

**SUBSTITUTE FOR
SENATE BILL NO. 194**

A bill to make, supplement, adjust, and consolidate appropriations for the department of labor and economic opportunity for the fiscal years ending September 30, 2023 and September 30, 2024; to provide for certain conditions on appropriations; 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 the department of labor and economic opportunity for the fiscal year ending September 30, 2024, from the following funds:

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

APPROPRIATION SUMMARY



1	Full-time equated unclassified positions	34.5	
2	Full-time equated classified positions	2,588.4	
3	GROSS APPROPRIATION		\$ 3,175,208,200
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and		
6	intradepartmental transfers		0
7	ADJUSTED GROSS APPROPRIATION		\$ 3,175,208,200
8	Federal revenues:		
9	Total federal revenues		1,168,548,800
10	Special revenue funds:		
11	Total local revenues		10,700,000
12	Total private revenues		12,539,200
13	Total other state restricted revenues		858,294,100
14	State general fund/general purpose		\$ 1,125,126,100
15	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
16	SUPPORT		
17	Full-time equated unclassified positions	34.5	
18	Full-time equated classified positions	60.0	
19	Unclassified salaries--FTE positions	34.5	\$ 4,514,200
20	Executive direction and operations--FTEs	60.0	10,082,400
21	Property management		6,298,500
22	GROSS APPROPRIATION		\$ 20,895,100
23	Appropriated from:		
24	Federal revenues:		
25	DED, vocational rehabilitation and independent		
26	living		3,333,700
27	DOL, federal funds		3,221,400
28	DOL-ETA, unemployment insurance		2,536,700



1	DOL, occupational safety and health		515,900
2	Federal funds		2,500,000
3	Special revenue funds:		
4	Asbestos abatement fund		51,700
5	Corporation fees		1,819,000
6	Michigan state housing development authority		
7	fees and charges		637,700
8	Private occupational school license fees		55,500
9	Radiological health fees		288,500
10	Safety education and training fund		770,300
11	Second injury fund		274,800
12	Securities fees		2,016,500
13	Self-insurers security fund		150,800
14	Silicosis and dust disease fund		113,800
15	Worker's compensation administrative revolving		
16	fund		89,800
17	State general fund/general purpose	\$	2,519,000
18	Sec. 103. WORKFORCE DEVELOPMENT		
19	Full-time equated classified positions	234.0	
20	23+ high school diploma program		\$ 2,500,000
21	Adult literacy		5,000,000
22	At-risk youth grants		4,750,000
23	Going pro		64,750,000
24	Helmets to hardhats		250,000
25	High school equivalency-to-school program		250,000
26	Michigan reconnect grant program--FTEs	12.0	93,202,100
27	MiSTEM advisory council--FTEs	3.0	748,000
28	Office of future mobility and electrification		2,000,000



1	Tri-share child care program		4,000,000
2	Voluntary income tax assistance grants		3,000,000
3	Workforce development--FTEs	219.0	439,531,600
4	GROSS APPROPRIATION		\$ 619,981,700
5	Appropriated from:		
6	Federal revenues:		
7	DAG, employment and training		4,000,400
8	DED-OESE, GEAR-UP		5,500,000
9	DED-OVAE, adult education		20,000,000
10	DED-OVAE, basic grants to states		19,000,000
11	DOL, federal funds		106,381,300
12	DOL-ETA, workforce investment act		173,488,600
13	Federal funds		21,809,800
14	Social security act, temporary assistance to		
15	needy families		63,698,800
16	Special revenue funds:		
17	Local revenues		300,000
18	Private funds		5,295,900
19	Contingent fund, penalty and interest		32,111,600
20	Defaulted loan collection		178,500
21	State general fund/general purpose		\$ 168,216,800
22	Sec. 104. REHABILITATION SERVICES		
23	Full-time equated classified positions	671.0	
24	Bureau of services for blind persons--FTEs	116.0	\$ 25,688,900
25	Centers for independent living		18,531,700
26	Michigan rehabilitation services--FTEs	555.0	139,417,100
27	Subregional libraries state aid		451,800
28	GROSS APPROPRIATION		\$ 184,089,500



1	Appropriated from:		
2	Federal revenues:		
3	Federal funds		1,461,000
4	DED, vocational rehabilitation and independent		
5	living		129,592,700
6	Supplemental security income		8,588,600
7	Special revenue funds:		
8	Local - blind services		100,000
9	Local - vocational rehabilitation match		5,300,000
10	Private - blind services, private		111,800
11	Private - gifts, bequests, and donations		531,500
12	Michigan business enterprise program fund		350,000
13	Rehabilitation service fees		150,000
14	Second injury fund		38,300
15	State general fund/general purpose	\$	37,865,600
16	Sec. 105. EMPLOYMENT SERVICES		
17	Full-time equated classified positions	384.4	
18	Bureau of employment relations--FTEs	22.0	\$ 4,511,200
19	Compensation supplement fund		820,000
20	First responder presumed coverage claims		4,000,000
21	Insurance funds administration--FTEs	23.0	4,778,100
22	Michigan occupational safety and health		
23	administration--FTEs	201.0	36,018,500
24	Office of global Michigan--FTEs	13.0	39,124,600
25	Private and occupational distance learning--		
26	FTEs	3.0	858,700
27	Radiation safety section--FTEs	21.4	3,466,200
28	Wage and hour program--FTEs	31.0	4,451,800



1	Worker's compensation board of magistrates--		
2	FTEs	10.0	2,258,400
3	Worker's disability compensation agency--FTEs	56.0	8,316,100
4	Worker's disability compensation appeals		
5	commission--FTEs	4.0	350,000
6	GROSS APPROPRIATION		\$ 108,953,600
7	Appropriated from:		
8	Federal revenues:		
9	DOL, occupational safety and health		15,304,800
10	HHS, mammography quality standards		513,300
11	HHS, refugee assistance program fund		38,369,000
12	Special revenue funds:		
13	Asbestos abatement fund		939,800
14	Corporation fees		10,702,200
15	Distance education fund		368,200
16	First responder presumed coverage fund		4,000,000
17	Private occupational school license fees		490,500
18	Radiological health fees		2,952,900
19	Safety education and training fund		11,362,600
20	Second injury fund		2,422,900
21	Securities fees		10,786,600
22	Self-insurers security fund		1,642,200
23	Silicosis and dust disease fund		713,000
24	Worker's compensation administrative revolving		
25	fund		1,894,900
26	State general fund/general purpose		\$ 6,490,700
27	Sec. 106. UNEMPLOYMENT INSURANCE AGENCY		
28	Full-time equated classified positions	744.0	



1	Unemployment insurance agency--FTEs	736.0	\$	297,440,700
2	Unemployment insurance agency - advocacy			
3	assistance			1,500,000
4	Unemployment insurance appeals commission--FTEs	8.0		4,430,600
5	GROSS APPROPRIATION		\$	303,371,300
6	Appropriated from:			
7	Federal revenues:			
8	DOL-ETA, unemployment insurance			280,624,500
9	Special revenue funds:			
10	Contingent fund, penalty and interest			22,746,800
11	State general fund/general purpose		\$	0
12	Sec. 107. COMMISSIONS			
13	Full-time equated classified positions	19.0		
14	Asian Pacific American affairs commission--FTE	1.0	\$	222,400
15	Commission on Middle Eastern American Affairs--			
16	FTE	1.0		210,000
17	Hispanic/Latino commission of Michigan--FTE	1.0		294,200
18	Michigan community service commission--FTEs	14.0		19,329,500
19	Michigan women's commission--FTEs	2.0		1,533,500
20	GROSS APPROPRIATION		\$	21,589,600
21	Federal revenues:			
22	Federal funds			18,200,200
23	Special revenue funds:			
24	Private funds			1,250,000
25	State general fund/general purpose		\$	2,139,400
26	Sec. 108. INFORMATION TECHNOLOGY			
27	Information technology services and projects		\$	29,675,800
28	GROSS APPROPRIATION		\$	29,675,800



1	Appropriated from:		
2	Federal revenues:		
3	DED, vocational rehabilitation and independent		
4	living		3,134,400
5	DOL-ETA, unemployment insurance		22,818,100
6	DOL, occupational safety and health		372,300
7	Special revenue funds:		
8	Asbestos abatement fund		35,300
9	Corporation fees		315,400
10	Distance education fund		5,600
11	Private occupational school license fees		21,900
12	Radiological health fees		155,900
13	Safety education and training fund		403,300
14	Second injury fund		355,700
15	Securities fees		992,900
16	Self-insurers security fund		250,600
17	Silicosis and dust disease fund		70,600
18	State general fund/general purpose	\$	743,800
19	Sec. 109. STRATEGIC OUTREACH AND ATTRACTION		
20	RESERVE		
21	Strategic outreach and attraction reserve fund	\$	475,000,000
22	Critical industry program		100
23	Michigan strategic site readiness program		25,000,100
24	GROSS APPROPRIATION	\$	500,000,200
25	Appropriated from:		
26	Special revenue funds:		
27	Strategic outreach and attraction reserve fund		500,000,200
28	State general fund/general purpose	\$	0



1	Sec. 110. MICHIGAN STRATEGIC FUND		
2	Full-time equated classified positions	174.0	
3	Arts and cultural program		\$ 11,050,000
4	Business attraction and community		
5	revitalization		100,000,000
6	Community college skilled trades equipment		
7	program		4,600,000
8	Community development block grants		47,000,000
9	Entrepreneurship ecosystem		15,650,000
10	Facility for rare isotope beams		7,300,000
11	Job creation services--FTEs	174.0	30,702,700
12	Lighthouse preservation program		307,500
13	Pure Michigan		25,000,000
14	Revitalization and placemaking program		50,000,000
15	State trade export program		3,000,000
16	GROSS APPROPRIATION		\$ 294,610,200
17	Appropriated from:		
18	Federal revenues:		
19	Federal funds		3,000,000
20	HUD-CPD, community development block grant		49,773,300
21	NFAH-NEA, promotion of the arts, partnership		
22	agreement		1,050,000
23	State historic preservation, national park		
24	service grants		1,900,000
25	Special revenue funds:		
26	Local promotion fund		5,000,000
27	Private - Michigan council for the arts fund		150,000
28	Private - special project advances		200,000



1	Private promotion fund		5,000,000
2	21st century jobs trust fund		75,000,000
3	Contingent fund, penalty and interest		4,600,000
4	Michigan lighthouse preservation fund		307,500
5	Michigan state housing development authority		
6	fees and charges		4,778,700
7	Revitalization and placemaking fund		50,000,000
8	State brownfield redevelopment fund		3,000,000
9	State historic preservation office fees and		
10	charges		200,000
11	State general fund/general purpose	\$	90,650,700
12	Sec. 111. MICHIGAN STATE HOUSING DEVELOPMENT		
13	AUTHORITY		
14	Full-time equated classified positions	293.0	
15	Housing and rental assistance--FTEs	293.0	\$ 47,474,700
16	Michigan housing and community development		
17	program		50,000,000
18	MSHDA technology services and projects		3,730,200
19	Payments on behalf of tenants		166,860,000
20	Property management		3,105,700
21	GROSS APPROPRIATION	\$	271,170,600
22	Appropriated from:		
23	Federal revenues:		
24	HUD, lower income housing assistance		166,860,000
25	Special revenue funds:		
26	Michigan housing and community development fund		50,000,000
27	Michigan state housing development authority		
28	fees and charges		54,310,600



1	State general fund/general purpose	\$	0
2	Sec. 112. STATE LAND BANK AUTHORITY		
3	Full-time equated classified positions	9.0	
4	State land bank authority	\$	6,870,500
5	GROSS APPROPRIATION	\$	6,870,500
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues		1,000,000
9	Special revenue funds:		
10	Land bank fast track fund		3,370,500
11	State general fund/general purpose	\$	2,500,000
12	Sec. 113. ONE-TIME APPROPRIATIONS		
13	Adult literacy	\$	7,500,000
14	Child savings accounts		5,000,000
15	College success fund		10,000,000
16	Community development financial institution		
17	grants		35,000,000
18	Community revitalization and cultural		
19	institution grants		35,000,000
20	Construction training		100
21	Conventions, sports, events, and cultural		
22	institution grants		30,000,000
23	Electric vehicle infrastructure grants		40,000,000
24	Expungement initiative		500,000
25	Firefighter support grants		4,000,000
26	Focus: HOPE		1,000,000
27	Main street initiative		25,000,000
28	Michigan minority supplier investment council		1,000,000



1	Michigan partnership initiative	500,000,000
2	New Michigander fund	10,000,000
3	Transformational community infrastructure	
4	grants	100,000,000
5	Youth entrepreneurship, apprenticeship, and	
6	engagement grants	10,000,000
7	GROSS APPROPRIATION	\$ 814,000,100
8	Appropriated from:	
9	State general fund/general purpose	\$ 814,000,100

PART 1A

SUPPLEMENTAL LINE-ITEM APPROPRIATIONS

Sec. 150. There is appropriated for the department of labor and economic opportunity for the fiscal year ending September 30, 2023, from the following funds:

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

APPROPRIATION SUMMARY

18	Full-time equated unclassified positions	0.0
19	Full-time equated classified positions	0.0
20	GROSS APPROPRIATION	\$ 4,290,000
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and	
23	intradepartmental transfers	0
24	ADJUSTED GROSS APPROPRIATION	\$ 4,290,000
25	Federal revenues:	
26	Total federal revenues	0
27	Special revenue funds:	
28	Total local revenues	0



1	Total private revenues		0
2	Total other state restricted revenues		0
3	State general fund/general purpose	\$	4,290,000
4	Sec. 151. ONE-TIME APPROPRIATIONS		
5	Michigan enhancement grants	\$	290,000
6	Center for employment opportunities grants		1,000,000
7	Voluntary income tax assistance grants		3,000,000
8	GROSS APPROPRIATION	\$	4,290,000
9	Appropriated from:		
10	State general fund/general purpose	\$	4,290,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2023-2024

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 2023-2024 is \$1,981,920,100.00 and state spending from state sources to be paid to local units of government for fiscal year 2023-2024 is \$83,024,900.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

24	At-risk youth grants	\$	6,000,000
25	Going pro		64,750,000
26	Workforce development programs		10,999,900
27	Michigan rehabilitation services		275,000
28	Arts and cultural program		1,000,000



1 **TOTAL** **\$ 83,024,900**

2 (2) Pursuant to section 30 of article IX of the state
3 constitution of 1963, total state spending from state sources for
4 fiscal year 2023-2024 is estimated at \$44,065,483,600.00 in the
5 2023-2024 appropriations acts and total state spending from state
6 sources paid to local units of government for fiscal year 2023-2024
7 is estimated at \$23,691,884,100.00. The state-local proportion is
8 estimated at 54% of total state spending from state sources.

9 (3) If payments to local units of government and state
10 spending from state sources for fiscal year 2023-2024 are different
11 than the amounts estimated in subsection (2), the state budget
12 director shall report the payments to local units of government and
13 state spending from state sources that were made for fiscal year
14 2023-2024 to the senate and house of representatives standing
15 committees on appropriations within 30 days after the final book-
16 closing for fiscal year 2023-2024.

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

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

21 (a) "Department" means the department of labor and economic
22 opportunity.

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

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

25 (d) "Fund", unless the context clearly implies a different
26 meaning, means the Michigan strategic fund.

27 (e) "MEDC" means the Michigan economic development
28 corporation, which is the public body corporate created under
29 section 28 of article VII of the state constitution of 1963 and the



1 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
 2 124.512, by contractual interlocal agreement effective April 5,
 3 1999, between local participating economic development corporations
 4 formed under the economic development corporations act, 1974 PA
 5 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

6 (f) "MEGA" means the Michigan economic growth authority.

7 (g) "MiSTEM" means Michigan science, technology, engineering,
 8 and mathematics.

9 (h) "PATH" means Partnership. Accountability. Training. Hope.

10 (i) "STEM" means science, technology, engineering, and
 11 mathematics.

12 (j) "USDOL" means the United States Department of Labor.

13 Sec. 204. The departments and agencies receiving
 14 appropriations in part 1 shall use the internet to fulfill the
 15 reporting requirements of this part. This requirement shall include
 16 transmission of reports via email to the recipients identified for
 17 each reporting requirement, and it shall include placement of
 18 reports on a website.

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

21 (a) Funds appropriated in part 1 must not be used for the
 22 purchase of foreign goods or services, or both, if competitively
 23 priced and of comparable quality American goods or services, or
 24 both, are available.

