

**SUBSTITUTE FOR
SENATE BILL NO. 690**

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2020; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for various state departments and agencies to supplement appropriations for the fiscal year ending September 30, 2020, from the following funds:

APPROPRIATION SUMMARY:

Full-time equated classified positions	300.0	
GROSS APPROPRIATION		\$ 508,706,000
Interdepartmental grant revenues:		



1	Total interdepartmental grants and intradepartmental		
2	transfers		0
3	ADJUSTED GROSS APPROPRIATION	\$	508,706,000
4	Federal revenues:		
5	Total federal revenues		508,706,000
6	Special revenue funds:		
7	Total local revenues		0
8	Total private revenues		0
9	Total other state restricted revenues		0
10	State general fund/general purpose	\$	0

11 **Sec. 102. DEPARTMENT OF AGRICULTURE AND RURAL**

12 **DEVELOPMENT**

13 **(1) APPROPRIATION SUMMARY**

14	GROSS APPROPRIATION	\$	12,000,000
15	Interdepartmental grant revenues:		
16	Total interdepartmental grants and intradepartmental		
17	transfers		0
18	ADJUSTED GROSS APPROPRIATION	\$	12,000,000
19	Federal revenues:		
20	Total federal revenues		12,000,000
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	\$	0

26 **(2) ONE-TIME APPROPRIATIONS**

27	Agriculture processing safety grants	\$	12,000,000
28	GROSS APPROPRIATION	\$	<u>12,000,000</u>

29 Appropriated from:



1 Federal revenues:
 2 Coronavirus relief fund 12,000,000
 3 State general fund/general purpose \$ 0

4 **Sec. 103. DEPARTMENT OF EDUCATION**

5 **(1) APPROPRIATION SUMMARY**

6 GROSS APPROPRIATION \$ 135,000,000
 7 Interdepartmental grant revenues:
 8 Total interdepartmental grants and intradepartmental
 9 transfers 0
 10 ADJUSTED GROSS APPROPRIATION \$ 135,000,000

11 Federal revenues:
 12 Total federal revenues 135,000,000
 13 Special revenue funds:
 14 Total local revenues 0
 15 Total private revenues 0
 16 Total other state restricted revenues 0
 17 State general fund/general purpose \$ 0

18 **(2) ONE-TIME APPROPRIATIONS**

19 Benchmark assessments for students in grades K to 12 ... \$ 10,000,000
 20 Child development and care public assistance 125,000,000
 21 GROSS APPROPRIATION \$ 135,000,000

22 Appropriated from:

23 Federal revenues:
 24 Coronavirus relief fund 135,000,000
 25 State general fund/general purpose \$ 0

26 **Sec. 104. DEPARTMENT OF HEALTH AND HUMAN SERVICES**

27 **(1) APPROPRIATION SUMMARY**

28 GROSS APPROPRIATION \$ 178,206,000
 29 Interdepartmental grant revenues:



1	Total interdepartmental grants and intradepartmental		
2	transfers		0
3	ADJUSTED GROSS APPROPRIATION	\$	178,206,000
4	Federal revenues:		
5	Total federal revenues		178,206,000
6	Special revenue funds:		
7	Total local revenues		0
8	Total private revenues		0
9	Total other state restricted revenues		0
10	State general fund/general purpose	\$	0
11	(2) ONE-TIME APPROPRIATIONS		
12	Pay enhancement for direct care workers	\$	178,206,000
13	GROSS APPROPRIATION	\$	<u>178,206,000</u>
14	Appropriated from:		
15	Federal revenues:		
16	Coronavirus relief fund		178,206,000
17	State general fund/general purpose	\$	0
18	Sec. 105. DEPARTMENT OF LABOR AND ECONOMIC		
19	OPPORTUNITY		
20	(1) APPROPRIATION SUMMARY		
21	Full-time equated classified positions		300.0
22	GROSS APPROPRIATION	\$	11,000,000
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers		0
26	ADJUSTED GROSS APPROPRIATION	\$	11,000,000
27	Federal revenues:		
28	Total federal revenues		0
29	Special revenue funds:		



