

HOUSE SUBSTITUTE FOR
SENATE BILL NO. 37

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

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 PART 1

2 LINE-ITEM APPROPRIATIONS

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

6 **APPROPRIATION SUMMARY**

7 **GROSS APPROPRIATION** \$ 2,239,418,200

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and	
3	intradepartmental transfers	0
4	ADJUSTED GROSS APPROPRIATION	\$ 2,239,418,200
5	Federal revenues:	
6	Total federal revenues	2,218,418,200
7	Special revenue funds:	
8	Total local revenues	0
9	Total private revenues	0
10	Total other state restricted revenues	0
11	State general fund/general purpose	\$ 21,000,000
12	Sec. 102. DEPARTMENT OF HEALTH AND HUMAN	
13	SERVICES	
14	(1) APPROPRIATION SUMMARY	
15	GROSS APPROPRIATION	\$ 1,452,736,400
16	Interdepartmental grant revenues:	
17	Total interdepartmental grants and	
18	intradepartmental transfers	0
19	ADJUSTED GROSS APPROPRIATION	\$ 1,452,736,400
20	Federal revenues:	
21	Total federal revenues	1,452,736,400
22	Special revenue funds:	
23	Total local revenues	0
24	Total private revenues	0
25	Total other state restricted revenues	0
26	State general fund/general purpose	\$ 0
27	(2) PUBLIC ASSISTANCE	
28	Food assistance program benefits	\$ 1,452,736,400

1	GROSS APPROPRIATION	\$ 1,452,736,400
2	Appropriated from:	
3	Federal revenues:	
4	Total other federal revenues	1,452,736,400
5	State general fund/general purpose	\$ 0
6	Sec. 103. DEPARTMENT OF LABOR AND ECONOMIC	
7	OPPORTUNITY	
8	(1) APPROPRIATION SUMMARY	
9	GROSS APPROPRIATION	\$ 378,324,900
10	Interdepartmental grant revenues:	
11	Total interdepartmental grants and	
12	intradepartmental transfers	0
13	ADJUSTED GROSS APPROPRIATION	\$ 378,324,900
14	Federal revenues:	
15	Total federal revenues	378,324,900
16	Special revenue funds:	
17	Total local revenues	0
18	Total private revenues	0
19	Total other state restricted revenues	0
20	State general fund/general purpose	\$ 0
21	(2) ONE-TIME APPROPRIATIONS	
22	Emergency rental assistance	\$ 378,324,900
23	GROSS APPROPRIATION	\$ 378,324,900
24	Appropriated from:	
25	Federal revenues:	
26	Total federal revenues	378,324,900
27	State general fund/general purpose	\$ 0
28	Sec. 104. DEPARTMENT OF STATE POLICE	

1	(1) APPROPRIATION SUMMARY		
2	GROSS APPROPRIATION	\$	65,210,900
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and		
5	intradepartmental transfers		0
6	ADJUSTED GROSS APPROPRIATION	\$	65,210,900
7	Federal revenues:		
8	Total federal revenues		65,210,900
9	Special revenue funds:		
10	Total local revenues		0
11	Total private revenues		0
12	Total other state restricted revenues		0
13	State general fund/general purpose	\$	0
14	(2) ONE-TIME APPROPRIATIONS		
15	Emergency and disaster response and mitigation	\$	65,210,900
16	GROSS APPROPRIATION	\$	65,210,900
17	Appropriated from:		
18	Federal revenues:		
19	Total federal revenues		65,210,900
20	State general fund/general purpose	\$	0
21	Sec. 105. DEPARTMENT OF TECHNOLOGY, MANAGEMENT,		
22	AND BUDGET		
23	(1) APPROPRIATION SUMMARY		
24	GROSS APPROPRIATION	\$	21,000,000
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and		
27	intradepartmental transfers		0
28	ADJUSTED GROSS APPROPRIATION	\$	21,000,000

1	Federal revenues:		
2	Total federal revenues		0
3	Special revenue funds:		
4	Total local revenues		0
5	Total private revenues		0
6	Total other state restricted revenues		0
7	State general fund/general purpose	\$	21,000,000
8	(2) ONE-TIME APPROPRIATIONS		
9	Venture Michigan fund II voucher purchase	\$	21,000,000
10	GROSS APPROPRIATION	\$	21,000,000
11	Appropriated from:		
12	State general fund/general purpose	\$	21,000,000
13	Sec. 106. DEPARTMENT OF TREASURY		
14	(1) APPROPRIATION SUMMARY		
15	GROSS APPROPRIATION	\$	322,146,000
16	Interdepartmental grant revenues:		
17	Total interdepartmental grants and		
18	intradepartmental transfers		0
19	ADJUSTED GROSS APPROPRIATION	\$	322,146,000
20	Federal revenues:		
21	Total federal revenues		322,146,000
22	Special revenue funds:		
23	Total local revenues		0
24	Total private revenues		0
25	Total other state restricted revenues		0
26	State general fund/general purpose	\$	0
27	(2) ONE-TIME APPROPRIATIONS		

Nonentitlement Coronavirus local fiscal		
recovery fund grants	\$	322,146,000
GROSS APPROPRIATION	\$	322,146,000
Appropriated from:		
Federal revenues:		
Coronavirus local fiscal recovery fund		322,146,000
State general fund/general purpose	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year ending September 30, 2021 is \$21,000,000.00 and total state spending from state sources to be paid to local units of government is \$0.00.