25 (b) Preference must be given to goods or services, or both,
 26 manufactured or provided by Michigan businesses, if they are
 27 competitively priced and of comparable quality.

28 (c) Preference must be given to goods or services, or both,
 29 that are manufactured or provided by Michigan businesses owned and



1 operated by veterans, if they are competitively priced and of
2 comparable quality.

3 Sec. 206. The department and agencies shall not take
4 disciplinary action against an employee of the department or an
5 agency within the department who is in the state classified civil
6 service because the employee communicates with a member of the
7 senate or house or a member's staff, unless the communication is
8 prohibited by law and the department or agency taking disciplinary
9 action is exercising its authority as provided by law.

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

22 (a) The dates of each travel occurrence.

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

28 Sec. 208. Funds appropriated in part 1 shall not be used by a
29 principal executive department, state agency, or authority to hire



1 a person to provide legal services that are the responsibility of
 2 the attorney general. This prohibition does not apply to legal
 3 services for bonding activities and for those outside services that
 4 the attorney general authorizes.

5 Sec. 209. Not later than December 31, 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 chairpersons of the senate and house
 12 appropriations committees and the senate and house fiscal agencies.

13 Sec. 211. The departments and agencies shall cooperate with
 14 the department of technology, management, and budget 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 departments and agencies receiving
 28 appropriations in part 1 shall provide to the state budget office
 29 information sufficient to provide the chairs of the senate and



1 house of representatives standing committees on appropriations, the
2 chairs of the senate and house of representatives standing
3 committees on appropriations subcommittees on general government,
4 and the senate and house fiscal agencies with an annual report on
5 estimated state restricted fund balances, state restricted fund
6 projected revenues, and state restricted fund expenditures for the
7 prior 2 fiscal years.

8 Sec. 213. The departments and agencies receiving
9 appropriations in part 1 shall maintain, on a publicly accessible
10 website, a department or agency scorecard that identifies, tracks,
11 and regularly updates key metrics that are used to monitor and
12 improve the department's or agency's performance.

13 Sec. 215. To the extent permissible under the management and
14 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director of
15 each department and agency receiving appropriations in part 1 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. Each 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 quarterly basis, the departments and
23 agencies receiving appropriations in part 1 shall report to the
24 senate and house appropriations committees, the senate and house
25 appropriations subcommittees on general government, and the senate
26 and house fiscal agencies the following 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 departments and
4 agencies shall report to the senate and house appropriations
5 committees, the senate and house appropriations subcommittees on
6 general government, and the senate and house fiscal agencies the
7 following information:

8 (a) Number of employees who were engaged in remote work in
9 2023.

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 departments and agencies, not be expended until all
17 existing work project authorization available for the same purposes
18 is exhausted.

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

25 Sec. 220. The departments and agencies receiving
26 appropriations in part 1 shall report no later than April 1 on each
27 specific policy change made to implement a public act affecting the
28 department that took effect during the prior calendar year to the
29 senate and house of representatives standing committees on



1 appropriations subcommittees on general government, the joint
2 committee on administrative rules, and the senate and house fiscal
3 agencies.

4 Sec. 221. General fund appropriations in part 1 shall not be
5 expended for items in cases where federal funding or private grant
6 funding is available for the same expenditures.

7 Sec. 222. (1) From the funds appropriated in part 1, the
8 departments and agencies shall do all of the following:

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

17 (b) Maintain a website that posts any severance pay in excess
18 of 6 weeks of wages, regardless of the position held by the former
19 department employee receiving severance pay.

20 (c) By February 1, report to the house and senate
21 appropriations subcommittees on the department budget, the house
22 and senate fiscal agencies, the house and senate policy offices,
23 and the state budget director on the total amount of severance pay
24 remitted to former department employees during the fiscal year
25 ending September 30, 2023 and the total number of former department
26 employees that were remitted severance pay during the fiscal year
27 ending September 30, 2023.

28 (2) As used in this section, "severance pay" means
29 compensation that is both payable or paid upon the termination of



1 employment and in addition to either wages or benefits earned
2 during the course of employment or generally applicable retirement
3 benefits.

4 Sec. 223. It is the intent of the legislature that departments
5 and agencies maximize the efficiency of the state workforce and,
6 where possible, prioritize in-person work. Each executive branch
7 department, agency, board, or commission that receives funding
8 under part 1 shall post its in-person, remote, or hybrid work
9 policy on its website.

10

11 **DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY**

12 Sec. 980. (1) In addition to the funds appropriated in part 1,
13 there is appropriated an amount not to exceed \$30,000,000.00 for
14 federal contingency authorization. These funds are not available
15 for expenditure until they have been transferred to another line
16 item in part 1 under section 393(2) of the management and budget
17 act, 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is
19 appropriated an amount not to exceed \$510,000,000.00 for state
20 restricted contingency authorization. These funds are not available
21 for expenditure until they have been transferred to another line
22 item in part 1 under section 393(2) of the management and budget
23 act, 1984 PA 431, MCL 18.1393.

24 (3) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$5,000,000.00 for private
26 contingency authorization. These funds are not available for
27 expenditure until they have been transferred to another line item
28 in part 1 under section 393(2) of the management and budget act,
29 1984 PA 431, MCL 18.1393.



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

7 Sec. 982. Federal pass-through funds to local institutions and
8 governments that are received in amounts in addition to those
9 included in part 1 and that do not require additional state
10 matching funds are appropriated for the purposes intended. The
11 department may carry forward into the succeeding fiscal year
12 unexpended federal pass-through funds to local institutions and
13 governments that do not require additional state matching funds.
14 The department shall report the amount and source of the funds to
15 the relevant senate and house of representatives appropriations
16 subcommittees, the senate and house fiscal agencies, and the state
17 budget director within 10 business days after receiving any
18 additional pass-through funds.

19 Sec. 985. (1) Grants supported with private revenues received
20 by the department are appropriated upon receipt and are available
21 for expenditure by the department for purposes specified within the
22 grant agreement and as permitted under state and federal law.

23 (2) Within 10 days after the receipt of a private grant
24 appropriated in subsection (1), the department shall notify the
25 house and senate chairpersons of the subcommittees, the senate and
26 house fiscal agencies, and the state budget director of the receipt
27 of the grant, including the fund source, purpose, and amount of the
28 grant.

29 Sec. 986. (1) The department may charge registration fees to



1 attendees of informational, training, or special events sponsored
2 by the department, and related to activities that are under the
3 department's purview.

4 (2) These fees shall reflect the costs for the department to
5 sponsor the informational, training, or special events.

6 (3) Revenue generated by the registration fees is appropriated
7 upon receipt and available for expenditure to cover the
8 department's costs of sponsoring informational, training, or
9 special events.

10 (4) Revenue generated by registration fees in excess of the
11 department's costs of sponsoring informational, training, or
12 special events shall carry forward to the subsequent fiscal year
13 and not lapse to the general fund.

14 Sec. 987. (1) The department may sell documents at a price not
15 to exceed the cost of production and distribution. Money received
16 from the sale of these documents shall revert to the department. In
17 addition to the funds appropriated in part 1, these funds are
18 available for expenditure when they are received by the department
19 of treasury. This subsection applies only to R 418.10101 to R
20 418.101504 of the Michigan Administrative Code.

21 (2) Unexpended funds at the end of the fiscal year shall carry
22 forward to the subsequent fiscal year and not lapse to the general
23 fund.

24 Sec. 988. If the revenue collected by the department for
25 radiological health administration and projects from fees and
26 collections exceeds the amount appropriated in part 1, the revenue
27 must be carried forward into the subsequent fiscal year. The
28 revenue carried forward under this section shall be used as the
29 first source of funds in the subsequent fiscal year.



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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 and single family housing production goals.

Sec. 992. (1) From the ongoing funds appropriated in part 1 for Michigan housing and community development program, the Michigan state housing development authority shall do the following:

(a) Create and administer a grant program for pre-weatherization and home repair grants totaling \$25,000,000.00 for Michigan residents according to the following:

(i) The department shall develop grant program guidelines, eligibility criteria, and an application process for the grant program identified in this subsection and shall post that information on its publicly accessible website prior to any grant application due dates.

(ii) Eligible grant recipients include Michigan residents at up to 300% of the federal poverty level. Applications for seniors, veterans, and households that include minors are to be given priority review.

(iii) Individual grant awards are capped at \$15,000.00 per household.

(iv) Projects eligible for grants include, but are not limited to, roof repairs, porch repairs, HVAC repairs or upgrades, window replacements, insulation installation, and accessibility



1 improvements such as ramps, lifts and guardrails.

2 (b) Allocate \$1,030,000.00 to complete an affordable housing
3 project in a city with a population greater than 600,000 in a
4 county with a population greater than 1,500,000 according to the
5 most recent federal decennial census.

6 (c) Allocate \$2,000,000.00 to a housing partnership in a city
7 with a population between 106,000 and 108,000 in a county with a
8 population between 280,000 and 290,000 according to the most recent
9 federal decennial census for construction of a housing project.

10 (d) Allocate \$5,000,000.00 to Genesee Shiawassee Thumb (GST)
11 Michigan Works! for an education, training, and housing incentive
12 program.

13 (e) Allocate \$1,000,000.00 to a housing commission in a city
14 with a population between 31,000 and 32,000 according to the most
15 recent federal decennial census to expand access to affordable
16 housing.

17 (2) Of the funds appropriated for this purpose, not more than
18 5% may be used by the department for administrative costs for the
19 grant program identified in subdivision (a).

20 (3) The department shall provide an annual report no later
21 than February 1st on program grant awards and the utilization of
22 grant funds for the prior fiscal year. The report must not include
23 the identifying information for each grant recipient. The report
24 must include subtotal grant award amounts for each county and must
25 classify the total amounts awarded by project type. The report must
26 be submitted to the chairs of the senate and house of
27 representatives appropriations committees, the senate and house of
28 representatives fiscal agencies, and the state budget director.

29



1 **STATE LAND BANK AUTHORITY**

2 Sec. 995. (1) In addition to the amounts appropriated in part
3 1, the state land bank authority may expend revenues received under
4 the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774,
5 for the purposes authorized by the act, including, but not limited
6 to, the acquisition, lease, management, demolition, maintenance, or
7 rehabilitation of real or personal property, payment of debt
8 service for notes or bonds issued by the authority, and other
9 expenses to clear or quiet title property held by the authority.

10 (2) Not later than March 15, the state land bank authority
11 shall prepare a report on the number of real properties acquired,
12 leased, managed, demolished, maintained, or rehabilitated in the
13 immediately preceding fiscal year. The report must be submitted to
14 the chairpersons of the relevant senate and house of
15 representatives appropriations subcommittees, the senate and house
16 fiscal agencies, and the state budget director.

17

18 **MICHIGAN STRATEGIC FUND**

19 Sec. 1000. (1) It is the intent of the legislature that the
20 funds in part 1 for the critical industry program and the Michigan
21 strategic site readiness program are expended in a manner that will
22 maximize job creation, grow wages, support existing business in
23 this state, attract new business development to this state, and
24 include community support and equity.

25 (2) It is the intent of the legislature that the Michigan
26 strategic fund prioritize the adoption of conditions related to the
27 expense of funds in part 1 that include, but are not limited to,
28 the following:

29 (a) Clawback provisions in a written agreement between the



1 fund and a qualified business relating to the creation or retention
 2 of jobs must be structured to ensure that those jobs are retained
 3 for not less than 5 years.

4 (b) Projects must be located in a qualified census tract, as
 5 defined by the United States Department of Housing and Urban
 6 Development, or in communities with an unemployment rate in excess
 7 of the state average.

8 (c) A written agreement between the fund and a qualified
 9 business or eligible applicant that must include a first-source
 10 hiring provision between the qualified business or eligible
 11 applicant and an entity or entities recommended by the workforce
 12 development agency serving the area where the project is located.

13 (d) A written agreement between the fund and a qualified
 14 business or eligible applicant that must include a community
 15 benefits agreement as determined by the fund.

16 (e) A written agreement between the fund and a qualified
 17 business or eligible applicant that must require the qualified
 18 business or eligible applicant offer employee services, including,
 19 but not limited to:

20 (i) Child care services.

21 (ii) Transportation supports.

22 (iii) Postsecondary educational institutions.

23 (iv) Customized assistance programs for employees.

24 (v) Customized job training programs, job readiness programs,
 25 or extension programs.

26 (vi) Credential requirements pipeline programs.

27 (vii) Workforce talent investment programming.

28 (viii) Tuition debt forgiveness or repayment supports.

29 (ix) Outreach, screening, pre-application support, and



1 interviewing services.

2 (x) On-site training and support centers.

3 (3) As used in this section:

4 (a) "Eligible applicant" means that term as defined under
5 section 88t of the Michigan strategic fund act, 1984 PA 270, MCL
6 125.2088t.

7 (b) "Qualified business" means that term as defined under
8 section 88s of the Michigan strategic fund act, 1984 PA 270, MCL
9 125.2088s.

10 Sec. 1000a. (1) From the funds appropriated in part 1 for
11 Michigan strategic site readiness program, the Michigan strategic
12 fund shall allocate grants totaling no more than \$25,000,000.00 to
13 improve municipally owned utility infrastructure capacity and
14 resiliency that will support community and economic investments,
15 including eligible activities at strategic sites, located in a city
16 with a population between 107,000 and 108,000 according to the most
17 recent federal decennial census. Funds granted in part 1 shall be
18 used to support eligible activities as defined in section
19 88t(16)(a) of the Michigan strategic fund act, 1984 PA 270, MCL
20 125.2088t.

21 (2) The unexpended funds appropriated for Michigan strategic
22 site readiness are designated as a work project appropriation, and
23 any unencumbered or unallotted funds must not lapse at the end of
24 the fiscal year and must be available for expenditures for projects
25 under this section until the projects have been completed. The
26 following is in compliance with section 451a of the management and
27 budget act, 1984 PA 431, MCL 18.1451a:

28 (a) The purpose of the project is to improve utility
29 infrastructure that will support economic development activities at



1 strategic sites.

2 (b) The project will be accomplished by utilizing state
3 employees, the Michigan economic development corporation, or grants
4 or contracts with service providers, or all 3.

5 (c) The total estimated cost of the work project is
6 \$25,000,000.00.

7 (d) The tentative completion date for the work project is
8 September 30, 2027.

9 Sec. 1000b. (1) The department shall establish and administer
10 Community Project grants pursuant to the requirements of this
11 section. Community Project grants shall include any portion of non-
12 competitive, direct appropriation grants with a public purpose,
13 included in any of the following funds appropriated in part 1:

14 (a) Community Revitalization and Cultural Institution grants.

15 (b) Youth Entrepreneurships, Apprenticeships, and Engagement
16 Grants.

17 (c) College Success Fund.

18 (d) Adult Literacy.

19 (e) Housing and Community Development Fund.

20 (2) Notwithstanding any other conditions or requirements for
21 direct appropriation grants, the department shall perform at least
22 all the following activities to administer Community Project grants
23 identified in subsection (1):

24 (a) Develop a standard application process, reporting
25 requirements, and any other necessary documentation including
26 legislative sponsorship information.

27 (b) Establish a process to review, complete, and monitor the
28 execution of a grant agreement with a grant recipient. Grant
29 agreements shall only be executed by the department if all



1 necessary documentation has been submitted and reviewed.

2 (c) Verification that a grant recipient will utilize funds for
3 a public purpose and serves the health, safety, and general welfare
4 of the residents of this state.

5 (d) Review and verify all necessary information to ensure the
6 grant recipient is reasonably able to execute the grant agreement,
7 perform its fiduciary duty and is in compliance with all applicable
8 state and federal statutes.

9 (e) Establish a standard timeline to review all documents
10 submitted by grant recipients and provide a response within 14
11 business days that submitted documents by a grant recipient are
12 sufficient or in need of additional information.

13 (3) Each executed agreement between the department and a grant
14 recipient, shall include at least the following:

15 (a) All necessary identifying information for the grant
16 recipient, including any tax and financial information for the
17 department to administer funds under this section.

18 (b) A description of the project for which the grant funds
19 will be expended, including tentative timelines and the estimated
20 budget. No expenditures outside of the project purpose, as stated
21 in the executed grant agreement, shall be reimbursed from
22 appropriations in part 1.

23 (c) Unless otherwise specified, funds appropriated for the
24 grants identified in subsection (1) may only be used for
25 expenditures that occur on or after the effective date of this act.

