activity.

10 (n) A description of the types of complaints received.

11 (o) A description of the process used to resolve complaints.

12 (p) Number of investigations opened pertaining to each license
13 category.

14 (q) Number of investigations closed pertaining to each license
15 category.

16 (r) Average amount of time to complete investigations
17 pertaining to each license category.

18 (s) Number of enforcement actions pertaining to each license
19 category.

20 (t) A description of the types of enforcement actions taken
21 against licensees.

22 (u) Number of administrative hearing adjudications pertaining
23 to each license type.

24 (v) A list of the fees charged for license applications,
25 license renewals, and registry cards.

26 Sec. 505. If the revenue collected by the department for
27 health systems administration from fees and collections exceeds the
28 amount appropriated in part 1, the revenue may be carried forward
29 into the subsequent fiscal year. The revenue carried forward under

1 this section shall be used as the first source of funds in the
2 subsequent fiscal year.

3 Sec. 506. Not later than February 1, the department shall
4 submit a report to the subcommittees, the senate and house fiscal
5 agencies, and state budget director providing the following
6 information:

7 (a) The total amount of reimbursements made to local units of
8 government for delegated inspections of fireworks retail locations
9 pursuant to section 11 of the Michigan fireworks safety act, 2011
10 PA 256, MCL 28.461, from the funds appropriated in part 1 for the
11 bureau of fire services during the preceding fiscal year.

12 (b) The amount of reimbursement for delegated inspections of
13 fireworks retail locations for each local unit of government that
14 received reimbursement from the funds appropriated in part 1 for
15 the bureau of fire services during the preceding fiscal year.

16 Sec. 507. (1) Beginning October 1, for the purpose of
17 defraying the costs associated with responding to false final
18 inspection appointments and to discourage the practice of calling
19 for final inspections when the project is incomplete or
20 noncompliant with a plan of correction previously provided by the
21 bureau of fire services, the bureau of fire services may assess a
22 fee not to exceed \$200.00 for responding to a second or subsequent
23 confirmed false inspection appointment. Fees collected under this
24 section shall be deposited into the restricted account referenced
25 by section 2c(2) of the fire prevention code, 1941 PA 207, MCL
26 29.2c, and explicitly identified within the statewide integrated
27 governmental management applications system.

28 (2) Not later than September 30, the department shall prepare
29 a report that provides the amount of the fee assessed under

1 subsection (1), the number of fees assessed and issued per region,
2 the cost allocation for the work performed and reduced as a result
3 of this section, and any recommendations for consideration by the
4 legislature. The department shall submit this information to the
5 state budget director, the subcommittees, and the senate and house
6 fiscal agencies.

7 Sec. 508. The department shall submit a report on the Michigan
8 automated prescription system to the senate and house
9 appropriations committees, the senate and house fiscal agencies,
10 and the state budget director by November 30. The report shall
11 include, but is not limited to, the following:

12 (a) Total number of licensed health professionals registered
13 to the Michigan automated prescription system.

14 (b) Total number of dispensers registered to the Michigan
15 automated prescription system.

16 (c) Total number of prescribers using the Michigan automated
17 prescription system.

18 (d) Total number of dispensers using the Michigan automated
19 prescription system.

20 (e) Number of cases related to overprescribing,
21 overdispensing, and drug diversion where the department took
22 administrative action as a result of information and data generated
23 from the Michigan automated prescription system.

24 (f) The number of hospitals, doctor's offices, pharmacies, and
25 other health facilities that have integrated the Michigan automated
26 prescription system into their electronic health records systems.

27 (g) Total number of delegate users registered to the Michigan
28 automated prescription system.

29 Sec. 509. From the amount appropriated in part 1 for bureau of

1 community and health systems administration, upon receipt of the
2 order of suspension of a licensed adult foster care home, home for
3 the aged, or nursing home, the department shall serve the facility
4 and provide contemporaneous notice to the offices of legislators
5 representing a district where the licensed facility is situated and
6 to the senate and house subcommittees on health and human services.

7 Sec. 510. Funds appropriated in part 1 for urban search and
8 rescue must be distributed by the bureau of fire services to
9 support activities by the Michigan Task Force 1 in response to
10 emergencies and other situations that require technical rescue
11 expertise and equipment.

12 13 **COMMISSIONS**

14 Sec. 801. If Byrne formula grant funding is awarded to the
15 Michigan indigent defense commission, the Michigan indigent defense
16 commission may receive and expend Byrne formula grant funds in an
17 amount not to exceed \$250,000.00 as an interdepartmental grant from
18 the department of state police. The Michigan indigent defense
19 commission, created under section 5 of the Michigan indigent
20 defense commission act, 2013 PA 93, MCL 780.985, may receive and
21 expend federal grant funding from the United States Department of
22 Justice in an amount not to exceed \$300,000.00 as other federal
23 grants.

24 Sec. 802. From the funds appropriated in part 1, the Michigan
25 indigent defense commission shall submit a report by September 30
26 to the senate and house appropriations subcommittees on licensing
27 and regulatory affairs, the senate and house fiscal agencies, and
28 the state budget director on the incremental costs associated with
29 the standard development process, the compliance plan process, and

1 the collection of data from all indigent defense systems and
2 attorneys providing indigent defense. Particular emphasis shall be
3 placed on those costs that may be avoided after standards are
4 developed and compliance plans are in place.

5
6 **GRANTS**

7 Sec. 901. (1) The department shall expend the funds
8 appropriated in part 1 for medical marihuana operation and
9 oversight grants for grants to counties for education and outreach
10 programs relating to the Michigan medical marihuana program
11 pursuant to section 6(1) of the Michigan Medical Marihuana Act, 2008
12 IL 1, MCL 333.26426. These grants shall be distributed
13 proportionately based on the number of registry identification
14 cards issued to or renewed for the residents of each county that
15 applied for a grant under subsection (2). For the purposes of this
16 subsection, operation and oversight grants are for education,
17 communication, and outreach regarding the Michigan Medical
18 Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430. Grants
19 provided under this section must not be used for law enforcement
20 purposes.

21 (2) Not later than December 1, the department shall post a
22 listing of potential grant money available to each county on its
23 website. In addition, the department shall work collaboratively
24 with counties regarding the availability of these grant funds. A
25 county requesting a grant shall apply on a form developed by the
26 department and available on its website. The form shall contain the
27 county's specific projected plan for use of the money and its
28 agreement to maintain all records and to submit documentation to
29 the department to support the use of the grant money.

1 (3) In order to be eligible to receive a grant under
2 subsection (1), a county shall apply not later than January 1 and
3 agree to report how the grant was expended and to provide that
4 report to the department not later than September 15. The
5 department shall submit a report not later than October 15 of the
6 subsequent fiscal year to the state budget director, the
7 subcommittees, and the senate and house fiscal agencies detailing
8 the grant amounts by recipient and the reported uses of the grants
9 in the preceding fiscal year.

10 Sec. 902. (1) The amount appropriated in part 1 for
11 firefighter training grants shall only be expended for payments to
12 counties to reimburse organized fire departments for firefighter
13 training and other activities required under the firefighters
14 training council act, 1966 PA 291, MCL 29.361 to 29.377.

15 (2) If the amount appropriated in part 1 for firefighter
16 training grants is expended by the firefighters training council,
17 established in section 3 of the firefighters training council act,
18 1966 PA 291, MCL 29.363, for payments to counties under section 14
19 of the firefighters training council act, 1966 PA 291, MCL 29.374,
20 it is the intent of the legislature that:

21 (a) The amount appropriated in part 1 for firefighter training
22 grants shall be allocated pursuant to section 14(2) of the
23 firefighters training council act, 1966 PA 291, MCL 29.374.

24 (b) If the amount allocated to any county under subdivision
25 (a) is less than \$5,000.00, the amounts disbursed to each county
26 under subdivision (a) shall be adjusted to provide for a minimum
27 payment of \$5,000.00 to each county.

28 (3) Not later than February 1, the department shall submit a
29 financial report to the subcommittees, the senate and house fiscal

agencies, and the state budget director identifying the following information for the preceding fiscal year:

(a) The amount of the payments that would be made to each county if the distribution formula described by the first sentence of section 14(2) of the firefighters training council act, 1966 PA 291, MCL 29.374, would have been utilized to allocate the total amount appropriated in part 1 for firefighter training grants.

(b) The amount of the payments approved by the firefighters training council for allocation to each county.

(c) The amount of the payments actually expended or encumbered within each county.

(d) A description of any other payments or expenditures made under the authority of the firefighters training council.

(e) The amount of payments approved for allocations to counties that was not expended or encumbered and lapsed back to the fireworks safety fund.

ARTICLE 10

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS

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

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions	9.0

Full-time equated classified positions	1,054.5

GROSS APPROPRIATION	\$ 217,688,100

1	Total interdepartmental grants and		
2	intradepartmental transfers	\$	101,800
3	ADJUSTED GROSS APPROPRIATION		217,586,300
4	Federal revenues:		
5	Total federal revenues		120,015,300
6	Special revenue funds:		
7	Total local revenues		0
8	Total private revenues		640,000
9	Total other state restricted revenues		21,336,700
10	State general fund/general purpose	\$	75,594,300
11	Sec. 102. MILITARY		
12	Full-time equated unclassified positions	9.0	
13	Full-time equated classified positions	371.0	
14	Unclassified salaries--FTEs	9.0	\$ 1,613,700
15	Departmentwide		1,803,600
16	Headquarters and armories--FTEs	86.0	20,966,100
17	Michigan youth challenge academy--FTEs	68.0	9,757,900
18	Military family relief fund		150,000
19	Military retirement		875,000
20	Military training sites and support facilities--		
21	-FTEs	215.0	41,317,800
22	National guard operations		298,200
23	National guard tuition assistance fund--FTEs	2.0	6,515,200
24	Starbase grant		2,322,000
25	GROSS APPROPRIATION	\$	85,619,500
26	Appropriated from:		
27	Interdepartmental grant revenues:		
28	IDG - state police		101,800

1	Federal revenues:		
2	DOD - DOA - NGB		60,475,100
3	Federal counternarcotics revenues		100,000
4	Special revenue funds:		
5	Private donations		90,000
6	Billeting fund		1,375,000
7	Military family relief fund		150,000
8	Morale, welfare, and recreation fund		100,000
9	Rental fees		192,100
10	Test project fees		100,000
11	State general fund/general purpose	\$	22,935,500
12	Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY		
13	Full-time equated classified positions	52.0	
14	County veteran service fund	\$	4,000,000
15	Michigan veterans affairs agency		
16	administration--FTEs	44.0	7,458,600
17	Veterans trust fund administration--FTEs	8.0	1,142,900
18	Veterans trust fund grants		2,500,000
19	Veterans service grants		3,835,500
20	GROSS APPROPRIATION	\$	18,937,000
21	Appropriated from:		
22	Special revenue funds:		
23	Private donations		10,000
24	Michigan veterans trust fund		3,642,900
25	Veterans license plate fund		50,000
26	State general fund/general purpose	\$	15,234,100
27	Sec. 104. MICHIGAN VETERANS FACILITY AUTHORITY		
28	Full-time equated classified positions	631.5	

1	Chesterfield Township home for veterans--FTEs	115.0	\$	20,937,000
2	D.J. Jacobetti home for veterans--FTEs	200.0		24,639,200
3	Grand Rapids home for veterans--FTEs	298.5		22,889,900
4	Information technology services and projects			1,405,200
5	Michigan veterans facility authority			634,100
6	Michigan veteran homes administration--FTEs	18.0		3,005,200
7	Veterans cemetery			85,200
8	GROSS APPROPRIATION		\$	73,595,800
9	Appropriated from:			
10	Federal revenues:			
11	DVA - VHA			21,078,900
12	HHS - HCFA title XVIII, medicare			1,376,000
13	HHS - HCFA title XIX, medicaid			4,996,700
14	Special revenue funds:			
15	Private - veterans' home post and posthumous			540,000
16	Income and assessments			14,166,700
17	State general fund/general purpose		\$	31,437,500
18	Sec. 105. CAPITAL OUTLAY			
19	Armory maintenance		\$	1,000,000
20	Land and acquisitions			1,000,000
21	Special maintenance - National Guard			30,000,000
22	Special maintenance - veterans homes			500,000
23	GROSS APPROPRIATION		\$	32,500,000
24	Appropriated from:			
25	Federal revenues:			
26	DOD - DOA - NGB			30,000,000
27	Special revenue funds:			
28	Michigan national guard construction fund			1,000,000

1	State general fund/general purpose	\$	1,500,000
2	Sec. 106. INFORMATION TECHNOLOGY		
3	Information technology services and projects	\$	579,800
4	GROSS APPROPRIATION	\$	579,800
5	Appropriated from:		
6	Federal revenues:		
7	DOD - DOA - NGB		157,600
8	State general fund/general purpose	\$	422,200
9	Sec. 107. ONE-TIME APPROPRIATIONS		
10	Grand Rapids home for veterans transition	\$	6,456,000
11	GROSS APPROPRIATION	\$	6,456,000
12	Appropriated from:		
13	Federal revenues:		
14	HHS - HCFA title XVIII, medicare		110,000
15	HHS - HCFA title XIX, medicaid		1,000
16	DVA - VHA		1,720,000
17	Special revenue funds:		
18	Income and assessments		520,000
19	Lease revenue		40,000
20	State general fund/general purpose	\$	4,065,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year ending September 30, 2022 is \$96,931,000.00 and state spending from state sources to be paid to

local units of government for fiscal year ending September 30, 2022 is \$4,136,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

County veteran service fund	\$	4,000,000
Michigan veterans affairs agency administration		90,000
Military training sites and support facilities		46,500
TOTAL	\$	4,136,500

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

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

(a) "CENA" means competency evaluated nursing assistant.

(b) "Core services" means that term as defined in section 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

(c) "Department" means the department of military and veterans affairs.

(d) "Director" means the director of the department.

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

(f) "HVAC" means heating, ventilation, and air conditioning.

(g) "IDG" means interdepartmental grant.

(h) "Michigan veterans' facility authority" means the authority created under section 3 of the Michigan veterans' facility authority act, 2016 PA 560, MCL 36.103.

(i) "MVAA" means the Michigan veterans affairs agency.

(j) "MVH" means the Michigan veteran homes.

(k) "Subcommittees" means the subcommittees of the senate and house appropriations committees with jurisdiction over the budget

1 of the department.

2 (l) "Support services" means an activity, such as information
3 technology, accounting, human resources, legal, and other support
4 functions that are required to support the ongoing delivery of core
5 services.

6 (m) "USDVA" means the United States Department of Veterans
7 Affairs.

8 (n) "USDVA-VHA" means the USDVA Veterans Health
9 Administration.

10 (o) "VSO" means veterans service organization.

11 (p) "Work project" means that term as defined in section 404
12 of the management and budget act, 1984 PA 431, MCL 18.1404, and
13 that meets the criteria in section 451a(1) of the management and
14 budget act, 1984 PA 431, MCL 18.1451a.

15 Sec. 204. The department and agencies receiving appropriations
16 in part 1 shall use the internet to fulfill the reporting
17 requirements of this part. This requirement shall include
18 transmission of reports via email to the recipients identified for
19 each reporting requirement, and it shall include placement of
20 reports on an 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:

23 (a) Funds appropriated in part 1 shall not be used for the
24 purchase of foreign goods or services, or both, if competitively
25 priced and of comparable quality American goods or services, or
26 both, are available.

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

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

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

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

23 (a) The dates of each travel occurrence.

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

29 Sec. 208. Funds appropriated in part 1 shall not be used by a

1 principal executive department, state agency, or authority to hire
2 a person to provide legal services that are the responsibility of
3 the attorney general. This prohibition does not apply to legal
4 services for bonding activities and for those outside services that
5 the attorney general authorizes.

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

15 Sec. 210. (1) In addition to the funds appropriated in part 1,
16 there is appropriated an amount not to exceed \$8,600,000.00 for
17 federal contingency authorization. These funds are not available
18 for expenditure until they have been transferred to another line
19 item in part 1 under section 393(2) of the management and budget
20 act, 1984 PA 431, MCL 18.1393.

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

27 (3) In addition to the funds appropriated in part 1, there is
28 appropriated an amount not to exceed \$250,000.00 for local
29 contingency authorization. These funds are not available for

1 expenditure until they have been transferred to another line item
2 in part 1 under section 393(2) of the management and budget act,
3 1984 PA 431, MCL 18.1393.

4 (4) In addition to the funds appropriated in part 1, there is
5 appropriated an amount not to exceed \$100,000.00 for private
6 contingency authorization. These funds are not available for
7 expenditure until they have been transferred to another line item
8 in part 1 under section 393(2) of the management and budget act,
9 1984 PA 431, MCL 18.1393.

10 Sec. 211. From the funds appropriated in part 1, the
11 department shall provide to the department of technology,
12 management, and budget information sufficient to maintain a
13 searchable website accessible by the public at no cost that
14 includes, but is not limited to, all of the following for each
15 department or agency:

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

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

18 (c) Fiscal year-to-date payments to a selected vendor,
19 including the vendor name, payment date, payment amount, and
20 payment description.

21 (d) The number of active department employees by job
22 classification.

23 (e) Job specifications and wage rates.

24 Sec. 212. Within 14 days after the release of the executive
25 budget recommendation, the department shall provide to the state
26 budget office information sufficient to provide the senate and
27 house appropriations chairs, the senate and house appropriations
28 subcommittees chairs, and the senate and house fiscal agencies with
29 an annual report on estimated state restricted fund balances, state

1 restricted fund projected revenues, and state restricted fund
2 expenditures for the fiscal years ending September 30, 2021 and
3 September 30, 2022.

4 Sec. 213. The department shall maintain, on a publicly
5 accessible website, a department scorecard that identifies, tracks,
6 and regularly updates key metrics that are used to monitor and
7 improve the department's performance.

8 Sec. 214. Total authorized appropriations from all sources
9 under part 1 for legacy costs for the fiscal year ending September
10 30, 2022 are estimated at \$18,414,700.00. From this amount, total
11 agency appropriations for pension-related legacy costs are
12 estimated at \$10,316,900.00. Total agency appropriations for
13 retiree health care legacy costs are estimated at \$8,097,800.00.

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

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

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

29 (b) A comparison by line item of the number of FTEs authorized

1 from funds appropriated in part 1 to the actual number of FTEs
2 employed by the department at the end of the reporting period.

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

8 (a) Number of employees that were engaged in remote work in
9 2021.

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

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

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

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

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

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

1 reports unless otherwise required by federal and state guidelines.

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

8 Sec. 221. The department shall provide biannual reports to the
9 subcommittees, the senate and house fiscal agencies, and the state
10 budget office, which shall provide the following data:

11 (a) A list of all major work projects, including a status
12 report of each project.

13 (b) The department's financial status, featuring a report of
14 budgeted versus actual expenditures by part 1 line item including a
15 year-end projection of budget requirements.

16 (c) The number of active employees at the close of the
17 reporting period by job classification and departmental branch of
18 service.

19 Sec. 222. The appropriations in part 1 are for the core
20 services, support services, and work projects of the department,
21 including, but not limited to, the following core services:

22 (a) Armories and joint force readiness.

23 (b) National Guard training facilities and air bases.

24 (c) Michigan youth challenge academy.

25 (d) Military family relief fund.

26 (e) Starbase grant.

27 (f) National Guard tuition assistance program.

28 (g) Michigan veterans affairs agency administration.

29 (h) Veterans service grants.

1 (i) Veterans' trust fund administration.

2 (j) Veterans' trust fund grants.

3 (k) County veteran service fund.

4 (l) Michigan veterans' facility authority.

5 (m) Michigan veterans homes.

6 Sec. 223. The appropriations in part 1 for capital outlay
7 shall be carried forward at the end of the fiscal year consistent
8 with section 248 of the management and budget act, 1984 PA 431, MCL
9 18.1248.

10 Sec. 224. Sixty days prior to the public announcement of the
11 intention to sell any department real property, the department
12 shall submit notification of that intent to the subcommittees and
13 the senate and house fiscal agencies.

14 Sec. 225. The department shall report to the subcommittees
15 tentative plans for the required payment of any court judgment
16 against the department, as soon as those plans are developed. The
17 report must include, but is not limited to, all of the following
18 information:

19 (a) A listing of all known court judgments that would result
20 in a financial obligation for the department.

21 (b) The amount of time in which each of those financial
22 obligations must be met.

23 (c) The proposed budget line items from which a payment for a
24 court judgment of \$100,000.00 or more would be made.

25 (d) The estimated impact of the loss of revenue on the
26 programs funded by the line items from which payments would be
27 made.

28 Sec. 226. (1) Money privately donated to the department for
29 the Grand Rapids home for veterans, D.J. Jacobetti home for

1 veterans, or Chesterfield Township home for veterans in excess of
2 the appropriation in part 1 is appropriated and may be used for the
3 purpose designated by the private source, if specified.

4 (2) The department must notify the subcommittees and the house
5 and senate fiscal agencies of the receipt of a donation under this
6 subsection within 14 calendar days of receiving the donation. The
7 notification must include the amount of the donation and the
8 purpose for which the funds will be expended, if known.

9 Sec. 227. (1) From the funds appropriated in part 1, the
10 department and agencies that receive funding shall do all of the
11 following:

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

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

24 (c) By February 1, report to the house and senate
25 appropriations subcommittees on the department budget, the house
26 and senate fiscal agencies, the house and senate policy offices,
27 and the state budget office on the total amount of severance pay
28 remitted to former department or agency employees during the fiscal
29 year ending September 30, 2021 and the total number of former

1 department or agency employees that were remitted severance pay
2 during the fiscal year ending September 30, 2021.

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

8 Sec. 228. Any department, agency, board, commission,
9 subdivision, or other executive branch entity or official of this
10 state that receives funding under part 1 shall not do the
11 following:

12 (a) Require as a condition of accessing any state services or
13 facilities that an individual provide proof he or she has received
14 a COVID-19 vaccine.

15 (b) Produce, develop, and issue a COVID-19 vaccine passport
16 for the purpose of certifying that an individual has received a
17 COVID-19 vaccine.

