

Act No. 22
Public Acts of 2025
Approved by the Governor
October 7, 2025
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October 7, 2025
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**STATE OF MICHIGAN
103RD LEGISLATURE
REGULAR SESSION OF 2025**

Introduced by Rep. Bollin

ENROLLED HOUSE BILL No. 4706

AN ACT to make, supplement, adjust, and consolidate appropriations for various state departments and agencies, the judicial branch, and the legislative branch for the fiscal years ending September 30, 2025 and September 30, 2026; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

The People of the State of Michigan enact:

ARTICLE 1

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of agriculture and rural development for the fiscal year ending September 30, 2026, from the following funds:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT		
APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	546.0	
GROSS APPROPRIATION		\$ 145,885,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		336,600
ADJUSTED GROSS APPROPRIATION		\$ 145,548,400
Federal revenues:		
Total federal revenues		20,079,600
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		47,972,400
State general fund/general purpose		\$ 77,496,400

ARTICLE 3

DEPARTMENT OF EDUCATION

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of education for the fiscal year ending September 30, 2026, from the following funds:

DEPARTMENT OF EDUCATION			
APPROPRIATION SUMMARY			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	562.5		
GROSS APPROPRIATION		\$	164,746,700
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			0
ADJUSTED GROSS APPROPRIATION		\$	164,746,700
Federal revenues:			
Total federal revenues			83,575,100
Special revenue funds:			
Total local revenues			5,884,200
Total private revenues			2,547,500
Total other state restricted revenues			10,193,800
State general fund/general purpose		\$	62,546,100
Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	11.0		
Unclassified salaries--FTE positions	6.0	\$	1,190,300
Education commission of the states			120,800
State board of education, per diem payments			24,400
State board/superintendent operations--FTEs	11.0		2,534,100
GROSS APPROPRIATION		\$	3,869,600
Appropriated from:			
Federal revenues:			
Federal revenues			313,400
Special revenue funds:			
Private foundations			80,000
Certification fees			842,200
State general fund/general purpose		\$	2,634,000
Sec. 103. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
Full-time equated classified positions	44.6		
Central support operations--FTEs	41.6	\$	6,823,100
Federal and private grants			3,005,300
Grant and contract operations--FTEs	3.0		1,902,400
Property management			4,165,000
Terminal leave payments			353,300
Training and orientation workshops			150,000
Worker's compensation			7,500
GROSS APPROPRIATION		\$	16,406,600
Appropriated from:			
Federal revenues:			
Federal indirect revenues			2,329,300
Federal revenues			5,470,400

Special revenue funds:			
Private foundations			1,005,300
Certification fees			630,200
Teacher testing fees			84,200
Training and orientation workshop fees			150,000
State general fund/general purpose		\$	6,737,200
Sec. 104. INFORMATION TECHNOLOGY			
Information technology services and projects		\$	4,933,200
GROSS APPROPRIATION		\$	4,933,200
Appropriated from:			
Federal revenues:			
Federal indirect revenues			2,498,500
Federal revenues			70,600
Special revenue funds:			
Certification fees			1,008,400
State general fund/general purpose		\$	1,355,700
Sec. 105. SPECIAL EDUCATION SERVICES			
Full-time equated classified positions	47.0		
Special education operations--FTEs	47.0	\$	9,831,500
GROSS APPROPRIATION		\$	9,831,500
Appropriated from:			
Federal revenues:			
Federal revenues			9,026,500
Special revenue funds:			
Private foundations			111,800
Certification fees			50,000
State general fund/general purpose		\$	643,200
Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND			
Full-time equated classified positions	82.0		
ASL literacy resource		\$	500,000
Camp Tuhsmeheeta--FTE	1.0		1,000,400
Low incidence outreach program			1,000,000
Michigan Schools for the Deaf and Blind operations--FTEs	81.0		16,562,900
Private gifts - blind			200,000
Private gifts - deaf			150,000
GROSS APPROPRIATION		\$	19,413,300
Appropriated from:			
Federal revenues:			
Federal revenues			7,672,200
Special revenue funds:			
Local cost sharing (schools for deaf/blind)			5,884,200
Gifts, bequests, and donations			1,350,400
Low incidence outreach fund			1,000,000
Student insurance revenue			206,100
State general fund/general purpose		\$	3,300,400
Sec. 107. EDUCATOR EXCELLENCE			
Full-time equated classified positions	48.0		
Educator excellence operations--FTEs	47.0	\$	10,535,800
Educator recruitment and preparation programs--FTE	1.0		1,682,200
GROSS APPROPRIATION		\$	12,218,000
Appropriated from:			
Federal revenues:			
Federal revenues			3,173,000
Special revenue funds:			
Certification fees			4,207,700
Teacher testing fees			203,700
State general fund/general purpose		\$	4,633,600