1	Total local revenues	0
2	Total private revenues	0
3	Total other state restricted revenues	11,000,000
4	State general fund/general purpose	\$ 0

5 **(2) TALENT INVESTMENT AGENCY**

6	Full-time equated classified positions	300.0
7	Unemployment insurance agency--300.0 FTE positions	11,000,000
8	GROSS APPROPRIATION	\$ <u>11,000,000</u>

9 Appropriated from:

10 Federal revenues:

11	Coronavirus relief fund	11,000,000
12	State general fund/general purpose	\$ 0

13 **Sec. 106. DEPARTMENT OF TREASURY**

14 **(1) APPROPRIATION SUMMARY**

15	GROSS APPROPRIATION	\$ 172,500,000
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16 Interdepartmental grant revenues:

17	Total interdepartmental grants and intradepartmental	
18	transfers	0

19	ADJUSTED GROSS APPROPRIATION	\$ 172,500,000
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20 Federal revenues:

21	Total federal revenues	172,500,000
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22 Special revenue funds:

23	Total local revenues	0
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24	Total private revenues	0
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25	Total other state restricted revenues	0
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26	State general fund/general purpose	\$ 0
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27 **(2) ONE-TIME APPROPRIATIONS**

28	Device purchasing program	\$ 20,000,000
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29	Hospitality relief fund	2,500,000
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1	Municipal first responder bonuses	100,000,000
2	Personal protection equipment grants	50,000,000
3	GROSS APPROPRIATION	\$ 172,500,000
4	Appropriated from:	
5	Federal revenues:	
6	Coronavirus relief fund	172,500,000
7	State general fund/general purpose	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

13 Sec. 201. In accordance with section 30 of article IX of the
14 state constitution of 1963, total state spending from state sources
15 in this appropriation act for the fiscal year ending September 30,
16 2020 is \$0.00 and state spending from state sources to be paid to
17 local units of government is \$0.00.

18 Sec. 202. The appropriations made and the expenditures
19 authorized under this part and part 1 and the departments,
20 agencies, commissions, boards, offices, and programs for which an
21 appropriation is made under part 1 are subject to the management
22 and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

23 Sec. 203. 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 act, the legislature may, by a concurrent
26 resolution adopted by a majority of the members elected to and
27 serving in each house, inter-transfer funds within this act for the
28 particular department, board, commission, officer, or institution.



1 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

2 Sec. 301. (1) The appropriations in part 1 for agriculture
3 processing safety grants shall be administered by the department of
4 agriculture and rural development to support agricultural
5 processing plants in the state for all of the following purposes:

6 (a) COVID-19 testing costs for tests conducted on-site, with
7 full plant testing or through individual testing at certified
8 testing sites, including, but not limited to, both of the
9 following:

10 (i) Staffing to administer the tests on-site, including nurses
11 or other appropriate medical personnel.

12 (ii) Medical personal protection equipment (PPE) for the
13 testing site, including N-95 masks and other similar equipment.

14 (b) Facility needs for protection against the spread of COVID-
15 19, including, but not limited to, all of the following:

16 (i) Dividers between employees.

17 (ii) Temporary facilities to maintain social distancing
18 requirements, including tents, trailers, and similar facilities.

19 (iii) Increased sanitation needs, including supplies and
20 necessary outside contracting.

21 (c) PPE supplies, including, but not limited to, the
22 acquisition of non N-95 masks, shields, gloves, and signage.

23 (d) Establishing and conducting screening procedures,
24 including medical staff as needed, and thermometers, sanitizers,
25 and other supplies and equipment necessary for effective, daily
26 employee screening.

27 (2) The department of agriculture and rural development shall
28 begin to accept grant requests from agriculture processors for
29 grants under this section beginning no later than May 21, 2020, and



1 award agriculture processing safety grants to those with
2 demonstrated protection needs in a timely manner. Grant awards
3 shall be capped at a maximum amount that equates to a total of
4 \$1,000.00 per plant employee. The application period for
5 agriculture processing safety grants shall only be for the period
6 between May 15 and September 15, 2020. The department shall develop
7 grant guidelines, obtain expenditure reports from grant recipients,
8 and provide the senate and house appropriations committees and the
9 state budget office the results of those reports no later than
10 October 15, 2020.