26 (d) Unless otherwise specified, executed grant agreements
27 shall include an initial disbursement of 50% provided to the grant
28 recipient upon execution of the grant agreement.

29 (e) A requirement that after the initial 50% disbursement,



1 additional funds shall only be disbursed after verification that
2 the initial payment has been fully expended, in accordance with the
3 project purpose. The remaining funds shall be disbursed in a manner
4 specified in the grant agreement. The grantee must provide
5 sufficient documentation, as determined by the department, to
6 verify that all expenditures were made in accordance with the
7 project purpose.

8 (f) A requirement for quarterly reports from the recipient to
9 the department that provide the status of the project and an
10 accounting of all funds expended by the recipient.

11 (g) A claw-back provision that allows this state to recoup or
12 otherwise collect any funds that are declined, unspent, or
13 otherwise misused.

14 (h) If appropriate to improve the administration or oversight
15 of a Community Project grant, the department may adopt a memorandum
16 of understanding with another state department, to perform the
17 required duties under this section.

18 (4) The grantee shall respond to all reasonable information
19 requests from the department related to grant expenditures and
20 retain grant records for a period of not less than 3 years, and the
21 grant may be subject to audit and site visits as determined by the
22 department. The grant agreement required under this section shall
23 include signed assurance by the chief executive officer or other
24 executive officer of the grant recipient that this requirement will
25 be met.

26 (5) All funds awarded shall be expended by the grant
27 recipient, and projects completed, by September 30, 2028. If at
28 that time, as evidenced by the quarterly reports, any unexpended
29 funds remain, those funds shall be returned by the grantee to the



1 state treasury. If a grantee does not provide information
2 sufficient to execute a grant agreement by June 1, 2024, funds
3 associated with that grant shall be returned to the state treasury.

4 (6) Any funds that are granted to a state department are
5 appropriated in that department for the purpose of the intended
6 grant.

7 (7) The state budget director may, on a case-by-case basis,
8 temporarily extend this deadline in subsection (5), upon request by
9 a grant recipient. The State Budget Director shall notify the
10 chairs of the House and Senate Appropriations within 5 days if an
11 extension was granted.

12 (8) The department shall provide quarterly updates on the
13 accounting and status of each project to the senate and house
14 appropriations committees, the senate and house fiscal agencies,
15 and the state budget office.

16 (9) In addition to the requirements in subsection (8), within
17 90 days after the effective date of this act, the department shall
18 establish and regularly update on its website, a list of all funds
19 in subsection (1) identified at Community Project grants. For each
20 applicable grant identified on its website, the department shall
21 list the grant recipient, project purpose and location of the
22 community project, status of funds allocated for community project,
23 and the legislative sponsor, as applicable.

24 (10) As applicable, the legislative sponsor of a Community
25 Project shall comply will all applicable laws concerning conflicts
26 of interest in seeking a direct grant. A legislative sponsor shall
27 not seek a grant for a recipient if a conflict of interest exists.

28 (11) If the department reasonably determines the funds
29 allocated for an executed grant agreement under this section was



1 mis-used or mis-represented by the grant recipient, the department
2 shall not award any additional funds from part 1.

3 Sec. 1001. From the ongoing funds appropriated in part 1 for
4 revitalization and placemaking program, the Michigan strategic fund
5 shall do the following:

6 (a) Allocate \$100.00 to a city with a population between 6,200
7 and 6,300 in a county with a population between 23,500 and 24,000
8 according to the most recent federal decennial census for the
9 purpose of construction of an amphitheater within the city limits.

10 (b) Allocate \$100.00 to a county with a population between
11 22,000 and 22,500 according to the most recent federal decennial
12 census for a county broadband project.

13 (c) Allocate \$100.00 to a city with a population between
14 15,300 and 15,400 in a county with a population between 94,000 and
15 97,000 according to the most recent federal decennial census for a
16 freshwater research project.

17 Sec. 1004. The report required under section 9 of the Michigan
18 strategic fund act, 1984 PA 270, MCL 125.2009, must be transmitted
19 to the chairpersons of the senate and house of representatives
20 standing committees on appropriations, the chairpersons of the
21 relevant senate and house of representatives appropriations
22 subcommittees, the senate and house fiscal agencies, and the state
23 budget director by March 15.

24 Sec. 1005. In addition to the appropriations in part 1, Travel
25 Michigan may receive and expend private revenue related to the use
26 of "Pure Michigan" and all other copyrighted slogans and images.
27 This revenue may come from the direct licensing of the name and
28 image or from the royalty payments from various merchandise sales.
29 Revenue collected is appropriated for the marketing of this state



1 as a travel destination. The funds are available for expenditure
2 when they are received by the department of treasury. If the fund
3 receives revenues from the use of "Pure Michigan", the fund shall
4 provide a report that lists the revenues by source received from
5 the use of "Pure Michigan" and all other copyrighted slogans and
6 images. The report shall provide a detailed list of expenditures of
7 revenues received under this section. The report shall be provided
8 to the chairpersons of the senate and house of representatives
9 standing committees on appropriations, the relevant senate and
10 house of representatives appropriations subcommittees, the house
11 and senate fiscal agencies, and the state budget director by March
12 15.

13 Sec. 1005a. (1) From the funds appropriated in part 1 for Pure
14 Michigan, general fund dollars shall be appropriated for the
15 following purposes:

16 (a) Conduction of market research regionally, nationally, and
17 internationally for use in market campaigns.

18 (b) Production of advertisements for the promotion of Michigan
19 as a place to live, work, and play with a focus on talent
20 attraction, labor retention, working, and relocating to Michigan.

21 (c) Placement of culturally and ethnically diverse
22 advertisements in regional, national, and international market
23 campaigns.

24 (d) Administration of the program.

25 (e) Other activities that promote Michigan as a place to live,
26 work, and play.

27 (f) Matching marketing campaigns funded from the local
28 promotion fund or private promotion fund.

29 (2) The fund may contract any of the activities under



1 subsection (1).

2 (3) The fund may work in cooperation with local units of
3 government, nonprofit entities, and private entities on Pure
4 Michigan promotion campaigns. The fund shall include agreements
5 prior to undertaking cooperative marketing campaigns.

6 (4) The department shall provide an annual report no later
7 than February 1, on the utilization of funds for eligible
8 activities in subsection (1), including a breakdown by eligible
9 use, efforts taken to broaden the scope of marketing activities to
10 diverse populations, and targeted marketing to encourage residents
11 from other states to move to this state.

12 Sec. 1005b. (1) A local promotion fund is created in the
13 department of labor and economic opportunity. The fund may receive
14 funds from local units of government and nonprofit entities and
15 deposit these funds into the local promotion fund. Funds received
16 are available for expenditure for use in Pure Michigan promotion
17 campaigns. The fund may maintain individual accounts for local
18 units of government and nonprofit entities that deposit funds into
19 the local promotion fund upon request from a local unit of
20 government. As used in this subsection, "local unit of government"
21 includes cities, villages, townships, counties, and regional
22 councils of government.

23 (2) Local promotion funds appropriated in part 1 may be used
24 for media production and placements, national and international
25 marketing campaigns, and for other activities that promote Michigan
26 as a place to live, work, and play.

27 (3) Any unexpended or unencumbered balance shall be disposed
28 of in accordance with the management and budget act, 1984 PA 431,
29 MCL 18.1101 to 18.1594, unless carryforward authorization has been



1 otherwise provided for.

2 Sec. 1005c. (1) A private promotion fund is created in the
3 department of labor and economic opportunity. The fund may receive
4 funds from private entities and deposit these funds into the
5 private promotion fund. Funds received are available for
6 expenditure for use in Pure Michigan promotion campaigns. The fund
7 may maintain individual accounts for private entities that deposit
8 funds into the private promotion fund upon request from a private
9 entity.

10 (2) Private promotion funds appropriated in part 1 may be used
11 for media production and placements, national and international
12 marketing campaigns, and for other activities that promote Michigan
13 as a place to live, work, and play.

14 (3) Any unexpended or unencumbered balance shall be disposed
15 of in accordance with the management and budget act, 1984 PA 431,
16 MCL 18.1101 to 18.1594, unless carryforward authorization has been
17 otherwise provided for.

18 Sec. 1006. Any reports required under sections 88r and 90b of
19 the Michigan strategic fund act, 1984 PA 270, MCL 125.2088r and
20 125.2090b shall be distributed to the chairpersons of the senate
21 and house of representatives standing committees on appropriations,
22 the chairpersons of the relevant senate and house of
23 representatives appropriations subcommittees, the senate and house
24 fiscal agencies, and the state budget director by March 15.

25 Sec. 1007. (1) As a condition of receiving funds appropriated
26 in part 1, the fund shall request the following information from
27 the MEDC:

28 (a) Approved budget from the MEDC executive committee for the
29 current fiscal year and actual budget expenditures for the



1 preceding fiscal years.

2 (b) Expenditures and revenues as part of the current and
3 preceding year budgets, including the available fund balance for
4 the current and preceding fiscal years.

5 (c) The total number of FTEs, by state and corporate status.

6 (d) A reporting of activities, programs, and grants consistent
7 with the preceding fiscal year budget.

8 (2) Information received by the MSF pursuant to this section
9 shall be posted online and distributed to the chairpersons of the
10 senate and house of representatives standing committees on
11 appropriations, the chairpersons of the relevant senate and house
12 of representatives appropriations subcommittees, the senate and
13 house fiscal agencies, and the state budget director by March 15.

14 Sec. 1008. As a condition of receiving funds under part 1, any
15 interlocal agreement entered into by the fund shall include
16 language that states that if a local unit of government has a
17 contract or memorandum of understanding with a private economic
18 development agency, the MEDC will work cooperatively with that
19 private organization in that local area.

20 Sec. 1009. (1) Of the funds appropriated to the fund or
21 through grants to the MEDC, no funds shall be expended for the
22 purchase of options on land or the purchase of land unless at least
23 1 of the following conditions applies:

24 (a) The land is located in an economically distressed area.

25 (b) The land is obtained through a purchase or exercise of an
26 option at the invitation of the local unit of government and local
27 economic development agency.

28 (2) Consideration may be given to purchases where the proposed
29 use of the land is consistent with a regional land use plan, will



1 result in the redevelopment of an economically distressed area, can
2 be supported by existing infrastructure, and will not cause shifts
3 in population away from the area's population centers.

4 (3) As used in this section, "economically distressed area"
5 means an area in a city, village, or township that has been
6 designated as blighted; a city, village, or township that shows
7 negative population change from 1970 and a poverty rate and
8 unemployment rate greater than the statewide average; or an area
9 certified as a neighborhood enterprise zone under the neighborhood
10 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

11 (4) If land or options on land are purchased under subsection
12 (1), the fund shall provide a report to the senate and house of
13 representatives standing committees on appropriations, the relevant
14 senate and house of representatives appropriations subcommittees,
15 the senate and house fiscal agencies, and the state budget director
16 that provides a list of all properties purchased, all options on
17 land purchased, the location of the land purchased, and the
18 purchase price if the fund purchases options on land or land. The
19 report must be submitted before March 15.

20 Sec. 1010. As a condition for receiving funds in part 1, not
21 later than March 15, the fund shall provide a report for the
22 immediately preceding fiscal year on the jobs for Michigan
23 investment fund, created in section 88h of the Michigan strategic
24 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted
25 to the chairpersons of the senate and house of representatives
26 standing committees on appropriations, the chairpersons of the
27 relevant senate and house of representatives appropriations
28 subcommittees, the senate and house fiscal agencies, and the state
29 budget director. The report shall include, but is not limited to,



1 all of the following:

2 (a) A detailed listing of revenues, by fund source, to the
3 jobs for Michigan investment fund. The listing shall include the
4 manner and reason for which the funds were appropriated to the jobs
5 for Michigan investment fund.

6 (b) A detailed listing of expenditures, by project, from the
7 jobs for Michigan investment fund.

8 (c) A fiscal year-end balance of the jobs for Michigan
9 investment fund.

10 Sec. 1011. (1) From the appropriations in part 1 to the fund
11 and granted or transferred to the MEDC, any unexpended or
12 unencumbered balance shall be disposed of in accordance with the
13 requirements in the management and budget act, 1984 PA 431, MCL
14 18.1101 to 18.1594, unless carryforward authorization has been
15 otherwise provided for.

16 (2) Any encumbered funds, including encumbered funds
17 subsequently unobligated, shall be used for the same purposes for
18 which funding was originally appropriated in this part and part 1.

19 (3) For funds appropriated in part 1 to the fund, any
20 carryforward authorization subsequently created through a work
21 project shall be preserved until a cash or accrued expenditure has
22 been executed or the allowable work project time period has
23 expired.

24 Sec. 1012. (1) As a condition of receiving funds under part 1,
25 the fund shall ensure that the MEDC and the fund comply with all of
26 the following:

27 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
28 15.246.

29 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.



1 (c) Annual audits of all financial records by the auditor
2 general or his or her designee.

3 (d) All reports required by law to be submitted to the
4 legislature.

5 (2) If the MEDC is unable for any reason to perform duties
6 under this part, the fund may exercise those duties.

7 Sec. 1013. As a condition for receiving the appropriations in
8 part 1, any staff of the MEDC involved in private fund-raising
9 activities shall not be party to any decisions regarding the
10 awarding of grants, incentives, or tax abatements from the fund,
11 the MEDC, or the Michigan economic growth authority.

12 Sec. 1024. From the funds appropriated in part 1 for business
13 attraction and community revitalization, not less than 20% shall be
14 granted by the fund board for brownfield redevelopment and historic
15 preservation projects under the community revitalization program
16 authorized by chapter 8C of the Michigan strategic fund act, 1984
17 PA 270, MCL 125.2090 to 125.2090d.

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. From the appropriations in part 1, the Michigan
22 arts and culture council shall administer an arts and cultural
23 grant program that maintains an equitable geographic distribution
24 of funding and utilizes past arts and cultural grant programs as a
25 guideline for administering this program. The council shall do all
26 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 Sec. 1036. (1) The general fund/general purpose funds
20 appropriated in part 1 to the fund for business attraction and
21 community revitalization shall be transferred to the 21st century
22 jobs trust fund per section 90b(3) of the Michigan strategic fund
23 act, 1984 PA 270, MCL 125.2090b.

24 (2) Funds transferred to the 21st century jobs trust fund
25 under subsection (1) are appropriated and available for allocation
26 as authorized in the Michigan strategic fund act, 1984 PA 270, MCL
27 125.2001 to 125.2094.

28 Sec. 1042. For the funds appropriated in part 1 for business
29 attraction and community revitalization, the fund shall report



1 quarterly on the amount of funds considered appropriated, pre-
2 encumbered, encumbered, and expended. The report shall also include
3 a listing of all previous appropriations for business attraction
4 and community revitalization, or a predecessor, that were
5 considered appropriated, pre-encumbered, encumbered, or expended
6 that have lapsed back to the fund for any purpose. The report shall
7 be submitted to the chairpersons of the senate and house of
8 representatives standing committees on appropriations, the
9 chairpersons of the relevant senate and house of representatives
10 appropriations subcommittees, the senate and house fiscal agencies,
11 and the state budget director.

12 Sec. 1043. (1) The fund, in conjunction with the department of
13 treasury, shall report to the chairpersons of the senate and house
14 of representatives standing committees on appropriations, the
15 relevant senate and house of representatives appropriations
16 subcommittees, the senate and house fiscal agencies, and the state
17 budget director by November 1 on the annual cost of the MEGA tax
18 credits. The report shall include for each year the board-approved
19 credit amount, adjusted for credit amendments where applicable, and
20 the actual and projected value of tax credits for each year from
21 1995 to the expiration of the credit program. For years for which
22 credit claims are complete, the report shall include the total of
23 actual certificated credit amounts. For years for which claims are
24 still pending or not yet submitted, the report shall include a
25 combination of actual credits where available and projected
26 credits. Credit projections shall be based on updated estimates of
27 employees, wages, and benefits for eligible companies.

28 (2) In addition to the report under subsection (1), the fund,
29 in conjunction with the department of treasury, shall report to the



1 relevant senate and house of representatives appropriations
2 subcommittees, the senate and house fiscal agencies, and the state
3 budget director by November 1 on the annual cost of all other
4 certificated credits by program, for each year until the credits
5 expire or can no longer be collected. The report shall include
6 estimates on the brownfield redevelopment credit, film credits,
7 MEGA photovoltaic technology credit, MEGA polycrystalline silicon
8 manufacturing credit, MEGA vehicle battery credit, and other
9 certificated credits.