Sec. 108. SYSTEMS, EVALUATION, AND TECHNOLOGY			
Full-time equated classified positions	18.0		
Office of systems, evaluation, and technology operations--FTEs	18.0	\$	3,670,100
GROSS APPROPRIATION		\$	3,670,100
Appropriated from:			
Federal revenues:			
Federal indirect revenues			148,400
Federal revenues			2,169,700
Special revenue funds:			
Certification fees			11,200
State general fund/general purpose		\$	1,340,800
Sec. 109. STRATEGIC PLANNING AND IMPLEMENTATION			
Full-time equated classified positions	6.0		
Strategic planning and implementation operations--FTEs	6.0	\$	1,208,400
GROSS APPROPRIATION		\$	1,208,400
Appropriated from:			
Federal revenues:			
Federal revenues			647,100
State general fund/general purpose		\$	561,300
Sec. 110. ADMINISTRATIVE LAW SERVICES			
Full-time equated classified positions	2.0		
Administrative law operations--FTEs	2.0	\$	1,426,800
GROSS APPROPRIATION		\$	1,426,800
Appropriated from:			
Federal revenues:			
Federal revenues			573,300
Special revenue funds:			
Certification fees			747,700
State general fund/general purpose		\$	105,800
Sec. 111. ACCOUNTABILITY SERVICES			
Full-time equated classified positions	58.6		
Accountability services operations--FTEs	58.6	\$	15,023,800
GROSS APPROPRIATION		\$	15,023,800
Appropriated from:			
Federal revenues:			
Federal revenues			13,066,500
State general fund/general purpose		\$	1,957,300
Sec. 112. SCHOOL SUPPORT SERVICES			
Full-time equated classified positions	86.6		
Adolescent and school health		\$	334,400
Office of health and safety--FTEs	20.0		1,465,300
Office of nutrition services--FTEs	66.6		14,517,100
GROSS APPROPRIATION		\$	16,316,800
Appropriated from:			
Federal revenues:			
Federal revenues			13,265,200
Special revenue funds:			
Commodity distribution fees			150,000
State general fund/general purpose		\$	2,901,600
Sec. 113. EDUCATIONAL SUPPORTS			
Full-time equated classified positions	86.7		
Educational supports operations--FTEs	86.7	\$	18,248,600
School board member training			150,000
GROSS APPROPRIATION		\$	18,398,600
Appropriated from:			
Federal revenues:			
Federal revenues			13,285,600

Special revenue funds:			
Certification fees			602,400
State general fund/general purpose		\$	4,510,600
Sec. 114. CAREER AND TECHNICAL EDUCATION			
Full-time equated classified positions	26.0		
Career and technical education operations--FTEs	26.0	\$	5,863,300
GROSS APPROPRIATION		\$	5,863,300
Appropriated from:			
Federal revenues:			
Federal revenues			4,120,300
State general fund/general purpose		\$	1,743,000
Sec. 115. LIBRARY OF MICHIGAN			
Full-time equated classified positions	33.0		
Library of Michigan operations--FTEs	31.0	\$	5,122,200
Library services and technology program--FTE	1.0		5,630,600
Michigan eLibrary--FTE	1.0		1,849,600
Renaissance zone reimbursements			1,830,000
State aid to libraries			16,567,700
GROSS APPROPRIATION		\$	31,000,100
Appropriated from:			
Federal revenues:			
Federal revenues			5,630,600
Special revenue funds:			
Library fees			300,000
State general fund/general purpose		\$	25,069,500
Sec. 116. PARTNERSHIP DISTRICT SUPPORT			
Full-time equated classified positions	13.0		
Partnership district support operations--FTEs	13.0	\$	3,666,600
GROSS APPROPRIATION		\$	3,666,600
Appropriated from:			
Federal revenues:			
Federal revenues			114,500
State general fund/general purpose		\$	3,552,100
Sec. 117. ONE-TIME APPROPRIATIONS			
Foster care oversight		\$	150,000
Media literacy			300,000
Mental health training			150,000
Michigan eLibrary			900,000
GROSS APPROPRIATION		\$	1,500,000
Appropriated from:			
State general fund/general purpose		\$	1,500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2025-2026