11

12 **DEPARTMENT OF EDUCATION**

13 Sec. 401. (1) From the funds appropriated in part 1 for child
14 development and care public assistance, the department of education
15 shall create the child care rate reduction program to provide child
16 care rate reduction grants to child care providers to reduce child
17 care costs to families. All licensed child care providers that
18 receive grants from the child care relief fund are eligible to
19 receive child care rate reduction grants. Providers can receive
20 grants to cover the months of April, May, and June in the current
21 fiscal year and will have up to 30 days after the charged month to
22 apply for a child care rate reduction grant.

23 (2) A provider's child care rate reduction grant amount is the
24 sum of up to 25% of the monthly billed amount or \$300.00, whichever
25 is less, for each child cared for by the provider for the months of
26 April, May, and June in the current fiscal year. The monthly billed
27 amount is the amount charged prior to reducing the weekly rate by
28 10% as required by the child care relief fund. The weekly rate
29 cannot be higher than the rate charged in January 2020.



1 (3) As a condition of receiving child care rate reduction
 2 grants, child care providers are required to reduce the monthly
 3 billed amount to the family of each child by the amount received in
 4 subsection (2). If a family has already made a payment to the
 5 provider for the monthly billed amount, the provider shall
 6 reimburse the family within 7 days of receiving a child care rate
 7 reduction grant.

8 (4) The department of education shall establish guidelines for
 9 grant applications and ensure the distribution of grants within 10
 10 business days of receiving a grant application from a provider
 11 unless the provider fails to meet the requirements of this section.
 12 The program shall be designed as an extension of the child care
 13 relief fund. The department of education shall provide notice and
 14 information to all licensed providers on how to apply for the
 15 grants and the requirements of the program. The department shall
 16 take reasonable steps to ensure that providers apply for rate
 17 reduction grants and that families have received bill reductions or
 18 refunds by the provider prior to releasing the next month of child
 19 care rate reduction grants and child care relief grants. Providers
 20 shall be required to maintain all billing and refund records for
 21 auditing purposes.

22 (5) As used in this section, "licensed providers" includes
 23 licensed child care centers, licensed group homes, licensed family
 24 homes, disaster relief child care centers, and provisional licensed
 25 providers.

26 Sec. 402. (1) From the funds appropriated in part 1 for
 27 benchmark assessments for students in grades K to 12, the
 28 department of education shall provide equal per-pupil grants to
 29 approved school districts for the administration of benchmarks for



1 all students in grades K to 12 in the subjects of mathematics and
2 English language arts.

3 (2) The department shall make an application available not
4 later than June 9, 2020. A school district applying for a benchmark
5 assessment grant must apply not later than June 30, 2020. The
6 department shall distribute funds on an equal per-pupil basis not
7 later than July 31, 2020 for each school district that applies and
8 is approved for a benchmark assessment grant. The only requirements
9 for a school district to have an approved grant application are
10 that the school district agrees to use 1 of the assessments listed
11 in subsection (3) and agrees to test its students within 30 days of
12 the first day of school.

13 (3) Allowable benchmark assessments for students in grades K
14 to 12 are Acadience, AimsWeb, NWEA, iReady, and Star, as
15 applicable.

16 (4) The amount of the grant to an approved school district
17 shall be equal to the number of pupils in the school district's
18 membership for the 2019-2020 school year multiplied by the quotient
19 of \$10,000,000.00 divided by the sum of the number of 2019-2020
20 pupils in membership for the school districts that are approved for
21 grants under this section.

22

23 **DEPARTMENT OF HEALTH AND HUMAN SERVICES**

24 Sec. 451. (1) From the funds appropriated in part 1 for pay
25 enhancement for direct care workers, the department of health and
26 human services shall provide sufficient funding to increase the
27 wages paid to direct care workers described in subsection (2) by
28 \$3.00 per hour above the rates paid on March 1, 2020 retroactive to
29 April 1, 2020 through September 30, 2020.