10 Sec. 1044. As a condition of receiving appropriations in part
11 1, prior to authorizing the transfer of any previously authorized
12 tax credit that would increase the liability to this state, the
13 fund, on behalf of the MSF board, shall notify the chairpersons of
14 the senate and house of representatives standing committees on
15 appropriations, the chairpersons of the relevant senate and house
16 of representatives appropriations subcommittees, the senate and
17 house fiscal agencies, and the state budget director not fewer than
18 30 days prior to the authorization of the tax credit transfer.

19 Sec. 1050. (1) From the funds appropriated in part 1 for
20 business attraction and community revitalization, the fund shall
21 identify specific outcomes and performance measures, including, but
22 not limited to, the following:

23 (a) Total verified jobs created by the business attraction
24 program during the prior fiscal year.

25 (b) Total private investment obtained through the business
26 attraction and community revitalization programs during the prior
27 fiscal year.

28 (c) Amount of private and public square footage created and
29 reactivated through the community revitalization program during the



1 prior fiscal year.

2 (2) The fund must submit a report to the chairpersons of the
3 senate and house of representatives standing committees on
4 appropriations, the relevant senate and house of representatives
5 appropriations subcommittees, the senate and house fiscal agencies,
6 and the state budget director by March 15. The report must describe
7 the specific outcomes and measures required in subsection (1) and
8 provide the results and data related to these outcomes and measures
9 for the prior fiscal year if related information is available for
10 the prior fiscal year.

11 Sec. 1051. In addition to the funds appropriated in part 1,
12 the funds collected by state historic preservation programs for
13 document reproduction and services and application fees are
14 appropriated for all expenses necessary to provide the required
15 services. These funds are available for expenditure when they are
16 received and may be carried forward into the succeeding fiscal
17 year.

18 Sec. 1053. Tax capture revenues collected in accordance with
19 written agreements under the good jobs for Michigan program and
20 transferred from the general fund for deposit into the good jobs
21 for Michigan fund, and for both calculated payments from the good
22 jobs for Michigan fund to authorized businesses and distributions
23 to the Michigan strategic fund for administrative expenses, are
24 appropriated pursuant to the provisions of chapter 8D of the
25 Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to
26 125.2090j.

27

28 **WORKFORCE DEVELOPMENT**

29 Sec. 1059. (1) The funds appropriated in part 1 for the Tri-



1 share child care program shall be awarded for the continuation of
2 the child care pilot project originally initiated and funded in
3 section 1047(31) of article 5 of 2020 PA 166.

4 (2) Except as otherwise provided in this subsection, funding
5 appropriated in part 1 must be used to fund existing child care
6 facilitator hubs. The department may fund new child care
7 facilitator hubs provided sufficient funding exists to support all
8 existing hubs, including hubs currently funded with private
9 dollars. Any new hubs added must increase the number of
10 participating counties or serve statewide employers.

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

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

16 Sec. 1060. The department shall administer the PATH training
17 program in accordance with the requirements of section 407(d) of
18 title IV of the social security act, 42 USC 607, the state social
19 welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and all other
20 applicable laws and regulations.

21 Sec. 1061. From the funds appropriated in part 1 for workforce
22 development, the department may allocate funding for grants to
23 nonprofit organizations that offer programs pursuant to the
24 workforce innovation and opportunity act, 29 USC 3101 to 3361,
25 eligible youth focusing on apprenticeship readiness, pre-
26 apprenticeship and apprenticeship activities, entrepreneurship,
27 work-readiness skills, job shadowing, and financial literacy.
28 Organizations eligible for funding under this section must have the
29 capacity to provide similar programs in urban areas, as determined



1 by the United States Census Bureau according to the most recent
2 federal decennial census. Additionally, programs eligible for
3 funding under this section must include the participation of local
4 business partners. The department shall develop other appropriate
5 eligibility requirements to ensure compliance with applicable
6 federal rules and regulations.

7 Sec. 1062. From the funds appropriated in part 1, the
8 department shall make available, in person or by telephone, 1
9 disabled veterans outreach program specialist or local veterans
10 employment representative to Michigan Works! service centers, as
11 resources permit, during hours of operation, and shall continue to
12 make the appropriate placement of veterans and disabled veterans a
13 priority.

14 Sec. 1063. (1) In addition to the funds appropriated in part
15 1, any unencumbered and unrestricted federal workforce innovation
16 and opportunity act, 29 USC 3101 to 3361, or trade adjustment
17 assistance funds available from prior fiscal years are appropriated
18 for the purposes originally intended.

19 (2) The department shall report by February 15 to the relevant
20 senate and house of representatives appropriations subcommittees,
21 the senate and house fiscal agencies, and the state budget director
22 on the amount by fiscal year of federal workforce innovation and
23 opportunity act, 29 USC 3101 to 3361, funds appropriated under this
24 section.

25 Sec. 1064. From the ongoing funds appropriated in part 1 for
26 voluntary income tax assistance grants, the department shall
27 allocate \$3,000,000.00 to a nonprofit trade association to provide
28 the following:

29 (a) Free tax preparation services for Michigan tax filers.



1 (b) Expanded statewide access to free tax preparation
2 services.

3 (c) Expanded local capacity to provide free tax preparation
4 services.

5 (d) Administration costs to provide the services listed in
6 subsections (a) to (c) may not exceed \$300,000.00.

7 Sec. 1065. (1) The department shall publish data and reports
8 on March 15 and September 30 on the department website concerning
9 the status of going pro funded in part 1. The report shall include
10 the following:

11 (a) The number of awardees participating in the program and
12 the names of those awardees organized by major industry group.

13 (b) The amount of funding received by each awardee under the
14 program.

15 (c) Amount of funding leveraged from each awardee.

16 (d) Training models established by each awardee.

17 (e) The number of individuals enrolled in classroom training,
18 on-the-job training, or new USDOL registered apprentices.

19 (f) The number of qualified employees who completed the
20 approved training.

21 (g) The number of applications received and the number of
22 grants awarded for each region.

23 (h) The number of individuals hired and trained.

24 (i) Going pro expenditures, by program or grant type, for the
25 prior fiscal year and projected expenditures, by program or grant
26 type, for the current fiscal year.

27 (2) The department shall expand workforce training and
28 reemployment services to better connect workers to in-demand jobs
29 and identify specific outcomes with performance metrics for this



1 initiative, including, but not limited to, new apprenticeships,
2 individuals to be hired and trained, current employees trained,
3 training completed, and employment retention rate at 6 months, and
4 hourly wage at 6 months.

5 Sec. 1066. To the extent consistent with sections 7 and 9 of
6 the going pro talent fund act, 2018 PA 260, MCL 408.157 and
7 408.159, the department shall administer the program as follows:

8 (a) The department shall work cooperatively with grantees to
9 maximize the amount of funds from part 1 that are available for
10 direct training.

11 (b) The department, workforce development partners, including
12 regional Michigan Works! agencies, and employers shall collaborate
13 and work cooperatively to prioritize and streamline the expenditure
14 of the funds appropriated in part 1. The department shall ensure
15 that going pro provides a collaborative statewide network of
16 workforce and employee skill development partners that addresses
17 the employee talent needs throughout this state.

18 (c) The department shall ensure that grants are utilized for
19 individual skill enhancement and to address in-demand talent needs
20 in Michigan.

21 (d) The department shall develop program goals and detailed
22 guidance for prospective participants to follow to qualify under
23 the program. The program goals and detailed guidance shall be
24 posted on the department website and distributed to workforce
25 development partners, including local Michigan Works! agencies, by
26 October 1. Periodic assessments of employer and employee needs
27 shall be evaluated on a regional basis, and the department shall
28 identify solutions and goals to be implemented to satisfy those
29 needs. Revenue received by the department for going pro may be



1 expended for the purpose of those programs.

2 (e) Up to \$10,000,000.00 of the funds shall be allocated to a
3 county with a population between 1,200,000 and 1,300,000 according
4 to the most recent federal decennial census to create and maintain
5 an automotive retooling and retraining initiative.

6 Sec. 1067. The funds appropriated in part 1 for MiSTEM
7 advisory council shall be used to support the staff for the MiSTEM
8 network, and for administrative, training, and travel costs related
9 to the MiSTEM council. The staff for the MiSTEM network shall do
10 all of the following:

11 (a) Serve as a liaison among and between the department, the
12 department of education, the MiSTEM council, the governor's
13 workforce development board, the MiSTEM regions, and any other
14 relevant organization or entity in a manner that creates a robust
15 statewide STEM culture, that empowers STEM teachers, that
16 integrates business and education into the STEM network, and that
17 ensures high-quality STEM experiences for pupils.

18 (b) Coordinate the implementation of a marketing campaign,
19 including, but not limited to, a website that includes dashboards
20 of outcomes, to build STEM awareness and communicate STEM needs and
21 opportunities to pupils, parents, educators, and the business
22 community.

23 (c) Work with the department of education and the MiSTEM
24 council to coordinate, award, and monitor MiSTEM state and federal
25 grants to the MiSTEM network regions and conduct reviews of grant
26 recipients, including, but not limited to, pupil experience and
27 feedback.

28 (d) Report to the governor, the legislature, and the MiSTEM
29 council annually on the activities and performance of the MiSTEM



1 network regions.

2 (e) Coordinate recurring discussions and work with regional
3 staff to ensure that a network or loop of feedback and best
4 practices are shared, including funding, programming, professional
5 learning opportunities, discussion of MiSTEM strategic vision, and
6 regional objectives.

7 (f) Coordinate major grant application efforts with the MiSTEM
8 council to assist regional staff with grant applications on a local
9 level. The MiSTEM council shall leverage private and nonprofit
10 relationships to coordinate and align private funds in addition to
11 funds appropriated under this section.

12 (g) Train state and regional staff in the STEMworks rating
13 system, in collaboration with the MiSTEM council and the department
14 of education.

15 (h) Hire MiSTEM network region staff in collaboration with the
16 network region fiscal agent.

17 Sec. 1068. (1) Of the funds appropriated in part 1 for
18 workforce development, the department shall provide a report by
19 March 15 to the relevant senate and house of representatives
20 appropriation subcommittees, the state budget director, and the
21 senate and house fiscal agencies on the status of the workforce
22 development. The report shall include the following:

23 (a) The amount of funding allocated to each Michigan Works!
24 agency and the total funding allocated to the workforce training
25 programs statewide by fund source.

26 (b) The number of participants enrolled in education or
27 training programs by each Michigan Works! agency.

28 (c) The average duration of training for training program
29 participants by each Michigan Works! agency.



1 (d) The number of participants enrolled in remedial education
2 programs and the number of participants enrolled in literacy
3 programs.

4 (e) The number of participants enrolled in programs at 2-year
5 institutions.

6 (f) The number of participants enrolled in programs at 4-year
7 institutions.

8 (g) The number of participants enrolled in proprietary schools
9 or other technical training programs.

10 (h) The number of participants that have completed education
11 or training programs.

12 (i) The number of participants who secured employment in
13 Michigan within 1 year of completing a training program.

14 (j) The number of participants who completed a training
15 program and secured employment in a field related to their
16 training.

17 (k) The average wage earned by participants who completed a
18 training program and secured employment within 1 year.

19 (l) The actual revenues received by the fund source and fund
20 appropriated for each discrete workforce development program area.

21 (2) Data collection for the report shall be for the prior
22 state fiscal year.

23 Sec. 1069. From the funds appropriated in part 1 for helmets
24 to hardhats, funds shall be awarded to a national nonprofit program
25 that connects national guard, reserve, retired, and transitioning
26 active-duty military service members with skilled training and
27 quality career opportunities in the construction industry. Grant
28 funding must be used to recruit and assist veterans to transition
29 into apprenticeship programs in this state.



1 Sec. 1070. (1) The funds appropriated in part 1 for the 23+
2 high school diploma program must be awarded for a program to assist
3 adults over 23 years of age in obtaining high school diplomas and
4 placement in career training programs.

5 (2) For purposes of this section, an eligible program provider
6 may be a public, nonprofit, or private accredited diploma-granting
7 institution, but must have at least 2 years of experience providing
8 dropout recovery services in this state.

9 (3) The department shall issue a request for qualifications
10 for eligible program providers to participate in the pilot program.
11 To be considered a qualified program provider, the institution must
12 offer all of the following:

- 13 (a) Dropout reengagement services.
- 14 (b) Academic intake assessments.
- 15 (c) An integrated learning plan.
- 16 (d) Course catalog that includes all graduation requirements.
- 17 (e) Remediation coursework.
- 18 (f) Academic resilience assessment and intervention.
- 19 (g) Employability skills development.
- 20 (h) Industry recognized credentials.
- 21 (i) Credit for on-the-job training.
- 22 (j) A robust support framework, including technology, social
23 support, and academic support accredited by a recognized
24 accrediting body.

25 (4) The department shall announce qualified program providers
26 no later than January 1, 2024. Qualified program providers must
27 start providing programming by February 1, 2024.

28 (5) The department shall reimburse qualified program providers
29 for each month of satisfactory monthly progress as described in



1 section 23a of the state school aid act of 1979, 1979 PA 94, MCL
2 388.1623a, at a rate of \$500.00 per month. A payment shall be made
3 to a qualified program provider for the completion of the following
4 by a pupil:

5 (a) \$500.00 for the completion of an employability skills
6 certification program equal to at least 1 unit of high school
7 credit obtained through classroom or online instruction.

8 (b) \$250.00 for the attainment of an industry-recognized
9 credential requiring up to 50 hours of training.

10 (c) \$500.00 for the attainment of an industry-recognized
11 credential requiring 50 to 100 hours of training.

12 (d) \$750.00 for the attainment of an industry-recognized
13 credential requiring more than 100 hours of training.

14 (e) \$1,000.00 for attainment of a high school diploma.

15 (f) \$2,500.00 for placement in a job in an in-demand career
16 pathway.

17 (6) The department shall develop policies and guidelines to
18 implement this section.

19 Sec. 1071. The funds appropriated in part 1 for at-risk youth
20 grants must be awarded to the Michigan franchise holder of the
21 national Jobs for America's Graduates program for the
22 administration of the Jobs for Michigan's Graduates program.

23 Sec. 1072. (1) The funds appropriated in part 1 for the high
24 school equivalency-to-school program shall be used for the purpose
25 of funding the cost of high school equivalency testing and
26 certification as provided by this section. The department shall
27 administer a Michigan high school equivalency-to-school program,
28 which shall cover the cost of providing the high school equivalency
29 test free of charge to individuals who meet all of the following



1 requirements:

2 (a) The individual has not previously been administered a high
3 school equivalency test free of charge under this section.

4 (b) The individual meets at least 1 of the following
5 requirements:

6 (i) Prior to taking the high school equivalency test, the
7 individual successfully completed a department-approved high school
8 equivalency preparation program.

9 (ii) Prior to taking the high school equivalency test, the
10 individual completed the official high school equivalency practice
11 test and the individual's score indicated that the individual is
12 likely to pass.

13 (2) A department-approved high school equivalency preparation
14 program shall include all of the following:

15 (a) Instructional and tutorial assistances.

16 (b) High school equivalency test practice.

17 (c) Required attendance at program instructional sessions.

18 (d) A curriculum that prepares students for opportunities in
19 postsecondary education and the job market.

20 (e) Information on potential postsecondary and career
21 pathways.

22 (f) Counseling on preparing for and applying to college.

23 (g) Personal and job readiness skills development.

24 (h) Comprehensive information on college costs and financial
25 aid.

26 (i) College and career assessments.

27 (j) Computer-based instruction, practice, or remediation.

28 (3) The department shall post online an announcement of the
29 Michigan high school equivalency-to-school program, minimum



1 standards for high school equivalency preparation program approval,
2 and approval procedures.

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

4 (a) Develop procedures consistent with this section under
5 which individuals can take the high school equivalency test without
6 charge.

7 (b) Provide program information for educators and students on
8 the department website, including explanations of the procedures
9 developed under this subsection, and contact information for
10 questions about the program.

11 (c) Provide an estimate of the full-year cost of the program
12 to the senate and house appropriations subcommittees on labor and
13 economic opportunity, the senate and house fiscal agencies, and the
14 state budget director.

15 (5) By September 30, the department shall report to the
16 relevant senate and house appropriations subcommittees, the senate
17 and house fiscal agencies, and the state budget director on
18 utilization of the high school equivalency incentive program,
19 including numbers of high school equivalency certifications issued
20 by location, year-to-date expenditures, and numbers of participants
21 qualifying under subsection (1) (b) (i) or (ii), or both.