18 (c) Provide information of an individual's COVID-19 vaccine
19 status to any person, company, or governmental entity for inclusion
20 in a COVID-19 vaccine passport.

21
22 **MILITARY**

23 Sec. 301. (1) From the funds appropriated in part 1, there is
24 funding to support unclassified employee positions as authorized by
25 section 5 of article XI of the state constitution of 1963.

26 (2) The department shall report quarterly to the subcommittees
27 and house and senate fiscal agencies a list of the current
28 unclassified positions, which shall include the official titles and
29 responsibilities of each position.

1 (3) Upon the department being granted a request for an
2 additional unclassified employee position from the civil service
3 commission, or for any substantive changes to the duties of an
4 existing unclassified employee position, the department shall
5 notify the subcommittees and the senate and house fiscal agencies
6 within 15 days.

7 Sec. 302. (1) From the funds appropriated in part 1 for
8 military operations, effective and efficient executive direction
9 and administrative leadership shall be provided to the department.

10 (2) The department shall operate and maintain National Guard
11 armories.

12 (3) The department shall evaluate armories and submit a report
13 biannually, on the status of the armories.

14 (4) The department shall maintain a system to measure the
15 condition and adequacy of the armories.

16 (5) The Michigan Army National Guard and Air National Guard
17 shall work to provide a culture that is free of sexual assault,
18 through an environment of prevention, education and training,
19 response capability, victim support, reporting procedures, and
20 appropriate accountability that enhances the safety and well-being
21 of all guard members.

22 (6) By December 1, the department shall report the following
23 information to the subcommittees, the senate and house fiscal
24 agencies, and the state budget office:

25 (a) An assessment of the grounds and facilities of each armory
26 to objectively measure and determine the current facility condition
27 and capability to support authorized manpower, unit training, and
28 operations.

29 (b) Recommendations for the placement of new armories, the

1 relocation or consolidation of existing armories, or a change in
2 the mission of units assigned to armories to ideally position the
3 National Guard in current or projected population centers.

4 (c) Recommendations for the enhanced use of armories to
5 facilitate family support programs during deployments.

6 (d) An analysis of the feasibility, potential costs, and
7 benefits of use of armories shared with other local, state, or
8 federal agencies to improve responses to local emergencies as well
9 as the community support provided to armories.

10 (e) An investment strategy and proposed funding amounts in a
11 prioritized project list to correct the most critical facility
12 shortfalls across the inventory of armories in this state.

13 Sec. 303. (1) The department shall maintain the Michigan youth
14 challenge academy to provide values, skills, education, and self-
15 discipline instruction for at-risk youth as provided under 32 USC
16 509.

17 (2) The department shall take steps to recruit candidates to
18 the challenge academy from economically disadvantaged areas,
19 including those with low-income and high-unemployment backgrounds.

20 (3) The department shall partner with the department of health
21 and human services to identify youth who may be eligible for the
22 challenge academy from those youth served by department of health
23 and human services programs. These eligible youth shall be given
24 priority for enrollment in the academy.

25 (4) The department shall maintain the staffing and resources
26 necessary to train and graduate at least 114 students per cohort
27 (228 annually).

28 (5) The department shall ensure individual academic success as
29 measured by the number of individuals who have received a general

1 equivalency diploma, high school diploma, or high school credit
2 recovery or by the improvement of tests of adult basic education
3 scores, or both.

4 (6) Any unexpended private donations to support the Michigan
5 youth challenge academy at the close of this fiscal year shall not
6 lapse to the general fund but shall be carried forward to the
7 subsequent fiscal year.

8 Sec. 304. (1) The department shall provide grants for
9 disbursement from the military family relief fund, as provided
10 under the military family relief fund act, 2004 PA 363, MCL 35.1211
11 to 35.1216, and R 200.5 to R 200.95 of the Michigan Administrative
12 Code.

13 (2) The department shall provide information on the revenues,
14 expenditures for advertising and assistance grants, and fund
15 balance of the Michigan military family relief fund, biannually.

16 (3) From the funds appropriated in part 1, the department
17 shall provide sufficient staffing and other resources to provide
18 outreach to the Michigan families of members of the reserve
19 component of the Armed Forces of the United States called into
20 active duty and to support the processing and approval of grant
21 applications for this fiscal year under the Michigan military
22 relief fund and report those applications biannually.

23 Sec. 305. (1) The department shall provide Army and Air
24 National Guard forces, when directed, for state and local
25 emergencies and in support of national military requirements.

26 (2) The department shall operate and maintain Army National
27 Guard training facilities, including Fort Custer and Camp Grayling.

28 (3) The department shall maintain a system that measures the
29 condition and adequacy of air facilities using both quality and

1 functionality criteria.

2 (4) The department shall operate and maintain Air National
3 Guard air bases, including Selfridge Air National Guard base,
4 Battle Creek Air National Guard base, and Alpena combat readiness
5 training center.

6 (5) The department shall provide the following information
7 biannually:

8 (a) The apportioned and assigned strength of the Michigan Army
9 National Guard.

10 (b) The apportioned and assigned strength of the Michigan Air
11 National Guard.

12 (c) Recruiting, retention, and attrition data, including
13 measurement against stated performance goals, for the Michigan Army
14 National Guard.

15 (d) Recruiting, retention, and attrition data, including
16 measurement against stated performance goals, for the Michigan Air
17 National Guard.

18 Sec. 306. There is created and established under the
19 jurisdiction and control of the department a revolving account to
20 be known as the billeting fund account. All of the fees and other
21 revenues generated from the operation of the chargeable transient
22 quarters program shall be deposited in the billeting fund account.
23 Appropriations will be made from the account for the support of
24 program operations and the maintenance and operations of the
25 chargeable transient quarters program and will not exceed the
26 estimated revenues for the fiscal year in which they are made,
27 together with unexpended balances from prior years. The department
28 shall submit an annual report of operations and expenditures
29 regarding the billeting fund account to the appropriations

1 committees of the senate and house of representatives, the senate
2 and house fiscal agencies, and the state budget office at the end
3 of the fiscal year.

4 Sec. 307. (1) The department shall maintain a National Guard
5 tuition assistance program under section 3 of the Michigan national
6 guard tuition assistance act, 2014 PA 259, MCL 32.433, for eligible
7 persons as defined in section 2 of the Michigan national guard
8 tuition assistance act, 2014 PA 259, MCL 32.432.

9 (2) The objective of the National Guard tuition assistance
10 program is to bolster military readiness by increasing recruitment
11 and retention of Michigan Army and Air National Guard service
12 members, to fill federally authorized strength levels for the
13 state, to improve the Michigan Army and Air National Guard's
14 competitive draw from other military enlistment options in the
15 state, to enhance the ability of the Michigan Army and Air National
16 Guard to compete for members and federal dollars with surrounding
17 states, and to increase the pool of eligible candidates within the
18 Michigan Army and Air National Guard to become commissioned
19 officers.

20 (3) The department shall make efforts to increase the number
21 of national guard members who have received a credential or are
22 still enrolled in the Michigan National Guard tuition assistance
23 program after their initial term of enlistment with the goal of 55%
24 of program participants, or at the current 4-year college
25 graduation rate in Michigan, whichever is higher. To evaluate the
26 effectiveness of the program, the department shall monitor the
27 number of new recruits and new reenlistments and the percentage of
28 those who become participants in the program to determine whether
29 the percentage of authorized Michigan Army and Air National Guard

1 strength obtained and retained is competitive in comparison with
2 the neighboring army and air national guards from Illinois,
3 Indiana, Ohio, and Wisconsin.

4 (4) Not later than March 1, the department shall provide a
5 report to the subcommittees on the Michigan National Guard tuition
6 assistance program. The report shall include the number of guard
7 members receiving tuition assistance, where those guard members
8 received education or training under the program, the average
9 amount of financial assistance received, the total funds spent on
10 the program, and, in the opinion of the department, after those
11 expenditures, whether any unmet needs remained. The report shall
12 also include performance data regarding the number of members
13 denied benefits from the program. The report shall include, but is
14 not limited to, all of the following information:

15 (a) The total number of applications for tuition assistance
16 denied.

17 (b) A delineated list of the grounds for denial and the number
18 of the total applicable to each reason for denial.

19 (c) A list of specific actions undertaken to increase the
20 opportunities for expanding qualified educational and training
21 programs.

22 (d) A list of any educational and training programs removed
23 from eligibility and the rationale for their removal.

24 (e) An explanation of any identified barriers to the
25 successful utilization of funds appropriated in part 1 for the
26 National Guard tuition assistance fund and applicable proposals for
27 legislative action to address those barriers.

28 (5) The general fund/general purpose funds appropriated in
29 part 1 for the National Guard tuition assistance fund shall be

1 deposited to the restricted Michigan National Guard tuition
2 assistance fund created in section 4 of the Michigan National Guard
3 tuition assistance act, 2014 PA 259, MCL 32.434. All funds in the
4 restricted Michigan National Guard tuition assistance fund are
5 appropriated and available for expenditure to support the Michigan
6 National Guard tuition assistance program.

7 Sec. 308. The department shall maintain the starbase program
8 at Air National Guard facilities, as provided under 10 USC 2193b,
9 to improve the knowledge, skills, and interest of students,
10 primarily in the fifth grade, in math, science, and technology. The
11 starbase program is to specifically target minority and at-risk
12 students for participation.

13 Sec. 309. There is created and established under the
14 jurisdiction and control of the department a revolving account to
15 be known as the test project fees account. All of the fees and
16 other revenues generated from the operation of the test project
17 program shall be deposited in the test project fees fund account.
18 Funds in the account shall be available for expenditure for the
19 support of program operations as appropriated in part 1. Money
20 remaining in the account at the end of the year shall not lapse and
21 shall carry forward to the subsequent fiscal year.

22 Sec. 310. The morale, welfare, and recreation fund is created
23 within the state treasury. The state treasurer may receive money or
24 other assets from any source for deposit into the fund. The state
25 treasurer shall direct the investment of the fund. The state
26 treasurer shall credit to the fund interest and earnings from fund
27 investments. The department shall be the administrator of the fund
28 for auditing purposes. All of the fees and other revenues generated
29 from the operation of the morale, welfare, and recreation program

1 shall be deposited in the morale, welfare, and recreation fund
2 account. Money in the fund shall be available for expenditure for
3 the support of program operations as appropriated in part 1. Money
4 remaining in the fund at the end of the year shall not lapse and
5 shall carry forward to the subsequent fiscal year.

6 Sec. 311. There is created and established under the
7 jurisdiction and control of the department a revolving account to
8 be known as the rental fees account. All of the fees and other
9 revenues generated from the operation of the rental fees program
10 shall be deposited in the rental fees fund account. Money in the
11 account shall be available for expenditure for the support of
12 program operations as appropriated in part 1. Money remaining in
13 the account at the end of the year shall not lapse and shall carry
14 forward to the subsequent fiscal year.

15 Sec. 312. On October 1, 2021, the department shall send a
16 report to the subcommittees and the house and senate fiscal
17 agencies on the amount of funds from appropriations in part 1 that
18 will be made available to the Michigan volunteer defense force in
19 the current fiscal year and any restrictions and stipulations made
20 on those funds. The report must include an explanation for the
21 amount of funds made available to the Michigan volunteer defense
22 forces and for any restrictions or stipulations made on those
23 funds.

24
25 **MICHIGAN VETERANS AFFAIRS AGENCY**

26 Sec. 404. (1) Money privately donated to the department for
27 the Michigan veterans affairs agency administration in excess of
28 the appropriation in part 1 is appropriated and may be used for the
29 purpose designated by the private source, if specified.

1 (2) The department must notify the subcommittees and the house
2 and senate fiscal agencies of the receipt of a donation under this
3 subsection within 14 calendar days of receiving the donation. The
4 notification must include the amount of the donation and the
5 purpose for which the funds will be expended, if known.

6 Sec. 405. (1) The MVAA shall provide a report biannually on
7 the financial status of the Michigan veterans' trust fund,
8 including the number and amount of emergency grants, state
9 operating and administrative expenses, and county administrative
10 expenses.

11 (2) The Michigan veterans' trust fund board together with the
12 agency shall maintain the staffing and resources necessary to
13 process a minimum of 2,000 applications for veterans' trust fund
14 emergency grants.

15 (3) The Michigan veterans' trust fund board together with the
16 MVAA shall provide emergency grants for disbursement from the
17 Michigan veterans' trust fund, as provided under the following
18 program authorities:

19 (a) Sections 37, 38, and 39 of article IX of the state
20 constitution of 1963.

21 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

22 (c) R 35.1 to R 35.7 of the Michigan Administrative Code.

23 (d) R 35.621 to R 35.623 of the Michigan Administrative Code.

24 (4) No later than February 1, the MVAA shall provide a
25 detailed report of the Michigan veterans' trust fund that includes,
26 for the immediately preceding fiscal year, information on grants
27 provided from the emergency grant program, including details
28 concerning the methodology of allocations, the selection of
29 emergency grant program authorized agents, a description of how the

1 emergency grant program is administered in each county, and a
2 detailed breakdown of trust fund expenditures for that year,
3 including the amount distributed to each county for operating
4 costs, administrative costs and emergency grants. The report shall
5 also include the number of approved applications, by category of
6 assistance, and the number of denied applications, by reason of
7 denial. The report shall also provide an update on the department's
8 efforts to reduce program administrative costs and maintain the
9 Michigan veterans' trust fund corpus at or above its original
10 amount of at least \$50,000,000.00.

11 Sec. 406. (1) The MVAA shall provide outreach services to
12 Michigan veterans to advise them on the benefits to which they are
13 entitled, as provided under Executive Reorganization Order No.
14 2013-2, MCL 32.92. The MVAA shall also do the following:

15 (a) Develop and operate an outreach program that communicates
16 benefit eligibility information to at least 50% of Michigan's
17 population of veterans, as assessed by annual census estimates,
18 with a goal of reaching 100% and enabling 100% to access benefit
19 information online.

20 (b) Communicate veteran benefit information pertaining to the
21 Michigan military family relief fund, Michigan veterans' trust
22 fund, and USDVA health, financial, and memorial benefits to which
23 veterans are entitled.

24 (c) Provide sufficient staffing and other resources to approve
25 requests for military discharge certificates (DD-214) annually.

26 (d) Continue the process to digitize all medical records,
27 military discharge documents, and burial records that are currently
28 on paper and microfilm.

29 (e) Provide a report biannually on the MVAA's performance on

1 the performance measures, outcomes, and initiatives developed by
2 the agency in the strategic plan required by section 501 of 2013 PA
3 9.

4 (f) Provide a report biannually to the subcommittees, the
5 senate and house fiscal agencies, and the state budget office
6 providing, to the extent known, data on the estimated number of
7 homeless veterans, by county, in this state.

8 (g) Provide the percentage of Michigan veterans contacted
9 through its outreach programs, with a goal of 90%, and report that
10 percentage to the subcommittees biannually on the status of
11 outreach.

12 (2) From the funds appropriated in part 1, the MVAA shall
13 provide for the regional coordination of services, as follows:

14 (a) The MVAA shall coordinate with veteran benefit counselors
15 throughout a specified region.

16 (b) The MVAA shall coordinate services with the department of
17 health and human services and the department of corrections.

18 (c) The MVAA shall coordinate with regional workforce and
19 economic development agencies.

20 (d) The MVAA shall coordinate activities among local
21 foundations, nonprofit organizations, and community groups to
22 improve accessibility, enrollment, and utilization of the array of
23 health care, education, employment assistance, and quality of life
24 services provided at the local level.

25 (e) The MVAA may work with MVAA service officers, county
26 veteran counselors, VSO service officers, and other service
27 providers to incorporate the provision of information relating to
28 mental health care resources into their daily operations to aid
29 veterans in understanding the mental health care support services

1 they may be eligible to receive.

2 (f) The MVAA shall coordinate with the department of health
3 and human services to identify Medicaid recipients who are veterans
4 and who may be eligible for federal veterans health care benefits
5 or other benefits, to the extent that the identification does not
6 violate applicable confidentiality requirements.

7 (g) The MVAA shall collaborate with the department of
8 corrections to create and maintain a process by which prisoners can
9 obtain a copy of their DD-214 form or other military discharge
10 documentation if necessary.

11 (h) The MVAA shall ensure that all MVAA service officers and
12 VSO service officers receive appropriate training in processing
13 applications for benefits payable to veterans due to military
14 sexual trauma, post-traumatic stress disorder, depression, anxiety,
15 substance abuse, or other mental health issues.

16 (3) The MVAA shall provide claims processing services to
17 Michigan veterans in support of benefit claims submitted to the
18 USDVA for the health, financial, and memorial benefits for which
19 they are eligible, and shall do both of the following:

20 (a) Report biannually on the number of benefit claims, by
21 type, submitted to the USDVA by MVAA.

22 (b) Maintain the staffing and resources necessary to process a
23 minimum of 500 claims per year.

24 (4) The MVAA shall maintain staffing and resources necessary
25 to develop and implement a process to ensure that all county
26 counselors receive the training and accreditation necessary to
27 provide quality services to veterans. The MVAA shall report
28 information biannually on the number and percentage of county
29 veterans counselors trained by the MVAA, and the number and

1 percentage who received funding from the MVAA to attend training,
2 with an overall goal of 100% of county veterans counselors trained.

3 (5) From the funds appropriated in part 1 for MVAA, the MVAA
4 is authorized to expend up to \$50,000.00 to hire legal services to
5 represent veterans benefit cases before federal court to maintain
6 accreditation under 38 CFR 14.628(d)(1)(iv).

7 Sec. 407. (1) The MVAA shall disburse grants to achieve agency
8 goals and performance objectives in partnership with counties,
9 VSOs, and tribal governments. Grants will be disbursed to fund
10 programs and projects that are determined by the agency to meet
11 agency performance objectives and ensure that grantees communicate
12 the availability of emergency grants through the Michigan veterans'
13 trust fund. In disbursing grants, the MVAA shall do all of the
14 following:

15 (a) Ensure that each grantee is issued performance standards.

16 (b) Ensure that each grantee uses those funds for veterans
17 advocacy and outreach.

18 (c) Monitor the performance of each grantee.

19 (d) Require each grantee to report not less than quarterly on
20 services provided to veterans and account for all grant fund
21 expenditures.

22 (e) Require that each grantee report not less than quarterly
23 both of the following:

24 (i) The number and type of claims originated and submitted by
25 the grantee to the USDVA.

26 (ii) The number and type of claims originated by an
27 organization other than the grantee and submitted by the grantee to
28 the USDVA.

29 (f) Promulgate monthly benchmark requirements, based upon

1 contractual obligations, that each grantee must meet and require
2 each grantee to report on achieving the benchmark requirements not
3 less than quarterly to the MVAA, in order to ensure that each
4 grantee meets MVAA veteran service goals.

5 (g) Assess the accuracy rate of claims reported by grantees
6 and the attendance rate of grantees, based upon contractual
7 obligations.

8 (h) Ensure that each grantee adheres to the MVAA approved
9 schedule of operations.

10 (i) Report biannually to the subcommittees and senate and
11 house fiscal agencies on grantee operations monitored under this
12 subsection.

13 (2) Grants awarded to a VSO by the MVAA shall provide for the
14 following, as developed by the MVAA:

15 (a) The provision of service to veterans statewide, using a
16 regional service delivery model, with services provided at
17 specified locations and times, including service provided in state
18 correctional facilities.

19 (b) The payment of an hourly service rate that shall be set
20 annually by MVAA based on funds appropriated in part 1.

21 (c) A specified number of service hours within each geographic
22 region of this state, with a statewide goal based on both
23 appropriations for the current fiscal year for the grant programs
24 and the hourly service rate under subdivision (b). The statewide
25 goal will include service hours provided to eligible incarcerated
26 veterans within 1 year of their earliest release date.

27 (d) Use of an MVAA-designated internet-based claims data
28 system.

29 (3) Biannually, the MVAA shall report a summary of activities

1 supported through the appropriation in part 1 for grants, including
2 the amount of expenditures to date, number of service hours, number
3 of claims for benefits submitted by type of claim, and other
4 information deemed appropriate by the MVAA.

5 Sec. 409. (1) The department shall enter into an interagency
6 agreement in cooperation with the department of health and human
7 services in order to work with the federal public assistance
8 reporting information system to identify Medicaid recipients who
9 are veterans and who may be eligible for federal veterans' health
10 care benefits or other benefits. The interagency agreement shall
11 include the specific outcome and performance reporting requirements
12 described in this section. The interagency agreement shall require
13 the department to provide all of the following items by January 1
14 for the current fiscal year to the subcommittees, the senate and
15 house fiscal agencies, and the policy offices:

16 (a) The number of veterans identified by the department of
17 health and human services through eligibility determinations.

18 (b) The number of veterans referred to the department.

19 (c) The number of referrals made by the department of health
20 and human services that were contacted by the department.

21 (d) The number of referrals made to the department that were
22 eligible for veterans health care benefits or other benefits.

23 (e) The specific actions and efforts undertaken by the
24 department of health and human services and the department to
25 identify female veterans who are applying for public assistance
26 benefits, but who are eligible for veterans benefits.

27 (2) By October 1 of the current fiscal year, the department of
28 health and human services shall change the public assistance
29 application form from asking whether the prospective applicant was

1 a veteran to asking whether the applicant had ever served in the
2 military.

3 (3) This section does not prohibit the department from
4 entering into interagency agreements with any other public
5 department or agency in this state in order to obtain the
6 information detailed in subsection (1).

7 Sec. 410. (1) The general fund/general purpose funds
8 appropriated in part I for the county veteran service fund shall be
9 deposited to the restricted county veteran service fund created in
10 section 3a of 1953 PA 192, MCL 35.623a. All funds in the restricted
11 county veteran service fund are appropriated and available for
12 expenditure to support county veteran service grants.

13 (2) From the funds appropriated in part 1 for the county
14 veteran service fund, \$200,000.00 shall be allocated to the MVAA to
15 be used to cover costs associated with administering and providing
16 technical assistance to counties for this grant program.