Sec. 202. The appropriations made and expenditures authorized under this part and part 1 and the departments, commissions, boards, offices, and programs for which appropriations are made under this part and part 1, are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 203. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this act, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, inter-transfer funds within this act for the particular department, board, commission, office, or institution.

Sec. 204. Funds appropriated in part 1 are subject to

1 applicable federal audit and reporting requirements. Prompt action
2 shall be taken if instances of noncompliance are identified,
3 including noncompliance identified in an audit finding. If any
4 instance of noncompliance is identified, including noncompliance
5 identified in an audit finding, the state budget director shall
6 take necessary and immediate action to rectify it. The state budget
7 director shall notify the senate and house appropriations
8 committees and the senate and house fiscal agencies when an
9 instance of noncompliance is identified.

10 Sec. 205. The state budget director shall report on the status
11 of funds appropriated in part 1, and all funds appropriated related
12 to the coronavirus relief effort, to the senate and house
13 appropriations committees and the senate and house fiscal agencies
14 on a monthly basis until all funds are exhausted.

15
16 **DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY**

17 Sec. 301. (1) Funds appropriated in part 1 for emergency
18 rental assistance shall be administered by the terms set forth in
19 section 501(a) of Division N of the Consolidated Appropriations
20 Act, 2021, Public Law 116-260, authorizing the United States
21 Department of Treasury to make payments to certain recipients to be
22 used to provide emergency rental and utility assistance.

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

28 (3) The emergency rental assistance program will operate in
29 accordance with rules and guidance published by the United States

1 Department of Treasury to serve eligible renter households with
2 rental and utility assistance to preserve their housing and avoid
3 eviction.

4 (4) The funds appropriated in part 1 may be used by the
5 Michigan state housing development authority to hire up to 37.0
6 term-limited employees or contractors for a term that ends when the
7 funds appropriated in part 1 for emergency rental assistance are
8 exhausted.

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

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

20 (b) The projects will be accomplished by utilizing state
21 employees or by contracts.

22 (c) The total estimated cost of the work project is
23 \$378,324,900.00.

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

25
26 **DEPARTMENT OF STATE POLICE**

27 Sec. 351. In addition to the funds appropriated in part 1,
28 there is appropriated an amount not to exceed \$300,000,000.00 of
29 federal authorization. This authorization is only available for

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

5
6 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

7 Sec. 401. (1) From the funds appropriated in part 1 for
8 venture Michigan fund II voucher purchase, the state budget
9 director is authorized to pay the portion prescribed in subdivision
10 (c) of the outstanding monetary obligations owed by venture
11 Michigan fund, a Michigan early stage venture investment
12 corporation created under the Michigan early stage venture
13 investment act of 2003, 2003 PA 296, MCL 125.2231 to 125.2263, to
14 Stanton Equity Trading Delaware LLC under that certain loan
15 agreement, dated as of December 22, 2010, between venture Michigan
16 fund and Stanton Equity Trading Delaware LLC, as amended, in return
17 for surrender to the state treasurer of all of the tax voucher
18 certificates issued by venture Michigan fund for the benefit of
19 Stanton Equity Trading Delaware LLC under section 23 of the
20 Michigan early stage venture investment act of 2003, 2003 PA 296,
21 MCL 125.2253, with the following stipulations:

22 (a) Venture Michigan fund borrowed funds under the loan
23 agreement pursuant to section 17 of the Michigan early stage
24 venture investment act of 2003, 2003 PA 296, MCL 125.2247, and
25 Stanton Equity Trading Delaware LLC is the only lender.

26 (b) The prepayment of all outstanding monetary obligations
27 owed by venture Michigan fund to Stanton Equity Trading Delaware
28 LLC is made as provided in that loan agreement.

29 (c) Venture Michigan fund contributes not less than

1 \$120,000,000.00 of the prepayment of all outstanding monetary
2 obligations owed by venture Michigan fund to Stanton Equity Trading
3 Delaware LLC under the loan agreement, with the payment from the
4 state budget director authorized under this subsection limited to
5 the balance of all the outstanding monetary obligations owed by
6 venture Michigan fund to Stanton Equity Trading Delaware LLC under
7 the loan agreement.

8 (d) If the amount appropriated in part 1 for venture Michigan
9 fund II voucher purchase is insufficient to pay the portion to be
10 paid by the state budget director of all of the outstanding
11 monetary obligations of venture Michigan fund owed to Stanton
12 Equity Trading Delaware LLC, then there is appropriated not more
13 than \$1,500,000.00 from the state general fund for that purpose
14 only.

15 (e) The prepayment of all the outstanding monetary obligations
16 of venture Michigan fund owed to Stanton Equity Trading Delaware
17 LLC must be conditioned upon surrender to the state treasurer of
18 all tax voucher certificates issued by venture Michigan fund for
19 the benefit of Stanton Equity Trading Delaware LLC under section 23
20 of the Michigan early stage venture investment act of 2003, 2003 PA
21 296, MCL 125.2253.

22 (f) The prepayment of all the outstanding monetary obligations
23 of venture Michigan fund owed to Stanton Equity Trading Delaware
24 LLC and the surrender of the tax voucher certificates to the state
25 treasurer shall occur not later than September 30, 2021.

26 (g) Any unexpended balance of the amounts appropriated in part
27 1 and in subdivision (d) shall lapse to the state general fund.

28 (2) Upon surrender of the tax voucher certificates to the
29 state treasurer, the state treasurer shall destroy the tax voucher

1 certificates.