22 Sec. 1073. (1) The funds appropriated in part 1 for the
23 Michigan reconnect grant program shall be distributed pursuant to
24 the Michigan reconnect grant act, 2020 PA 84, MCL 390.1701 to
25 390.1709. In compliance with section 5 of the Michigan reconnect
26 grant act, 2020 PA 84, MCL 390.1705, the funds appropriated in part
27 1 shall be expended to award grants, administer the program, and
28 support the duties outlined in section 5 of the Michigan reconnect
29 grant act, 2020 PA 84, MCL 390.1705.



1 (2) The increase of ongoing funds amounting to \$28,000,000.00
 2 appropriated in part 1 for the Michigan reconnect grant program
 3 shall be used to expand program services to individuals between 21
 4 and 25 years of age.

5
 6 **UNEMPLOYMENT**

7 Sec. 1074. The unemployment insurance agency shall provide a
 8 report updated at least quarterly that includes, but is not limited
 9 to, fiscal year-to-date expenditures by division and program unit.
 10 Each quarterly report shall be transmitted within 60 days after the
 11 end of the quarter. The report shall be provided to the house and
 12 senate chairpersons of the relevant subcommittees, the house and
 13 senate appropriations committees, the house and senate fiscal
 14 agencies, and the state budget director.

15 Sec. 1075. (1) From the funds appropriated in part 1, the
 16 department on behalf of the unemployment insurance agency shall
 17 provide a quarterly report within 45 days after the end of each
 18 quarter that includes, but is not limited to, the following:

19 (a) The average number of unique claimants for the quarter.

20 (b) The average number of eligible claimants with
 21 certification for the quarter.

22 (c) The average number of claims paid for the quarter.

23 (d) The total amount of standard unemployment insurance
 24 payments paid for the quarter.

25 (e) The total amount of unemployment insurance tax generated
 26 for the quarter.

27 (f) The balance of the Michigan unemployment trust fund at the
 28 end of the quarter.

29 (2) The department shall include the same information required



1 in subsection (1) for the previous 12 months. The department shall
2 include the most recent quarterly report on the department's
3 webpage.

4 Sec. 1076. From the funds appropriated in part 1, the
5 department shall provide a quarterly report within 45 days after
6 the end of each quarter to the members of the senate and house
7 committees on appropriations, the senate and house fiscal agencies,
8 and the state budget director that includes, but is not limited to,
9 the following:

10 (a) The number of new fraudulent and noncompliant cases that
11 have been identified or issued by the unemployment insurance
12 agency, classified by employer or claimant, during the quarter.

13 (b) The total amount of penalties and interest issued on
14 fraudulent and noncompliant cases during the quarter.

15 (c) The total amount of penalties and interest dollars
16 received during the quarter by employer or claimant.

17 (d) The total amount of collectible penalties and interest
18 still owed to this state by employer or claimant.

19 (e) The number of fraudulent and noncompliant cases that have
20 been appealed by an employer or claimant during the quarter.

21 Sec. 1077. The funds appropriated in part 1 for unemployment
22 insurance agency shall be used to staff unemployment insurance
23 agency branch offices for in-person appointments for unemployment
24 insurance agency claimant services.

25 Sec. 1077a. Funds appropriated in part 1 for the unemployment
26 insurance agency may be used by the unemployment insurance agency
27 to increase capacity by an estimated 500 limited-term employees.

28 Sec. 1078. (1) From the funds appropriated in part 1 for the
29 unemployment insurance agency, the department shall maintain



1 customer service standards for employers and claimants making use
2 of the various means by which they can access the system.

3 (2) The department shall identify specific outcomes and
4 performance metrics for this initiative, including, but not limited
5 to, the following:

- 6 (a) Unemployment benefit fund balance.
- 7 (b) Process improvement - fiscal integrity.
- 8 (c) Process improvement - determination timeliness.
- 9 (d) Process improvement - determination quality.

10 Sec. 1079. (1) The department shall provide reporting
11 regarding the interagency agreement with the department of health
12 and human services, which concerns TANF funding to provide job
13 readiness and welfare-to-work programming. The reporting shall
14 include specific outcome and performance reporting requirements as
15 described in this section. TANF funding provided to the department
16 in the current fiscal year is contingent on compliance with the
17 data and reporting requirements described in this section. The
18 department shall provide all of the following items for the
19 previous year to the senate and house appropriations committees and
20 the senate and house fiscal agencies by January 1 of the current
21 fiscal year:

22 (a) An itemized spending report on TANF funding, including all
23 of the following:

- 24 (i) Direct services to clients.
- 25 (ii) Administrative expenditures.

26 (b) The number of family independence program clients served
27 through the TANF funding, including all of the following:

28 (i) The number and percentage who obtained employment through
29 Michigan Works!



1 (ii) The number and percentage who fulfilled their TANF work
2 requirement through other job readiness programming.

3 (iii) Average TANF spending per client.

4 (iv) The number and percentage of clients who were referred to
5 Michigan Works! but did not receive a job or job readiness
6 placement and the reasons why.

7 (2) Not later than March 15 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
10 appropriations subcommittees on health and human services, the
11 senate and house fiscal agencies, and the senate and house policy
12 offices an annual report on the following matters itemized by
13 Michigan Works! agency: the number of referrals to Michigan Works!
14 job readiness programs, the number of referrals to Michigan Works!
15 job readiness programs who became a participant in the Michigan
16 Works! job readiness programs, the number of participants who
17 obtained employment, and the cost per participant case.

18 Sec. 1080. Funds earned or authorized by the USDOL in addition
19 to the appropriation in part 1 for the unemployment insurance
20 agency are appropriated and may be expended for staffing and
21 related expenses incurred in the operation of its programs. These
22 funds may be spent after the department notifies the state budget
23 director and the relevant subcommittees of the purpose and amount
24 of each grant award.

25
26 **REHABILITATION SERVICES**

27 Sec. 1081. The Michigan rehabilitation services and bureau of
28 services for blind persons shall work collaboratively with service
29 organizations and government entities to identify allowable match



1 dollars to secure available federal vocational rehabilitation
2 funds.

3 Sec. 1082. From the funds appropriated in part 1, the
4 department shall provide an annual report by February 1 to the
5 house and senate appropriations subcommittees on the department
6 budget, the house and senate fiscal agencies, the house and senate
7 policy offices, and the state budget director on efforts taken to
8 improve the Michigan rehabilitation services. The report shall
9 include all of the following line items:

10 (a) Reductions and changes in administration costs and
11 staffing.

12 (b) Service delivery plans and implementation steps achieved.

13 (c) Reorganization plans and implementation steps achieved.

14 (d) Plans to integrate Michigan rehabilitative services
15 programs into other services provided by the department.

16 (e) Quarterly expenditures by major spending category.

17 (f) Employment and job retention rates from both Michigan
18 rehabilitation services and its nonprofit partners.

19 (g) Success rate of each district in achieving the program
20 goals.

21 Sec. 1083. (1) From the funds appropriated in part 1 for
22 Michigan rehabilitation services, the department shall allocate
23 funding along with available federal match to support the provision
24 of vocational rehabilitation services to eligible agricultural
25 workers with disabilities. Authorized services shall assist
26 agricultural workers with disabilities in acquiring or maintaining
27 quality employment and independence.

28 (2) By March 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 fiscal agencies, the
2 senate and house policy offices, and the state budget director on
3 the total number of clients served and the total amount of federal
4 matching funds obtained throughout the duration of the program.

5 Sec. 1084. If the department is at risk of entering into an
6 order of selection for services, the department shall notify the
7 chairs of the senate and house appropriations subcommittees on the
8 department budget, the senate and house fiscal agencies and policy
9 offices, and the state budget director within 2 weeks of receiving
10 notification.

11 Sec. 1085. From the funds appropriated in part 1 for Michigan
12 rehabilitation services, the department shall allocate
13 \$6,100,300.00, including federal matching funds, to service
14 authorizations with community-based rehabilitation organizations
15 for an array of needed services throughout the rehabilitation
16 process.

17 Sec. 1086. (1) Funds appropriated in part 1 for independent
18 living shall be used to support the general operations of centers
19 for independent living in delivering mandated independent living
20 services in compliance with federal rules and regulations,
21 including 45 CFR 1329, for the centers, by existing centers for
22 independent living to serve underserved areas, and for projects to
23 build the capacity of centers for independent living to deliver
24 independent living services. Applications for the funds shall be
25 reviewed in accordance with criteria and procedures established by
26 the department. Funds shall be used in a manner consistent with the
27 state plan for independent living. Services provided should assist
28 people with disabilities to move toward self-sufficiency,
29 including, but not limited to support for accessing transportation



1 and health care, obtaining employment, community living, nursing
2 home transition, information and referral services, education,
3 youth transition services, veterans, and stigma reduction
4 activities and community education. This includes the independent
5 living guide services that specifically focus on economic self-
6 sufficiency.

7 (2) In partnership with service providers, the department
8 shall provide a report by March 1 of the current fiscal year to the
9 relevant subcommittees, the house and senate appropriations
10 committees, the house and senate fiscal agencies, the house and
11 senate policy offices, and the state budget director on direct
12 customer and system outcomes and performance measures.

13 Sec. 1087. (1) The appropriation in part 1 for the bureau of
14 services for blind persons includes funds for case services. These
15 funds may be used for tuition payments for blind clients.

16 (2) Revenue collected by the bureau of services for blind
17 persons and from private and local sources that is unexpended at
18 the end of the fiscal year may carry forward to the subsequent
19 fiscal year.

20 Sec. 1088. The bureau of services for blind persons may
21 provide and enter into agreements to provide general services,
22 training, meetings, information, special equipment, software,
23 facility use, and technical consulting services to other principal
24 executive departments, state agencies, local units of government,
25 the judicial branch of government, other organizations, and patrons
26 of department facilities. The department may charge fees for these
27 services that are reasonably related to the cost of providing the
28 services. In addition to the funds appropriated in part 1, funds
29 collected by the department for these services are appropriated for



1 all expenses necessary. The funds appropriated under this section
2 are allotted for expenditure when they are received by the
3 department of treasury.

4 Sec. 1089. (1) The funds appropriated in part 1 for a regional
5 or subregional library shall not be released until a budget for
6 that regional or subregional library has been approved by the
7 department for expenditures for library services directly serving
8 the blind and persons with disabilities.

9 (2) In order to receive subregional state aid as appropriated
10 in part 1, a regional or subregional library's fiscal agency shall
11 agree to maintain local funding support at the same level in the
12 current fiscal year as in the fiscal agency's preceding fiscal
13 year. If a reduction in expenditures equally affects all agencies
14 in a local unit of government that is the regional or subregional
15 library's fiscal agency, that reduction shall not be interpreted as
16 a reduction in local support and shall not disqualify a regional or
17 subregional library from receiving state aid under part 1. If a
18 reduction in income affects a library cooperative or district
19 library that is a regional or subregional library's fiscal agency
20 or a reduction in expenditures for the regional or subregional
21 library's fiscal agency, a reduction in expenditures for the
22 regional or subregional library shall not be interpreted as a
23 reduction in local support and shall not disqualify a regional or
24 subregional library from receiving state aid under part 1.

25

26 COMMISSIONS

27 Sec. 1090. From the funds appropriated in part 1, the office
28 of global Michigan is to coordinate with the Asian Pacific American
29 affairs commission, the Commission on Middle Eastern American



1 affairs, and the Hispanic/Latino commission of Michigan to produce
2 a report by January 31 that is to be transmitted to the senate and
3 house subcommittee chairpersons of the relevant subcommittees, the
4 senate and house appropriations committees, the senate and house
5 fiscal agencies, and the state budget director. The report shall
6 include, but is not limited to, the following:

7 (a) Total number of people with whom each commission directly
8 interacts through programming.

9 (b) Total number of public events that each commission
10 conducted.

11 (c) Description of the activities that the commissions
12 initiated to promote cooperation between the commissions.

13 (d) Total number of meetings that each commission held with
14 foreign diplomats.

15 (e) Programmatic costs of each commission.

16 Sec. 1091. An expenditure of funds appropriated in part 1 by
17 the Asian Pacific American affairs commission, the commission on
18 Middle Eastern American affairs, or the Hispanic/Latino commission
19 of Michigan for a commission event must be directly related to the
20 mission statement of that commission.

21 Sec. 1092. The office of global Michigan must produce a report
22 by January 31 and transmit the report to the subcommittees, the
23 senate and house fiscal agencies, and the state budget director.
24 The report may include other information, but it must include all
25 of the following:

26 (a) A description of the major programs and activities of the
27 office of global Michigan and the number of individuals served
28 through those programs.

29 (b) The number of refugee arrivals, the job placement rate of



1 those refugees actively receiving services under the global
2 Michigan grants, and the average wage and initial job placements
3 for those refugees.

4 (c) A description of the activities that the office has
5 conducted to attract and retain international, advanced degree, and
6 entrepreneurial talent.

7

8 **ONE-TIME APPROPRIATIONS**

9 Sec. 1094e. From the funds appropriated in part 1 for Focus:
10 HOPE, \$1,000,000.00 may be awarded to Focus: HOPE for education and
11 workforce development programming, early childhood education, youth
12 development, food assistance, or community empowerment and
13 advocacy.

14 Sec. 1095. (1) From the funds appropriated in part 1 for
15 Michigan partnership initiative, the department shall develop
16 guidelines, allocate funding, and coordinate with state agencies to
17 implement this section. The Michigan partnership initiative will
18 support transformational investments and leverage intergovernmental
19 coordination to address strategic community goals.

20 (2) The legislature finds and declares that the appropriation
21 described in this section for the Michigan partnership initiative
22 is for a public purpose and serves the health, safety, and general
23 welfare of the residents of this state.

24 (3) The department shall allocate funding for the Michigan
25 partnership initiative through the development and submission of
26 local plans by eligible applicants that seek to address more than 1
27 strategic community goal defined in subsection (5). Approved local
28 plans shall implement comprehensive approaches to address strategic
29 community goals in targeted areas.



1 (4) Eligible applicants include cities, villages and townships
2 that meet the requirements in subsection (8). An eligible applicant
3 may partner with other government agencies, consortiums,
4 authorities, community associations, or nonprofit entities, to
5 submit and implement an approved local plan. Notwithstanding local
6 plan revisions or subsequent funding rounds, an eligible applicant
7 shall not submit more than 1 local plan.

8 (5) Approved local plans shall address more than 1 of the
9 following strategic community goals:

10 (a) Talent attraction and growth goals that include any of the
11 following:

12 (i) Increased postsecondary enrollment and completion rates of
13 Michigan residents.

14 (ii) Improved labor force participation and wage growth in the
15 community.

16 (iii) Retention of skilled workers and recent postsecondary
17 graduates in Michigan.

18 (iv) Recruitment of skilled workers from outside of the state.

19 (v) Targeted workforce programs or apprenticeship training
20 programs that will support job creation in a targeted area.

21 (vi) Workforce development strategies designed to increase
22 local educational attainment rates.

23 (vii) Establishment of neighborhood employment hubs focused on
24 attracting and retaining graduates and linking residents with jobs
25 opportunities and wraparound services.

26 (b) Arts and cultural initiatives that include any of the
27 following:

28 (i) Expanded access to arts or cultural programs in a targeted
29 area.



1 (ii) Community beautification and attraction investments.

2 (iii) Recreational access and community spaces.

3 (c) Improved quality of life infrastructure that include any
4 of the following:

5 (i) Improved motorized transportation, including rail and
6 transit.

7 (ii) Development or expansion of nonmotorized transportation,
8 including walkable urban design, greenspaces, and greenways.

9 (iii) Corridor infrastructure improvements in a targeted area.

10 (iv) Drinking, clean, or stormwater infrastructure
11 improvements.

12 (v) Blight elimination or brownfield redevelopment.

13 (vi) Climate resiliency or regenerative agricultural practices.

14 (d) Housing access goals to enhance affordable housing stock,
15 consumer programs, and density through any of the following
16 initiatives:

17 (i) Construction or financing costs of affordable housing.

18 (ii) Programs to improve, repair, or preserve, existing housing
19 stock.

20 (iii) Consumer financial services such as credit enhancement,
21 loan loss reserve, or mortgage or rental assistance.

22 (iv) Housing services to support indigent or vulnerable
23 populations.

24 (v) Costs to support local or regional housing plans that
25 impact a targeted area.