17
18 **MICHIGAN VETERANS FACILITY AUTHORITY**

19 Sec. 452. (1) The MVH and the Michigan veterans' facility
20 authority shall provide compassionate and quality nursing and
21 domiciliary care services at the Grand Rapids, D.J. Jacobetti, and
22 Chesterfield Township homes for veterans so that members can
23 achieve their highest potential of wellness, independence, self-
24 worth, and dignity.

25 (2) From the funds appropriated in part 1, the department
26 shall provide resources necessary to provide nursing care services
27 to veterans in accordance with federal standards and provide the
28 results of the annual USDVA survey and certification as proof of
29 compliance.

1 (3) Appropriations in part 1 for a home operated by the MVH
2 and the D.J. Jacobetti and Chesterfield Township homes for veterans
3 shall not be used for any purpose other than for veterans and
4 veterans' families.

5 (4) Any contractor providing mental health services to the
6 Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for
7 veterans shall utilize mental health interventions that have been
8 shown to be effective with the conditions they are treating, in
9 accordance with evidence-based best practices supported by the
10 USDVA-VHA, United States Department of Defense, the Substance Abuse
11 and Mental Health Services Administration, the American
12 Psychological Association, and the National Association of Social
13 Workers.

14 (5) Any contractor providing CENAs to a home operated by the
15 MVH shall ensure that each CENA has at least 8 hours of training on
16 information provided by the home.

17 (6) Any contractor providing CENAs to a home operated by the
18 MVH shall ensure that each CENA has at least one 8-hour shift of
19 shadowing at the veterans' home.

20 (7) Any contractor providing CENAs to a home operated by the
21 MVH shall ensure that each CENA is competent in the basic skills
22 needed to perform his or her assigned duties at the home.

23 (8) A home operated by the MVH shall provide each CENA at
24 least 12 hours of in-service training once that individual has been
25 assigned to the home.

26 (9) All complaints of abusive or neglectful care at the Grand
27 Rapids, D.J. Jacobetti, and Chesterfield Township homes for
28 veterans by a resident member, a resident member's family or legal
29 guardian, or staff of the veterans' homes received by a supervisor

1 shall be referred to the director of nursing or his or her designee
2 upon receipt of the complaint. The director of nursing or his or
3 her designee shall report on not less than a monthly basis, except
4 that the Michigan veterans' facility authority may specify a more
5 frequent reporting period to the home administrator, Michigan
6 veterans' facility authority, agency, subcommittees, senate and
7 house fiscal agencies, and state budget office the following
8 information:

9 (a) A description of the process by which resident members and
10 others may file complaints of alleged abuse or neglect at the Grand
11 Rapids, D.J. Jacobetti, and Chesterfield Township homes for
12 veterans.

13 (b) Summary statistics on the number and general nature of
14 complaints of abuse or neglect.

15 (c) Summary statistics on the final disposition of complaints
16 of abuse or neglect received.

17 (10) The MVH shall provide an on-site, board-certified
18 psychiatrist for all resident members with mental health disorders
19 in order to ensure that those resident members receive needed
20 services in a professional and timely manner. The MVH shall provide
21 all members and staff a safe and secure environment.

22 (11) The MVH shall ensure that they effectively develop,
23 execute, and monitor all comprehensive care plans in accordance
24 with federal regulations and their internal policies, with a goal
25 that a comprehensive care plan is fully developed for all resident
26 members.

27 (12) The MVH shall implement controls over their food,
28 maintenance supplies, pharmaceuticals, and medical supplies
29 inventories.

1 (13) The MVH shall establish sufficient controls for
2 calculating resident member maintenance assessments in order to
3 accurately calculate resident member maintenance assessments for
4 each billing cycle. The MVH shall establish sufficient controls to
5 ensure that all past due resident member maintenance assessments
6 are addressed within 30 days.

7 (14) The MVH shall establish sufficient controls over monetary
8 donations and donated goods.

9 (15) The MVH shall implement sufficient controls over the
10 handling of resident member funds to ensure the release of funds
11 within 15 calendar days upon the resident member leaving the home
12 and to ensure that a representative of a resident member is
13 provided a full accounting of that resident member's funds within
14 30 calendar days after the death of that resident member.

15 (16) The MVH shall post on its website all policies adopted by
16 the Michigan veterans' facility authority and the veterans' homes
17 related to the administrative operations of the veterans' homes.

18 (17) The process by which visitors, residents, and employees
19 of the Grand Rapids, D.J. Jacobetti, and Chesterfield Township
20 homes for veterans may register complaints shall be displayed in
21 high-traffic areas throughout the home.

22 (18) The MVH shall provide copies of each facility's USDVA
23 State Veteran Home quarterly report to the legislature and the
24 state budget office. These quarterly reports shall be posted on the
25 MVH website.

26 (19) The MVH shall provide to the legislature and the state
27 budget office biannual reports regarding the status of Centers for
28 Medicare and Medicaid certification efforts, including, but not
29 limited to, descriptions of incremental milestones, associated

1 expenditures, and the percentage of plan completed until such time
2 certification has been achieved and reported.

3 (20) The MVH shall provide to the subcommittees, the senate
4 and house fiscal agencies, and the state budget office the results
5 of any annual or for-cause survey conducted by the USDVA-VHA and
6 any corresponding corrective action plan for the homes in its
7 system. This information shall also be made available publicly
8 through the MVH's website.

9 Sec. 453. The department shall ensure that the quality of care
10 for members of the Grand Rapids, D.J. Jacobetti, and Chesterfield
11 Township homes for veterans shall meet or exceed the quality of
12 care for the full spectrum of health care services to meet or
13 exceed the Centers for Medicare and Medicaid Services certification
14 standards. The department shall provide a report biannually to the
15 subcommittees that contains evidence that the quality of care for
16 the full spectrum of health care services has met or exceeded
17 Centers for Medicare and Medicaid Services certification standards.

18
19 **CAPITAL OUTLAY**

20 Sec. 501. (1) The department shall provide for the acquisition
21 and disposition of National Guard armories, facilities, and lands
22 as provided under sections 368, 382, and 382a of the Michigan
23 military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

24 (2) The department shall provide a listing of property sales
25 and acquisitions biannually.

26 Sec. 502. (1) The appropriations in part 1 for special
27 maintenance - National Guard shall be carried forward at the end of
28 the fiscal year consistent with section 248 of the management and
29 budget act, 1984 PA 431, MCL 18.1248.

1 (2) The appropriations for special maintenance - National
2 Guard shall be expended in accordance with the requirements of
3 section 452 of this part and shall be expended according to the
4 maintenance priorities of the department to repair and modernize
5 military training sites and support facilities, including armories,
6 which may include projects such as roof, HVAC, or boiler
7 replacement, interior renovations, facility expansion, improvements
8 to parking facilities, and other projects.

9 (3) The department shall provide a report biannually providing
10 information on the status, projected costs, and projected
11 completion date of current and planned special maintenance projects
12 at the armories and other National Guard facilities funded from
13 capital outlay appropriations made in part 1 and in prior
14 appropriations years.

15 Sec. 503. (1) The appropriations in part 1 for special
16 maintenance - veterans homes shall be carried forward at the end of
17 the fiscal year consistent with section 248 of the management and
18 budget act, 1984 PA 431, MCL 18.1248.

19 (2) The appropriations for special maintenance - veterans
20 homes shall be expended in accordance with the requirements of
21 section 402 of this part and shall be expended according to the
22 maintenance priorities of the department to repair and modernize
23 the state's veterans' homes, which may include projects such as
24 roof, HVAC, or boiler replacement, interior renovations, facility
25 expansion, improvements to parking facilities, and other projects
26 designed to enhance the quality of life and medical care of
27 members.

28 (3) The MVH shall provide a report biannually providing
29 information on the status, projected costs, and projected

completion date of current and planned special maintenance projects at the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans funded from capital outlay appropriations made in part 1 and in prior appropriations years.

Sec. 504. (1) The appropriations in part 1 for armory maintenance shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

(2) The appropriations for armory maintenance shall be expended in accordance with the requirements of sections 302 and 305 of this part and shall be expended according to the maintenance priorities of the department to repair and modernize military training sites and support facilities, including armories.

ARTICLE 11

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS

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

DEPARTMENT OF NATURAL RESOURCES

APPROPRIATION SUMMARY

Full-time equated unclassified positions	6.0

Full-time equated classified positions	2,354.9

GROSS APPROPRIATION	\$ 463,841,400

Total interdepartmental grants and intradepartmental transfers	203,100

ADJUSTED GROSS APPROPRIATIONS	\$ 463,638,300

1	Federal revenues:		
2	Total federal revenues		91,291,300
3	Special revenue funds:		
4	Total local revenues		0
5	Total private revenues		7,039,200
6	Total other state restricted revenues		317,195,300
7	State general fund/general purpose	\$	48,112,500
8	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
9	SUPPORT		
10	Full-time equated unclassified positions	6.0	
11	Full-time equated classified positions	141.1	
12	Unclassified salaries--FTE positions	6.0	\$ 853,700
13	Accounting service center		1,555,100
14	Executive direction--FTEs	11.6	2,278,800
15	Finance and operations--FTEs	105.5	17,214,300
16	Gifts and pass-through transactions		5,003,600
17	Legal services--FTEs	4.0	675,300
18	Minerals management--FTEs	20.0	2,977,700
19	Natural resources commission		77,100
20	Property management		4,225,300
21	GROSS APPROPRIATION	\$	34,860,900
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG, land acquisition services-to-work orders		203,100
25	Federal revenues:		
26	Federal funds		356,900
27	Special revenue funds:		
28	Private funds		5,003,600

1	Deer habitat reserve		162,000
2	Forest development fund		3,136,500
3	Forest land user charges		7,700
4	Forest recreation account		54,000
5	Game and fish protection fund		7,761,100
6	Land exchange facilitation fund		4,549,300
7	Local public recreation facilities fund		206,300
8	Marine safety fund		830,000
9	Michigan natural resources trust fund		1,377,500
10	Michigan state parks endowment fund		4,213,900
11	Michigan state waterways fund		857,000
12	Nongame wildlife fund		13,800
13	Off-road vehicle safety education fund		700
14	Off-road vehicle trail improvement fund		238,700
15	Park improvement fund		1,917,000
16	Public use and replacement deed fees		28,800
17	Recreation improvement account		85,700
18	Snowmobile registration fee revenue		50,200
19	Snowmobile trail improvement fund		127,500
20	Sportsmen against hunger fund		500
21	Turkey permit fees		79,800
22	Waterfowl fees		3,400
23	Wildlife resource protection fund		43,300
24	State general fund/general purpose	\$	3,552,600
25	Sec. 103. DEPARTMENT INITIATIVES		
26	Full-time equated classified positions	13.0	
27	Great Lakes restoration initiative	\$	2,905,300
28	Invasive species prevention and control--FTEs	13.0	5,085,100

1	GROSS APPROPRIATION		\$	7,990,400
2	Appropriated from:			
3	Federal revenues:			
4	Federal funds			2,905,300
5	State general fund/general purpose		\$	5,085,100
6	Sec. 104. COMMUNICATION AND CUSTOMER SERVICES			
7	Full-time equated classified positions	137.3		
8	Marketing and outreach--FTEs	80.8	\$	14,705,400
9	Michigan historical center--FTEs	56.5		7,071,500
10	Michigan wildlife council campaign management			80,000
11	Michigan wildlife council media			936,000
12	Michigan wildlife council messaging and			
13	implementation			448,000
14	Michigan wildlife council research			136,000
15	GROSS APPROPRIATION		\$	23,376,900
16	Appropriated from:			
17	Federal revenues:			
18	Federal funds			2,415,500
19	State park improvement, federal			320,000
20	Special revenue funds:			
21	Forest development fund			163,100
22	Forest recreation account			17,400
23	Game and fish protection fund			8,630,100
24	Land exchange facilitation fund			49,200
25	Marine safety fund			37,200
26	Michigan historical center operations fund			1,215,200
27	Michigan state parks endowment fund			113,100
28	Michigan state waterways fund			155,900

1	Nongame wildlife fund		11,000
2	Off-road vehicle trail improvement fund		45,900
3	Park improvement fund		2,988,400
4	Recreation passport fees		53,200
5	Snowmobile registration fee revenue		20,100
6	Snowmobile trail improvement fund		47,800
7	Sportsmen against hunger fund		250,000
8	Wildlife management public education fund		1,600,000
9	Youth hunting and fishing education and		
10	outreach fund		100,000
11	State general fund/general purpose	\$	5,143,800
12	Sec. 105. WILDLIFE MANAGEMENT		
13	Full-time equated classified positions	230.5	
14	Natural resources heritage--FTEs	9.0	\$ 642,900
15	Wildlife management--FTEs	221.5	46,042,300
16	GROSS APPROPRIATION	\$	46,685,200
17	Appropriated from:		
18	Federal revenues:		
19	Federal funds		25,846,200
20	Special revenue funds:		
21	Private funds		315,700
22	Cervidae licensing and inspection fees		85,100
23	Deer habitat reserve		1,773,300
24	Forest development fund		277,600
25	Game and fish protection fund		12,335,900
26	Nongame wildlife fund		435,400
27	Turkey permit fees		1,049,300
28	Waterfowl fees		114,100

1	State general fund/general purpose		\$	4,452,600
2	Sec. 106. FISHERIES MANAGEMENT			
3	Full-time equated classified positions	223.5		
4	Aquatic resource mitigation--FTEs	2.0	\$	634,100
5	Fish production--FTEs	63.0		10,549,300
6	Fisheries resource management--FTEs	158.5		21,714,000
7	GROSS APPROPRIATION		\$	32,897,400
8	Appropriated from:			
9	Federal revenues:			
10	Federal funds			11,670,400
11	Special revenue funds:			
12	Private funds			136,700
13	Fisheries settlement			634,000
14	Game and fish protection fund			19,914,500
15	Invasive species fund			100
16	State general fund/general purpose		\$	541,700
17	Sec. 107. LAW ENFORCEMENT			
18	Full-time equated classified positions	293.0		
19	General law enforcement--FTEs	293.0	\$	45,768,100
20	GROSS APPROPRIATION		\$	45,768,100
21	Appropriated from:			
22	Federal revenues:			
23	Federal funds			6,768,600
24	Special revenue funds:			
25	Cervidae licensing and inspection fees			53,400
26	Forest development fund			45,400
27	Forest recreation account			72,800
28	Game and fish protection fund			20,443,700

1	Marine safety fund		1,352,600
2	Michigan state parks endowment fund		71,400
3	Michigan state waterways fund		21,700
4	Off-road vehicle safety education fund		162,700
5	Off-road vehicle trail improvement fund		2,244,500
6	Park improvement fund		72,800
7	Snowmobile registration fee revenue		724,800
8	Wildlife resource protection fund		1,106,000
9	State general fund/general purpose	\$	12,627,700
10	Sec. 108. PARKS AND RECREATION DIVISION		
11	Full-time equated classified positions	980.0	
12	Forest recreation and trails--FTEs	62.9	\$ 7,466,300
13	MacMullan conference center--FTEs	15.0	1,204,000
14	Michigan conservation corps		934,400
15	Recreational boating--FTEs	176.6	21,406,300
16	State parks--FTEs	725.5	80,310,100
17	State park improvement revenue bonds - debt		
18	service		1,201,800
19	GROSS APPROPRIATION	\$	112,522,900
20	Appropriated from:		
21	Federal revenues:		
22	Federal funds		141,400
23	Michigan state waterways fund, federal		1,677,900
24	Special revenue funds:		
25	Private funds		428,300
26	Forest recreation account		3,239,600
27	MacMullan conference center account		1,204,000
28	Michigan state parks endowment fund		11,389,400

1	Michigan state waterways fund		19,731,600
2	Off-road vehicle safety education fund		7,500
3	Off-road vehicle trail improvement fund		1,525,400
4	Park improvement fund		65,302,500
5	Park improvement fund - Belle Isle subaccount		1,201,800
6	Pure Michigan trails fund		100
7	Recreation improvement account		502,400
8	Recreation passport fees		220,300
9	Snowmobile registration fee revenue		16,200
10	Snowmobile trail improvement fund		1,673,800
11	State general fund/general purpose	\$	4,260,700
12	Sec. 109. MACKINAC ISLAND STATE PARK COMMISSION		
13	Full-time equated classified positions	17.0	
14	Historical facilities system--FTEs	13.0	\$ 1,859,800
15	Mackinac Island State Park operations--FTEs	4.0	337,900
16	GROSS APPROPRIATION	\$	2,197,700
17	Appropriated from:		
18	Special revenue funds:		
19	Mackinac Island State Park fund		1,652,400
20	Mackinac Island State Park operation fund		132,000
21	State general fund/general purpose	\$	413,300
22	Sec. 110. FOREST RESOURCES DIVISION		
23	Full-time equated classified positions	319.5	
24	Adopt-a-forest program		\$ 25,000
25	Cooperative resource programs--FTEs	11.0	1,607,200
26	Forest fire equipment		931,500
27	Forest management and timber market		
28	development--FTEs	185.0	43,827,700

1	Forest management initiatives--FTEs	8.5	906,900
2	Wildfire protection--FTEs	115.0	15,030,900
3	GROSS APPROPRIATION	\$	62,329,200
4	Appropriated from:		
5	Federal revenues:		
6	Federal funds		3,429,100
7	Federal national forest timber fund		9,063,400
8	Special revenue funds:		
9	Private funds		1,054,900
10	Commercial forest fund		25,400
11	Fire equipment fund		668,700
12	Forest development fund		40,216,500
13	Forest land user charges		235,500
14	Game and fish protection fund		803,200
15	Michigan state waterways fund		53,400
16	State general fund/general purpose	\$	6,779,100
17	Sec. 111. GRANTS		
18	Dam management grant program	\$	350,000
19	Deer habitat improvement partnership initiative		200,000
20	Federal - clean vessel act grants		400,000
21	Federal - forest stewardship grants		2,000,000
22	Federal - land and water conservation fund		
23	payments		13,000,000
24	Federal - rural community fire protection		400,000
25	Federal - urban forestry grants		900,000
26	Fisheries habitat improvement grants		1,250,000
27	Grants to communities - federal oil, gas, and		
28	timber payments		3,450,000

1	Grants to counties - marine safety	3,074,700
2	National recreational trails	3,904,200
3	Nonmotorized trail development and maintenance	
4	grants	200,000
5	Off-road vehicle safety training grants	60,000
6	Off-road vehicle trail improvement grants	5,388,800
7	Recreation improvement fund grants	916,200
8	Recreation passport local grants	2,000,000
9	Snowmobile law enforcement grants	380,100
10	Snowmobile local grants program	8,090,400
11	Trail easements	2,200,000
12	Wildlife habitat improvement grants	1,502,500
13	GROSS APPROPRIATION	\$ 49,666,900
14	Appropriated from:	
15	Federal revenues:	
16	Federal funds	25,621,600
17	Special revenue funds:	
18	Private funds	100,000
19	Deer habitat reserve	200,000
20	Game and fish protection fund	2,752,500
21	Local public recreation facilities fund	2,000,000
22	Marine safety fund	1,407,300
23	Off-road vehicle safety education fund	60,000
24	Off-road vehicle trail improvement fund	5,388,800
25	Permanent snowmobile trail easement fund	2,200,000
26	Recreation improvement account	916,200
27	Snowmobile registration fee revenue	380,100
28	Snowmobile trail improvement fund	8,090,400

1	State general fund/general purpose	\$	550,000
2	Sec. 112. INFORMATION TECHNOLOGY		
3	Information technology services and projects	\$	10,375,000
4	GROSS APPROPRIATION	\$	10,375,000
5	Appropriated from:		
6	Special revenue funds:		
7	Commercial forest fund		2,100
8	Deer habitat reserve		61,600
9	Forest development fund		1,514,400
10	Forest land user charges		23,900
11	Forest recreation account		42,100
12	Game and fish protection fund		3,793,400
13	Land exchange facilitation fund		30,600
14	Marine safety fund		163,600
15	Michigan natural resources trust fund		22,300
16	Michigan state parks endowment fund		1,336,000
17	Michigan state waterways fund		494,100
18	Nongame wildlife fund		30,500
19	Off-road vehicle safety education fund		10,400
20	Off-road vehicle trail improvement fund		21,800
21	Park improvement fund		1,401,300
22	Pure Michigan trails fund		100
23	Recreation improvement account		48,900
24	Snowmobile registration fee revenue		11,600
25	Snowmobile trail improvement fund		74,400
26	Sportsmen against hunger fund		600
27	Turkey permit fees		33,800
28	Waterfowl fees		3,300

1	Wildlife resource protection fund	42,100
2	Youth hunting and fishing education and	
3	outreach fund	2,000
4	State general fund/general purpose	\$ 1,210,100
5	Sec. 113. CAPITAL OUTLAY	
6	(1) RECREATIONAL LANDS AND INFRASTRUCTURE	
7	State parks repair and maintenance	\$ 16,100,000
8	GROSS APPROPRIATION	\$ 16,100,000
9	Appropriated from:	
10	Special revenue funds:	
11	Michigan state parks endowment fund	4,500,000
12	Recreation passport fees	10,100,000
13	State general fund/general purpose	\$ 1,500,000
14	(2) WATERWAYS BOATING PROGRAM	
15	Local boating infrastructure maintenance and	
16	improvements	\$ 3,322,500
17	State boating infrastructure maintenance	7,752,500
18	GROSS APPROPRIATION	\$ 11,075,000
19	Appropriated from:	
20	Federal revenues:	
21	Federal funds	875,000
22	Michigan state waterways fund, federal	200,000
23	Special revenue funds:	
24	Michigan state waterways fund	10,000,000
25	State general fund/general purpose	\$ 0
26	Sec. 114. ONE-TIME APPROPRIATIONS	
27	Fish hatchery energy efficiencies	1,995,800

Kalamazoo River watershed improvements -		
capital outlay		6,000,000
GROSS APPROPRIATION	\$	7,995,800
Appropriated from:		
Environmental protection fund		6,000,000
State general fund/general purpose	\$	1,995,800

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year ending September 30, 2022 is \$365,307,800.00 and state spending from state resources to be paid to local units of government for the fiscal year ending September 30, 2022 is \$10,491,100.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF NATURAL RESOURCES

Dam management grant program	\$	175,000
Fisheries habitat improvement grants		125,000
Grants to counties - marine safety		1,407,300
Invasive species prevention and control		1,900,000
Local boating infrastructure maintenance and improvements		3,322,500
Nonmotorized trail development and maintenance grants		100,000
Off-road vehicle safety training grants		60,000

1	Off-road vehicle trail improvement grants	779,400
2	Recreation improvement fund grants	91,600
3	Recreation passport local grants	2,000,000
4	Snowmobile law enforcement grants	380,100
5	Wildlife habitat improvement grants	150,000
6	TOTAL	\$ 10,491,100

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

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

11 (a) "Department" means the department of natural resources.

