

**SUBSTITUTE FOR  
SENATE BILL NO. 871**

A bill to make appropriations for the department of licensing and regulatory affairs for the fiscal year ending September 30, 2027; and to provide for the expenditure of the appropriations.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of licensing and regulatory affairs for the fiscal year ending September 30, 2027, from the following funds:

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**DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

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**APPROPRIATION SUMMARY**

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Full-time equated unclassified positions	20.0
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Full-time equated classified positions	1,796.0
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1	<b>GROSS APPROPRIATION</b>		<b>\$ 634,378,600</b>
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and		
4	intradepartmental transfers		30,303,000
5	<b>ADJUSTED GROSS APPROPRIATION</b>		<b>\$ 604,075,600</b>
6	Federal revenues:		
7	Total federal revenues		30,661,000
8	Special revenue funds:		
9	Total local revenues		0
10	Total private revenues		0
11	Total other state restricted revenues		295,025,800
12	<b>State general fund/general purpose</b>		<b>\$ 278,388,800</b>
13	<b>Sec. 102. DEPARTMENTAL ADMINISTRATION AND</b>		
14	<b>SUPPORT</b>		
15	Full-time equated unclassified positions	20.0	
16	Full-time equated classified positions	103.0	
17	Unclassified salaries--FTEs	20.0	\$ 3,176,100
18	Administrative services--FTEs	69.0	8,212,400
19	Executive director programs--FTEs	23.0	3,496,200
20	Property management		6,887,200
21	Worker's compensation		42,200
22	Regulatory effectiveness office--FTEs	11.0	1,716,500
23	<b>GROSS APPROPRIATION</b>		<b>\$ 23,530,600</b>
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from MDIFS, accounting services		150,000
27	Federal revenues:		
28	EPA, underground storage tanks		30,800



1	HHS-Medicaid, certification of health care	
2	providers and suppliers	382,900
3	HHS-Medicare, certification of health care	
4	providers and suppliers	636,700
5	Special revenue funds:	
6	Aboveground storage tank fees	95,900
7	Accountancy enforcement fund	35,600
8	Boiler inspection fund	287,800
9	Builder enforcement fund	106,000
10	Construction code fund	828,800
11	Corporation fees	5,193,500
12	Elevator fees	318,900
13	Fire alarm fees	7,900
14	Fire safety standard and enforcement fund	2,300
15	Fire service fees	354,900
16	Fireworks safety fund	60,400
17	Health professions regulatory fund	1,906,300
18	Health systems fees	216,500
19	Licensing and regulation fund	854,700
20	Liquor license revenue	292,400
21	Liquor purchase revolving fund	3,206,700
22	Marihuana regulation fund	1,739,800
23	Marihuana regulatory fund	660,800
24	Michigan unarmed combat fund	5,800
25	Mobile home code fund	263,200
26	Nurse professional fund	42,400
27	PMECSEMA fund	50,100
28	Property development fees	7,800



1	Public utility assessments		3,394,100
2	Real estate appraiser education fund		2,900
3	Real estate education fund		12,100
4	Real estate enforcement fund		12,400
5	Refined petroleum fund		155,300
6	Securities fees		1,528,500
7	Securities investor education and training fund		9,800
8	Security business fund		7,100
9	Survey and remonumentation fund		98,500
10	Tax tribunal fund		242,700
11	Utility consumer representation fund		55,200
12	<b>State general fund/general purpose</b>	<b>\$</b>	<b>273,100</b>
13	<b>Sec. 103. PUBLIC SERVICE COMMISSION</b>		
14	Full-time equated classified positions	222.0	
15	Public service commission--FTEs	222.0	\$ 42,926,700
16	<b>GROSS APPROPRIATION</b>		<b>\$ 42,926,700</b>
17	Appropriated from:		
18	Federal revenues:		
19	DOT, gas pipeline safety		2,704,600
20	Special revenue funds:		
21	Public utility assessments		39,722,100
22	Civil fines, excavation and blasting		500,000
23	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
24	<b>Sec. 104. LIQUOR CONTROL COMMISSION</b>		
25	Full-time equated classified positions	148.0	
26	Liquor licensing and enforcement--FTEs	148.0	\$ 23,558,300
27	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>23,558,300</b>
28	Appropriated from:		