1 (2) The direct care wage increase shall be provided to direct
2 care workers employed by the department of health and human
3 services, its contractors, and its subcontractors who received a
4 state-funded wage increase in April 2020. The total combined
5 increase from the April 2020 wage increase and the wage increase
6 outlined in this section shall be \$3.00 per hour and shall be in
7 effect from April 1, 2020 to September 30, 2020.

8 (3) A direct care wage increase of \$3.00 per hour shall be
9 provided to direct care workers employed by skilled nursing
10 facilities, retroactive to April 1, 2020 and shall continue until
11 September 30, 2020.

12 (4) Contractors and subcontractors receiving funding to
13 support these pay enhancements shall be required to provide
14 documentation of the wage increases provided pursuant to this
15 section to the department of health and human services.

16 (5) Any payment enhancement above the hourly rate in effect on
17 March 1, 2020 shall be of no effect in determining any employee's
18 average compensation as provided by any contract or other provision
19 of law.

20
21 **DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY**

22 Sec. 501. (1) From the funds appropriated in part 1 for
23 unemployment insurance agency, the department of labor and economic
24 opportunity shall hire term limited employees for up to 6 months to
25 reduce backlogs and time lags in processing unemployment claims due
26 to the COVID-19 pandemic and to provide customer service to
27 claimants.

28 (2) The unexpended funds appropriated in part 1 for
29 unemployment insurance agency are designated as a work project



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

7 (a) The purpose of the work project is to hire term-limited
 8 staff to reduce backlogs and time lags in processing unemployment
 9 claims due to the COVID-19 pandemic and to provide customer service
 10 to claimants.

11 (b) The project will be accomplished by utilizing term-limited
 12 state employees.

13 (c) The total estimated cost of the work project is
 14 \$11,000,000.00.

15 (d) The tentative completion date is September 30, 2021.
 16

17 **DEPARTMENT OF TREASURY**

18 Sec. 601. (1) The funds appropriated in part 1 for municipal
 19 first responder bonuses shall be granted by the department of
 20 treasury to cities, villages, townships, and counties to reimburse
 21 local units for bonus payments made to first responders as
 22 described in this section.

23 (2) Eligible bonus payments are those made to law enforcement
 24 officers, firefighters, emergency medical technicians (EMTs),
 25 paramedics, and 9-1-1 operators. Private EMTs and paramedics that
 26 contract with municipalities or hospitals are eligible as well, if
 27 bonuses are paid through the applying municipality. Bonus payments
 28 may be made as lump sum payments or as an hourly rate enhancement,
 29 but the maximum reimbursement amount will be \$1,000.00 per eligible



1 employee. Any bonus paid under this section, whether paid as a lump
2 sum or hourly wage enhancement, shall be of no effect in
3 determining any employee's average compensation as provided by any
4 contract or other provision of law. Bonuses must be paid to
5 employees by September 30, 2020, to be eligible for reimbursement
6 under this section.

7 (3) The department of treasury shall make available on its
8 website all forms and information needed for local units to apply
9 for reimbursement. Local units will have until December 31, 2020,
10 to apply for reimbursement. Reimbursement payments will be made on
11 a first come, first served basis, and payment must be made to an
12 eligible local unit no later than 45 days after all required
13 information is submitted.

14 (4) The department of treasury shall award no more than
15 \$5,000,000.00 to any city, village, township, or county under this
16 section.

17 (5) The department of treasury shall provide a report to the
18 senate and house of representatives appropriations committees, the
19 senate and house fiscal agencies, and the state budget office by
20 March 31, 2021. The report shall include a list by grant recipient
21 of the date each grant was approved, the amount of the grant, and a
22 description of the number and type of first responder bonuses
23 covered by the grant.

24 (6) The unexpended funds appropriated in part 1 for municipal
25 first responder bonuses are designated as a work project
26 appropriation, and any unencumbered or unallotted funds shall not
27 lapse at the end of the fiscal year and shall be available for
28 expenditures for projects under this section until the projects
29 have been completed. The following is in compliance with section



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

3 (a) The purpose of the work project is to provide bonus
4 payments of up to \$1,000.00 through local units of government to
5 law enforcement officers, EMTs, paramedics, and 9-1-1 operators
6 including private EMTs and paramedics that contract with
7 municipalities or hospitals.