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

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

14 (d) "IDG" means interdepartmental grant.

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

21 Sec. 205. To the extent permissible under section 261 of the
22 management and budget act, 1984 PA 431, MCL 18.1261:

23 (a) Funds appropriated in part 1 shall not be used for the
24 purchase of foreign goods or services, or both, if competitively
25 priced and of comparable quality American goods or services, or
26 both, are available.

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

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

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

12 Sec. 207. Consistent with section 217 of the management and
13 budget act, 1984 PA 431, MCL 18.1217, the departments and agencies
14 receiving appropriations in part 1 shall prepare a report on out-
15 of-state travel expenses not later than January 1 of each year. The
16 travel report shall be a listing of all travel by classified and
17 unclassified employees outside this state in the immediately
18 preceding fiscal year that was funded in whole or in part with
19 funds appropriated in the department's budget. The report shall be
20 submitted to the senate and house appropriations committees, the
21 senate and house fiscal agencies, and the state budget director.
22 The report shall include the following information:

23 (a) The dates of each travel occurrence.

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

29 Sec. 208. Funds appropriated in part 1 shall not be used by

1 the department to hire a person to provide legal services that are
2 the responsibility of the attorney general. This prohibition does
3 not apply to legal services for bonding activities and for those
4 outside services that the attorney general authorizes.

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

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

20 Sec. 211. From the funds appropriated in part 1, the
21 department shall provide to the department of technology,
22 management, and budget information sufficient to maintain a
23 searchable website accessible by the public at no cost that
24 includes, but is not limited to, all of the following for each
25 department or agency:

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

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

28 (c) Fiscal year-to-date payments to a selected vendor,
29 including the vendor name, payment date, payment amount, and

1 payment description.

2 (d) The number of active department employees by job
3 classification.

4 (e) Job specifications and wage rates.

5 Sec. 212. Within 14 days after the release of the executive
6 budget recommendation, the department shall provide to the state
7 budget office information sufficient to provide the senate and
8 house appropriations chairs, the senate and house appropriations
9 subcommittees chairs, and the senate and house fiscal agencies with
10 an annual report on estimated state restricted fund balances, state
11 restricted fund projected revenues, and state restricted fund
12 expenditures for the fiscal years ending September 30, 2021 and
13 September 30, 2022.

14 Sec. 213. The department shall maintain, on a publicly
15 accessible website, a department scorecard that identifies, tracks,
16 and regularly updates key metrics that are used to monitor and
17 improve the department's performance.

18 Sec. 214. Total authorized appropriations from all sources
19 under part 1 for legacy costs for the fiscal year ending September
20 30, 2022 are estimated at \$43,528,600.00. From this amount, total
21 agency appropriations for pension-related legacy costs are
22 estimated at \$24,387,100.00. Total agency appropriations for
23 retiree health care legacy costs are estimated at \$19,141,500.00.

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

29 (a) The number of FTEs in pay status by type of staff and

1 civil service classification.

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

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

10 (a) Number of employees that were engaged in remote work in
11 2021.

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

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

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

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

20 Sec. 218. If the state administrative board, acting under
21 section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount
22 appropriated under part 1, the legislature may, by a concurrent
23 resolution adopted by a majority of the members elected to and
24 serving in each house, intertransfer funds within part 1 for the
25 particular department, board, commission, officer, or institution.

26 Sec. 219. The departments and agencies receiving
27 appropriations in part 1 shall receive and retain copies of all
28 reports funded from appropriations in part 1. Federal and state
29 guidelines for short-term and long-term retention of records shall

be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

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

Sec. 221. (1) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds up to the following amounts to the department of technology, management, and budget:

Game and fish protection fund	\$	550,300
Michigan state waterways fund		130,700
Park improvement fund		204,500
Forest development fund		273,500

(2) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds up to the following amounts to the attorney general:

Game and fish protection fund	\$	654,900
Michigan state waterways fund		146,400

(3) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds up to the following amounts to the legislative auditor general:

Game and fish protection fund	\$	34,800
Michigan state waterways fund		12,600

(4) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds up to the following amounts to the department of treasury:

1	Game and fish protection fund	\$	3,378,900
2	Michigan state waterways fund		400,200
3	Michigan natural resources trust fund		2,540,800

4 (5) In addition to the money appropriated in part 1, there is
5 appropriated from the following state restricted funds to the civil
6 service commission the amount calculated for each fund pursuant to
7 section 5 of article XI of the state constitution of 1963:

- 8 (a) Game and fish protection fund.
- 9 (b) Michigan state waterways fund.
- 10 (c) Park improvement fund.
- 11 (d) Forest development fund.
- 12 (e) Michigan natural resources trust fund.
- 13 (f) Michigan state parks endowment fund.
- 14 (g) Nongame wildlife fund.

15 Sec. 222. Pursuant to section 43703(3) of the natural
16 resources and environmental protection act, 1994 PA 451, MCL
17 324.43703, there is appropriated from the game and fish protection
18 trust fund to the game and fish protection account of the Michigan
19 conservation and recreation legacy fund, \$6,000,000.00 for the
20 fiscal year ending September 30, 2022.

21 Sec. 223. The department may contract with or provide grants
22 to local units of government, institutions of higher education, or
23 nonprofit organizations to support activities authorized by
24 appropriations in part 1. As used in this section, contracts and
25 grants include, but are not limited to, contracts and grants for
26 research, wildlife and fisheries management, forest management,
27 invasive species monitoring and control, and natural resource-
28 related programs.

29 Sec. 224. (1) From the funds appropriated in part 1, the

1 department shall do all of the following:

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

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

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

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

26 Sec. 225. Any department, agency, board, commission,
27 subdivision, or other executive branch entity or official of this
28 state that receives funding under part 1 shall not do the
29 following:

1 (a) Require as a condition of accessing any state services or
2 facilities that an individual provide proof he or she has received
3 a COVID-19 vaccine.

4 (b) Produce, develop, and issue a COVID-19 vaccine passport
5 for the purpose of certifying that an individual has received a
6 COVID-19 vaccine.

7 (c) Provide information of an individual's COVID-19 vaccine
8 status to any person, company, or governmental entity for inclusion
9 in a COVID-19 vaccine passport.

10
11 **DEPARTMENT INITIATIVES**

12 Sec. 251. From the amounts appropriated in part 1 for invasive
13 species prevention and control, the department shall allocate not
14 less than \$3,600,000.00 for grants for the prevention, detection,
15 eradication, and control of invasive species.

16
17 **DEPARTMENT SUPPORT SERVICES**

18 Sec. 302. The department may charge land acquisition projects
19 appropriated for the fiscal year ending September 30, 2022, and for
20 prior fiscal years, a standard percentage fee to recover actual
21 costs, and may use the revenue derived to support the land
22 acquisition service charges provided for in part 1.

23 Sec. 303. As appropriated in part 1, the department may charge
24 both application fees and transaction fees related to the exchange
25 or sale of state-owned land or rights in land authorized by part 21
26 of the natural resources and environmental protection act, 1994 PA
27 451, MCL 324.2101 to 324.2165. The fees shall be set by the
28 director at a rate that allows the department to recover its costs
29 for providing these services.

COMMUNICATION AND CUSTOMER SERVICES

Sec. 408. By October 21, the department shall submit to the senate and house appropriations subcommittees on natural resources a report on all land transactions approved by the natural resources commission in the fiscal year ending September 30, 2021. For each land transaction, the report shall include the size of the parcel, the county and municipality in which the parcel is located, the dollar amount of the transaction, the fund source affected by the transaction, and whether the transaction is by purchase, public auction, transfer, exchange, or conveyance.

Sec. 409. Not later than October 15, 2021, the department shall provide a report on the current and planned future use of the Portage Restaurant at Presque Isle State Harbor in Presque Isle County. The report must include the following:

- (a) Loss of rental income since building lease expired.
- (b) Maintenance, renovations, and repair expenses since January 2019, including, but not limited to:
 - (i) Heat.
 - (ii) Electric.
 - (iii) Interior.
 - (iv) Exterior.
 - (v) Insurance.
- (c) Responses to requests for proposal put out since January 2019.
- (d) Responses to requests for information put out since January 2019.
- (e) Copy of contract provided to potential tenants.

Sec. 410. Not later than November 1, 2021, the department

1 shall issue a comprehensive report to members of the legislature on
2 all lands acquired, or in the process of being acquired since
3 January 1, 2019. This includes the detailed planned uses of the
4 lands and shall include provisions of 2016 PA 288 and 2018 PA 240.
5

6 **WILDLIFE DIVISION**

7 Sec. 506. The United States Department of Agriculture,
8 Wildlife Services, is encouraged to harvest all deer during
9 targeted removal required under the enhanced wildlife biosecurity
10 program.

11 Sec. 507. (1) With the authority vested in section 43521 of
12 the natural resources and environmental protection act, 1994 PA
13 451, MCL 324.43521, the department may discount the price of
14 antlerless deer licenses to \$5.00 for deer management units 452 and
15 487 to achieve a harvest or management objective for that species.

16 (2) From the funds appropriated in part 1 for wildlife
17 management, up to \$505,000.00 from the general fund shall be
18 credited to the game and fish protection account to supplant lost
19 revenue that would otherwise be collected from full-price
20 antlerless deer licenses sold for deer management units 452 and 487
21 pursuant to the fees set in section 43527a of the natural resources
22 and environmental protection act, 1994 PA 451, MCL 324.43527a, if
23 not for the discount in subsection (1). The state budget director
24 shall authorize the expenditure of these funds only upon
25 confirmation of the license discount under subsection (1).

26 (3) The department may terminate the discount in subsection
27 (1) once the lost revenue from that discount reaches \$505,000.00.
28

29 **FISHERIES DIVISION**

1 Sec. 601. (1) From the appropriation in part 1 for aquatic
2 resource mitigation, not more than \$758,000.00 shall be allocated
3 for grants to watershed councils, resource development councils,
4 soil conservation districts, local governmental units, and other
5 nonprofit organizations for stream habitat stabilization and soil
6 erosion control.

7 (2) The fisheries division in the department shall develop
8 priority and cost estimates for all projects recommended for grants
9 under subsection (1).

10 Sec. 602. As a condition of expenditure of fisheries
11 management appropriations under part 1, the department shall not
12 impede the certification process for water control structures on
13 Michigan waterways. The department shall fund from funds
14 appropriated in part 1 all non-water-quality studies or
15 requirements that the department requests of either of the
16 following:

17 (a) The department of environment, Great Lakes, and energy as
18 a condition for issuance of a certification under section 401 of
19 the federal water pollution control act, 33 USC 1341.

20 (b) The Federal Energy Regulatory Commission as a condition of
21 licensing under the federal power act, 16 USC 791a to 825r.

22 Sec. 603. The department shall produce an annual report
23 detailing the performance of its fish hatcheries by March 31.

24
25 **FOREST RESOURCES DIVISION**

26 Sec. 802. (1) From the funds appropriated in part 1, the
27 department shall provide quarterly reports on the number of acres
28 of state forestland marked or treated for timber harvesting.

29 (2) The department shall complete and deliver these reports,

1 within 45 days after the end of each fiscal quarter, to the senate
2 and house appropriations subcommittees on natural resources and the
3 standing committees of the senate and house with primary
4 responsibility for issues with natural resources. The report must
5 contain the following information:

6 (a) The number of acres prepared in the last quarter and the
7 year to date total.

8 (b) The number of acres sold in the last quarter and the year
9 to date total.

10 (c) The amount of revenue generated by the sale and harvesting
11 of state land in the last quarter and the year to date total.

12 Sec. 803. In addition to the money appropriated in part 1, the
13 department may receive and expend money from federal sources to
14 provide response to wildfires as required by a compact with the
15 federal government. If additional expenditure authorization is
16 required, the department shall notify the state budget office that
17 expenditure under this section is required. The department shall
18 notify the house and senate appropriations subcommittees on natural
19 resources and the house and senate fiscal agencies by November 1 of
20 the expenditures under this section during the fiscal year ending
21 September 30, 2021.

22 Sec. 807. (1) In addition to the funds appropriated in part 1,
23 there is appropriated from the disaster and emergency contingency
24 fund up to \$800,000.00 to cover department costs related to any
25 disaster as defined in section 2 of the emergency management act,
26 1976 PA 390, MCL 30.402.

27 (2) Funds appropriated under subsection (1) shall not be
28 expended unless the state budget director recommends the
29 expenditure and the department notifies the house and senate

1 committees on appropriations. By December 1 each year, the
2 department shall provide a report to the senate and house fiscal
3 agencies and the state budget office on the use of the disaster and
4 emergency contingency fund during the prior fiscal year.

5 (3) If Federal Emergency Management Agency (FEMA)
6 reimbursement is approved for costs paid from the disaster and
7 emergency contingency fund, the federal revenue shall be deposited
8 into the disaster and emergency contingency fund.

9 (4) Unexpended and unencumbered funds remaining in the
10 disaster and emergency contingency fund at the close of the fiscal
11 year shall not lapse to the general fund and shall be carried
12 forward and be available for expenditures in subsequent fiscal
13 years.

14
15 **LAW ENFORCEMENT**

16 Sec. 901. The appropriation in part 1 for snowmobile law
17 enforcement grants shall be used by the department to provide
18 grants to county law enforcement agencies to enforce part 821 of
19 the natural resources and environmental protection act, 1994 PA
20 451, MCL 324.82101 to 324.82161, including rules promulgated under
21 that part and ordinances enacted pursuant to that part. The
22 department shall consider the number of enforcement hours and the
23 number of miles of snowmobile trails in each county in allocating
24 these grants. Any funds not distributed to counties revert back to
25 the snowmobile registration fee subaccount created under section
26 82111 of the natural resources and environmental protection act,
27 1994 PA 451, MCL 324.82111. Counties shall provide semiannual
28 reports to the department on the use of grant money received under
29 this section.

1 Sec. 902. The department shall provide a report on the marine
2 safety grant program to the senate and house appropriations
3 subcommittees on natural resources and the senate and house fiscal
4 agencies by December 1. The report shall include the following
5 information for the preceding year: the total amount of revenue
6 received for watercraft registrations, the amount deposited into
7 the marine safety fund, and the expenditures made from the marine
8 safety fund, including the amounts expended for department
9 administration, other state agencies, the law enforcement division,
10 and grants to counties. The report shall also include the
11 distribution methodology used by the department to distribute the
12 marine safety grants and a list of the grants and the amounts
13 awarded by county.

14
15 **GRANTS**

16 Sec. 1001. Federal pass-through funds to local institutions
17 and governments that are received in amounts in addition to those
18 included in part 1 for grants to communities - federal oil, gas,
19 and timber payments and that do not require additional state
20 matching funds are appropriated for the purposes intended. By
21 November 30, the department shall report to the senate and house
22 appropriations subcommittees on natural resources, the senate and
23 house fiscal agencies, and the state budget director on all amounts
24 appropriated under this section during the fiscal year ending
25 September 30, 2021.

26
27 **CAPITAL OUTLAY**

28 Sec. 1103. The appropriations in part 1 for capital outlay
29 shall be carried forward at the end of the fiscal year consistent

with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

ONE-TIME APPROPRIATIONS

Sec. 1202. From the funds appropriated in part 1, the department may provide project funds for Kalamazoo River watershed improvements in a form and manner prescribed by the department and in accordance with the Kalamazoo River Supplemental Restoration Plan. In addition to the funds appropriated in part 1, any interest or earnings from the settlement payments from NCR Corporation under the consent decree entered on December 2, 2020, in United States v NCR Corporation, Case No. 1:19-CV-1041 (WD Mich) deposited into the environmental protection fund are appropriated and may be expended for Kalamazoo River watershed improvements.

ARTICLE 12

DEPARTMENT OF STATE POLICE

PART 1

LINE-ITEM APPROPRIATIONS

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

DEPARTMENT OF STATE POLICE

APPROPRIATION SUMMARY

Full-time equated unclassified positions	3.0

Full-time equated classified positions	3,601.0

GROSS APPROPRIATION	\$ 799,478,900

Interdepartmental grant revenues:

1	Total interdepartmental grants and		
2	intradepartmental transfers		24,816,300
3	ADJUSTED GROSS APPROPRIATIONS	\$	774,662,600
4	Federal revenues:		
5	Total federal revenues		125,953,100
6	Special revenue funds:		
7	Total local revenues		4,832,700
8	Total private revenues		35,000
9	Total other state restricted revenues		145,998,100
10	State general fund/general purpose	\$	497,843,700
11	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
12	SUPPORT		
13	Full-time equated unclassified positions	3.0	
14	Full-time equated classified positions	81.0	
15	Unclassified salaries--FTEs	3.0	\$ 524,600
16	Accounting service center		1,506,200
17	Department services--FTEs	17.0	5,959,100
18	Departmentwide		43,283,700
19	Executive direction--FTEs	26.0	4,436,900
20	Mobile office and system support--FTEs	38.0	5,440,400
21	GROSS APPROPRIATION	\$	61,150,900
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of corrections, contract		26,000
25	IDG from department of state		1,200
26	IDG from department of transportation, state		
27	trunkline fund		41,100

1	IDG from department of treasury, casino gaming		
2	fees		162,700
3	IDG, training academy charges		192,200
4	Intradepartmental transfers		55,400
5	Federal revenues:		
6	Total federal revenues		1,630,900
7	Special revenue funds:		
8	Total local revenues		8,400
9	Michigan merit award trust fund		15,800
10	Total other state restricted revenues		4,674,100
11	State general fund/general purpose	\$	54,343,100
12	Sec. 103. LAW ENFORCEMENT SERVICES		
13	Full-time equated classified positions	594.0	
14	Biometrics and identification--FTEs	58.0	\$ 9,619,100
15	Criminal justice information center--FTEs	155.0	22,076,200
16	Forensic science--FTEs	279.0	47,018,300
17	Grants and community services--FTEs	47.0	18,038,600
18	Office of school safety--FTEs	6.0	1,338,400
19	State 9-1-1 administration--FTEs	5.0	1,110,600
20	Training--FTEs	44.0	8,728,700
21	GROSS APPROPRIATION	\$	107,929,900
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of state		383,900
25	IDG from department of transportation, state		
26	trunkline fund		724,000
27	IDG, training academy charges		2,753,400
28	Intradepartmental transfers		750,000

1	Federal revenues:		
2	Total federal revenues		13,788,900
3	Special revenue funds:		
4	Total local revenues		919,200
5	Total private revenues		20,000
6	Total other state restricted revenues		37,589,900
7	State general fund/general purpose	\$	51,000,600
8	Sec. 104. MICHIGAN COMMISSION ON LAW		
9	ENFORCEMENT STANDARDS		
10	Full-time equated classified positions	20.0	
11	Justice training grants	\$	5,810,000
12	Public safety officers benefit fund		302,600
13	Standards and training--FTEs	20.0	3,874,900
14	Training only to local units		654,500
15	GROSS APPROPRIATION	\$	10,642,000
16	Appropriated from:		
17	Federal revenues:		
18	Total federal revenues		275,000
19	Special revenue funds:		
20	Total other state restricted revenues		9,750,300
21	State general fund/general purpose	\$	616,700
22	Sec. 105. FIELD SERVICES		
23	Full-time equated classified positions	2,295.0	
24	Investigative services--FTEs	148.5	\$ 36,025,900
25	Post operations--FTEs	2,116.5	354,040,800
26	Secure cities partnership--FTEs	30.0	8,405,800
27	GROSS APPROPRIATION	\$	398,472,500
28	Appropriated from:		

1	Interdepartmental grant revenues:		
2	IDG from department of treasury, casino gaming		
3	fees		5,284,800
4	Intradepartmental transfers		821,000
5	Federal revenues:		
6	Total federal revenues		9,844,600
7	Special revenue funds:		
8	Total local revenues		1,200,200
9	Michigan merit award trust fund		853,200
10	Total other state restricted revenues		51,286,200
11	State general fund/general purpose	\$	329,182,500
12	Sec. 106. SPECIALIZED SERVICES		
13	Full-time equated classified positions	611.0	
14	Commercial vehicle enforcement--FTEs	211.0	\$ 31,562,800
15	Emergency management and homeland security--		
16	FTEs	64.0	16,137,600
17	Hazardous materials programs--FTEs	25.0	23,561,200
18	Highway safety planning--FTEs	26.0	18,162,200
19	Intelligence operations--FTEs	209.0	29,003,800
20	Secondary road patrol program--FTE	1.0	13,073,200
21	Special operations--FTEs	75.0	15,207,600
22	GROSS APPROPRIATION	\$	146,708,400
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of transportation, state		
26	trunkline fund		11,024,700
27	IDG from department of treasury, public safety		
28	answer point training 911 fund		100,000

1	Intradepartmental transfers		1,971,800
2	Federal revenues:		
3	Total federal revenues		54,453,300
4	Special revenue funds:		
5	Total local revenues		1,753,200
6	Total private revenues		15,000
7	Total other state restricted revenues		29,352,600
8	State general fund/general purpose	\$	48,037,800
9	Sec. 107. INFORMATION TECHNOLOGY		
10	Information technology services and projects	\$	29,575,200
11	GROSS APPROPRIATION	\$	29,575,200
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	IDG from department of state		3,400
15	IDG from department of transportation, state		
16	trunkline fund		364,700
17	IDG from department of treasury, casino gaming		
18	fees		122,800
19	IDG, training academy charges		11,500
20	Intradepartmental transfers		21,700
21	Federal revenues:		
22	Total federal revenues		960,400
23	Special revenue funds:		
24	Total local revenues		951,700
25	Michigan merit award trust fund		3,400
26	Total other state restricted revenues		12,472,600
27	State general fund/general purpose	\$	14,663,000
28	Sec. 108. ONE-TIME APPROPRIATIONS		

1	Emergency and disaster response and mitigation	\$	45,000,000
2	GROSS APPROPRIATION	\$	45,000,000
3	Appropriated from:		
4	Federal revenues:		
5	Total federal revenues		45,000,000
6	State general fund/general purpose	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$643,841,800.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$18,253,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

19	DEPARTMENT OF STATE POLICE		
20	Justice training grants	\$	4,655,200
21	Secondary road patrol program		12,943,600
22	Training only to local units		654,500
23	TOTAL	\$	18,253,300

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

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

(a) "CJIS" means Criminal Justice Information Systems.