1	Special revenue funds:		
2	Direct shipper enforcement revolving fund		321,500
3	Liquor control enforcement and license		
4	investigation revolving fund		175,000
5	Liquor license fee enhancement fund		76,400
6	Liquor license revenue		8,661,000
7	Liquor purchase revolving fund		14,324,400
8	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
9	<b>Sec. 105. OCCUPATIONAL REGULATION</b>		
10	Full-time equated classified positions	928.0	
11	Bureau of community and health systems--FTEs	162.0	\$ 27,808,400
12	Bureau of construction codes--FTEs	197.0	33,626,700
13	Bureau of fire services--FTEs	89.0	14,870,700
14	Bureau of professional licensing--FTEs	198.0	41,270,800
15	Bureau of survey and certification--FTEs	173.0	30,047,600
16	Corporations, securities, and commercial		
17	licensing bureau--FTEs	109.0	17,799,000
18	<b>GROSS APPROPRIATION</b>		<b>\$ 165,423,200</b>
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	Federal revenues:		
22	DHS, fire training systems		528,000
23	DOT, hazardous materials training and planning		20,000
24	EPA, underground storage tanks		830,400
25	HHS-Medicaid, certification of health care		
26	providers and suppliers		9,297,600
27	HHS-Medicare, certification of health care		
28	providers and suppliers		14,941,500



1	Federal funds	109,000
2	Special revenue funds:	
3	Aboveground storage tank fees	352,200
4	Accountancy enforcement fund	1,227,900
5	Adult foster care facilities licenses fund	382,400
6	Boiler inspection fund	3,109,500
7	Builder enforcement fund	644,000
8	Construction code fund	14,009,000
9	Corporation fees	10,713,600
10	Division on deafness fund	73,400
11	Elevator fees	8,622,600
12	Fire alarm fees	137,900
13	Fire safety standard and enforcement fund	32,600
14	Fire service fees	3,218,300
15	Fireworks safety fund	1,269,800
16	Health professions regulatory fund	27,021,100
17	Health systems fees	4,237,500
18	Licensing and regulation fund	11,819,800
19	Liquor purchase revolving fund	225,000
20	Marihuana regulatory fund	500,000
21	Mobile home code fund	2,179,600
22	Nurse aide registration fund	1,712,100
23	Nurse professional fund	1,968,400
24	PMECSEMA fund	1,611,100
25	Property development fees	192,600
26	Real estate appraiser education fund	6,200
27	Real estate education fund	607,500
28	Real estate enforcement fund	758,900



1	Refined petroleum fund			2,609,500
2	Securities fees			5,483,200
3	Securities investor education and training fund			504,200
4	Security business fund			184,700
5	Survey and remonumentation fund			916,200
6	<b>State general fund/general purpose</b>		<b>\$</b>	<b>33,365,900</b>
7	<b>Sec. 106. CANNABIS REGULATORY AGENCY</b>			
8	Full-time equated classified positions	182.0		
9	Cannabis regulatory agency--FTEs	182.0	\$	31,609,900
10	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>31,609,900</b>
11	Appropriated from:			
12	Special revenue funds:			
13	Industrial hemp licensing and registration fund			296,500
14	Marihuana registry fund			1,770,300
15	Marihuana regulation fund			22,078,600
16	Marihuana regulatory fund			7,464,500
17	<b>State general fund/general purpose</b>		<b>\$</b>	<b>0</b>
18	<b>Sec. 107. MICHIGAN OFFICE OF ADMINISTRATIVE</b>			
19	<b>HEARINGS AND RULES</b>			
20	Full-time equated classified positions	172.0		
21	Michigan office of administrative hearings and			
22	rules--FTEs	172.0	\$	37,214,400
23	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>37,214,400</b>
24	Appropriated from:			
25	Interdepartmental grant revenues:			
26	IDG revenues, administrative hearings and rules			28,704,400
27	Special revenue funds:			
28	Construction code fund			28,000