8 (b) The project will be accomplished by utilizing state
9 employees to provide reimbursement to eligible recipients through
10 handling submitted appropriate reimbursement claims for those
11 recipients from local units of government.

12 (c) The total estimated cost of the work project is
13 \$100,000,000.00.

14 (d) The tentative completion date is September 30, 2021.

15 Sec. 602. (1) From the funds appropriated in part 1 for
16 hospitality relief fund, \$2,500,000.00 shall be allocated to a
17 hospitality relief fund operated by a statewide organization
18 representing Michigan restaurants that existed on April 1, 2020.

19 (2) The fund shall be used to provide grants of up to \$500.00
20 to individuals who were employed in the hospitality industry in
21 Michigan as of March 10, 2020 and who can demonstrate need.

22 Sec. 603. (1) From the funds appropriated in part 1 for
23 personal protection equipment grants, the department of treasury
24 shall create the personal protection equipment support and testing
25 program to provide grants to priority providers determined by the
26 Michigan department of health and human services. The personal
27 protection equipment support and testing program shall include
28 grants for personal protection equipment, COVID-19 testing, and
29 COVID-19 testing equipment. The grants shall be applied for and



1 disbursed in the most efficient form and manner determined by the
2 department of treasury.

3 (2) Of the total appropriations, \$30,000,000.00 shall be
4 dedicated to priority 2, 3, and 4 providers as determined by the
5 Michigan department of health and human services priority system.

6 (3) Of the total appropriations, \$20,000,000.00 shall be
7 dedicated to priority 5, 7, and 8 providers as determined by the
8 Michigan department of health and human services priority system.

9 Sec. 604. (1) From the funds appropriated in part 1 for device
10 purchasing program, there is allocated by September 30, 2020 an
11 amount not to exceed \$20,000,000.00 to the Michigan Association of
12 Intermediate School Administrators (MAISA) for the device
13 purchasing program. The MAISA shall spend not more than
14 \$10,000,000.00 for the device purchasing program for school year
15 2020-2021 and shall spend the remaining funding for school year
16 2021-2022. Funds received under this section are to be used for the
17 coordination and incentivizing of strategic purchasing of devices
18 for use by students at home and in the school environment.

19 (2) The MAISA shall use the funds to make devices for student
20 use at home and at school affordable for all Michigan K-12
21 districts through a statewide device purchase program. This program
22 shall provide a financial incentive for each device purchased
23 through the SPOT Bid, making an affordable, efficient,
24 competitively bid device even more accessible. Incentives will be
25 available to all Michigan districts who purchase through the SPOT
26 Bid, but will direct larger incentives to schools with low device
27 penetration in student homes and greater poverty in order to close
28 the technology resource gap that exists in Michigan communities.

29 (3) To receive funds from this program, a district must meet



1 all of the following:

2 (a) The district agrees to limit the spending of incentive
3 funds to technology efforts, including but not limed to, the
4 following:

- 5 (i) Network services.
6 (ii) Computer/device purchasing.
7 (iii) Wireless connectivity.
8 (iv) Online/digital curriculum.

9 (b) The district agrees to make any incentivized devices
10 available to students for home and school use to ensure continuity
11 of learning.

12 (c) Districts will spend all incentive funds on technology
13 efforts in the fiscal year they are received.

14 (d) The district agrees to provide only one device per student
15 with the incentives supported by the funding in this section.

16 (4) When allocating incentives, for a district that receives
17 funding from the Michigan Department of Education under section
18 18003 of division B of the CARES act, the MAISA shall recognize
19 that payment and reduce that district's requested incentives
20 accordingly if the district has not already recognized that funding
21 in its request for incentives.

22 (5) Not later than January 1, for each year of the program,
23 the Michigan Association of Intermediate School Administrators
24 shall prepare a summary report including measurable outcomes based
25 on program objectives. The report shall include a summary of
26 devices purchased through this program by district to provide a
27 means to evaluate the effectiveness of the project, and shall
28 include a plan for program sustainability beyond the funded window.
29 MAISA shall submit the report to the house and senate



1 appropriations subcommittees responsible for school aid.