26 (e) Small business and nonprofit development for any of the
27 following:

28 (i) Programs to incubate, grow, or stabilize small businesses



1 with a direct presence in targeted areas.

2 (ii) Funding for nonprofit entities, local government agencies,
3 community organizations, or anchor institutions with a direct
4 presence in targeted areas.

5 (iii) Targeted supports or wrap around services to marginal and
6 under-resourced small businesses or emerging start-ups.

7 (6) The department shall do at least the following to
8 implement the Michigan partnership initiative:

9 (a) Develop guidelines to accept and review local plans from
10 eligible applicants, and award funding for approved local plans to
11 support strategic community goals.

12 (b) Consult with local stakeholders, provide education and
13 consultation to the public during the application process, and
14 regularly monitor implementation progress of approved local plans.

15 (c) Review existing best practices for similar programs and
16 consult with third-party experts, including academic and research
17 institutions based in this state.

18 (d) Lead a multiagency coordination effort to leverage all
19 available resources that will maximize the effectiveness of the
20 Michigan partnership initiative. As necessary, the department may
21 establish memorandums of understanding with other state agencies or
22 establish a committee of state agency representatives to support
23 the Michigan partnership initiative.

24 (e) The department may retain up to 1% of funds from part 1
25 for implementation costs of the Michigan partnership initiative
26 including hiring up to 10.0 limited term FTEs. The department shall
27 utilize a portion of implementation costs to contract with third-
28 party experts to evaluate and measure outcomes.

29 (7) The department shall post online the guidelines for local



1 plans, offer public webinars, and consider external feedback before
2 local plan applications are submitted and reviewed. Approved local
3 plans and funding allocations for eligible applicants are subject
4 to subsection (8).

5 (8) The department shall establish separate categories to fund
6 approved local plans based on community needs. Community needs must
7 be determined using objective criteria including data on population
8 size, density, poverty, and subject to the following:

9 (a) Category 1 applicants consist of any Michigan municipality
10 with a population greater than 190,000 or a city with a population
11 between 107,000 and 108,000 according to the most recent federal
12 decennial census. Additionally, 1 or more neighboring cities may
13 combine population totals to meet the 190,000 threshold for
14 qualification of a category 1 grant and apply in partnership. The
15 department shall award up to \$200,000,000.00 for this category.
16 Each eligible applicant shall receive at least \$50,000,000.00 for
17 approved local plans.

18 (b) Category 2 applicants consist of municipalities with a
19 population between 80,000 and 190,000 with high measures of poverty
20 and community density. The department shall award up to
21 \$200,000,000.00 for this category. Subject to available funds, each
22 eligible applicant shall receive between \$10,000,000.00 and
23 \$20,000,000.00 to support approved local plans.

24 (c) Category 3 applicants consist of cities, villages, and
25 towns that do not meet category 1 or 2 criteria. The department
26 shall award up to \$100,000,000.00 for this category. Subject to
27 available funds, each eligible applicant shall receive between
28 \$1,000,000.00 and \$10,000,000.00 to support approved local plans.

29 (9) The department shall review local plans and, as necessary,



1 suggest revisions or provide feedback to local plans prior to their
2 approval or the awarding of funds. Local plans submitted must be
3 posted online by the department and receive public comment prior to
4 approval. At a minimum, local plans and department evaluation
5 criteria shall include:

6 (a) Clear identification and detailed description of each
7 strategic community goals being addressed. Each approved plan must
8 include more than 1 strategic community goal.

9 (b) Identification of a geographic targeted area such as a
10 district, corridor, or neighborhood in which funds under this
11 section will be allocated. Unless approved by the department,
12 targeted areas in a local approved plan must be within the
13 boundaries of the local government associated with the application.

14 (c) Identification of comprehensive approaches and
15 multifaceted initiatives proposed to address strategic community
16 goals, including measurable goals to track progress.

17 (d) Identification of a 10% local match of funds being sought
18 under this section. Subject to approval by the department, the
19 match for an eligible applicant with a demonstrated financial
20 hardship may be reduced or offset by other fund sources.

21 (e) Steps taken to leverage proposed funding from the Michigan
22 partnership initiative with other federal, state, local, or private
23 resources.

24 (f) A proposed budget and timeline to deploy resources that
25 will support an approved local plan.

26 (g) Demonstration of long-term viability and sustainability of
27 funding allocated under this section.

28 (h) Identification of community and stakeholder support in the
29 development and implementation of an approved local plan.



1 (10) The department may approve subsequent rounds of funding
2 for local plans if either funds become available or there are
3 remaining funds from part 1. Remaining funds shall be awarded in
4 the same manner consistent with this section and, as necessary,
5 prorated based on availability of funds.

6 (11) The department shall seek to leverage all available state
7 resources and capacity to support the Michigan partnership
8 initiative. The department shall seek to coordinate with other
9 state agencies that administer programs and deploy funding that may
10 be applied to leverage local approved plans. When awarding funds,
11 the department shall give preference to local plans that
12 demonstrate participation from 2 or more of the following:

- 13 (a) Neighborhood associations.
- 14 (b) City councils.
- 15 (c) Economic development organizations.
- 16 (d) County commissions.
- 17 (e) Local chambers.
- 18 (f) Township boards.
- 19 (g) Postsecondary institutions.
- 20 (h) Nonprofit organizations.
- 21 (i) Tribal governments.
- 22 (j) Regional planning organizations.

23 (12) It is the intent of the legislature that maximizing
24 coordination with other state agencies is critical to achieve
25 transformational investments of the Michigan partnership
26 initiative. To the extent possible, state agencies, including the
27 Michigan infrastructure office, shall seek to leverage the
28 deployment of other resources that may overlap with the Michigan
29 partnership initiative, in areas that may include local roads and



1 motorized infrastructure, small business programs, public safety
2 and criminal justice, community and public health, economic
3 development and placemaking, child care, local school districts and
4 libraries, postsecondary institutions, water, broadband, and other
5 utility infrastructure, contaminated site clean ups, agricultural
6 resources, outdoor recreation and nonmotorized trails, historic
7 preservation, and arts and culture programs.

8 (13) The department shall execute grant agreements with
9 eligible applicants prior to allocating funds that will directly
10 support an approved local plan. The department shall verify that
11 all expenditures are made in accordance with an approved local
12 plan.

13 (14) Executed grant agreements must include regular progress
14 reports and include a clawback provision that allows the state to
15 recoup funds that are misused or unspent. Eligible applicants shall
16 respond to all reasonable information requests from the department
17 related to the funds received under this section.

18 (15) The department shall provide quarterly updates to the
19 house and senate appropriations committees on the development and
20 deployment funding allocated for the Michigan partnership
21 initiative.

22 (16) The unexpended portion of grants under this section are
23 designated as a work project appropriation in accordance with
24 section 451a of the management and budget act, 1984 PA 431, MCL
25 18.1451a. Any unencumbered or unallotted money shall not lapse at
26 the end of the fiscal year and shall be available for grant awards
27 or other expenditures under this section for the project until the
28 project has been completed. The following apply to the work
29 project:



1 (a) The purpose of the project is to support transformational
2 investments and leverage intergovernmental coordination to address
3 strategic community goals.

4 (b) All grants will be distributed in accordance with this
5 section and the grant guidelines as part of the application process
6 and grant agreements between the department and grant recipients.

7 (c) The estimated cost of the work project is \$500,000,000.00.

8 (d) The tentative completion date for the work project is
9 September 30, 2027.

10 Sec. 1096. (1) From the one-time funds appropriated in part 1
11 for transformational community infrastructure grants, the
12 department shall develop and administrate a competitive grant
13 program to for building transformational infrastructure projects
14 throughout Michigan that include any of the following:

15 (a) Municipal campus renovations.

16 (b) City hall renovations or replacements.

17 (c) County jail projects that improve living conditions,
18 increase safety, or enhance behavioral health services.

19 (d) Any other transformational projects as determined by
20 posted guidelines developed by the department.

21 (2) The department shall develop grant program guidelines,
22 eligibility criteria, and an application process for the grant
23 program identified in subsection (1) and shall post that
24 information on its publicly accessible website prior to any grant
25 application due dates.

26 (3) Eligible grant recipients include Michigan counties,
27 cities, villages, and townships.

28 (4) Of the funds appropriated for this purpose, not more than
29 3% may be used by the department for administrative costs for the



1 grant program identified in subsection (1).

2 (5) By December 31 of each year grants are awarded under this
3 section, the department shall submit to the house and senate
4 appropriations committees, the house and senate fiscal agencies,
5 and the state budget director a report containing the following
6 information relative to each grant awarded under this section:

7 (a) The name of the grant recipient.

8 (b) A brief description of the project for which the grant was
9 awarded.

10 (c) The amount of the grant.

11 (6) Until program funding is expended, the department shall
12 provide an annual report no later than February 1st on program
13 grant awards and the utilization of grant funds for the prior
14 fiscal year. The report must be submitted to the chairs of the
15 senate and house of representatives appropriations committees, the
16 senate and house of representatives fiscal agencies, and the state
17 budget director.

18 (7) The unexpended one-time funds appropriated in part 1 for
19 transformational community infrastructure grants are designated as
20 a work project appropriation, and any unencumbered or unallotted
21 funds shall not lapse at the end of the fiscal year and shall be
22 available for expenditures for projects under this section until
23 the projects have been completed. The following is in compliance
24 with section 451a of the management and budget act, 1984 PA 431,
25 MCL 18.1451a:

26 (a) The purpose of the project is to assist local governments
27 to fund infrastructure projects in public spaces throughout
28 Michigan.

29 (b) The project will be accomplished by the department in



1 consultation with local units of government or contracts with
2 services providers, or both.

3 (c) The total estimated cost of the project is
4 \$100,000,000.00.

5 (d) The tentative completion date is September 30, 2027.

6 Sec. 1097. (1) From the one-time funds appropriated in part 1
7 for community revitalization and cultural institution grants, the
8 department shall allocate \$2,000,000.00 to a community wellness
9 center in a township with a population between 49,000 and 50,000 in
10 a county with a population between 82,000 and 84,000 according to
11 the most recent federal decennial census.

12 (2) From the one-time funds appropriated in part 1 for
13 community revitalization and cultural institution grants, the
14 department shall allocate \$4,000,000.00 to a senior wellness center
15 in a city with a population between 90,000 and 100,000 according to
16 the most recent federal decennial census.

17 (3) From the one-time funds appropriated in part 1 for
18 community revitalization and cultural institution grants, the
19 department shall allocate \$2,000,000.00 to a city with a population
20 between 49,000 and 50,000 in a county with a population between
21 82,000 and 85,000 according to the most recent federal decennial
22 census to provide community-based youth development and resiliency
23 programs.

24 (4) From the one-time funds appropriated in part 1 for
25 community revitalization and cultural institution grants, the
26 department shall allocate \$1,000,000.00 to a nonprofit corporation
27 for community house repairs in a city with a population greater
28 than 600,000 in a county with a population greater than 1,500,000
29 according to the most recent federal decennial census.



1 (5) From the one-time funds appropriated in part 1 for
2 community revitalization and cultural institution grants, the
3 department shall allocate \$100 to a city with a population between
4 31,000 and 32,000 according to the most recent federal decennial
5 census for corridor improvements, including the neighborhood and
6 commercial corridor food initiative activities in section 90a of
7 the Michigan strategic fund act, 1984 PA 270, MCL 125.2090a.

8 (6) From the one-time funds appropriated in part 1 for
9 community revitalization and cultural institution grants, the
10 department shall allocate \$6,200,000.00 to a city with a population
11 between 106,000 and 109,000 according to the most recent federal
12 decennial census to rehabilitate a historic pool that is listed on
13 the National Register of Historic Places.

14 (7) From the one-time funds appropriated in part 1 for
15 community revitalization and cultural institution grants, the
16 department shall develop and administrate a competitive grant
17 program to invest in projects to support community centers, public
18 recreation or spaces, museums, historic structures, or nonprofit
19 art or cultural institutions.

20 (8) The department shall develop grant program guidelines,
21 eligibility criteria, and an application process for the grant
22 program identified in subsection (7) and shall post that
23 information on its publicly accessible website prior to any grant
24 application due dates.

25 (9) Eligible grant recipients include municipalities,
26 counties, and nonprofit organizations, including, but not limited
27 to, museums and art institutions.

28 (10) Of the funds appropriated for this purpose, not more than
29 2% may be used by the department for administrative costs for the



1 grant program identified in subsection (7).

2 (11) By December 31 of each year grants are awarded under this
3 section, the department shall submit to the house and senate
4 appropriations committees, the house and senate fiscal agencies,
5 and the state budget director a report containing the following
6 information relative to each grant awarded under this section:

7 (a) The type of grant.

8 (b) The name of the grant recipient.

9 (c) A brief description of the project for which the grant was
10 awarded.

11 (d) The amount of the grant.

12 (12) Until program funding is expended, the department shall
13 provide an annual report no later than February 1st on program
14 grant awards and the utilization of grant funds for the prior
15 fiscal year. The report must be submitted to the chairs of the
16 senate and house of representatives appropriations committees, the
17 senate and house of representatives fiscal agencies, and the state
18 budget director.

19 (13) The unexpended one-time funds appropriated in part 1 for
20 community revitalization and cultural institution grants are
21 designated as a work project appropriation, and any unencumbered or
22 unallotted funds shall not lapse at the end of the fiscal year and
23 shall be available for expenditures for projects under this section
24 until the projects have been completed. The following is in
25 compliance with section 451a of the management and budget act, 1984
26 PA 431, MCL 18.1451a:

27 (a) The purpose of the project is to increase access to
28 services through local community centers, expand access to public
29 recreation, improve community infrastructure, and enhance patronage



1 at museums, art galleries, and cultural institutions.

2 (b) The project will be accomplished by the department in
3 consultation with local units of government or contracts with
4 services providers, or both.

5 (c) The total estimated cost of the project is \$19,800,000.00.

6 (d) The tentative completion date is September 30, 2027.

7 Sec. 1098. (1) From the one-time funds appropriated in part 1
8 for conventions, sports, and special events grants, the department
9 shall develop and administrate a competitive grant program to
10 support the attraction and operation of special events, sporting
11 events, sports commissions, and convention centers throughout
12 Michigan.

13 (2) The department shall develop grant program guidelines,
14 eligibility criteria, and an application process for the grant
15 program identified in subsection (1) and shall post that
16 information on its publicly accessible website prior to any grant
17 application due dates.

18 (3) Eligible grant recipients include convention centers,
19 entertainment and public facilities authorities, nonprofit sports
20 commissions or funds, and nonprofit sports promotion organizations.

21 (4) Of the funds appropriated for this purpose, not more than
22 3% may be used by the department for administrative costs for the
23 grant program identified in subsection (1).

24 (5) By December 31 of each year grants are awarded under this
25 section, the department shall submit to the house and senate
26 appropriations committees, the house and senate fiscal agencies,
27 and the state budget director a report containing the following
28 information relative to each grant awarded under this section:

29 (a) The name of the grant recipient.



1 (b) A brief description of the project for which the grant was
2 awarded.

3 (c) The amount of the grant.

4 (6) Until program funding is expended, the department shall
5 provide an annual report no later than February 1st on program
6 grant awards and the utilization of grant funds for the prior
7 fiscal year. The report must be submitted to the chairs of the
8 senate and house of representatives appropriations committees, the
9 senate and house of representatives fiscal agencies, and the state
10 budget director.

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

19 (a) The purpose of the project is to expand access to
20 community recreational and athletic activities, grow the outdoor
21 recreation industry, and to support the attraction and operation of
22 large special events and sporting events that would feature
23 Michigan to a national audience.

24 (b) The project will be accomplished by the department in
25 consultation with grant applicants or contracts with services
26 providers, or both.

27 (c) The total estimated cost of the project is \$30,000,000.00.

28 (d) The tentative completion date is September 30, 2027.

29 Sec. 1099. (1) From the one-time funds appropriated in part 1



1 for child savings accounts the department shall allocate
2 \$5,000,000.00 to a nonprofit trade association to provide the
3 following:

4 (a) Enhancement of existing child savings account programs.

5 (b) Pilot programs serving depressed and deprived communities
6 that do not have a child savings account program.

7 (2) As used in subsection (1), "child savings account
8 programs" is defined as a program that provides at least 1 of the
9 following:

10 (a) Incentives to increase student and family participation.

11 (b) Promotion of sustainable fundraising practices.

12 (c) Prioritization of marginalized communities.