GENERAL SECTIONS

Sec. 201. In accordance with section 30 of article IX of the state constitution of 1963, for the fiscal year ending September 30, 2026, total state spending under part 1 from state sources is \$72,739,900.00 and state spending under part 1 from state sources to be paid to local units of government is \$18,547,700.00. The following itemized statement identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF EDUCATION

Renaissance zone reimbursements	\$	1,830,000
School board member training		150,000
State aid to libraries		16,567,700
TOTAL	\$	18,547,700

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

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

- (a) "Department" means the department of education.
- (b) "DHHS" means the department of health and human services.
- (c) "District" means a local school district as that term is defined in section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a public school academy as that term is defined in section 5 of the revised school code, 1976 PA 451, MCL 380.5.
- (d) "FTE" means full-time equated.
- (e) "HHS" means the United States Department of Health and Human Services.
- (f) "Standard report recipients" means the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office.

Sec. 204. The department shall use the internet to fulfill the reporting requirements of this part. This requirement includes transmitting reports to the standard report recipients and any other required recipients by email and posting the reports on a website.

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

- (a) The funds must not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available.
- (b) Preference must be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality.
- (c) Preference must be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

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

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

- (a) The dates of each travel occurrence.
- (b) The total transportation and related expenses of each travel occurrence and the proportions funded with state general fund/general purpose revenues, state restricted revenues, federal revenues, local revenues, and private revenues, including specific sources of state restricted, federal, local, and private revenues.

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

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

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$400,000.00 for state restricted contingency authorization. Amounts appropriated under this subsection are not available for

expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$250,000.00 for local contingency authorization. Amounts appropriated under this subsection are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

Sec. 211. (1) The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for the department:

(a) Fiscal year-to-date expenditures by category.
(b) Fiscal year-to-date expenditures by appropriation unit.
(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(2) The department shall cooperate with the department of technology, management, and budget to update the searchable website on a quarterly basis.

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

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

(2) From the funds appropriated in part 1, local governments shall report any action or policy that attempts to restrict or interfere with the duties of the local health officer.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the state superintendent of public instruction shall take all reasonable steps to ensure that geographically disadvantaged business enterprises compete for and perform contracts to provide services, supplies, or both. The state superintendent of public instruction shall strongly encourage firms with which the department contracts to subcontract with certified geographically disadvantaged business enterprises for services, supplies, or both. As used in this section, "geographically disadvantaged business enterprises" means that term as defined in Executive Directive No. 2023-1.

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

Sec. 217. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under part 1, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, intertransfer funds within part 1 for the particular department, board, commission, officer, or institution.

Sec. 218. The department shall receive and retain copies of all reports funded from appropriations in part 1. The department shall follow federal and state law and guidelines for short-term and long-term retention of records. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 219. Not later than April 1, the department shall report on each specific policy change made to implement a public act affecting the department that took effect during the previous calendar year. The report must include reference to the public act that necessitates the policy change. The department shall submit the report to the

standard report recipients, to the senate and house appropriations committees, and to the joint committee on administrative rules.

Sec. 220. By April 1, the department shall provide to the standard report recipients a copy of the department's annual strategic plan prepared in compliance with section 363 of the management and budget act, 1984 PA 431, MCL 18.1363. The strategic plan must include the mission, vision, goals, strategies, and performance measures of the department.