(b) "Department" means the department of state police.

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

2 (d) "DNA" means deoxyribonucleic acid.

3 (e) "DTMB" means the department of technology, management, and
4 budget.

5 (f) "FTE" means full-time equated.

6 (g) "IDG" means interdepartmental grant.

7 (h) "MCOLES" means the Michigan commission on law enforcement
8 standards created in section 3 of the Michigan commission on law
9 enforcement standards act, 1965 PA 203, MCL 28.603.

10 (i) "Subcommittees" means the subcommittees of the senate and
11 house standing committees on appropriations with jurisdiction over
12 the budget for the department.

13 Sec. 204. The department and agencies receiving appropriations
14 in part 1 shall use the internet to fulfill the reporting
15 requirements of this part. This requirement must include
16 transmission of reports via email to the recipients identified for
17 each reporting requirement and it must include placement of reports
18 on an internet site.

19 Sec. 205. To the extent permissible under section 261 of the
20 management and budget act, 1984 PA 431, MCL 18.1261, all of the
21 following apply:

22 (a) Funds appropriated in part 1 shall not be used for the
23 purchase of foreign goods or services, or both, if competitively
24 priced and of comparable quality American goods or services, or
25 both, are available.

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

29 (c) In addition, preference shall be given to goods or

1 services, or both, that are manufactured or provided by Michigan
2 businesses owned and operated by veterans, if they are
3 competitively priced and of comparable quality.

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

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

21 (a) The dates of each travel occurrence.

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

27 Sec. 208. Funds appropriated in part 1 shall not be used by a
28 principal executive department, state agency, or authority to hire
29 a person to provide legal services that are the responsibility of

1 the attorney general. This prohibition does not apply to legal
2 services for bonding activities and for those outside services that
3 the attorney general authorizes.

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

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

19 (2) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$4,000,000.00 for state
21 restricted contingency authorization. These funds are not available
22 for expenditure until they have been transferred to another line
23 item in part 1 under section 393(2) of the management and budget
24 act, 1984 PA 431, MCL 18.1393.

25 Sec. 211. From the funds appropriated in part 1, the
26 department shall provide to the DTMB information sufficient to
27 maintain a searchable website accessible by the public at no cost
28 that includes, but is not limited to, all of the following for the
29 department:

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

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

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

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

8 (e) Job specifications and wage rates.

9 Sec. 212. Within 14 days after the release of the executive
10 budget recommendation, the department shall provide to the state
11 budget office information sufficient to provide the senate and
12 house appropriations chairs, the subcommittees chairs, and the
13 senate and house fiscal agencies with an annual report on estimated
14 state restricted fund balances, state restricted fund projected
15 revenues, and state restricted fund expenditures for the fiscal
16 years ending September 30, 2021 and September 30, 2022.

17 Sec. 213. The department shall maintain, on a publicly
18 accessible website, a department scorecard that identifies, tracks,
19 and regularly updates key metrics that are used to monitor and
20 improve the department's performance.

21 Sec. 214. Total authorized appropriations from all sources
22 under part 1 for legacy costs for the fiscal year ending September
23 30, 2022 are estimated at \$138,955,600.00. From this amount, total
24 department appropriations for pension-related legacy costs are
25 estimated at \$83,109,900.00. Total department appropriations for
26 retiree health care legacy costs are estimated at \$55,845,700.00.

27 Sec. 215. To the extent permissible under the management and
28 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall
29 take all reasonable steps to ensure businesses in deprived and

1 depressed communities compete for and perform contracts to provide
2 services or supplies, or both. The director shall strongly
3 encourage firms with which the department contracts to subcontract
4 with certified businesses in depressed and deprived communities for
5 services or supplies, or both.

6 Sec. 216. (1) On a semiannual basis, the department shall
7 report to the senate and house appropriations committees, the
8 subcommittees, and the senate and house fiscal agencies the
9 following information:

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

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

15 (2) By March 1 the department shall report to the senate and
16 house appropriations committees, the subcommittees, and the senate
17 and house fiscal agencies the following information:

18 (a) Number of employees that were engaged in remote work in
19 2021.

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

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

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

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

28 Sec. 218. If the state administrative board, acting under
29 section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount

1 appropriated under this article, the legislature may, by a
2 concurrent resolution adopted by a majority of the members elected
3 to and serving in each chamber, intertransfer funds within this
4 article for the particular department, board, commission, officer,
5 or institution.

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

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

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

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

28 (b) Maintain an internet site that posts any severance pay in
29 excess of 6 weeks of wages, regardless of the position held by the

1 former department employee receiving severance pay.

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

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

15 Sec. 222. Any department, agency, board, commission,
16 subdivision, or other executive branch entity or official of this
17 state that receives funding under part 1 shall not do the
18 following:

19 (a) Require as a condition of accessing any state services or
20 facilities that an individual provide proof that he or she has
21 received a COVID-19 vaccine.

22 (b) Produce, develop, and issue a COVID-19 vaccine passport
23 for the purpose of certifying that an individual has received a
24 COVID-19 vaccine.

25 (c) Provide information of an individual's COVID-19 vaccine
26 status to any person, company, or governmental entity for inclusion
27 in a COVID-19 vaccine passport.

28 Sec. 223. Based on the availability of federal funding and
29 demonstrated need, as indicated by applications submitted to the

1 state court administrative office, the department shall provide
2 \$1,500,000.00 in Byrne justice assistance grant program funding to
3 the judiciary by interdepartmental grant.

4 Sec. 224. The department shall provide biannual reports to the
5 subcommittees, the senate and house fiscal agencies, and the state
6 budget office that provide the following data:

7 (a) A list of major work projects, including the status of
8 each project.

9 (b) The department's financial status, featuring a report of
10 budgeted versus actual expenditures by part 1 line item including a
11 year-end projection of budget requirements. If projected department
12 budget requirements exceed the allocated budget, the report shall
13 include a plan to reduce overall expenses while still satisfying
14 specified service level requirements.

15 (c) A report on the performance metrics cited or information
16 required to be reported in this part, reasons for nonachievement of
17 metric targets, and proposed corrective actions.

18 Sec. 225. The department shall notify the subcommittees, the
19 chairpersons of the senate and house appropriations committees, and
20 the senate and house fiscal agencies not less than 90 days before
21 recommending to close or consolidate any state police post. The
22 notification shall include a local and state impact study of the
23 proposed post closure or consolidation.

24 Sec. 226. At least 90 days before beginning any effort to
25 privatize, the department shall submit a complete project plan to
26 the subcommittees and the senate and house fiscal agencies. The
27 plan shall include the criteria under which the privatization
28 initiative will be evaluated. The evaluation shall be completed and
29 submitted to the subcommittees and the senate and house fiscal

1 agencies within 30 months.

2 Sec. 227. (1) When the department provides contractual
3 services to a local unit of government, the department shall be
4 reimbursed for all costs incurred in providing the services,
5 including, but not limited to, retirement and overtime costs.

6 (2) The department shall define service cost models for those
7 services requiring reimbursement.

8 (3) Contractual services provided to an entity other than a
9 local unit of government may be provided by department personnel,
10 but only on an overtime basis outside the normal work schedule of
11 the personnel.

12 (4) This section does not apply to services provided to state
13 agencies.

14 (5) Revenues received for contractual or reimbursed services
15 in excess of the appropriation in part 1 are appropriated and may
16 be received and expended by the department for the purposes for
17 which funds are received.

18 (6) If additional authorization is approved in the statewide
19 integrated governmental management application (SIGMA) by the state
20 budget office under this section, the department shall notify the
21 subcommittees and the senate and house fiscal agencies within 10
22 days after the approval. The notification shall include the amount
23 and funding source of the additional authorization, the date of its
24 approval, and the projected use of funds to be expended.

25 Sec. 228. The department shall serve as an active liaison
26 between the DTMB and state, local, regional, and federal public
27 safety agencies on matters pertaining to the Michigan public safety
28 communications system and shall report user issues to the DTMB.

29 Sec. 229. The department may establish and collect fees for

1 publications, videos, conferences, workshops, and related
2 materials. Collected fees shall be used to offset expenditures for
3 costs of the publications, videos, workshops, conferences, and
4 related materials. The department shall not collect fees under this
5 section that exceed the cost of the expenditures.

6 Sec. 230. (1) The department may accept monetary and
7 nonmonetary gifts, bequests, donations, contributions, or grants
8 from any private or public source to support, in whole or in part,
9 a departmental function or program. The department shall expend or
10 use such gifts, bequests, donations, contributions, or grants for
11 the purposes designated by the private or public source, if the
12 purpose is specified.

13 (2) Revenue collected by the department under this section
14 that is unexpended and unencumbered shall not lapse to the general
15 fund but shall be carried forward to the subsequent fiscal year.

16 Sec. 231. (1) Federal revenues authorized by and available
17 from the federal government in excess of the appropriations in part
18 1 are appropriated and may be received and expended by the
19 department for purposes authorized under state law and subject to
20 federal requirements. The total amount of federal revenues that may
21 be received and expended under this section and section 704(3) must
22 not exceed \$45,000,000.00.

23 (2) The department shall notify the subcommittees and the
24 senate and house fiscal agencies before expending federal revenues
25 received and appropriated under subsection (1).

26 (3) If additional authorization is approved in the statewide
27 integrated governmental management application (SIGMA) by the state
28 budget office under this section, the department shall notify the
29 subcommittees and the senate and house fiscal agencies within 10

1 days after the approval. The notification shall include the amount
2 and funding source of the additional authorization, the date of its
3 approval, and the projected use of funds to be expended.

4 Sec. 232. It is the intent of the legislature that the
5 department shall take all steps necessary to protect the data and
6 privacy of citizens who are not the focus of a departmental
7 investigation and to protect personal information from unauthorized
8 access or misuse. This includes, but is not limited to, requiring
9 vendors or service providers to protect data shared with them,
10 ensuring that when personal data is collected, but no longer
11 utilized by the department, that reasonable steps be taken to
12 securely destroy records containing personal information when it is
13 to be discarded so that the information is rendered indecipherable
14 and is not sold for marketing or other purposes. In addition, the
15 department shall provide written notification to any data subject
16 whose sensitive personal information is accessed or acquired by an
17 unauthorized person.

18 Sec. 233. A law enforcement officer or a motor carrier officer
19 funded under part 1 shall not be required to issue a predetermined
20 or specified number of citations for violations of the Michigan
21 vehicle code, 1949 PA 300, MCL 257.1 to 257.923, or of local
22 ordinances substantially corresponding to provisions of the
23 Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923, including
24 parking or standing violations. A law enforcement officer's or
25 motor carrier officer's performance evaluation system shall not
26 require a predetermined or specified number of citations to be
27 issued.

28 Sec. 234. The department shall report to the subcommittees and
29 the senate and house fiscal agencies on tentative plans for the

1 required payment of any court judgment against the department, as
2 soon as those plans are developed. The report must include, but is
3 not limited to, all of the following information:

4 (a) A listing of all known court judgments that would result
5 in a financial obligation for the department.

6 (b) The amount of time in which each of those financial
7 obligations must be met.

8 (c) The proposed budget line items from which a payment for a
9 court judgment of \$100,000.00 or more would be made.

10 (d) The estimated impact of the loss of revenue on the
11 programs funded by any line items from which payments would be
12 made.

13 Sec. 235. In collaboration with the Michigan department of
14 health and human services and the Michigan department of education,
15 the department shall advise on initiatives in schools and other
16 educational organizations that include, but are not limited to,
17 training for educators, teachers, and other personnel in school
18 settings for all of the following:

19 (a) Utilization of trauma-informed practices.

20 (b) Age-appropriate education and information on human
21 trafficking.

22 (c) Age-appropriate education and information on sexual abuse
23 prevention.

24
25 **LAW ENFORCEMENT SERVICES**

26 Sec. 401. (1) The department shall develop and deliver
27 professional, innovative, and quality training that supports the
28 enforcement and public safety efforts of the criminal justice
29 community.

1 (2) The department shall provide performance data, as provided
2 under section 224, for days of training being conducted by the
3 academy.

4 (3) The department shall submit a report to the subcommittees
5 and the senate and house fiscal agencies within 60 days of the
6 conclusion of any trooper, motor carrier, or state properties
7 security recruit school. The report shall include the following:

8 (a) The number of veterans and the number of MCOLES-certified
9 police officers who were admitted to and the number who graduated
10 from the recruit school.

11 (b) The total number of recruits who were admitted to the
12 school, the number of recruits who graduated from the school, and
13 the location at which each of these recruits is assigned.

14 (4) The department shall distribute and review course
15 evaluations to ensure that quality training is provided.

16 Sec. 402. (1) In accordance with applicable state and federal
17 laws and regulations, the department shall maintain and ensure
18 compliance with CJIS databases and applications in the support of
19 public safety and law enforcement communities.

20 (2) The department shall improve the accuracy, timeliness, and
21 completeness of criminal history information by conducting a
22 minimum of 30 outreach activities targeted to criminal justice
23 agencies. The department shall report the number of these outreach
24 activities conducted, as provided under section 224.

25 (3) The department shall provide for the compilation of crime
26 statistics consistent with the uniform crime reporting (UCR)
27 program and the national incident-based report system (NIBRS).

28 (4) The department shall provide for the compilation and
29 evaluation of traffic crash reports and the maintenance of the

1 state accident data collection system.

2 (5) The department shall make individual traffic crash reports
3 available for a fee of \$10.00 per incident. The department may also
4 sell an extract of electronic traffic crash data for a fee of \$0.25
5 per incident, provided that the name, address, and any other
6 personal identifying information have been excluded.

7 (6) By March 1, the department shall submit a report to the
8 subcommittees, the senate and house fiscal agencies, and the state
9 budget director detailing the number of traffic crash reports
10 provided, the amount of revenue collected, and all expenditures
11 incurred for activities under subsection (5) in the preceding
12 fiscal year. The report shall include an analysis of whether
13 revenue from department activities under subsection (5) is
14 sufficient to offset all costs incurred for those activities and
15 shall provide information regarding any deficit or surplus of
16 revenue.

17 (7) In accordance with applicable state and federal laws and
18 regulations, the department shall provide for the maintenance and
19 dissemination of criminal history records and juvenile records,
20 including to the extent necessary to exchange criminal history
21 records information with the Federal Bureau of Investigation and
22 other states through the interstate identification index, the
23 National Crime Information Center, and other federal CJIS databases
24 and indices.

25 (8) In accordance with applicable state and federal laws, the
26 department shall provide for the maintenance of records, including
27 criminal history records regarding firearms licensure, as provided
28 in 1927 PA 372, MCL 28.421 to 28.435.

29 (9) The department shall provide a report to the legislature

1 on concealed pistol licensing not later than January 1 that
2 includes all of the following:

3 (a) The department's actual revenue received from fees paid
4 for concealed pistol license (CPL) applications for the prior
5 fiscal year and the uses of that revenue.

6 (b) The department's prior fiscal year costs for administering
7 its concealed pistol licensing responsibilities under 1927 PA 372,
8 MCL 28.421 to 28.435, but not including costs related to the
9 administration of other state statutes or requirements of federal
10 law.

11 (10) The department shall provide information on the number of
12 background checks processed through the internet criminal history
13 access tool (ICHAT), as provided in section 224.

14 (11) The following unexpended and unencumbered revenues
15 deposited into the criminal justice information center service fees
16 shall not lapse to the general fund, but shall be carried forward
17 into the subsequent fiscal year:

18 (a) Fees for fingerprinting and criminal record checks and
19 name-based criminal record checks under 1935 PA 120, MCL 28.271 to
20 28.274.

21 (b) Fees for application and licensing for initial and renewal
22 concealed pistol licenses under 1927 PA 372, MCL 28.421 to 28.435.

23 (c) Fees for searching, copying, and providing public records
24 under the freedom of information act, 1976 PA 442, MCL 15.231 to
25 15.246.

26 (d) Revenue from other sources, including, but not limited to,
27 investment and interest earnings.

28 (12) Unexpended and unencumbered revenue generated by state
29 records management system fees shall not lapse to the general fund,

1 but shall be carried forward into the subsequent fiscal year.

2 Sec. 403. (1) The department shall provide forensic testing
3 and analysis/profiling of DNA evidence to aid in law enforcement
4 investigations in this state.

5 (2) The department shall ensure its ability to maintain
6 accreditation by a federally designated accrediting agency, as
7 provided under 34 USC 12592.

8 (3) The department shall provide forensic science services
9 with an average turnaround time of 55 days, assuming an annual
10 caseload volume commensurate with the average annual caseload
11 received by the forensic science division during the preceding 5
12 fiscal years, and shall work to achieve a goal of a 30-day average
13 turnaround time across all forensic science disciplines.

14 (4) The department shall provide the following data as
15 provided in section 224:

16 (a) The average turnaround time for processing forensic
17 evidence across all disciplines.

18 (b) Forensic laboratory staffing levels, including scientists
19 in training, and vacancies.

20 (c) The number of backlogged cases in each discipline.

21 Sec. 404. (1) The biometrics and identification division shall
22 house and manage the automated biometric identification system, the
23 statewide network of agency photographs, and combined offender DNA
24 index system biometric databases.

25 (2) The department shall provide data on the number of 10-
26 print and palm-print submissions to the database, as provided in
27 section 224.

28 (3) The department shall maintain the staffing and resources
29 necessary to have a 28-day average wait time for scheduling a

1 polygraph examination, assuming an annual caseload received
2 commensurate with the average annual caseload received during the
3 preceding 5 fiscal years, with a goal of achieving a 15-day average
4 wait time.

5 (4) If changes are made to the department's protocol for
6 retaining and purging DNA analysis samples and records, the
7 department shall post a copy of the protocol changes on the
8 department's website.

9 Sec. 405. Not later than December 1, the department shall
10 submit a report to the subcommittees and senate and house fiscal
11 agencies that includes, but is not limited to, all of the following
12 information:

13 (a) Sexual assault kit analysis backlog at the beginning of
14 the prior fiscal year.

15 (b) The number of sexual assault kits collected or submitted
16 for analysis during the prior fiscal year.

17 (c) The number of sexual assault kits analyzed and the number
18 of associated DNA profiles created and uploaded during the prior
19 fiscal year.

20 (d) Sexual assault kit analysis backlog at the end of the
21 prior fiscal year.

22 (e) The average turnaround time to analyze sexual assault kits
23 and to create and upload associated DNA profiles for the prior
24 fiscal year.

25 Sec. 406. The department shall provide administrative support
26 for the following grant and community service programs:

27 (a) The operations of the automobile theft prevention
28 authority.

29 (b) Administration of the Edward Byrne memorial justice

1 assistance program and other grant programs, as well as the
2 department's community policing efforts.

3 (c) Administration of the office of school safety.

4 (d) Administration and outreach of the OK2SAY program.

5 Sec. 407. Not later than March 30, the office of school safety
6 shall provide a school safety report to the legislature and the
7 senate and house fiscal agencies that must include the following:

8 (a) Reports of incidents of school violence or threats
9 reported to the state police by local law enforcement or local
10 school districts, or received through the Michigan incident crime
11 report (MICR).

12 (b) Reports of OK2SAY-based incidences and activities.

13 (c) Based upon an evaluation of incidents of school safety and
14 analysis of school safety grants, recommendations on best practices
15 and other safety measures to ensure school safety in this state.

16
17 **MICHIGAN COMMISSION ON LAW ENFORCEMENT STANDARDS**

18 Sec. 501. (1) MCOLES shall establish standards for the
19 selection, employment, training, education, licensing, and
20 licensure revocation of all law enforcement officers and provide
21 the basic law enforcement training curriculum for law enforcement
22 training academy programs statewide.

23 (2) MCOLES shall maintain staffing and resources necessary to
24 update law enforcement standards within 120 days of the enactment
25 date of any new legislation.

26 Sec. 502. The general fund/general purpose funds appropriated
27 in part 1 for the public safety officers benefit fund must be
28 deposited into the public safety officers benefit fund created in
29 section 3 of the public safety officers benefit act, 2004 PA 46,

1 MCL 28.633. All funds in the public safety officers benefit fund
2 are appropriated and available for expenditure in accordance with
3 section 3 of the public safety officers benefit act, 2004 PA 46,
4 MCL 28.633.

5
6 **FIELD SERVICES**

7 Sec. 601. (1) Department enlisted personnel who are employed
8 to enforce traffic laws as provided in section 629e of the Michigan
9 vehicle code, 1949 PA 300, MCL 257.629e, are not prohibited from
10 responding to crimes in progress or other emergency situations and
11 are responsible for making every effort to protect all residents of
12 this state.

13 (2) The department shall maintain the staffing and resources
14 necessary to continually work to enhance traffic safety throughout
15 this state and shall dedicate a minimum of 455,200 hours to
16 statewide patrol, of which a minimum of 40,000 shall be committed
17 to distressed cities in this state. The department shall work to
18 improve public safety efforts within distressed cities by enhancing
19 data analysis capabilities and identifying crime trends and areas
20 with high occurrence of crime.

21 (3) The department shall report on the number of residence
22 checks of registered sex offenders conducted, as provided under
23 section 224.

24 (4) The department shall submit a report on or before April 15
25 to the subcommittees and senate and house fiscal agencies regarding
26 the secure cities partnership during the prior calendar year.