1	Corporation fees		1,013,500
2	Health professions regulatory fund		886,700
3	Health systems fees		165,700
4	Licensing and regulation fund		914,300
5	Liquor purchase revolving fund		494,400
6	Marihuana regulation fund		254,200
7	Marihuana regulatory fund		100,200
8	Public utility assessments		2,997,400
9	Securities fees		1,057,200
10	<b>State general fund/general purpose</b>	<b>\$</b>	<b>598,400</b>
11	<b>Sec. 108. COMMISSIONS</b>		
12	Full-time equated classified positions	41.0	
13	Michigan indigent defense commission--FTEs	21.0	\$ 3,424,100
14	Michigan unarmed combat commission		126,200
15	Michigan Tax Tribunal--FTEs	20.0	4,611,200
16	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>8,161,500</b>
17	Appropriated from:		
18	Special revenue funds:		
19	Michigan unarmed combat fund		126,200
20	Tax tribunal fund		822,100
21	Corporation fees		3,789,100
22	<b>State general fund/general purpose</b>	<b>\$</b>	<b>3,424,100</b>
23	<b>Sec. 109. DEPARTMENT GRANTS</b>		
24	Firefighter training grants	\$	2,300,000
25	Liquor law enforcement grants		9,900,000
26	Marihuana operation and oversight grants		3,000,000
27	Michigan indigent defense commission grants		236,016,800
28	Remuneration grants		6,800,000



1	Utility consumer representation	3,100,000
2	<b>GROSS APPROPRIATION</b>	<b>\$ 261,116,800</b>
3	Appropriated from:	
4	Special revenue funds:	
5	Fireworks safety fund	2,300,000
6	Liquor license revenue	9,900,000
7	Local indigent defense reimbursement	300,000
8	Marihuana regulation fund	3,000,000
9	Survey and remonumentation fund	6,800,000
10	Utility consumer representation fund	3,100,000
11	<b>State general fund/general purpose</b>	<b>\$ 235,716,800</b>
12	<b>Sec. 110. INFORMATION TECHNOLOGY</b>	
13	Information technology services and projects	\$ 33,282,100
14	<b>GROSS APPROPRIATION</b>	<b>\$ 33,282,100</b>
15	Appropriated from:	
16	IDG revenues, administrative hearings and rules	1,448,600
17	Federal revenues:	
18	DOT, gas pipeline safety	152,600
19	HHS-Medicaid, certification of health care	
20	providers and suppliers	385,100
21	HHS-Medicare, certification of health care	
22	providers and suppliers	641,800
23	Special revenue funds:	
24	Aboveground storage tank fees	34,500
25	Accountancy enforcement fund	15,600
26	Boiler inspection fund	387,500
27	Construction code fund	1,384,900
28	Corporation fees	5,518,700



1	Elevator fees	593,400
2	Fire safety standard and enforcement fund	4,500
3	Fire service fees	547,700
4	Fireworks safety fund	149,800
5	Health professions regulatory fund	4,330,200
6	Health systems fees	366,200
7	Industrial hemp licensing and registration fund	4,000
8	Licensing and regulation fund	805,400
9	Licensing license revenue	303,000
10	Liquor purchase revolving fund	5,311,200
11	Marihuana regulation fund	3,168,700
12	Marihuana regulatory fund	1,355,500
13	Mobile home code fund	253,000
14	Nurse aide registration fund	80,000
15	PMECSEMA fund	1,055,000
16	Public utility assessments	2,165,400
17	Real estate appraiser education fund	1,000
18	Real estate education fund	4,800
19	Real estate enforcement fund	7,700
20	Refined petroleum fund	235,200
21	Securities fees	470,600
22	Securities investor education and training fund	6,100
23	Survey and remonumentation fund	75,400
24	Tax tribunal fund	208,500
25	<b>State general fund/general purpose</b>	<b>\$ 1,810,500</b>
26	<b>Sec. 111. ONE-TIME APPROPRIATIONS</b>	
27	Bureau of fire services - smoke detectors	\$ 1,000,000