Sec. 221. The department shall report on any court settlement that may require further legislative review of state statutory programs or regulations.

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

Sec. 223. Not later than 6 months after the state budget office issues work project letters, the department shall submit an annual report that summarizes all work project accounts. The report must include all of the following:

- (a) A list of all work project accounts.
- (b) The status of all work project accounts, including amounts expended, amounts encumbered, and available balances for each account.
- (c) The amount of funds that lapsed from any previously designated work project accounts, the name and description of the work project account, and the funds that received the lapsed amounts.

Sec. 224. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2026 are estimated at \$7,741,200.00. From this amount, total department appropriations for pension-related legacy costs are estimated at \$6,982,100.00. Total department appropriations for retiree health care legacy costs are estimated at \$759,100.00.

Sec. 225. A department or agency required to submit a report under this part shall make each report readily accessible to the public and conspicuously post each required report in a single archivable location on the department's or agency's Michigan.gov website not later than the due date required for each report. In addition to placing all reports required in the current fiscal year on the department's or agency's website, the department or agency shall maintain on its website all reports placed on the website from previous fiscal years posted by fiscal year in the same single archivable location.

Sec. 226. (1) The department shall maximize utilization of its in-person state workforce. The department shall prioritize occupancy utilization of office space for each division within the department. Employees with job responsibilities that require the employees to serve in their capacities outside of an office shall be monitored each pay period to ensure all work hours reported on the timesheet were actually worked.

(2) The department shall comply with requirements set forth by the office of the state employer on in-person work and utilization and occupancy rates of state buildings to ensure in-person work is optimized and occupancy rates are 80% or higher, subject to market conditions.

(3) The department shall adhere to the rules and regulations of civil service, which state that the standard biweekly work period for a full-time employee in the classified service is the equivalent of 80 hours of work. The department shall establish policies and processes to ensure all employees are working their jobs during agreed-upon business hours.

Sec. 227. The department must provide an annual report to the standard report recipients detailing federal policy changes that do, or are expected to do, any of the following:

- (a) Affect the operations of the department, including reductions in federal revenue.
- (b) Affect an industry, community, population, or other group regulated or served by, or that otherwise engages with, the department.
- (c) Create a regulatory gap that could negatively impact the public.

Sec. 228. (1) The department shall require as a condition of each contract or subcontract that the prequalified contractor or prequalified subcontractor agree to use the E-Verify system to verify that all persons hired during the contract term by the contractor or subcontractor are legally present and authorized to work in the United States.

(2) The department may verify this information directly or may require contractors and subcontractors to verify the information and submit a certification to the department. The department shall submit a report to the

standard report recipients by not later than March 1 that describes the processes it has developed and implemented under this section.

(3) As used in this section, "E-Verify" means an internet-based system operated by the Department of Homeland Security, United States Citizenship and Immigration Services in partnership with the Social Security Administration.

Sec. 229. (1) Not later than 30 days after enactment of this act, the legislature shall provide to the department and the state budget director a list of legislatively directed spending items, which may be referred to in this section as grants or direct appropriation grants, funded in part 1 consistent with the house or senate rules and this section. The list must include all information and documents pertaining to the funded items as publicly disclosed in accordance with the house or senate rules and this section.

(2) Notwithstanding any other conditions or requirements for direct appropriation grants, the department shall perform, at a minimum, at least all of the following activities to administer the grants described in subsection (1):

(a) Establish a process to review, complete, and execute a grant agreement with a grant recipient. The department shall not execute a grant agreement unless all necessary documentation has been submitted and reviewed.

(b) Verify to the extent possible that a grant recipient is a not-for-profit entity and will use funds as publicly disclosed and for a public purpose that serves the economic prosperity, health, safety, or general welfare of the residents of this state.

(c) Review and verify all necessary information to ensure the grant recipient is reasonably able to execute the grant agreement, perform its fiduciary duty, and comply with all applicable state and federal statutes. The department may deduct the cost of background checks and any other efforts performed as part of this verification from the amount of the designated grant award.