27 Sec. 602. (1) The department shall identify and apprehend
28 criminals through criminal investigations in this state.

29 (2) The department shall maintain the staffing and resources

1 necessary to annually meet or exceed a case clearance rate of 62%.

2 (3) The department shall maintain the staffing and resources
3 necessary to investigate the average annual number of opioid-
4 related investigations conducted by multijurisdictional task forces
5 and hometown security teams during the preceding 5 fiscal years.
6 The department shall work to enhance investigative and drug
7 interdiction efforts by enhancing data analysis capabilities and
8 linking investigations among multijurisdictional task forces and
9 hometown security teams.

10 Sec. 603. (1) The department shall provide protection to this
11 state, its economy, welfare, and vital state-sponsored programs
12 through the prevention and suppression of organized smuggling of
13 untaxed tobacco products in this state, through enforcement of the
14 tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, and
15 other laws pertaining to combating criminal activity in this state,
16 and by maintaining a tobacco tax enforcement unit.

17 (2) The department shall submit an annual report on December 1
18 to the subcommittees, the senate and house appropriations
19 subcommittees on general government, the senate and house fiscal
20 agencies, and the state budget office that details expenditures and
21 activities related to tobacco tax enforcement for the prior fiscal
22 year.

23 (3) The marijuana and tobacco investigation section shall
24 dedicate a minimum of 16,600 hours to tobacco tax enforcement.

25 Sec. 604. (1) The department shall provide fire investigation
26 training and investigative assistance to public safety agencies in
27 this state.

28 (2) The department shall maintain the staffing and resources
29 necessary to maintain readiness to respond appropriately to at

1 least the average annual number of requests for fire investigation
2 services that occurred during the preceding 5 fiscal years and
3 shall be available for call out statewide 100% of the time.
4

5 **SPECIALIZED SERVICES**

6 Sec. 701. (1) The department shall operate the Michigan
7 intelligence operations center for homeland security as this
8 state's primary federally designated fusion center to receive,
9 analyze, gather, and disseminate threat-related information among
10 federal, state, local, tribal, and private sector partners.

11 (2) The department shall ensure public safety by providing
12 public and private sector partners with timely and accurate
13 information regarding critical information key resource threats as
14 reported to or discovered by the Michigan intelligence operations
15 center for homeland security and shall increase public awareness on
16 how to report suspicious activity through website or telephone
17 communications.

18 (3) The department shall maintain the staffing and resources
19 necessary to support the cyber section, including the Michigan
20 cyber command center, the computer crimes unit, and the internet
21 crimes against children task force. The department shall maintain
22 the staffing and resources necessary to complete the average annual
23 number of cases completed by the computer crimes unit during the
24 preceding 5 fiscal years. The unit shall pursue process improvement
25 initiatives to effectively utilize staff resources in providing
26 investigatory assistance and evidentiary analysis for law
27 enforcement and criminal justice agencies statewide. The department
28 shall maintain the staffing and resources necessary to complete the
29 average annual casework that the Michigan cyber command center

1 completed during the preceding 5 fiscal years.

2 (4) The department shall maintain the staffing and resources
3 necessary to provide digital forensic analysis services with a goal
4 of decreasing backlogs of digital forensic analysis cases annually
5 until the department maintains a 60-day turnaround time.

6 Sec. 702. (1) The department shall provide specialized
7 services in support of, and to enhance, local, state, and federal
8 law enforcement operations within this state in accordance with all
9 applicable state and federal laws and regulations.

10 (2) The department shall maintain the staffing and resources
11 necessary to provide training to maintain readiness to respond
12 appropriately to at least the average annual number of requests for
13 specialty services which occurred during the preceding 5 fiscal
14 years.

15 (3) The canine unit shall be available for call out statewide
16 100% of the time.

17 (4) The bomb squad unit shall be available for call out
18 statewide 100% of the time.

19 (5) The emergency support teams shall be available for call
20 out statewide 100% of the time.

21 (6) The marine services team shall be available for call out
22 statewide 100% of the time.

23 (7) Aviation services shall be available for call out
24 statewide 100% of the time, unless prohibited by weather or
25 unexpected mechanical breakdowns.

26 (8) The department shall maintain the staff and resources
27 necessary to provide security services at the State Capitol Complex
28 facilities, the State Secondary Complex, and other state-owned or
29 leased properties, as provided under section 6c of 1935 PA 59, MCL

1 28.6c. The department shall also maintain the staff and resources
2 necessary to respond to emergencies at the State Capitol Complex,
3 State Secondary Complex, House Office Building, Binsfeld Office
4 Building, Capitol parking lot, Townsend Parking Ramp, Roosevelt
5 Parking Ramp, and other areas as directed. The department shall
6 maintain a goal of annually conducting 35,000 property inspections
7 of state owned and leased facilities.

8 Sec. 703. (1) The department shall maintain commercial vehicle
9 regulation, school bus inspections, and enforcement activities,
10 including enforcement of requirements concerning size, weight, and
11 load restrictions; operating authority; registration; fuel taxes;
12 transportation of hazardous materials; operations of new entrants;
13 commercial driver licenses; and inspections pursuant to the federal
14 motor carrier assistance program.

15 (2) The department shall maintain the staffing and resources
16 necessary to meet inspection goals consistent with the department's
17 federal motor carrier assistance program activities.

18 (3) Revenue collected under the motor carrier act, 1933 PA
19 254, MCL 475.1 to 479.42, shall be expended in accordance with that
20 act. Unexpended and unencumbered revenues shall not lapse to the
21 general fund but shall be carried forward into the subsequent
22 fiscal year.

23 Sec. 704. (1) The department shall coordinate the mitigation,
24 preparation, response, and recovery activities of municipal,
25 county, state, and federal governments, and other governmental
26 entities, for all hazards, disasters, and emergencies.

27 (2) The state director of emergency management may expend
28 money appropriated under part 1 to call upon any agency or
29 department of the state or any resource of the state to protect

1 life or property or to provide for the health or safety of the
2 population in any area of this state in which the governor
3 proclaims a state of emergency or state of disaster under 1945 PA
4 302, MCL 10.31 to 10.33, or under the emergency management act,
5 1976 PA 390, MCL 30.401 to 30.421. The state director of emergency
6 management may expend the amounts the director considers necessary
7 to accomplish these purposes. The director shall submit to the
8 state budget director, as soon as possible, a complete report of
9 all actions taken under the authority of this section. The report
10 shall contain, as a separate item, a statement of all money
11 expended that is not reimbursable from federal funding. The state
12 budget director shall review the expenditures and submit
13 recommendations to the legislature in regard to any possible need
14 for a supplemental appropriation.

15 (3) In addition to the funds appropriated in part 1, the
16 department may receive and expend money from local, private,
17 federal, or state sources for the purpose of providing emergency
18 management training to local or private interests and for the
19 purpose of supporting emergency preparedness, response, recovery,
20 and mitigation activity. If additional expenditure authorization in
21 the statewide integrated governmental management application
22 (SIGMA) is approved by the state budget office under this section,
23 the department and the state budget office shall notify the
24 subcommittees and the senate and house fiscal agencies within 10
25 days after the approval. The notification shall include the amount
26 and source of the additional authorization, the date of its
27 approval, and the projected use of funds to be expended under the
28 authorization. The total amount of federal revenues that may be
29 received and expended under this section and section 231 must not

1 exceed \$45,000,000.00. The total amount of state restricted
2 revenues that may be received and expended under this subsection
3 and subsection (7) must not exceed \$15,000,000.00.

4 (4) The department shall foster, promote, and maintain
5 partnerships to protect this state and homeland from all hazards.

6 (5) The department shall maintain the staffing and resources
7 necessary to do all of the following:

8 (a) Serve approximately 105 local emergency management
9 preparedness programs and 88 local emergency planning committees in
10 this state.

11 (b) Operate and maintain the state's emergency operations
12 center and provide command and control in support of emergency
13 response services.

14 (c) Maintain readiness, including training and equipment to
15 respond to civil disorders and natural disasters commensurate with
16 the capabilities of fiscal year 2010-2011.

17 (d) Perform hazardous materials response training.

18 (6) The department shall conduct a minimum of 3 training
19 sessions to enhance safe response in the event of natural or
20 manmade incidents, emergencies, or disasters.

21 (7) In addition to the funds appropriated in part 1, there is
22 appropriated from the disaster and emergency contingency fund an
23 amount necessary to cover costs related to any disaster or
24 emergency as defined in the emergency management act, 1976 PA 390,
25 MCL 30.401 to 30.421. However, funds appropriated under this
26 subsection and state restricted funds received and expended under
27 subsection (3) must not exceed \$15,000,000.00. Funds shall be
28 expended as provided under sections 18 and 19 of the emergency
29 management act, 1976 PA 390, MCL 30.418 and 30.419, and R 30.51 to

1 R 30.61 of the Michigan Administrative Code.

2 (8) Funds in the disaster and emergency contingency fund shall
3 not be expended unless the state budget director approves the
4 expenditure and the department and the state budget office notify
5 the senate and house appropriations committees. If expenditures are
6 made from the disaster and emergency contingency fund during a
7 month, the department shall submit monthly reports to the senate
8 and house fiscal agencies detailing the purpose of the
9 expenditures. These monthly reports shall be submitted within 30
10 days after the end of the month during which funds from the
11 disaster and emergency contingency fund were expended.

12 (9) Upon the declaration of a state of emergency or disaster
13 by the governor under section 3 of the emergency management act,
14 1976 PA 390, MCL 30.403, approval of the state budget director, and
15 notification of the subcommittees and senate and house fiscal
16 agencies, the director may expend funds appropriated from any
17 source to any line item within part 1 for the purpose of paying the
18 necessary and reasonable expenses incurred by the department in
19 responding to or mitigating the effects of any emergency or
20 disaster as those terms are defined in section 2 of the emergency
21 management act, 1976 PA 390, MCL 30.402.

22 (10) The department shall track and report on a biannual
23 basis, as provided in section 224 of this part, the status of the
24 department's assessment of critical infrastructure vulnerabilities,
25 including the protection status of critical infrastructure items
26 identified by the assessment. The department is not required to
27 report any information that could compromise the security of any
28 critical infrastructure.

29 Sec. 705. The department shall provide for the planning,

1 administration, and implementation of highway traffic safety
2 programs to save lives and reduce injuries on roads in this state,
3 in partnership with other public and private organizations.

4 Sec. 706. (1) Funds appropriated in part 1 for the secondary
5 road patrol program shall be used to provide grants to sheriffs
6 under the secondary road patrol program described under section 76
7 of 1846 RS 14, MCL 51.76.

8 (2) Not later than April 30, the office of highway safety
9 planning shall work with the state court administrative office, as
10 necessary, to issue a report to the department and the
11 subcommittees on the following data from the previous calendar
12 year:

13 (a) The total number of traffic civil infractions written
14 under both state and local ordinances for which the \$40.00 justice
15 system assessment is to be assessed.

16 (b) Of the total number reported under subdivision (a), the
17 number of traffic civil infractions written under both state and
18 local ordinances that the court assessed and ordered payment of the
19 justice system assessment.

20 (c) Of the number reported under subdivision (b), the number
21 of traffic civil infractions for which the justice system
22 assessment was collected and distributed to the justice system fund
23 created in section 181 of the revised judicature act of 1961, 1961
24 PA 236, MCL 600.181.

25 (d) The number of citations, misdemeanors, and felonies
26 written under both state and local ordinances corresponding to a
27 law of this state for a violation of each of the following:

28 (i) Section 617a of the Michigan vehicle code, 1949 PA 300, MCL
29 257.617a.

1 (ii) Section 618 of the Michigan vehicle code, 1949 PA 300, MCL
2 257.618.

3 (iii) Section 625(1) of the Michigan vehicle code, 1949 PA 300,
4 MCL 257.625.

5 (iv) Section 625(8) of the Michigan vehicle code, 1949 PA 300,
6 MCL 257.625.

7 (v) Section 626 of the Michigan vehicle code, 1949 PA 300, MCL
8 257.626.

9 (vi) Section 676b of the Michigan vehicle code, 1949 PA 300,
10 MCL 257.676b.

11 (vii) Section 904 of the Michigan vehicle code, 1949 PA 300,
12 MCL 257.904.

13 (3) The sheriffs' duties under the secondary road patrol
14 program, as outlined in section 76(2) of 1846 RS 14, MCL 51.76, are
15 to patrol and monitor traffic violations; to enforce the criminal
16 laws of this state, violations of which are observed by or brought
17 to the attention of the sheriff's department while patrolling and
18 monitoring secondary roads; to investigate accidents involving
19 motor vehicles; and to provide emergency assistance to persons on
20 or near a highway or road the sheriff is patrolling and monitoring.
21

22 **ONE-TIME APPROPRIATIONS**

23 Sec. 801. In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$300,000,000.00 of
25 federal authorization. This authorization is only available for
26 emergency and disaster response and mitigation. These funds are not
27 available for expenditure until they have been transferred to
28 another line item in part 1 under section 393(2) of the management
29 and budget act, 1984 PA 431, MCL 18.1393.

ARTICLE 13

STATE TRANSPORTATION DEPARTMENT

PART 1

LINE-ITEM APPROPRIATIONS

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

DEPARTMENT OF TRANSPORTATION**APPROPRIATION SUMMARY**

Full-time equated unclassified positions	6.0

Full-time equated classified positions	2,932.3

GROSS APPROPRIATION	\$ 5,236,519,200

Total interdepartmental grants and intradepartmental transfers	4,044,800

ADJUSTED GROSS APPROPRIATIONS	\$ 5,232,474,400

Federal revenues:	

Total federal revenues	1,448,519,000

Special revenue funds:	

Total local revenues	80,782,000

Total private revenues	900,000

Total other state restricted revenues	3,702,273,400

State general fund/general purpose	\$ 0

Sec. 102. DEBT SERVICE

Airport safety and protection plan	\$ 3,438,700

Blue Water Bridge fund	6,809,800

Comprehensive transportation	10,899,800

Economic development	11,485,600

1	Local bridge fund	2,330,400
2	State trunkline	218,679,300
3	GROSS APPROPRIATION	\$ 253,643,600
4	Appropriated from:	
5	Federal revenues:	
6	Federal aid - transportation programs	50,582,100
7	Special revenue funds:	
8	Blue Water Bridge fund	6,809,800
9	Comprehensive transportation fund	10,899,800
10	Economic development fund	11,485,600
11	Local bridge fund	2,330,400
12	State aeronautics fund	3,438,700
13	State trunkline fund	168,097,200
14	State general fund/general purpose	\$ 0
15	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER	
16	AGENCY SUPPORT SERVICES	
17	CTF grant to civil service commission	\$ 250,000
18	CTF grant to department of attorney general	107,600
19	CTF grant to department of technology,	
20	management, and budget	34,500
21	CTF grant to department of treasury	46,900
22	CTF grant to legislative auditor general	43,200
23	MTF grant to department of environment, Great	
24	Lakes, and energy	1,491,400
25	MTF grant to department of state for collection	
26	of revenue and fees	20,000,000
27	MTF grant to department of treasury	3,011,900
28	MTF grant to legislative auditor general	350,200

1	SAF grant to civil service commission	150,000
2	SAF grant to department of attorney general	188,200
3	SAF grant to department of technology,	
4	management, and budget	28,000
5	SAF grant to department of treasury	84,100
6	SAF grant to legislative auditor general	33,800
7	STF grant to civil service commission	6,321,000
8	STF grant to department of attorney general	2,123,200
9	STF grant to department of state police	12,154,500
10	STF grant to department of technology,	
11	management, and budget	1,177,900
12	STF grant to department of treasury	148,800
13	STF grant to legislative auditor general	813,500
14	GROSS APPROPRIATION	\$ 48,558,700
15	Appropriated from:	
16	Special revenue funds:	
17	Comprehensive transportation fund	482,200
18	Michigan transportation fund	24,853,500
19	State aeronautics fund	484,100
20	State trunkline fund	22,738,900
21	State general fund/general purpose	\$ 0
22	Sec. 104. DEPARTMENTAL ADMINISTRATION AND	
23	SUPPORT	
24	Full-time equated unclassified positions	6.0
25	Full-time equated classified positions	251.3
26	Unclassified salaries--FTE position	6.0 \$ 853,400
27	Asset management council	1,876,400
28	Business support services--FTEs	41.0 6,727,800

1	Commission audit and support services--FTEs	29.3	3,553,000
2	Economic development and enhancement programs--		
3	FTEs	10.0	1,723,300
4	Finance, contracts, and support services--FTEs	171.0	22,352,900
5	Property management		6,957,400
6	Worker's compensation		1,721,800
7	GROSS APPROPRIATION	\$	45,766,000
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG for accounting service center user charges		4,044,800
11	Special revenue funds:		
12	Comprehensive transportation fund		1,630,200
13	Economic development fund		402,100
14	Michigan transportation fund		4,386,900
15	State aeronautics fund		756,100
16	State trunkline fund		34,545,900
17	State general fund/general purpose	\$	0
18	Sec. 105. INFORMATION TECHNOLOGY		
19	Information technology services and projects	\$	39,512,400
20	GROSS APPROPRIATION	\$	39,512,400
21	Appropriated from:		
22	Federal revenues:		
23	Federal aid - transportation programs		520,500
24	Special revenue funds:		
25	Blue Water Bridge fund		56,900
26	Comprehensive transportation fund		231,700
27	Economic development fund		38,400
28	Michigan transportation fund		302,800

1	State aeronautics fund		180,700
2	State trunkline fund		38,181,400
3	State general fund/general purpose	\$	0
4	Sec. 106. TRANSPORTATION PLANNING		
5	Full-time equated classified positions	136.0	
6	Planning services--FTEs	136.0	\$ 41,656,400
7	Grants to regional planning councils		488,800
8	GROSS APPROPRIATION	\$	42,145,200
9	Appropriated from:		
10	Federal revenues:		
11	Federal aid - transportation programs		24,000,000
12	Special revenue funds:		
13	Comprehensive transportation fund		622,000
14	Michigan transportation fund		9,816,400
15	State aeronautics fund		15,700
16	State trunkline fund		7,691,100
17	State general fund/general purpose	\$	0
18	Sec. 107. DESIGN AND ENGINEERING SERVICES		
19	Full-time equated classified positions	1,506.3	
20	Program development and delivery--FTEs	1,012.3	\$ 96,634,600
21	System operations management--FTEs	337.0	56,892,400
22	Business services--FTEs	157.0	23,551,900
23	GROSS APPROPRIATION	\$	177,078,900
24	Appropriated from:		
25	Federal revenues:		
26	Federal aid - transportation programs		23,529,800
27	Special revenue funds:		
28	Comprehensive transportation fund		187,100

1	Michigan transportation fund		15,621,100
2	State aeronautics fund		160,300
3	State trunkline fund		137,580,600
4	State general fund/general purpose	\$	0
5	Sec. 108. HIGHWAY MAINTENANCE		
6	Full-time equated classified positions	876.7	
7	State trunkline operations--FTEs	876.7	\$ 425,881,200
8	GROSS APPROPRIATION	\$	425,881,200
9	Appropriated from:		
10	Special revenue funds:		
11	State trunkline fund		425,881,200
12	State general fund/general purpose	\$	0
13	Sec. 109. ROAD AND BRIDGE PROGRAM		
14	Cities and villages	\$	652,686,200
15	County road commissions		1,170,643,500
16	Grants to local programs		33,000,000
17	Local agency wetland mitigation bank fund		2,000,000
18	Local bridge program		27,812,600
19	Local federal aid and road and bridge		
20	construction		290,587,800
21	Movable bridge		5,553,000
22	Rail grade crossing		3,000,000
23	Rail grade crossing - surface improvements		3,000,000
24	State trunkline federal aid and road and bridge		
25	construction		1,328,645,000
26	GROSS APPROPRIATION	\$	3,516,928,100
27	Appropriated from:		
28	Federal revenues:		

1	Federal aid - transportation programs		1,141,836,600
2	Special revenue funds:		
3	Local funds		30,003,500
4	Blue Water Bridge fund		4,079,500
5	Local bridge fund		27,812,600
6	Michigan transportation fund		1,869,882,700
7	State trunkline fund		443,313,200
8	State general fund/general purpose	\$	0
9	Sec. 110. BLUE WATER BRIDGE		
10	Full-time equated classified positions	41.0	
11	Blue Water Bridge operations--FTEs	41.0	\$ 6,714,700
12	GROSS APPROPRIATION	\$	6,714,700
13	Appropriated from:		
14	Special revenue funds:		
15	Blue Water Bridge fund		6,714,700
16	State general fund/general purpose	\$	0
17	Sec. 111. TRANSPORTATION ECONOMIC DEVELOPMENT		
18	Community service infrastructure fund	\$	3,000,000
19	Forest roads		5,000,000
20	Rural county primary		7,650,500
21	Rural county urban system		2,500,000
22	Target industries/economic redevelopment		15,800,900
23	Urban county congestion		7,650,500
24	GROSS APPROPRIATION	\$	41,601,900
25	Appropriated from:		
26	Special revenue funds:		
27	Economic development fund		41,601,900
28	State general fund/general purpose	\$	0

1	Sec. 112. AERONAUTICS SERVICES			
2	Full-time equated classified positions	46.0		
3	Air fleet operations and maintenance--FTEs	8.0	\$	1,000,000
4	Air service program			50,000
5	Aviation services--FTEs	38.0		6,077,700
6	GROSS APPROPRIATION		\$	7,127,700
7	Appropriated from:			
8	Special revenue funds:			
9	State aeronautics fund			7,127,700
10	State general fund/general purpose		\$	0
11	Sec. 113. PUBLIC TRANSPORTATION SERVICES			
12	Full-time equated classified positions	36.0		
13	Passenger transportation services--FTEs	36.0	\$	6,040,200
14	GROSS APPROPRIATION		\$	6,040,200
15	Appropriated from:			
16	Federal revenues:			
17	Federal aid - transportation programs			972,100
18	Special revenue funds:			
19	Comprehensive transportation fund			5,068,100
20	State general fund/general purpose		\$	0
21	Sec. 114. LOCAL BUS TRANSIT			
22	Local bus operating		\$	196,750,000
23	Nonurban operating/capital			30,027,900
24	GROSS APPROPRIATION		\$	226,777,900
25	Appropriated from:			
26	Federal revenues:			
27	Federal aid - transportation programs			28,027,900
28	Special revenue funds:			