1	Cannabis regulatory agency social equity		
2	program		1,000,000
3	Michigan saves		1,500,000
4	Urban search and rescue		1,000,000
5	Real estate continuing education		400,000
6	Prosecuting attorneys coordinating council		2,655,100
7	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>7,555,100</b>
8	Appropriated from:		
9	Special revenue funds:		
10	Corporation fees		2,500,000
11	Marihuana regulation fund		1,000,000
12	Real estate education fund		400,000
13	Prosecuting attorneys training fees		455,100
14	<b>State general fund/general purpose</b>	<b>\$</b>	<b>3,200,000</b>

PART 2

PROVISIONS CONCERNING APPROPRIATIONS  
FOR FISCAL YEAR 2026-2027

**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, 2027, total state spending from state sources under part 1 is \$573,414,600.00 and state spending from state sources to be paid to local units of government is \$261,116,800.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

**DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

27	Firefighter training grants	\$	2,300,000
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1	Liquor law enforcement grants	9,900,000
2	Marihuana operation and oversight grants	3,000,000
3	Michigan indigent defense commission grants	236,016,800
4	Remonumentation grants	6,800,000
5	Utility consumer representation	3,100,000
6	<b>TOTAL</b>	<b>\$ 261,116,800</b>

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

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

11           (a) "Department" means the department of licensing and  
12 regulatory affairs.

13           (b) "DHS" means the United States Department of Homeland  
14 Security.

15           (c) "Director" means the director of the department.

16           (d) "DOT" means the United States Department of  
17 Transportation.

18           (e) "EPA" means the United States Environmental Protection  
19 Agency.

20           (f) "FOIA" means the freedom of information act, 1976 PA 442,  
21 MCL 15.231 to 15.246.

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

23           (h) "HHS" means the United States Department of Health and  
24 Human Services.

25           (i) "IDG" means interdepartmental grant.

26           (j) "MDIFS" means the Michigan department of insurance and  
27 financial services.

28           (k) "PMECSEMA" means pain management education and controlled  
29 substances electronic monitoring and antidiversion.



1 (l) "Standard report recipients" means the senate and house of  
2 representatives subcommittees on the department, the senate and  
3 house fiscal agencies, the senate and house policy offices, and the  
4 state budget office.

5 (m) "Subcommittees" means the senate and house appropriations  
6 subcommittees with jurisdiction over the budget for the department.

7 Sec. 204. A department or agency shall use the internet to  
8 fulfill the reporting requirements of this part and shall make each  
9 report readily accessible to the public and conspicuously post each  
10 required report in a single archivable location on the department's  
11 or agency's Michigan.gov website not later than the due date  
12 required for each report. In addition to placing all reports  
13 required in the current fiscal year on the department's or agency's  
14 website, the department or agency shall maintain on its website all  
15 reports placed on the website from previous fiscal years posted by  
16 fiscal year in the same single archivable location. The department  
17 or agency shall also transmit all required reports for the current  
18 fiscal year to the standard report recipients and any other  
19 required recipients by email.

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

23 (a) The funds must not be used for the purchase of foreign  
24 goods or services, or both, if competitively priced and of  
25 comparable quality American goods or services, or both, are  
26 available.

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



1 (c) Preference must be given to goods or services, or both,  
 2 that are manufactured or provided by Michigan businesses owned and  
 3 operated by veterans, if they are competitively priced and of  
 4 comparable quality.

5 Sec. 206. The department shall not take disciplinary action  
 6 against an employee of the department for communicating with a  
 7 member of the legislature or legislative staff, unless the  
 8 communication is prohibited by law and the department is exercising  
 9 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, each department and agency  
 12 receiving appropriations in part 1 shall prepare a report on out-  
 13 of-state travel expenses not later than January 1. The report must  
 14 list all travel by classified and unclassified employees outside  
 15 this state in the previous fiscal year that was funded in whole or  
 16 in part with funds appropriated in the department's or agency's  
 17 budget. The department or agency shall submit the report to the  
 18 standard report recipients and to the house of representatives and  
 19 senate appropriations committees. The report must include all of  
 20 the following information:

21 (a) The dates of each travel occurrence.