(d) Disburse the grant money per the grant disbursement schedule in the executed grant agreement on a reimbursement basis after the grantee has provided sufficient documentation, as determined by the department, to verify that expenditures were made in accordance with the project purpose.

(e) If the state budget director determines that information provided by the grantee does not meet the disclosure requirements, that the grant will be used to pay a tax lien, delinquent tax, or other obligation owed to this state, or that the grant will create a conflict of interest, the department shall not release the grant money to the grantee. Money that is not released under this subdivision lapses at the end of the fiscal year. There is not a conflict of interest if the sponsoring legislator certifies that the sponsoring legislator's immediate family members, legislative staff members that have worked for the sponsoring legislator within the past 2 years, and the sponsoring legislator do not have a direct or indirect pecuniary interest in the legislatively directed spending item.

(3) An executed grant agreement under this section between the department and a grant recipient must include at least all of the following:

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

(b) A description of the project for which the grant money will be expended, including tentative timelines and the estimated budget. Project budget must include how all grant money will be used and must indicate if any grant money will be provided to a third party or subrecipient. The department shall not reimburse expenditures that are outside of the project purpose, as stated in the executed grant agreement, from appropriations in part 1. The grantee shall return to the state treasury any interest in excess of \$1,000.00 earned on the grant money while unexpended and in possession of the grantee.

(c) Unless otherwise specified in department policy, a requirement that funds appropriated for the grants described in subsection (1) may be used only for expenditures that occur on or after the effective date of this act.

(d) A requirement for reporting by the grant recipient to the department and the legislative sponsor that provides the status of the project and an accounting of all money expended by the grant recipient, as determined by the department.

(e) A clawback provision that allows the department of treasury to recoup or otherwise collect any grant money that is declined, unspent, or otherwise misused.

(f) The documents publicly disclosed under subsection (1).

(4) If appropriate to improve the administration or oversight of a grant described in subsection (1), the department may adopt a memorandum of understanding with another state department to perform the required duties under this section.

(5) A grant recipient shall respond to all reasonable information requests from the department related to grant expenditures and retain grant records for not less than 7 years, and the grant may be subject to monitoring, site visits, and audit as determined by the department. The grant agreement required under this section must include

signed assurance by the chief executive officer or other executive officer of the grant recipient authorized to bind the grant recipient that the requirements of this subsection will be met.

(6) The grant recipient shall expend all grant money awarded and complete all projects not later than September 30, 2030. If at that time any unexpended money remains, the grant recipient shall return that money to the state treasury. If a grant recipient does not provide information sufficient to execute a grant agreement not later than June 1, 2026, the department shall return money associated with the grant to the state treasury.

(7) Any grant money that is awarded to a state department is appropriated in that department for the purpose of the intended grant.

(8) Except as otherwise provided in subsection (9), beginning March 15 of the current fiscal year, the department shall post a report in a publicly accessible location on its website. The report must list the grant recipient, project purpose, and location of the project for each grant described in subsection (1), the status of money allocated and disbursed under the grant agreement, and the legislative sponsor, if applicable. The department shall update the report and post the updated report in a publicly accessible location on its website not later than June 15 of the current fiscal year and again not later than September 15 of the current fiscal year. The department shall include in the report the most comprehensive information the department has available at the time of posting for grants awarded.

(9) If the state budget office determines that it is more efficient for the state budget office to compile all affected departments' information and post a report of the compiled information rather than the report required under subsection (8) being posted by individual departments, the state budget office may compile that information across all affected departments and post the compiled report and any updates on the same time schedule as identified in subsection (8).

(10) If the department reasonably determines that the money allocated for an executed grant agreement under this section was misused or that use of the money was misrepresented by the grant recipient, the department shall not award any additional funds under the executed grant agreement and shall refer the grant for review following internal audit protocols, which may include referral for criminal investigation.

Sec. 230. Not later than November 15, the department shall disclose on a publicly accessible website private and other third-party funds received by the department in the previous fiscal year. The report must include the amount and source of funding received, the purpose for which funding was expended, and the amount of any remaining funds. The report must be submitted to the standard report recipients and to the chairpersons of the senate and house appropriations committees.