1	Local funds		2,000,000
2	Comprehensive transportation fund		196,750,000
3	State general fund/general purpose	\$	0
4	Sec. 115. INTERCITY PASSENGER AND FREIGHT		
5	Full-time equated classified positions	39.0	
6	Detroit/Wayne County Port Authority	\$	400,000
7	Freight property management		1,000,000
8	Intercity services		8,060,000
9	Marine passenger service		1,012,000
10	Office of rail--FTEs	39.0	6,752,500
11	Rail operations and infrastructure		104,356,200
12	GROSS APPROPRIATION	\$	121,580,700
13	Appropriated from:		
14	Federal revenues:		
15	Federal aid - transportation programs		24,500,000
16	Special revenue funds:		
17	Local funds		760,000
18	Private funds		900,000
19	Comprehensive transportation fund		85,935,000
20	Intercity bus equipment fund		600,000
21	Michigan transportation fund		2,116,400
22	Rail freight fund		6,000,000
23	State trunkline fund		769,300
24	State general fund/general purpose	\$	0
25	Sec. 116. PUBLIC TRANSPORTATION DEVELOPMENT		
26	Municipal credit program	\$	2,000,000
27	Service initiatives		11,304,400
28	Specialized services		22,313,900

1	Transit capital	109,070,700
2	Van pooling	195,000
3	GROSS APPROPRIATION	\$ 144,884,000
4	Appropriated from:	
5	Federal revenues:	
6	Federal aid - transportation programs	48,550,000
7	Special revenue funds:	
8	Local funds	35,510,000
9	Comprehensive transportation fund	60,824,000
10	State general fund/general purpose	\$ 0
11	Sec. 117. CAPITAL OUTLAY	
12	Salt storage buildings and containment control	\$ 2,500,000
13	Special maintenance, remodeling, and additions	3,001,500
14	Airport safety, protection, and improvement	
15	program	121,576,500
16	Detroit Metropolitan Wayne County Airport	5,200,000
17	GROSS APPROPRIATION	\$ 132,278,000
18	Appropriated from:	
19	Federal revenues:	
20	Federal aid - transportation programs	106,000,000
21	Special revenue funds:	
22	Local funds	12,508,500
23	Qualified airport fund	5,200,000
24	State aeronautics fund	3,068,000
25	State trunkline fund	5,501,500
26	State general fund/general purpose	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$3,702,273,400.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$2,187,646,000.00 The itemized statement below identifies appropriations from which spending to local units of government will occur:

STATE TRANSPORTATION DEPARTMENT

Grants to regional planning councils	\$ 488,800
Cities and villages	652,686,200
County road commissions	1,170,643,500
Grants to local programs	33,000,000
Local bridge program	27,812,600
Local agency wetland mitigation	2,000,000
Movable bridge	2,776,500
Rail grade crossing	1,500,000
Rail grade surface crossing improvements	3,000,000
Transportation economic development	27,129,400
Air service program	50,000
Local bus operating	196,750,000
Detroit/Wayne County Port Authority	400,000
Marine passenger service	512,000
Municipal credit program	2,000,000
Service initiatives	9,329,400
Specialized services	8,228,900
Transit capital	41,070,700

Airport safety, protection, and improvement	
program	3,068,000
Detroit Metropolitan Wayne County Airport	5,200,000
Total payments to local units of government	\$ 2,187,646,000

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

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

- (a) "CTF" means comprehensive transportation fund.
- (b) "Department" means the state transportation department.
- (c) "Director" means the director of the department.
- (d) "DOT" means the United States Department of Transportation.
- (e) "DOT-FHWA" means DOT, Federal Highway Administration.
- (f) "FTE" means full-time equated.
- (g) "IDG" means interdepartmental grant.
- (h) "MTF" means Michigan transportation fund.
- (i) "SAF" means state aeronautics fund.
- (j) "STF" means state trunkline fund.

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

Sec. 205. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to

1 goods or services, or both, manufactured or provided by Michigan
2 businesses, if they are competitively priced and of comparable
3 quality. In addition, preference shall be given to goods or
4 services, or both, that are manufactured or provided by Michigan
5 businesses owned and operated by veterans, if they are
6 competitively priced and of comparable quality.

7 Sec. 206. The director shall take all reasonable steps to
8 ensure businesses in deprived and depressed communities compete for
9 and perform contracts to provide services or supplies, or both.
10 Each director shall strongly encourage firms with which the
11 department contracts to subcontract with certified businesses in
12 depressed and deprived communities for services, supplies, or both.

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

23 (a) The dates of each travel occurrence.

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

29 Sec. 208. Funds appropriated in part 1 shall not be used by a

1 principal executive department, state agency, or authority to hire
2 a person to provide legal services that are the responsibility of
3 the attorney general. This prohibition does not apply to legal
4 services for bonding activities and for those activities that the
5 attorney general authorizes.

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

15 Sec. 210. (1) In addition to the funds appropriated in part 1,
16 there is appropriated an amount not to exceed \$40,000,000.00 for
17 federal contingency authorization. These funds are not available
18 for expenditure until they have been transferred to another line
19 item in part 1 pursuant to section 393(2) of the management and
20 budget act, 1984 PA 431, MCL 18.1393.

21 (2) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$5,000,000.00 for state
23 restricted contingency authorization. These funds are not available
24 for expenditure until they have been transferred to another line
25 item in part 1 pursuant to section 393(2) of the management and
26 budget act, 1984 PA 431, MCL 18.1393.

27 (3) In addition to the funds appropriated in part 1, there is
28 appropriated an amount not to exceed \$1,000,000.00 for local
29 contingency authorization. These funds are not available for

1 expenditure until they have been transferred to another line item
2 in part 1 pursuant to section 393(2) of the management and budget
3 act, 1984 PA 431, MCL 18.1393.

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

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

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

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

16 (c) Fiscal year-to-date payments to a selected vendor,
17 including the vendor name, payment date, payment amount, and
18 payment description.

19 (d) The number of active department employees by job
20 classification.

21 (e) Job specifications and wage rates.

22 Sec. 212. Within 14 days after the release of the executive
23 budget recommendation, the department shall cooperate with the
24 state budget office to provide the senate and house appropriations
25 chairs, the chairpersons of the senate and house appropriations
26 subcommittees on transportation, and the senate and house fiscal
27 agencies with an annual report on estimated state restricted fund
28 balances, state restricted fund projected revenues, and state
29 restricted fund expenditures for the fiscal years ending September

1 30, 2021 and September 30, 2022.

2 Sec. 213. The department shall maintain, on a publicly
3 accessible website, a department scorecard that identifies, tracks,
4 and regularly updates key metrics that are used to monitor and
5 improve the department's performance.

6 Sec. 214. Total authorized appropriations from all sources
7 under part 1 for legacy costs for the fiscal year ending September
8 30, 2022 are \$66,849,000.00. From this amount, total agency
9 appropriations for pension-related legacy costs are estimated at
10 \$37,452,900.00. Total agency appropriations for retiree health care
11 legacy costs are estimated at \$29,397,000.00.

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

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

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

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

29 (2) By March 1 of the current fiscal year, the department

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

5 (a) Number of employees that were engaged in remote work in
6 2021.

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

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

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

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

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

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

28 Sec. 220. The department shall report no later than April 1 on
29 each specific policy change made to implement a public act

1 affecting the department that took effect during the prior calendar
2 year to the senate and house appropriations committees, the senate
3 and house subcommittees on transportation, the joint committee on
4 administrative rules, and the senate and house fiscal agencies.

5 Sec. 221. To the extent possible, the department shall provide
6 notice to the speaker of the house, the house minority leader, the
7 senate majority leader, the senate minority leader, the house and
8 senate standing committees on transportation, the appropriate house
9 and senate appropriations subcommittees on transportation, and the
10 house and senate fiscal agencies on proposed federal rule changes
11 related to the department that would require amendments to the laws
12 of this state. The notice shall be given within 30 business days of
13 the proposed federal rule being posted to the Federal Register and
14 shall include a description of the proposed federal rule, the
15 publication date, the date when public comment closes, the document
16 citation, and a description of the statutory changes needed when
17 the rule is finalized.

18 Sec. 222. (1) From the funds appropriated in part 1, the
19 department shall do all of the following:

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

28 (b) Maintain an internet site that posts any severance pay in
29 excess of 6 weeks of wages, regardless of the position held by the

1 former department employee receiving severance pay.

2 (c) By February 1, 2022, report to the house and senate
3 appropriations subcommittees on the department budget, the house
4 and senate fiscal agencies, the house and senate policy offices,
5 and the state budget office on the total amount of severance pay
6 remitted to former department employees during the fiscal year
7 ending September 30, 2021 and the total number of former department
8 employees that were remitted severance pay during the fiscal year
9 ending September 30, 2021.

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

15 Sec. 223. Any department, agency, board, commission,
16 subdivision, or other executive branch entity or official of this
17 state that receives funding under part 1 shall not do any of the
18 following:

19 (a) Require as a condition of accessing any state services or
20 facilities that an individual provide proof he or she has received
21 a COVID-19 vaccine.

22 (b) Produce, develop, and issue a COVID-19 vaccine passport
23 for the purpose of certifying that an individual has received a
24 COVID-19 vaccine.

25 (c) Provide information of an individual's COVID-19 vaccine
26 status to any person, company, or governmental entity for inclusion
27 in a COVID-19 vaccine passport.

28 Sec. 270. In order to reduce costs and maintain quality, it is
29 the intent of the legislature that, excluding the fleet of motor

1 vehicles for the department of state police, the department will
2 prioritize the utilization of remanufactured parts as the primary
3 means of maintenance and repair for the state of Michigan's fleet
4 of motor vehicles.

5
6 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

7 Sec. 301. The department may establish a fee schedule and
8 collect fees sufficient to cover the costs to issue the permits
9 that the department is authorized by law to issue upon request,
10 unless otherwise stipulated by law. All permit fees are
11 nonrefundable application fees and shall be credited to the
12 appropriate fund to recover the direct and indirect costs of
13 receiving, reviewing, and processing the requests.

14 Sec. 302. (1) Total authorized annual state trunkline fund
15 debt service limits identified in section 18b of 1951 PA 51, MCL
16 247.668b, from constitutionally restricted revenue sources
17 identified in section 9 of article IX of the state constitution of
18 1963 are as follows:

19 (a) At 25% of the constitutionally restricted revenue sources
20 set aside for the state trunkline fund, the debt service limit for
21 the fiscal year ending September 30, 2022 for the state trunkline
22 fund is \$242,180,850.00.

23 (b) At 50% of the constitutionally restricted revenue sources
24 set aside for the state trunkline fund, the debt service limit for
25 the fiscal year ending September 30, 2022 for the state trunkline
26 fund is \$484,361,700.00.

27 (2) The department shall report no later than February 1, 2022
28 on the state trunkline fund debt service limit. The report must
29 include an accounting of the previous fiscal year's trunkline fund

1 debt service limit, the total amount of debt service paid for that
2 fiscal year, and the remaining portion of the debt service cap that
3 was not applied. The report must include a projection for the
4 fiscal year ending September 30, 2022 that also includes the fiscal
5 year debt service limit, the total amount of debt service planned
6 for the fiscal year ending September 30, 2022, and the remaining
7 portion of the debt service cap that could be applied. The report
8 must include all planned bonding for the fiscal year ending
9 September 30, 2022.

10 Sec. 303. From the funds appropriated in part 1 for highway
11 maintenance, the department shall initiate a winter maintenance
12 program in accordance with section 11a of 1951 PA 51, MCL 247.661a.

13 Sec. 304. If, as a requirement of bidding on a highway
14 project, the department requires a contractor to submit financial
15 or proprietary documentation as to how the bid was calculated, that
16 bid documentation shall be kept confidential and shall not be
17 disclosed other than to a department representative without the
18 contractor's written consent. The department may disclose the bid
19 documentation if necessary to address or defend a claim by a
20 contractor.

21 Sec. 305. The department may permit space on public passenger
22 transportation properties to be occupied by public or private
23 tenants. The department shall require that revenue from the tenants
24 be placed in an account to be used to pay the costs to maintain and
25 improve the property.

26 Sec. 306. (1) The amounts appropriated in part 1 to support
27 tax and fee collection, law enforcement, and other program services
28 provided to the department and to transportation funds by other
29 state departments shall be expended from transportation funds

1 pursuant to annual contracts between the department and those other
2 state departments. The contracts shall be executed prior to the
3 expenditure or obligation of those funds. The contracts shall
4 provide, but are not limited to, the following data applicable to
5 each state department:

6 (a) Estimated costs to be recovered from transportation funds.

7 (b) Description of services provided to the department and/or
8 transportation funds and financed with transportation funds.

9 (c) Detailed cost allocation methods appropriate to the type
10 of services being provided and the activities financed with
11 transportation funds.

12 (2) Not later than 2 months after publication of the state of
13 Michigan comprehensive annual financial report, each state
14 department receiving funding pursuant to an interdepartment
15 contract with the department shall submit a written report to the
16 department, the state budget director, the house and senate fiscal
17 agencies, and the auditor general stating by spending authorization
18 account the amount of estimated funds contracted with the
19 department, the amount of funds expended, the amount of funds
20 returned to the transportation funds, and any unreimbursed
21 transportation-related costs incurred but not billed to
22 transportation funds.

23 Sec. 307. Before March 1 of each year, the department will
24 provide to the legislature, the state budget director, and the
25 house and senate fiscal agencies its rolling 5-year plan listing by
26 county or by county road commission all highway construction
27 projects for the fiscal year and all expected projects for the
28 ensuing fiscal years.

29 Sec. 310. The department shall provide in a timely manner

1 copies of the agenda, approved minutes, and audio recording of
2 monthly transportation commission meetings to the members of the
3 house and senate appropriations subcommittees on transportation,
4 the house and senate fiscal agencies, and the state budget
5 director.

6 Sec. 313. (1) From funds appropriated in part 1, the
7 department may increase a state infrastructure bank program and
8 grant or loan funds in accordance with regulations of the state
9 infrastructure bank program of the United States Department of
10 Transportation. The state infrastructure bank is to be administered
11 by the department for the purpose of providing a revolving, self-
12 sustaining resource for financing transportation infrastructure
13 projects.

14 (2) In addition to funds provided in subsection (1), money
15 received by the state as federal grants, repayment of state
16 infrastructure bank loans, or other reimbursement or revenue
17 received by the state as a result of projects funded by the program
18 and interest earned on that money shall be deposited in the
19 revolving state infrastructure bank fund and shall be available for
20 transportation infrastructure projects. At the close of the fiscal
21 year, any unencumbered funds remaining in the state infrastructure
22 bank fund shall remain in the fund and be carried forward into the
23 succeeding fiscal year.

24 (3) The department shall submit a report to the state budget
25 director, the house and senate appropriations subcommittees on
26 transportation, and the house and senate fiscal agencies on the
27 status of the state infrastructure bank. The report shall be
28 submitted on or before December 1, 2021. The report shall include
29 all of the following:

1 (a) The balance in the state infrastructure bank at September
2 30, 2021, including a breakdown of the balance by cash and cash
3 equivalents, outstanding loans, and balance available for loan to
4 local agencies.

5 (b) A breakdown of the state infrastructure loan balance by
6 amounts designated as originating from federal sources and the
7 amounts originating from nonfederal sources.

8 (c) A list of outstanding loans by agency, original loan
9 amount, project description, loan term, and amount outstanding.

10 Sec. 319. The department shall post signs at each rest area to
11 identify the agency or contractor responsible for maintenance of
12 the rest area. The signs shall include a department telephone
13 number and shall indicate that unsafe or unclear conditions at the
14 rest area may be reported to that telephone number.

15 Sec. 353. The department shall review its contractor payment
16 process and ensure that all prime contractors are paid promptly.
17 The department shall ensure that prime contractors are in
18 compliance with special provision 109.10 regarding the prompt
19 payment of subcontractors.

20 Sec. 357. When presented with complete local federal aid
21 project submittals, the department shall complete all necessary
22 reviews and inspections required to let local federal aid projects
23 within 120 days of receipt. The department shall implement a system
24 for monitoring the local federal aid project review process.

25 Sec. 375. The department is prohibited from reimbursing
26 contractors or consultants for costs associated with groundbreaking
27 ceremonies, receptions, open houses, or press conferences related
28 to transportation projects funded, in whole or in part, by revenue
29 appropriated in part 1.

1 Sec. 376. The department shall not spend funds appropriated in
2 part 1 for the purpose of examining the potential association
3 between commercial signs, outdoor advertising signs, billboards,
4 digital billboards, or commercial electronic variable message signs
5 and motor vehicle activity or motor vehicle driver behavior.

6 Sec. 377. No funds from the appropriation in part 1 may be
7 expended for any contractual service contract with a value in
8 excess of \$100,000.00 with any vendor in which a former department
9 director has direct input into the solicitation response or
10 contract negotiation process, or will be compensated for any work
11 performed on the contract within 24 months of that former
12 director's last employment with the department. This section may be
13 waived by resolution of the Michigan house of representatives and
14 senate.

15 Sec. 381. The department shall require as a condition of each
16 contract or subcontract for construction, maintenance, or
17 engineering services that the prequalified contractor or
18 prequalified subcontractor agree to use the E-Verify system to
19 verify that all persons hired during the contract term by the
20 contractor or subcontractor are legally present and authorized to
21 work in the United States. The department may verify this
22 information directly or may require contractors and subcontractors
23 to verify the information and submit a certification to the
24 department. The department shall report to the house and senate
25 appropriations committees and the house and senate fiscal agencies
26 by March 1 of each year describing the processes it has developed
27 and implemented under provisions of this section. As used in this
28 section, "E-Verify" means an internet-based system operated by the
29 Department of Homeland Security, U.S. Citizenship and Immigration

1 Services in partnership with the Social Security Administration.

2 Sec. 382. In administering a contract with a county road
3 commission, city, or village that allocates costs of construction
4 or reconstruction of highways, roads, and streets as provided in
5 section 18d of 1951 PA 51, MCL 247.668d, the department shall
6 submit the final cost-sharing bill to the county road commission,
7 city, or village not later than 2 years after the date of the final
8 contract payment to the construction contractor.

9 Sec. 383. (1) The department shall prepare a report on use of
10 department-owned aircraft during the fiscal year ending September
11 30, 2021. With respect to each department-owned aircraft, the
12 report shall include all of the following:

13 (a) Total hours of usage.

14 (b) Description of specific flights including dates of travel,
15 names of passengers including state agency, university, or local
16 government affiliation, travel origin and destination, and total
17 estimated costs associated with the air travel.

18 (2) The report shall be submitted to the senate and house
19 appropriations subcommittees on transportation, state budget
20 director, and the house and senate fiscal agencies no later than
21 February 1, 2022.

22 (3) The department shall maintain a system for recovering the
23 cost of operating department-owned aircraft through charges to
24 aircraft users.

25 Sec. 384. (1) Except as otherwise provided in subsection (2),
26 the department shall not obligate the state to expend any state
27 transportation revenue for construction planning or construction of
28 the Gordie Howe International Crossing or a renamed successor. In
29 addition, except as provided in subsection (2), the department

1 shall not commit the state to any new contract related to the
2 construction planning or construction of the Gordie Howe
3 International Crossing or a renamed successor that would obligate
4 the state to expend any state transportation revenue. An
5 expenditure for staff resources used in connection with project
6 activities, which expenditure is subject to full and prompt
7 reimbursement from Canada, shall not be considered an expenditure
8 of state transportation revenue.

9 (2) If the legislature enacts specific enabling legislation
10 for the construction of the Gordie Howe International Crossing or a
11 renamed successor, subsection (1) does not apply once the enabling
12 legislation goes into effect.

13 Sec. 385. (1) The department shall submit monthly reports to
14 the state budget director, the speaker of the house of
15 representatives, the house of representatives minority leader, the
16 senate majority leader, the senate minority leader, the house and
17 senate appropriations subcommittees on transportation, and the
18 house and senate fiscal agencies on all of the following:

19 (a) All expenditures made by the state related to the Gordie
20 Howe Bridge.

21 (b) All reimbursements made by Canada under section 384(1) of
22 this part to the state for expenditures for staff resources used in
23 connection with project activities.

24 (c) All eminent domain and condemnation powers used, the
25 related real estate involved in any governmental taking, the price
26 paid for those properties, and the beneficiary's name or associated
27 corporation.

28 (2) The initial report required under subsection (1) shall be
29 submitted on or before December 1, 2021. The initial report shall

1 cover the fiscal year ending September 30, 2021.

2 Sec. 386. On or before May 1 of each year, the department
3 shall submit a report to the state budget director, the house and
4 senate appropriations subcommittees on transportation, and the
5 house and senate fiscal agencies on its toll credit program. The
6 report shall include the following information:

7 (a) The amount of toll credits earned and certified by the
8 DOT-FHWA in the prior fiscal year.

9 (b) The value of toll credits used by programs and projects in
10 the previous fiscal year.

11 (c) The balance of available toll credits at the end of the
12 prior fiscal year.

13 (d) A discussion of the department's strategy for using toll
14 credits.

15 Sec. 387. (1) Within 60 days of completion of any formal
16 traffic study, formal traffic control study, or formal traffic
17 mitigation study, the department shall post the results of the
18 study on the department's website.

19 (2) As used in this section, the terms "traffic study",
20 "traffic control study", and "traffic mitigation study" include,
21 but are not limited to, investigations into the need for traffic
22 lights, reviews of traffic speeds and related recommendations
23 regarding speed limits, and ways to improve traffic flow during
24 peak travel times.