13 (d) Wraparound services.

14 (3) Administration costs to provide the services listed in
15 subsection (1) may not exceed \$500,000.00.

16 Sec. 1100. (1) Of the funds appropriated in part 1 for the
17 college success fund, the department shall use \$6,000,000.00 for
18 competitive grants to public community colleges, universities,
19 tribal colleges, and nonprofit organizations with demonstrated
20 experience in working with universities and colleges to implement
21 strategies that will improve graduation and completion rates and to
22 provide students with wraparound services and basic needs supports.
23 Grants may be awarded for the following purposes:

24 (a) Grants to implement best practices for increasing student
25 retention and progress towards degree completion.

26 (b) Grants to support the redesign of courses and instruction
27 to better align with student and workforce needs.

28 (c) Grants to support pilot projects that implement innovative
29 new strategies to increase graduation, completion, and



1 postgraduation employment rates.

2 (d) Grants to support returning students in consultation and
3 cooperation with the Michigan reconnect grant program.

4 (e) Grants to conduct benefit screenings to ensure eligible
5 students are accessing public benefits they qualify for.

6 (f) Grants to support emergency housing solutions, child care,
7 on-campus food pantries, and other efforts to address housing and
8 food insecurity.

9 (g) Grants to provide mental health supports for students.

10 (h) Grants for student emergencies that address barriers to
11 education completion.

12 (2) The department shall give priority to grant requests that
13 target demographic populations with traditionally lower success
14 rates.

15 (3) Colleges, universities, and nonprofit organizations
16 receiving grant funds under subsection (1) must include an
17 evaluation plan in their application. Evaluation is an allowable
18 use of grant dollars when approved by the department. All
19 evaluations must be submitted to and made available upon request by
20 the department.

21 (4) The department shall develop program guidelines,
22 eligibility criteria, and an application process for the program
23 identified in subsection (1) and shall post that information on its
24 publicly accessible website prior to the due date of the
25 application.

26 (5) From the program amount in subsection (1), the department
27 may hire limited-term employees and may expend up to 2.5% for
28 administrative implementation and oversight of the program.

29 (6) Of the funds appropriated in part 1 for college success



1 fund, the department shall allocate \$3,500,000.00 to a county with
2 a population between 1,200,000 and 1,300,000 according to the most
3 recent federal decennial census for a pilot program to expand
4 community access to the Michigan reconnect program.

5 (7) From the funds appropriated in part 1 for the College
6 Success Fund, the department shall allocate \$500,000 to a nonprofit
7 organization focused on postsecondary access and success for youth
8 with experience in foster care and homelessness and that oversees a
9 statewide initiative to build a formal network of supports to
10 increase post-secondary outcomes for at-risk youth.

11 Sec. 1101. (1) From the one-time funds appropriated in part 1
12 for adult literacy, the department may partner with state adult
13 education associations and 501(c)3 providers to provide learning
14 opportunities for adult learners to reach measurable outcomes in at
15 least 1 of the following areas:

- 16 (a) Improving standardized test scores.
17 (b) Earning a digital literacy credential.
18 (c) Passing a high school equivalency test or equivalency-
19 ready test.
20 (d) Transitioning or enrolling in Title I WIOA Services.
21 (e) Obtaining a state driver license or state identification.
22 (f) Obtaining citizenship.
23 (g) Financial literacy.
24 (h) Learning English as a second language.

25 (2) Providers receiving funds under subsection (1) are
26 required to submit participation reports to the department no later
27 than September 30, 2024 that include the number of adult learners
28 participating in the program, the number of those learners
29 achieving a measurable benchmark listed in subsection (1), and the



1 average amount of program funding spent on each adult learner
2 participant.

3 (3) From the one-time funds appropriated in part 1 for adult
4 literacy, the department shall allocate \$3,000,000.00 to an adult
5 literacy provider in a county with a population of between 83,000
6 and 84,000 according to the most recent federal decennial census
7 for the purpose of providing services identified in subsection (1).

8 (4) From the one-time funds appropriated in part 1 for adult
9 literacy, the department shall allocate \$4,500,000.00 to an adult
10 literacy provider in a city with a population between 105,000 and
11 108,000 in a county with a population between 280,000 and 290,000
12 according to the most recent federal decennial census for the
13 purpose of providing services identified in subsection (1).

14 Sec. 1102. (1) From the one-time funds appropriated in part 1
15 for youth entrepreneurship, apprenticeship, and engagement grants,
16 the department shall do the following:

17 (a) Allocate \$2,500,000.00 to a youth engagement and adult re-
18 engagement nonprofit center in a city with a population greater
19 than 600,000 according to the most recent federal decennial census.

20 (b) Allocate \$2,000,000.00 to a nonprofit corporation that
21 provides young people with practical economic education programs
22 and experiences in the competitive private enterprise system
23 through partnerships with the business and education communities.

24 \$1,000,000.00 is allocated for the purpose of supporting
25 programmatic resources and staffing needs in a city with a
26 population greater than 600,000, and \$1,000,000.00 is allocated in
27 a city with a population between 190,000 and 200,000.

28 (c) Allocate \$100.00 to a nonprofit organization in a village
29 with a population greater than 10,000 in a county with a population



1 greater than 1,000,000 according to the most recent federal
2 decennial census to support educational and entrepreneurial
3 opportunities for refugee families and children.

4 (2) From the one-time funds appropriated in part 1 for youth
5 entrepreneurship, apprenticeship, and engagement grants, the
6 department shall develop and administrate a grant program to
7 support youth development throughout Michigan by means of the
8 following:

9 (a) The department shall develop grant program guidelines,
10 eligibility criteria, and an application process for the grant
11 program and shall post that information on its publicly accessible
12 website prior to any grant application due dates.

13 (b) Eligible grant recipients include nonprofit organizations
14 that focus on youth workforce development. Preference may be given
15 to organizations that offer career development training, primary
16 and secondary wraparound services, aid to address food insecurity,
17 academic support and tutoring, safe spaces for minors, afterschool
18 programs, and work experience, apprenticeship, and skill
19 development programs.

20 (c) Eligible uses of grant funds may include costs for
21 community services provided, infrastructure and maintenance costs,
22 expansion of services, and operating costs.

23 (d) Of the funds appropriated for this purpose, not more than
24 5% may be used by the department for administrative costs for the
25 grant program.

26 (e) By December 31 of each year grants are awarded under this
27 section, the department shall submit to the house and senate
28 appropriations committees, the house and senate fiscal agencies,
29 and the state budget director a report containing the following



1 information relative to each grant awarded under this section:

2 (i) The name of the grant recipient.

3 (ii) A brief description of the project for which the grant was
4 awarded.

5 (iii) The amount of the grant.

6 (f) Until program funding is expended, the department shall
7 provide an annual report no later than February 1st on program
8 grant awards and the utilization of grant funds for the prior
9 fiscal year. The report must be submitted to the chairs of the
10 senate and house of representatives appropriations committees, the
11 senate and house of representatives fiscal agencies, and the state
12 budget director.

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

21 (i) The purpose of the project is to expand developmental
22 opportunities to Michigan youth in partnership with nonprofit
23 community organizations that focus on youth workforce development.

24 (ii) The project will be accomplished by the department in
25 consultation with grant applicants or contracts with services
26 providers, or both.

27 (iii) The total estimated cost of the project is \$5,000,000.00.

28 (iv) The tentative completion date is September 30, 2027.

29 Sec. 1103. (1) From the one-time funds appropriated for new



1 Michigander fund, \$5,000,000.00 shall be awarded to a nonprofit
2 organization in a city with a population greater than 600,000
3 according to the most recent federal decennial census focused on
4 equitable local, regional, and statewide economic growth through
5 immigrant inclusion for programs, including, but not limited to,
6 marketing and attracting, licensing, credentialing, placing,
7 training, and accessing education to international entrepreneurs,
8 companies and startups, professionals, and students.

9 (2) From the one-time funds appropriated for new Michigander
10 fund, \$100.00 shall be awarded to a nonprofit organization that
11 provides youth mentorship to assist refugee and immigrant children
12 that have recently settled in this state in a city with a
13 population between 45,000 and 46,000 in a county with a population
14 between 280,000 and 290,000 according to the most recent federal
15 decennial census.

16 (3) The funds appropriated in part 1 for new Michigander fund
17 shall be used by the office of global Michigan to address
18 immigrant, refugee, and migrant worker needs by doing all of the
19 following:

20 (a) Collaborate with the Michigan state housing development
21 authority to expand housing availability and improve housing
22 quality for immigrants and refugees.

23 (b) Collaborate with the Michigan state housing development
24 authority and the Michigan department of agriculture and rural
25 development to expand housing availability and improve housing
26 quality for migratory agriculture workers.

27 (c) Provide outreach and legal services, including tax
28 services, for immigrants, refugees, and migratory workers.

29 (4) Funds identified in subsection (3) shall be awarded as



1 competitive grants.

2 (5) The office of global Michigan shall collaborate with the
3 Michigan state housing development authority and the Michigan
4 department of agriculture and rural development on program
5 guidelines and eligibility criteria for the program and shall post
6 that information on its publicly accessible website prior to the
7 due date of the application.

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

15 (a) The purpose of the work project is to expand and improve
16 services for immigrants, refugees, and migratory workers.

17 (b) The project will be accomplished by utilizing state
18 employees or contracts with service providers, or both.

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

20 (d) The tentative completion date is September 30, 2027.

21 Sec. 1104. (1) From the funds appropriated in part 1 for
22 Michigan community development financial institution fund grants,
23 \$35,000,000.00 is for grants to eligible community development
24 financial institutions under this section. The legislature finds
25 and declares that the appropriation described in this section is
26 for a public purpose, including promoting community economic
27 revitalization and community development through community
28 development financial institutions.

29 (2) By October 31, 2023, the Michigan strategic fund shall



1 develop a grant application, approval, agreement, and compliance
2 process consistent with this section adopted by a resolution of the
3 board and published and available on the Michigan strategic fund's
4 website.

5 (3) The application required under subsection (2) must include
6 all of the following:

7 (a) The name of the community development financial
8 institution applying for a grant.

9 (b) The location of the principal office of the applicant.

10 (c) Documentation indicating whether the applicant is a
11 Michigan CDFI or a multistate CDFI.

12 (d) The amount of the grant sought, not exceeding the maximum
13 eligible amount of the grant under subsections (4) to (6).

14 (e) If the community development financial institution is a
15 depository institution, the net assets of the depository
16 institution.

17 (f) If the community development financial institution is not
18 a depository institution, the amount of qualifying commitments made
19 by the community development financial institution during the 3
20 calendar years preceding the calendar fiscal year in which the
21 application is submitted.

22 (g) A description of the amount an applicant is eligible to
23 apply for under subsections (4) to (6).

24 (h) A description of the proposed use of the grant award by
25 the applicant for eligible activities consistent with the
26 requirements of this section and the community development banking
27 and financial institutions act of 1994, 12 USC 4701 to 4719.

28 (i) Documentation of the applicant's certification as a
29 community development financial institution that meets the



1 eligibility requirements under 12 CFR 1805.201 by the community
2 development financial institutions fund established under section
3 104 of the community development banking and financial institutions
4 act of 1994, 12 USC 4703. The documentation required by this
5 subdivision may include the list of community development financial
6 institutions in good standing maintained and published by the
7 federal fund.

8 (j) A statement that the applicant is in compliance with all
9 requirements applicable to the applicant under the community
10 development banking and financial institutions act of 1994, 12 USC
11 4701 to 4719.

12 (4) A community development financial institution that is a
13 depository institution is eligible for a grant award in the
14 following amounts:

15 (a) Up to \$1,000,000.00 if the depository institution has
16 total net assets of less than \$500,000,000.00.

17 (b) Up to \$1,500,000.00 if the depository institution has
18 total net assets of \$500,000,000.00 to \$999,999,999.99.

19 (c) Up to \$2,000,000.00 if the depository institution has
20 total net assets of \$1,000,000,000.00 to \$1,999,999,999.99.

21 (d) Up to \$2,500,000.00 if the depository institution has
22 total net assets of \$2,000,000,000.00 or more.

23 (5) Except as otherwise provided in subsection (6), a
24 community development financial institution that is not a
25 depository institution is eligible for a grant award in the
26 following amount for each grant:

27 (a) Up to \$500,000.00 if the community development financial
28 institution made qualifying commitments in an amount that averaged
29 less than \$1,000,000.00 per calendar year during the 3 calendar



1 years preceding the calendar fiscal year in which an application
2 for a grant is submitted.

3 (b) Up to \$1,500,000.00 if the community development financial
4 institution made qualifying commitments in an amount that averaged
5 from \$1,000,000.00 to \$3,999,999.99 per calendar year during the 3
6 calendar years preceding the fiscal year in which an application
7 for a grant is submitted.

8 (c) Up to \$2,500,000.00 if the community development financial
9 institution made qualifying commitments in an amount that averaged
10 from \$4,000,000.00 to \$5,999,999.99 per calendar year during the 3
11 calendar years preceding the fiscal year in which an application
12 for a grant is submitted.

13 (d) Up to \$3,500,000.00 if the community development financial
14 institution made qualifying commitments in an amount that averaged
15 from \$6,000,000.00 to \$9,999,999.99 per calendar year during the 3
16 calendar years preceding the fiscal year in which an application
17 for a grant is submitted.

18 (e) Up to \$4,000,000.00 if the community development financial
19 institution made qualifying commitments in an amount that averaged
20 at least \$10,000,000.00 per calendar year during the 3 calendar
21 years preceding the fiscal year in which an application for a grant
22 is submitted.

23 (6) A single grant awarded to a multistate CDFI that is not a
24 depository institution under subsection (5) must not exceed
25 \$2,500,000.00.

26 (7) The Michigan strategic fund shall accept initial
27 applications for a grant under this section until November 30,
28 2023, and applications for a second round of grants under this
29 section by June 1, 2024. The Michigan strategic fund also may



1 accept applications for additional rounds of grants after June 1,
2 2024. The Michigan strategic fund shall approve or deny a grant
3 application within 49 days after the receipt of an administratively
4 complete application as determined by the Michigan strategic fund.

5 (8) Upon approval of an application, the Michigan strategic
6 fund and the applicant shall sign a written grant agreement
7 providing the terms of the grant agreement. A grant agreement must
8 include all of the following:

9 (a) A requirement that at least 80% of the grant award be used
10 for financial products and financial services or expenditures of
11 money or commitments to expend money to reduce the interest rate
12 otherwise applicable under a loan agreement or funding agreement.

13 (b) A restriction that no more than 10% of the grant award be
14 used for technical assistance activities described in 12 CFR
15 1805.303.

16 (c) A restriction that no more than 10% of the grant award be
17 used for administration and operations.

18 (d) A requirement that a grant award be committed under a loan
19 agreement or funding agreement or disbursed by the recipient within
20 3 years of the date that the recipient receives the grant award.

21 (e) A requirement that the entire amount of the grant award be
22 expended within this state.

23 (f) A requirement that the grant award recipient maintain its
24 certification as a community development financial institution
25 under 12 CFR 1805.201 while the grant agreement is in effect.

26 (g) A requirement that the grant award recipient comply with
27 all requirements applicable under the community development banking
28 and financial institutions act of 1994, 12 USC 4701 to 4719, while
29 the agreement is in effect.



1 (h) Provisions authorizing the Michigan strategic fund to
2 enforce the terms of the grant agreement, including a requirement
3 that a noncompliant recipient of a grant award may be required to
4 repay the portion of the award not committed by the recipient
5 pursuant to a permitted loan, program, or agreement.

6 (i) A requirement for the grant award recipient to report on
7 activities consistent with the requirements of subsection (12).

8 (j) If the grant agreement includes a grant of federal money,
9 the grant agreement must require the recipient to comply with any
10 requirements applicable to the use of the federal money.

11 (9) A grant agreement may provide for the community
12 development financial institution that is the recipient of a grant
13 award to serve as an intermediary lender to another community
14 development financial institution consistent with the purposes of
15 this section if not prohibited by federal law applicable to the
16 expenditure of any federal grant money.

17 (10) If not prohibited by federal law applicable to the
18 expenditure of any federal grant money, a grant agreement must
19 permit a grant award recipient to assign the award to an affiliate
20 and for the affiliate to assume the obligations of the grant award
21 recipient if the affiliate satisfies all of the following:

22 (a) Is a community development financial institution.

23 (b) Is organized in the same manner as the grant award
24 recipient.