DEPARTMENT-SPECIFIC GENERAL SECTIONS

Sec. 301. From the funds appropriated in part 1, the department shall provide through the internet the state board of education agenda and all supporting documents, and shall notify the state budget director and the senate and house fiscal agencies that the agenda and supporting documents are available on the internet, at the time the agenda and supporting documents are provided to state board of education members.

Sec. 302. From the funds appropriated in part 1, the department may assist DHHS, other departments, intermediate school districts, and local school districts to secure reimbursement for eligible services provided in Michigan schools from the federal Medicaid program. The department may submit reports of direct expenses related to this effort to DHHS for reimbursement.

Sec. 303. From the funds appropriated in part 1, the department shall do both of the following:

- (a) Post on its website a link to the federal Institute of Education Sciences' What Works Clearinghouse.
- (b) Disseminate knowledge about the What Works Clearinghouse to districts and intermediate school districts so that it may be used to improve reading proficiency for pupils in grades K to 3.

Sec. 304. From the funds appropriated in part 1, the department shall coordinate with the other departments to streamline state services and resources, reduce duplication, and increase efficiency, including, but not limited to, all of the following:

- (a) Working with the department of treasury to coordinate with the financial independence team and overseeing deficit districts.
- (b) Working with DHHS and the department of lifelong education, advancement, and potential to coordinate with early childhood programs and overseeing child care providers.

Sec. 305. (1) As a condition of receiving appropriations in part 1, the department shall, in collaboration with DHHS, promote and support initiatives in schools and other educational organizations that include, but are not limited to, training for educators, teachers, and other personnel in school settings for all of the following:

- (a) Using trauma-informed practices.
- (b) Age-appropriate education and information on human trafficking.
- (c) Age-appropriate education and information on sexual abuse prevention.

(2) If requested by the department, the department of state police and the department of attorney general shall consult with the department in the promotion and support of initiatives in schools and other educational organizations under subsection (1).

Sec. 306. From the funds appropriated in part 1, the department shall ensure that the most recently issued report of regional in-demand occupations issued by the department of technology, management, and budget is distributed in electronic or paper form to all high schools in each school district, intermediate school district, and public school academy.

STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT

Sec. 351. (1) The department may use the appropriations from the state board of education, per diem payments in part 1 for per diem payments to the state board members for meetings at which a quorum is present or for performing official business authorized by the state board. The per diem payments are set at the following rates:

- (a) State board of education - president - \$110.00 per day.
- (b) State board of education - member other than president - \$100.00 per day.

(2) The department shall not pay a state board of education member a per diem for more than 30 days per year.

SPECIAL EDUCATION SERVICES

Sec. 401. From the funds appropriated in part 1 for special education operations, the department shall use \$100,000.00 to design and distribute to all parents and legal guardians of a student with a disability the following information:

(a) Federal and state mandates regarding the rights and protections of students with disabilities, including, but not limited to, individualized education programs to ensure that parents and legal guardians are fully informed about laws, rules, procedural safeguards, and problem-solving options.

(b) Any other information the department determines is necessary to allow parents and legal guardians to provide meaningful input in collaboration with districts to develop and implement an individualized education program.

MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

Sec. 451. From the funds appropriated in part 1, the employees at the Michigan Schools for the Deaf and Blind who work on a school-year basis are considered annual employees for purposes of service credits, retirement, and insurance benefits.

Sec. 452. For each student enrolled at the Michigan Schools for the Deaf and Blind, the department shall assess the intermediate school district of residence 100% of the cost of operating the student's instructional program, excluding room and board related costs and the cost of weekend transportation between the school and the student's home.

Sec. 456. (1) From the funds appropriated in part 1, the Michigan Schools for the Deaf and Blind may promote its residential program as a possible appropriate option for children who are deaf or hard of hearing or who are blind or visually impaired. From the funds appropriated in part 1, the Michigan Schools for the Deaf and Blind shall distribute information detailing its services to all intermediate school districts in this state.

(2) If an intermediate school district knows that a child in the district is deaf or hard of hearing or blind or visually impaired, the intermediate school district shall provide to the parents of the child the literature distributed by the Michigan Schools for the Deaf and Blind to intermediate school districts under subsection (1).