25 Sec. 389. Within 30 days of entering into a long-term
26 agreement with a private contractor, a public agency, or a
27 partnership between 1 or more private contractors or public
28 agencies, the department shall notify the state budget director,
29 the house and senate appropriations subcommittees on

1 transportation, and the house and senate fiscal agencies of the
2 agreement, including the subject of the agreement, the term of the
3 agreement, and financial obligations under the agreement. As used
4 in this section, "long-term agreement" means an agreement that
5 obligates the department for a period of 5 years or more and that
6 actually or contingently obligates the department to make payments
7 over the contract period of \$5,000,000.00 or more.

8 Sec. 393. (1) The department shall promote best practices for
9 public transportation services in this state, including, but not
10 limited to, all the following:

11 (a) Transit vehicle rehabilitation to reduce life-cycle cost
12 of public transportation through midlife rehabilitation of transit
13 buses.

14 (b) Cooperation between entities using transit, including
15 school districts, cities, townships, and counties with a view to
16 promoting cost savings through joint purchasing of fuel and other
17 procurements.

18 (c) Coordination of transportation dollars among state
19 departments which provide transit-related services, including the
20 department of health and human services. Priority should be given
21 to use of public transportation services where available.

22 (d) Promotion of intelligent transportation services for buses
23 that incorporate computer and navigation technology to make transit
24 systems more efficient, including stoplight coordinating, vehicle
25 tracking, data tracking, and computerized scheduling.

26 Sec. 394. The department and local road agencies shall make
27 the preservation of their existing road networks a funding
28 priority.

29 Sec. 395. From the funds appropriated in part 1 for state

1 trunkline federal aid road and bridge construction, the department
2 may expend up to \$10,000,000.00 on highway maintenance activities
3 to support safety-related, high-priority, and other deferred
4 routine maintenance needs on Michigan's state trunkline network.

5 Sec. 398. The department shall continue to work to eliminate
6 fatalities and serious injuries on Michigan's trunkline network and
7 shall maintain the Toward Zero Deaths statewide safety campaign.

8 Sec. 399. In developing its state trunkline road and bridge
9 construction program, the department shall prioritize spending on
10 capital preventative maintenance.
11

12 **FEDERAL**

13 Sec. 402. A portion of the federal DOT-FHWA highway research,
14 planning, and construction funds made available to this state shall
15 be allocated to transportation programs administered by local
16 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
17 247.660o. A local road agency, with respect to a project approved
18 for federal aid funding in a state transportation improvement
19 program, may enter into a voluntary buyout agreement with the
20 department or with another local road agency to exchange the
21 federal aid with state restricted transportation funds as agreed to
22 by the respective parties. The state restricted transportation
23 funds received in exchange for federal aid funds shall be used for
24 the same purpose as the federal aid funds were originally intended.
25

26 **MICHIGAN TRANSPORTATION FUND**

27 Sec. 501. The money received under the motor carrier act, 1933
28 PA 254, MCL 475.1 to 479.42, and not appropriated to the department
29 of licensing and regulatory affairs or the department of state

1 police is deposited in the Michigan transportation fund.

2 Sec. 503. (1) At the close of the fiscal year, funds
3 appropriated in part 1 for the transportation economic development
4 program shall lapse to the transportation economic development
5 fund.

6 (2) At the close of the fiscal year, funds appropriated in
7 part 1 for the local bridge program shall carry forward and are
8 appropriated for the purposes defined in section 10(5) of 1951 PA
9 51, MCL 247.660.

10 (3) Interest earned in the department of transportation
11 economic development fund and local bridge fund shall remain in the
12 respective funds and shall be allocated to the respective programs
13 based on actual interest earned at the end of each fiscal year.

14 (4) In addition to the funds appropriated in part 1, the
15 department of transportation economic development fund and local
16 bridge fund may receive federal, local, or private funds or
17 restricted source funds such as interest earnings. These funds are
18 appropriated for projects that are consistent with the purposes of
19 the respective funds.

20 (5) None of the funds statutorily dedicated to the
21 transportation economic development fund and local bridge fund
22 shall be diverted to other projects.

23 Sec. 504. Funds from the Michigan transportation fund shall be
24 distributed to the comprehensive transportation fund, the economic
25 development fund, the recreation improvement fund, and the state
26 trunkline fund, in accordance with this part and part 1 and part
27 711 of the natural resources and environmental protection act, 1994
28 PA 451, MCL 324.71101 to 324.71108, and may only be used as
29 specified in this part and part 1, 1951 PA 51, MCL 247.651 to

247.675, and part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

STATE TRUNKLINE FUND

Sec. 601. (1) The department shall maintain documentation to support initial acceptance of warrantied projects, interim and final inspections, and notifications to contractors that the warranty period had expired. The department also shall review and evaluate consultant evaluation requirements or recommendations and update existing policies and procedures accordingly.

(2) The department shall review its warranty administration processes, procedures, and associated manuals to ensure that all of the following occur:

(a) Initial notifications of needed corrective action are sent prior to warranty expiration.

(b) Consistent and timely second notifications of needed corrective action are sent if contractors do not respond within 30 days of an initial notification.

(c) The department has an effective process to establish time frames for corrective action completion.

(d) Daily inspector reports on all warranty segments are completed consistently.

(3) The department shall report on the review described in subsection (2) and changes resulting from the review. The department shall submit the report to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies no later than March 31, 2022.

Sec. 604. At the close of the fiscal year, any unencumbered

1 and unexpended balance in the state trunkline fund shall remain in
2 the state trunkline fund and shall carry forward and is
3 appropriated for federal aid road and bridge programs for projects
4 contained in the annual state transportation program.

5 Sec. 612. The department shall establish guidelines governing
6 incentives and disincentives provided under contracts for state
7 trunkline projects. The guidelines shall include specific financial
8 information concerning incentives and disincentives.

9 Sec. 660. (1) The legislature encourages the department to
10 examine the use of alternative road surface materials and develop
11 criteria and specifications for their use in both department-
12 managed and contracted projects.

13 (2) From funds appropriated in part 1, the department shall
14 establish the Michigan state transportation innovation council to
15 review innovative road materials and innovative road and bridge
16 design and construction specifications. The Michigan state
17 transportation innovation council shall include, but is not limited
18 to, a representative of the DOT-FHWA, an appointee chosen by the
19 speaker of the house of representatives, and an appointee chosen by
20 the senate majority leader.

21 (3) The department shall report on efforts taken to implement
22 this section. The report shall include descriptions of specific
23 field or laboratory tests. The department shall complete and submit
24 the report to the state budget director, the house and senate
25 appropriations subcommittees on transportation, and the house and
26 senate fiscal agencies on or before March 1 of each year.

27
28 **TRANSIT AND RAIL RELATED FUNDS**

29 Sec. 701. The department shall establish an intercity bus

1 equipment and facility fund as a subsidiary fund within the
2 comprehensive transportation fund created under section 10b of 1951
3 PA 51, MCL 247.660b. Proceeds received by this state from the sale
4 of state-owned intercity bus equipment shall be credited to the
5 intercity bus equipment and facility fund for the purchase and
6 repair of intercity bus equipment, as appropriated. Security
7 deposits not returned to a lessee of state-owned intercity bus
8 equipment under terms of the lease agreement shall be credited to
9 the intercity bus equipment and facility fund for the repair of
10 intercity bus equipment, as appropriated. Money received by the
11 department from lease payments for state-owned intercity bus
12 equipment, and facility maintenance charges under terms of leases
13 of state-owned intercity facilities, shall be credited to the
14 intercity bus equipment and facility fund for the purchase and
15 repair of intercity bus equipment or for the maintenance and
16 rehabilitation of state-owned intercity facilities, as
17 appropriated. At the close of the fiscal year, any funds remaining
18 in the intercity bus equipment and facility fund shall remain in
19 the fund and be carried forward into the succeeding fiscal year.

20 Sec. 702. Money that is received by this state as repayment
21 for loans made for rail or water freight capital projects, and as a
22 result of the sale of property or equipment used or projected to be
23 used for rail or water freight projects shall be deposited in the
24 rail freight fund created by section 17 of the state transportation
25 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of
26 the fiscal year, any funds remaining in the rail freight fund shall
27 remain in the fund and be carried forward into the succeeding
28 fiscal year.

29 Sec. 703. After receiving notification from a railroad company

1 pursuant to section 8 of the state transportation preservation act
2 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately
3 notify the house of representatives and senate appropriations
4 subcommittees on transportation and the state budget office that
5 the railroad company has filed with the appropriate governmental
6 agencies for abandonment of a line.

7 Sec. 704. From the funds appropriated in part 1, the
8 department shall prepare and transmit a report that provides detail
9 regarding the department's obligations for programs funded under
10 the appropriation in part 1 for rail operations and infrastructure.
11 The report shall include a breakdown of the appropriation by
12 program, year-to-date obligations under each program itemized by
13 project, and an estimate of future obligations under each program
14 itemized by project for the remainder of the fiscal year. The
15 initial report shall be submitted to the senate and house
16 appropriations subcommittees on transportation, the state budget
17 director, and the senate and house fiscal agencies, on or before
18 February 1, 2022. The department also shall update and resubmit the
19 final report on or before November 1, 2022.

20 Sec. 706. The Detroit/Wayne County Port Authority shall issue
21 a complete operations assessment and a financial disclosure
22 statement. The operations assessment shall include operational
23 goals for the next 5 years and recommendations to improve land
24 acquisition and development efficiency. The report shall be
25 completed and submitted to the house of representatives and senate
26 appropriations subcommittees on transportation, the state budget
27 director, and the house and senate fiscal agencies by June 30 of
28 each fiscal year for the prior fiscal year.

29 Sec. 707. (1) Before March 1 of each year, the department will

1 provide to the legislature, the state budget office, and the house
2 and senate fiscal agencies its rail strategic plan. The strategic
3 plan shall include, but is not limited to, a rolling 5-year rail
4 plan and summary of the department's obligations for programs
5 funded under the appropriation in part 1 for rail operations and
6 infrastructure.

7 (2) The rolling 5-year rail plan shall include, but is not
8 limited to, all the following:

9 (a) A listing by county of all rail infrastructure projects on
10 rail lines within the state utilizing state funds, and the
11 estimated cost of each project.

12 (b) The actual or projected state expenditures for operation
13 of passenger rail service.

14 (c) The actual or projected state expenditures for maintenance
15 of passenger service rail lines.

16 (3) The period of the rolling 5-year rail plan includes the
17 current fiscal year and the 4 fiscal years immediately following
18 the current fiscal year.

19 (4) The summary of the department's obligations for programs
20 funded under the appropriation in part 1 for rail operations and
21 infrastructure shall include a breakdown of the appropriation by
22 program, year-to-year obligations under each program itemized by
23 project, and an estimate of future obligations under each program
24 itemized by project for the remainder of the fiscal year.

25 Sec. 720. It is the intent of the legislature that all transit
26 agencies in Michigan should strive to achieve a farebox recovery
27 rate of not less than 6%.

28 Sec. 735. For the fiscal year ending September 30, 2022, the
29 appropriation to a street railway pursuant to section 10e(22) of

1 1951 PA 51, MCL 247.660e, is \$0.

2 Sec. 736. No funds from the appropriations in part 1 may be
3 used for a rail freight development project to support the
4 cessation of energy pipeline operations across the Straits of
5 Mackinac.

6 Sec. 752. The department is strongly encouraged to meet with
7 representatives of a rail industry trade association to provide
8 information on the availability of rail infrastructure loan and
9 grant funding programs and freight economic development project
10 opportunities.

11
12 **AERONAUTICS FUND**

13 Sec. 801. Except as otherwise provided in section 903 of this
14 part for capital outlay, at the close of the fiscal year, any
15 unobligated and unexpended balance in the state aeronautics fund
16 created in the aeronautics code of the state of Michigan, 1945 PA
17 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics
18 fund and be appropriated by the legislature in the immediately
19 succeeding fiscal year.

20
21 **CAPITAL OUTLAY**

22 Sec. 901. (1) From federal-state-local project appropriations
23 contained in part 1 for the purpose of assisting political entities
24 and subdivisions of this state in the construction and improvement
25 of publicly used airports and landing fields within this state, the
26 state transportation department may permit the award of contracts
27 on behalf of units of local government for the authorized locations
28 not to exceed the indicated amounts, of which the state allocated
29 portion shall not exceed the amount appropriated in part 1.

1 (2) Political entities and subdivisions shall provide not less
2 than 5% of the cost of any project under this section, unless a
3 total nonfederal share less than 10% is otherwise specified in
4 federal law. State money shall not be allocated until local money
5 is allocated. State money for any 1 project shall not exceed 1/3 of
6 the total appropriation in part 1 from state funds for airport
7 improvement programs.

8 (3) The Michigan aeronautics commission may take those steps
9 necessary to match federal money available for airport construction
10 and improvement within this state and to meet the matching
11 requirements of the federal government. Whether acting alone or
12 jointly with another political subdivision or public agency or with
13 this state, a political subdivision or public agency of this state
14 shall not submit to any agency of the federal government a project
15 application for airport planning or development unless it is
16 authorized in this part and part 1 and the project application is
17 approved by the governing body of each political subdivision or
18 public agency making the application and by the Michigan
19 aeronautics commission.

20 Sec. 903. The appropriations in part 1 for capital outlay
21 shall be carried forward at the end of the fiscal year consistent
22 with the provisions of section 248 of the management and budget
23 act, 1984 PA 431, MCL 18.1248.

24
25 ARTICLE 14

26 SUPPLEMENTAL APPROPRIATIONS

27 PART 1

28 LINE-ITEM APPROPRIATIONS

29 FOR FISCAL YEAR 2020-2021

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

APPROPRIATION SUMMARY

GROSS APPROPRIATION	\$ 375,150,000

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental transfers	0

ADJUSTED GROSS APPROPRIATION	\$ 375,150,000

Federal revenues:

Total federal revenues	367,925,000

Special revenue funds:

Total local revenues	0

Total private revenues	0

Total other state restricted revenues	0

State general fund/general purpose	\$ 7,225,000

Sec. 102. DEPARTMENT OF EDUCATION

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION	\$ 105,000,000

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental transfers	0

ADJUSTED GROSS APPROPRIATION	\$ 105,000,000

Federal revenues:

Total federal revenues	105,000,000

Special revenue funds:

Total local revenues	0

1	Total private revenues	0
2	Total other state restricted revenues	0
3	State general fund/general purpose	\$ 0
4	(2) ONE-TIME APPROPRIATIONS	
5	COVID-19 child care public assistance	\$ 105,000,000
6	GROSS APPROPRIATION	\$ 105,000,000
7	Appropriated from:	
8	Federal revenues:	
9	Federal funds	105,000,000
10	State general fund/general purpose	\$ 0
11	Sec. 103. DEPARTMENT OF HEALTH AND HUMAN	
12	SERVICES	
13	(1) APPROPRIATION SUMMARY	
14	GROSS APPROPRIATION	\$ 260,450,000
15	Interdepartmental grant revenues:	
16	Total interdepartmental grants and	
17	intradepartmental transfers	0
18	ADJUSTED GROSS APPROPRIATION	\$ 260,450,000
19	Federal revenues:	
20	Total federal revenues	260,225,000
21	Special revenue funds:	
22	Total local revenues	0
23	Total private revenues	0
24	Total other state restricted revenues	0
25	State general fund/general purpose	\$ 225,000
26	(2) BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND	
27	SPECIAL PROJECTS	
28	Behavioral health program administration	\$ 450,000

1	GROSS APPROPRIATION	\$	450,000
2	Appropriated from:		
3	Federal revenues:		
4	Total other federal revenues		225,000
5	State general fund/general purpose	\$	225,000
6	(3) ONE-TIME APPROPRIATIONS		
7	Hospital COVID-19 grants	\$	160,000,000
8	Long-term care facility supports		100,000,000
9	GROSS APPROPRIATION	\$	260,000,000
10	Appropriated from:		
11	Federal revenues:		
12	Coronavirus state fiscal recovery fund		260,000,000
13	State general fund/general purpose	\$	0
14	Sec. 104. DEPARTMENT OF STATE POLICE		
15	(1) APPROPRIATION SUMMARY		
16	GROSS APPROPRIATION	\$	2,700,000
17	Interdepartmental grant revenues:		
18	Total interdepartmental grants and		
19	intradepartmental transfers		0
20	ADJUSTED GROSS APPROPRIATION	\$	2,700,000
21	Federal revenues:		
22	Total federal revenues		2,700,000
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) SPECIALIZED SERVICES		

1	Secondary road patrol program	\$	2,700,000
2	GROSS APPROPRIATION	\$	2,700,000
3	Appropriated from:		
4	Federal revenues:		
5	Coronavirus state fiscal recovery fund		2,700,000
6	State general fund/general purpose	\$	0
7	Sec. 105. DEPARTMENT OF TREASURY		
8	(1) APPROPRIATION SUMMARY		
9	GROSS APPROPRIATION	\$	7,000,000
10	Interdepartmental grant revenues:		
11	Total interdepartmental grants and		
12	intradepartmental transfers		0
13	ADJUSTED GROSS APPROPRIATION	\$	7,000,000
14	Federal revenues:		
15	Total federal revenues		0
16	Special revenue funds:		
17	Total local revenues		0
18	Total private revenues		0
19	Total other state restricted revenues		0
20	State general fund/general purpose	\$	7,000,000
21	(2) ONE-TIME APPROPRIATIONS		
22	Wrongful imprisonment compensation fund	\$	7,000,000
23	GROSS APPROPRIATION	\$	7,000,000
24	Appropriated from:		
25	State general fund/general purpose	\$	7,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

1
2 **GENERAL SECTIONS**

3 Sec. 201. Pursuant to section 30 of article IX of the state
4 constitution of 1963, total state spending from state sources under
5 part 1 for the fiscal year ending September 30, 2021 is
6 \$7,225,000.00 and total state spending from state sources to be
7 paid to local units of government is \$0.00.

8 Sec. 202. The appropriations made and expenditures authorized
9 under this part and part 1 and the departments, commissions,
10 boards, offices, and programs for which appropriations are made
11 under this part and part 1 are subject to the management and budget
12 act, 1984 PA 431, MCL 18.1101 to 18.1594.

13 Sec. 203. If the state administrative board, acting under
14 section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount
15 appropriated under this act, the legislature may, by a concurrent
16 resolution adopted by a majority of the members elected to and
17 serving in each house, inter-transfer funds within this act for the
18 particular department, board, commission, office, or institution.

19 Sec. 204. Funds appropriated in part 1 are subject to
20 applicable federal audit and reporting requirements. Prompt action
21 shall be taken if instances of noncompliance are identified,
22 including noncompliance identified in an audit finding. If any
23 instance of noncompliance is identified, including noncompliance
24 identified in an audit finding, the state budget director shall
25 take necessary and immediate action to rectify it. The state budget
26 director shall notify the senate and house appropriations
27 committees and the senate and house fiscal agencies when an
28 instance of noncompliance is identified.

29 Sec. 205. The state budget director shall report on the status

1 of funds appropriated in part 1, and all funds appropriated related
2 to the coronavirus relief effort, to the senate and house
3 appropriations committees and the senate and house fiscal agencies
4 on a monthly basis until all funds are exhausted.
5

6 **DEPARTMENT OF HEALTH AND HUMAN SERVICES**

7 Sec. 301. From the funds appropriated in part 1 for hospital
8 COVID-19 grants, the department of health and human services shall
9 provide grants to hospitals in this state to help cover increased
10 hospital costs and reduced hospital revenue related to the COVID-19
11 pandemic. The grant to each hospital shall equal each hospital's
12 percentage of total state Medicaid inpatient claims revenue,
13 including Medicaid managed care inpatient claims revenue, in the
14 most recent 12 months for which the information is available
15 multiplied by the appropriation for hospital COVID-19 grants in
16 part 1.

17 Sec. 302. (1) From the funds appropriated in part 1 for long-
18 term care facility supports, the department of health and human
19 services shall allocate \$100,000,000.00 to provide a \$23.00 per
20 Medicaid day increase to nursing facilities that have experienced a
21 5% or greater decline in the nursing facility's average daily
22 census during the last 3 calendar quarters of the fiscal year
23 ending September 30, 2021 when compared to the nursing facility's
24 average daily census as reported in the nursing facility's 2019
25 Medicaid cost report. A nursing facility may be eligible for
26 reimbursement for 1 or all 3 calendar quarters based on each
27 nursing facility's change in average daily census by calendar
28 quarter.

29 (2) Each nursing facility may request from the department of

1 health and human services the additional \$23.00 per Medicaid day
2 increase at the end of each calendar quarter. The request must
3 include the average daily census as reported on the applicable 2019
4 Medicaid cost report based on total licensed beds, the actual
5 applicable calendar quarter's average daily census, and a detailed
6 weekly average daily census for the calendar quarter. The
7 department of health and human services may request additional
8 documentation to verify census. The request must also include the
9 number of Medicaid days of care rendered for the applicable 2021
10 calendar quarter, including Medicaid integrated care organization
11 days and healthy Michigan plan days.

12 (3) After receiving the request with all of the applicable
13 information, the department of health and human services must remit
14 payment to the nursing facility within 14 days. The department must
15 reconcile payments under this section by no sooner than 92 days
16 after September 30, 2021. As a condition of receiving funds
17 appropriated in this section, the nursing facility must agree to
18 any appropriate payment or recovery action for any over or under
19 payment disclosed from this reconciliation process, and the
20 department of health and human services must report to each nursing
21 facility whether this reconciliation process identified any over or
22 under payments.

23 24 DEPARTMENT OF EDUCATION

25 Sec. 401. (1) From the funds appropriated in part 1 for COVID-
26 19 child care public assistance, the provider reimbursement rates
27 for child care centers, group home providers, registered family
28 homes, and licensed exempt providers are increased by 40% from the
29 provider rates as of September 30, 2020, rounded up to the nearest

1 \$0.05.

2 (2) Rate increases funded under subsection (1) are effective
3 from October 1, 2020 to September 30, 2021.

4 Sec. 402. From the funds appropriated in part 1 for COVID-19
5 child care public assistance, the department shall make payments to
6 child care providers, beginning on June 28, 2021 and ending on
7 September 30, 2021, for eligible children in the child development
8 and care program based on enrollment rather than based on
9 attendance.