25 (c) Is controlled by the grant award recipient in 1 or both of
26 the following ways:

27 (i) The grant award recipient owns a majority of the stock of
28 the affiliate.

29 (ii) A majority of the members of the board of the affiliate



1 also are members of the board of the grant award recipient.

2 (11) Except as otherwise provided in subsection (12), the
3 Michigan strategic fund shall require the recipient of a grant
4 award under this section to report annually to the Michigan
5 strategic fund regarding its activities under this section
6 following the fiscal year in which the grant award was received by
7 the recipient. The Michigan strategic fund shall publish on its
8 website a standard form for the report. Except as otherwise
9 provided in subsection (12), the report must include all of the
10 following information:

11 (a) A copy of the recipient's most recent confirmation of
12 recertification as a community development financial institution
13 issued by the community development financial institutions fund
14 under 12 CFR 1805.201, which may include the list of community
15 development financial institutions in good standing maintained and
16 published by the federal fund.

17 (b) A list of financial products and services provided during
18 the prior calendar year that includes all of the following:

19 (i) The name of each transaction.

20 (ii) A tracking number for each transaction.

21 (iii) The date of each transaction.

22 (iv) The amount of each transaction.

23 (v) The total project cost for each transaction if other
24 funding was involved.

25 (vi) The physical address of the borrower or customer for each
26 transaction.

27 (vii) The census tract of the borrower or customer for each
28 transaction.

29 (viii) An indication of whether the census tract in which the



1 transaction is located is an eligible investment area.

2 (ix) A description of the projected economic impact of the
3 transaction.

4 (x) A description of any financial products or financial
5 services provided.

6 (c) A description of technical assistance provided during the
7 prior calendar year.

8 (d) A summary of expenditures for administration and
9 operations provided during the prior calendar year that includes
10 all of the following:

11 (i) A description of administration and operations costs
12 incurred.

13 (ii) Professional fees and expenses incurred.

14 (iii) A summary of any other eligible expenses for
15 administration and operation.

16 (12) A grant award recipient is not required to provide a
17 report under this section for any calendar year in which it did not
18 loan or otherwise commit or disburse grant award money. The
19 Michigan strategic fund shall not include information in the report
20 required under subsection (11) if information that otherwise would
21 be included in a report under subsection (11) is either of the
22 following:

23 (a) Exempt from disclosure or confidential as proprietary
24 business or financial information under the community development
25 banking and financial institutions act of 1994, 12 USC 4701 to
26 4719.

27 (b) Exempt from disclosure under the freedom of information
28 act, 1976 PA 442, MCL 15.231 to 15.246.

29 (13) Except as otherwise provided in subsection (3), the



1 Michigan strategic fund may expend up to 4% of the appropriation
2 for the costs it incurs in administering the programs and
3 activities under this section.

4 (14) The unexpended portion of grants under this section are
5 designated as a work project appropriation in accordance with
6 section 451a of the management and budget act, 1984 PA 431, MCL
7 18.1451a. Any unencumbered or unallotted money shall not lapse at
8 the end of the fiscal year and shall be available for grant awards
9 or other expenditures under this section for the project until the
10 project has been completed. The following apply to the work
11 project:

12 (a) The purpose of the project is to provide grants to
13 eligible community development financial institutions under this
14 section.

15 (b) All grants will be distributed in accordance with this
16 section and the grant guidelines as part of the application process
17 and grant agreements between the Michigan strategic fund and grant
18 recipients.

19 (c) The estimated cost of the work project is \$35,000,000.00.

20 (d) The tentative completion date for the work project is
21 September 30, 2027.

22 (15) As used in this section:

23 (a) "Community development financial institution" means that
24 term as defined in section 103 of the community development banking
25 and financial institutions act of 1994, 12 USC 4702, but is limited
26 to a community development financial institution that satisfies all
27 of the following:

28 (i) Is an entity that meets the eligibility requirements
29 described in 12 CFR 1805.200.



1 (ii) Is certified as a community development financial
2 institution that meets the eligibility requirements under 12 CFR
3 1805.201 by the community development financial institutions fund
4 established under section 104 of the community development banking
5 and financial institutions act of 1994, 12 USC 4703.

6 (iii) Maintains 1 or more physical offices within this state.

7 (iv) Employs 2 or more individuals at a physical office within
8 this state, including employees of an affiliate of the community
9 development financial institution that provides services to the
10 community development financial institution.

11 (v) Is a Michigan CDFI or a multistate CDFI.

12 (b) "Depository institution" means any of the following:

13 (i) A bank as that term is defined in section 3(a) of the
14 federal deposit insurance act, 12 USC 1813.

15 (ii) A savings association as that term is defined in section
16 3(b) of the federal deposit insurance act, 12 USC 1813.

17 (iii) A credit union as that term is defined in section 102 of
18 the credit union act, 2003 PA 215, MCL 490.102.

19 (iv) A depository institution holding company as that term is
20 defined in 12 CFR 1805.104.

21 (c) "Eligible activities" means activities described in 12 CFR
22 1805.301, and includes credit enhancements, loan loss reserves,
23 equity investments, expenditures of money or commitments to expend
24 money to reduce the interest rate otherwise applicable under a loan
25 agreement or funding agreement, and grants related to these
26 activities.

27 (d) "Federal fund" means the federal community development
28 financial institutions fund within the United States Department of
29 Treasury.



1 (e) "Financial products" means that term as defined in 12 CFR
2 1805.104.

3 (f) "Financial services" means that term as defined in 12 CFR
4 1805.104.

5 (g) "Michigan CDFI" means a community development financial
6 institution that satisfies all of the following:

7 (i) Is certified as a community development financial
8 institution that meets the eligibility requirements under 12 CFR
9 1805.201 by the community development financial institutions fund
10 established under section 104 of the community development banking
11 and financial institutions act of 1994, 12 USC 4703.

12 (ii) Is headquartered at an address in this state, as
13 recognized by the federal fund.

14 (iii) Has a target market that includes this state, as
15 recognized by the federal fund.

16 (iv) Serves 1 or more targeted populations located within this
17 state.

18 (h) "Multistate CDFI" means a community development financial
19 institution that is not a Michigan CDFI but is a community
20 development financial institution that committed under a loan
21 agreement or other funding agreement at least \$10,000,000.00 in
22 financial products and financial services to a target market within
23 this state under the community development banking and financial
24 institutions act of 1994, 12 USC 4701 to 4719, during the 5
25 calendar years preceding the calendar fiscal year in which an
26 application for a grant is submitted.

27 (i) "Qualifying commitment" means funding committed by a
28 community development financial institution under a loan agreement
29 or other funding agreement in target markets or targeted



1 populations in this state that is either of the following:

2 (i) Financial products or financial services committed under
3 the community development banking and financial institutions act of
4 1994, 12 USC 4701 to 4719.

5 (ii) An additional credit enhancement, loan loss reserve, or
6 equity investment committed by the community development financial
7 institution or an affiliate of the community development financial
8 institution.

9 (j) "Target market" means that term as defined in 12 CFR
10 1805.104.

11 (k) "Targeted population" means that term as defined in 12 CFR
12 1805.104.

13 Sec. 1105. (1) From the one-time funds appropriated in part 1
14 for firefighter support grants, the department shall award funds to
15 local fire departments to support the costs of comprehensive
16 firefighter health screenings and new fire gear equipment.

17 (2) The department shall develop guidelines for the
18 administration of the program and awarding of grants. Prior to
19 issuing grant guidelines, the department shall seek input from
20 representatives of local fire departments and representative
21 organizations.

22 (3) For purposes of determining eligibility to receive a
23 grant, local fire departments may also include employers of
24 qualified fire fighters at airports, public authorities, public
25 universities, and community colleges, qualified state employee
26 organizations that represent firefighters in this state.

27 (4) Not later than September 1, the department shall provide a
28 report to the house and senate appropriations committees detailing
29 the allocation of funds in part 1, including the total grants



1 awarded, the funding recipient of each grant, the amount and
2 purpose of each grant, the number of firefighters impacted by each
3 grant, and the costs to administer this section.

4 (5) The department may retain not more than 5% from part 1 for
5 administration of this section.

6 (6) The unexpended funds appropriated in part 1 for
7 firefighter grants are designated as a work project appropriation.
8 Unencumbered or unallotted funds shall not lapse at the end of the
9 fiscal year and shall be available for expenditures under this
10 section until the project has been completed. The following is in
11 compliance with section 451a of the management and budget act, 1984
12 PA 431, MCL 18.1451a:

13 (a) The purpose of the project is to improve firefighter
14 safety through health screenings and purchasing and new fire gear
15 equipment.

16 (b) The project will be accomplished by utilizing state
17 employees, contracts with vendors, or local partners.

18 (c) The estimated cost of the project is \$4,000,000.00.

19 (d) The tentative completion date is September 30, 2027.

20 Sec. 1106. (1) The one-time funds appropriated in part 1 for
21 electric vehicle infrastructure shall be used by the department to
22 expand access to public, at-home, and commercial electric vehicle
23 charging infrastructure. Funds may be used for, but are not limited
24 to, the deployment of fast chargers, addressing medium and heavy-
25 duty electric vehicle charging needs, and increasing access to at-
26 home charging infrastructure.

27 (2) The department shall make all efforts to align
28 programmatic activities with federal funding opportunities,
29 including, but not limited to, the infrastructure investment and



1 jobs act, Public Law 117-58, or the inflation reduction act of
2 2022, Public Law 117-169, to maximize the state's opportunities for
3 expanding electric vehicle charging infrastructure statewide.

4 (3) The department shall develop program guidelines and
5 eligibility criteria for the program and shall post that
6 information on its publicly accessible website prior to the due
7 date of the application.

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

16 (a) The purpose of the work project is to expand access to
17 public, at-home, and commercial electric vehicle charging
18 infrastructure.

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

21 (c) The total estimated cost of the work project is
22 \$40,000,000.00.

23 (d) The tentative completion date is September 30, 2027.

24 Sec. 1107. (1) The funds appropriated in part 1 for main
25 street initiative shall be used by the Michigan strategic fund to
26 create and operate programs to support small businesses
27 experiencing negative impacts or disproportionately or otherwise
28 impacted by the COVID-19 pandemic. These funds may be used for
29 grants for small business startup and resiliency initiatives,



1 microbusiness enterprise activities, and other small business
2 supports, as determined by the Michigan strategic fund.

3 (2) The Michigan strategic fund shall develop program
4 guidelines and eligibility criteria for the program and shall post
5 that information on its publicly accessible website. Efforts shall
6 be made to ensure a broad geographic distribution of funds awarded
7 under the program to both urban and rural communities, to the
8 extent allowable under federal regulations. No more than 10% of the
9 funds appropriated in part 1 for this section shall be distributed
10 to a single grant recipient, unless the entity is serving as a
11 grant administrator on behalf of the Michigan strategic fund.

12 (3) The Michigan strategic fund may make awards to small
13 businesses, entrepreneurs, local governments, economic development
14 organizations, and other investment vehicles or entities, as
15 determined by the Michigan strategic fund, in the creation and
16 administration of the Michigan main street recovery initiative.

17 (4) The unexpended funds appropriated in part 1 for main
18 street initiative are designated as a work project appropriation,
19 and any unencumbered or unallocated funds shall not lapse at the
20 end of the fiscal year and shall be available for expenditures for
21 projects under this section until the projects have been completed.
22 The following is in compliance with section 451a(1) of the
23 management and budget act, 1984 PA 431, MCL 18.1451a:

24 (a) The purpose of the work project is to support small
25 business startup and resiliency initiatives, microbusiness
26 enterprise activities, and other small business supports.

27 (b) The projects will be accomplished by utilizing state
28 employees, by the Michigan economic development corporation, or by
29 contracts.



1 (c) The total estimated cost of the work project is
2 \$24,000,000.00.

3 (d) The tentative completion date is September 30, 2028.

4 (5) From the funds appropriated in part 1 for main street
5 initiative, the department shall allocate \$500,000.00 to a
6 nonprofit organization located in a city with a population greater
7 than 600,000 that provides small business development and technical
8 resources, to provide capital assistance that will develop small
9 businesses, microenterprises, or emerging entrepreneurs in the city
10 it is located.

11 (6) From the funds appropriated in part 1 for main street
12 initiative, the department shall allocate \$500,000.00 to a
13 nonprofit business and entrepreneurship incubator that provides
14 resources to small business start-ups, that is headquartered in a
15 city with a population between 80,000 and 83,000 in a county with a
16 population between 400,000 and 410,000 according to the most recent
17 federal decennial census.

18 Sec. 1108. (1) From the one-time funds appropriated in part 1
19 for construction training, the department shall develop and
20 implement a grant program to expand building trade programs,
21 workforce, and infrastructure. Funds allocated under this section
22 may be used for any of the following:

23 (a) Apprenticeships program costs.

24 (b) Training facilities infrastructure or equipment.

25 (c) Outreach or recruitment activities, including partnerships
26 with K-12 schools.

27 (2) By March 1, the department shall provide a report to the
28 house and senate appropriations committees detailing the status of
29 funds under this section, that includes at least the following:



1 (a) The number of grants awarded and amount of each grant.

2 (b) Individual grant recipients and purpose.

3 (c) The number of individuals or students impacted by each
4 grant.

5 (d) Activities by the department to meet the requirements of
6 subsection (3).

7 (3) The department shall prioritize economically distressed
8 communities and target residents from underrepresented populations,
9 including, but not limited to, unemployed, underemployed, low-
10 income, minorities, and women.

11 (4) The department may retain 2 percent of the funds
12 appropriated in part 1 for administration of the grant program
13 identified in subsection (1).

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

22 (a) The purpose of the work project is to infrastructure
23 programming and workforce development.

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

26 (c) The total estimated cost of the work project is \$100.00.

27 (d) The tentative completion date is September 30, 2028.

28 Sec. 1109. From the one-time funds appropriated in part 1 for
29 expungement initiative, the department shall allocate \$500,000.00



1 to a nonprofit organization located in a city with a population
 2 greater than 600,000 according to the most recent federal decennial
 3 census that provides expungement services.

4 Sec. 1110. From the one-time funds appropriated in part 1 for
 5 Michigan minority supplier investment council, the department shall
 6 allocate \$1,000,000.00 to a nonprofit organization to support its
 7 operations and expand its business development programming that
 8 provides training, certification, and other resources to promote
 9 the growth of minority business enterprises and is headquartered in
 10 a city with a population greater than 600,000 according to the most
 11 recent federal decennial census.

12 PART 2A

13 PROVISIONS CONCERNING APPROPRIATIONS

14 FOR FISCAL YEAR 2022-2023

15 Sec. 1201. From the one-time funds appropriated in part 1a for
 16 voluntary income tax assistance grants, the department shall
 17 allocate \$3,000,000.00 to a nonprofit trade association to provide
 18 the following:

19 (a) Free tax preparation services for Michigan tax filers.

20 (b) Expanded statewide access to free tax preparation
 21 services.

22 (c) Expanded local capacity to provide free tax preparation
 23 services.

24 (d) Administration costs to provide the services listed in
 25 subsections (a) to (c) may not exceed \$300,000.00.

26 Sec. 1202. From the funds appropriated in part 1a for center
 27 for employment opportunities, \$1,000,000.00 shall be awarded to a
 28 nonprofit organization that operates a program that satisfies all
 29 of the following conditions:



1 (a) The program provides services to parolees and probationers
2 assessed by the department of corrections as moderate or high risk
3 to recidivate.

4 (b) The program provides job readiness training, transitional
5 employment, job coaching and placement, and postplacement retention
6 services. As part of the transitional employment program phase, the
7 nonprofit program shall provide low-skill, crew-based services to
8 other state agencies.

9 (c) The program has been independently and rigorously
10 evaluated and shown to reduce recidivism.

11 (d) The program demonstrates an ability to serve multiple
12 jurisdictions across the state of Michigan.

13 Sec. 1203. (1) From the one-time funds appropriated in part 1a
14 for Michigan enhancement grants, \$240,000.00 shall be allocated to
15 a township with a population between 90,000 and 95,000 according to
16 the most recent federal decennial census for the construction of,
17 or incurred costs for the construction of, a culvert to allow
18 pedestrian access to a township park.

19 (2) From the funds appropriated in part 1a for Michigan
20 enhancement grants, \$50,000.00 shall be allocated to a city with a
21 population between 2,760 and 2,770 in a county with a population
22 between 1,200,000 and 1,300,000 according to the most recent
23 federal decennial census for water safety improvements.