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

Sec. 457. Revenue received by the Michigan Schools for the Deaf and Blind from gifts, bequests, and donations that is unexpended at the end of the state fiscal year may be carried over to the succeeding fiscal year and does not revert to the general fund.

Sec. 458. (1) The funds appropriated in part 1 for the low incidence outreach fund are appropriated from money collected by the Michigan Schools for the Deaf and Blind and the low incidence outreach program for providing qualified services and may be used for any expenses necessary to provide the qualified services. Any money that is unexpended at the end of the current fiscal year does not revert to the general fund and may be carried forward into the succeeding fiscal year.

(2) As used in this section, "qualified services" means any of the following:

- (a) Document reproduction and services.
- (b) Conducting conferences, workshops, and training classes.
- (c) Providing specialized equipment, facilities, and software.

Sec. 459. When conducting a due process hearing resulting from a parent's appeal of that parent's child's individualized education program team's decision on the child's educational placement, a state administrative law judge shall consider designating the Michigan School for the Deaf as 1 of the options for the least restrictive environment under federal law for the parent's child who is deaf, deafblind, or hard of hearing.

Sec. 460. From the funds appropriated in part 1 for ASL literacy resources, the department shall expend the funds to comply with all requirements in section 1705 of the revised school code, 1976 PA 451, MCL 380.1705.

EDUCATOR EXCELLENCE

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

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

Sec. 504. From the funds appropriated in part 1 for educator recruitment and preparation programs, the department shall award \$1,000,000.00 to districts for both of the following:

- (a) Educator preparation program tuition, program fees, testing fees, and substitute permit costs for any individual employed in grades pre-K to 12 working toward certification or an additional endorsement.
- (b) Program costs associated with hands-on learning experiences for students in grades 6 to 12 interested in the field of education, with supervision and mentoring from educators who are champions of, and committed to, the success of the profession.

Sec. 505. From the funds appropriated in part 1 for educator recruitment and preparation programs, not less than \$190,000.00 and not fewer than 1.0 FTE position is allocated for educator recruitment and preparation programs.

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

Sec. 507. From the funds appropriated in part 1, the department shall adopt a teacher certification test that ensures that all newly certified elementary teachers have the skills to deliver evidence-based literacy instruction grounded in the science of reading. The department may use teacher certification or teacher testing fee revenue to the extent allowable under law to implement this section, or may pass along increased testing fees to teachers as allowable and appropriate.

SCHOOL SUPPORT SERVICES

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

Sec. 602. (1) From the funds appropriated in part 1 for school board member training, there is appropriated \$150,000.00 for school board member training. The department shall approve 1 or more training programs for school board members that include courses of instruction for school board members in 1 or more of the following topic areas:

(a) Conflicts of interest, including, but not limited to, the application of section 1203 of the revised school code, 1976 PA 451, MCL 380.1203.

(b) Labor relations, including, but not limited to, a school board's role in collective bargaining agreements in 1947 PA 336, MCL 423.201 to 423.217, and in other laws related to employment.

(c) Education law, including, but not limited to, the revised school code, 1976 PA 451, MCL 380.1 to 380.1852, the state school aid act of 1979, 1979 PA 94, MCL 388.1601 to 388.1896, the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and 1937 (Ex Sess) PA 4, MCL 38.71 to 38.191, dealing with teacher tenure.

(d) School finance, including, but not limited to, the creation and management of school district budgets.

(e) Board governance, including, but not limited to, roles and responsibilities, parliamentary procedure, and best practices.

(f) Implicit bias training.

(g) Rater reliability training.

(2) On completion of an eligible training program, a school board member may apply for reimbursement for the cost of the eligible training program through the board member's local district, up to \$100.00 per course. The department may determine the form and manner of the application to reimburse the district for the cost.

(3) The department shall create a process for the provider of a course in a topic listed in subsection (1) to apply to the department to have the course approved and be eligible for a school board member to be reimbursed for completing that course as provided under subsection (2).

(4) As used in this section:

(a) "Eligible training program" means a training program that is approved under subsection (1).

(b) "School board member" means a member of the board of a school district or intermediate school district or a member of the board of directors of a public school academy in this state.

Sec. 604. (1) From the funds appropriated in part 1, not less than \$159,500.00 and not fewer than 1.0 FTE position shall provide technical assistance to all eligible districts to make them effective at using Medicaid dollars for mental health.

(2) As used in this section, "eligible district" means a school district or intermediate school district that receives funding under section 31n of the state school aid act of 1979, 1979 PA 94, MCL 388.1631n.

EDUCATIONAL SUPPORTS

Sec. 701. (1) From the funds appropriated in part 1 for educational supports, the department shall produce a report detailing the progress made by districts with grades K to 12 receiving at-risk funding under section 31a of the state school aid act of 1979, 1979 PA 94, MCL 388.1631a, in doing both of the following:

(a) Implementing multi-tiered systems of supports in the previous school fiscal year for grades K to 12.

(b) Providing reading intervention services described in section 1280f of the revised school code, 1976 PA 451, MCL 380.1280f, for pupils in grades K to 12.

(2) The department shall include, at a minimum, all of the following in the report described in subsection (1):

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

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

(c) A list of districts determined by the department that have the need to implement multi-tiered systems of supports and reading intervention programs.

(d) A list of best practices that the department has identified that may be used by districts to implement multi-tiered systems of supports and reading intervention programs.

(e) Other information the department determines would be useful to understanding the status of districts' implementation of effective multi-tiered systems of supports and reading intervention programs.

(3) The department shall provide the report described in subsection (1) to the state budget director, the house and senate subcommittees that oversee the department and school aid budgets, and the house and senate fiscal agencies by September 30 of the current fiscal year.

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

CAREER AND TECHNICAL EDUCATION

Sec. 750. From the funds appropriated in part 1 for career and technical education operations, the department shall develop and implement a reporting mechanism for school districts to report on career and technical education participation and workforce development participation. The department shall prepare and submit a report to the standard report recipients detailing all of the following:

- (a) The number of students participating in career and technical education programs.
- (b) The number of students in the graduating class of the current school year that took at least 1 career and technical education course while in high school.
- (c) The number of students in the graduating class of the previous school year that enrolled in a postsecondary workforce development program in the current school year.

LIBRARY OF MICHIGAN

Sec. 801. (1) The funds appropriated in part 1 for library fees are appropriated from money collected by the library of Michigan for providing qualified services and may be used for any expenses necessary to provide the qualified services. Any money that is unexpended at the end of the current fiscal year does not lapse to the general fund and may be carried forward into the succeeding fiscal year.

(2) As used in this section, "qualified services" means any of the following:

- (a) Document reproduction and services.
- (b) Conducting conferences, workshops, and training classes.
- (c) Providing specialized equipment, facilities, and software.

Sec. 804. (1) The department shall use the funds appropriated in part 1 for renaissance zone reimbursements to reimburse public libraries under section 12 of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2025. The department shall allocate the funds not later than 60 days after the department of treasury certifies to the department and to the state budget director that the department of treasury has received all necessary information to properly determine the amounts due to each eligible recipient.

(2) If the amount appropriated under this section is not sufficient to fully pay obligations under this section, the department shall prorate payments on an equal basis among all eligible recipients.

ONE-TIME APPROPRIATIONS

Sec. 1000. From the funds appropriated in part 1 for foster care support, there is appropriated an amount not less than \$150,000.00 for implementation costs associated with section 1281c of the revised school code, 1976 PA 451, MCL 380.1281c.

Sec. 1001. From the funds appropriated in part 1 for media literacy training, the department shall design, implement, and evaluate professional learning and optional curriculum modules for the purpose of teaching artificial intelligence and media literacy in this state.

Sec. 1002. (1) From the funds appropriated in part 1 for mental health training, the department shall provide technical assistance to all eligible districts to make them effective at using Medicaid dollars for mental health.

(2) As used in this section, "eligible district" means a school district or intermediate school district that receives funding under section 31n of the state school aid act of 1979, 1979 PA 94, MCL 388.1631n.