22 (b) The total transportation and related costs of each travel  
 23 occurrence and the proportions funded with state general  
 24 fund/general purpose revenues, state restricted revenues, federal  
 25 revenues, local revenues, private revenues, and other revenues.

26 Sec. 208. Not later than December 15, the state budget office  
 27 shall prepare and submit a report that provides for estimates of  
 28 the total general fund/general purpose appropriation lapses at the  
 29 close of the previous fiscal year. The report must summarize the



1 projected year-end general fund/general purpose appropriation  
2 lapses by major departmental program or program areas. The state  
3 budget office shall submit the report to the standard report  
4 recipients and the chairpersons of the senate and house of  
5 representatives appropriations committees.

6 Sec. 209. (1) In addition to the funds appropriated in part 1,  
7 there is appropriated an amount not to exceed \$1,000,000.00 for  
8 federal contingency funds. These funds are not available for  
9 expenditure until they have been transferred to another line item  
10 in this part under section 393(2) of the management and budget act,  
11 1984 PA 431, MCL 18.1393.

12 (2) In addition to the funds appropriated in part 1, there is  
13 appropriated an amount not to exceed \$25,000,000.00 for state  
14 restricted contingency funds. These funds are not available for  
15 expenditure until they have been transferred to another line item  
16 in this part under section 393(2) of the management and budget act,  
17 1984 PA 431, MCL 18.1393.

18 (3) In addition to the funds appropriated in part 1, there is  
19 appropriated an amount not to exceed \$200,000.00 for local  
20 contingency funds. These funds are not available for expenditure  
21 until they have been transferred to another line item in this part  
22 under section 393(2) of the management and budget act, 1984 PA 431,  
23 MCL 18.1393.

24 (4) In addition to the funds appropriated in part 1, there is  
25 appropriated an amount not to exceed \$100,000.00 for private  
26 contingency funds. These funds are not available for expenditure  
27 until they have been transferred to another line item in this part  
28 under section 393(2) of the management and budget act, 1984 PA 431,  
29 MCL 18.1393.



1           Sec. 210. A department or agency shall cooperate with the  
2 department of technology, management, and budget to maintain a  
3 searchable website accessible by the public at no cost that  
4 includes, but is not limited to, all of the following for each  
5 department or agency:

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

11           Sec. 211. Not later than 14 days after the release of the  
12 executive budget recommendation, the department shall cooperate  
13 with the state budget office to provide an annual report on  
14 estimated state restricted fund balances, state restricted fund  
15 projected revenues, and state restricted fund expenditures for the  
16 previous 2 fiscal years. The report must be submitted to the  
17 standard report recipients and to the chairpersons of the senate  
18 and house appropriations committees.

19           Sec. 212. To the extent permissible under the management and  
20 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director of  
21 each department or agency receiving appropriations under part 1  
22 shall take all reasonable steps to ensure geographically  
23 disadvantaged business enterprises compete for and perform  
24 contracts to provide services or supplies, or both. Each director  
25 shall strongly encourage firms with which the department or agency  
26 contracts to subcontract with certified geographically  
27 disadvantaged business enterprises for services, supplies, or both.  
28 As used in this section, "geographically disadvantaged business  
29 enterprises" means that term as defined in Executive Directive No.



1 2023-1.

2 Sec. 213. On a quarterly basis, the department shall report on  
3 the number of full-time equated positions in pay status by civil  
4 service classification, including a comparison by line item of the  
5 number of full-time equated positions authorized from funds  
6 appropriated in part 1 to the actual number of full-time equated  
7 positions employed by the department at the end of the reporting  
8 period. The report must be submitted to the standard report  
9 recipients and the senate and house appropriations committees.

10 Sec. 214. If the state administrative board, acting under  
11 section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount  
12 appropriated under part 1, the legislature may, by a concurrent  
13 resolution adopted by a majority of the members elected to and  
14 serving in each house, intertransfer funds within part 1 for the  
15 particular department, board, commission, officer, or institution.

16 Sec. 215. (1) The department shall maximize utilization of its  
17 in-person state workforce. The department shall prioritize  
18 occupancy utilization of office space for each division within the  
19 department. Employees with job responsibilities that require the  
20 employees to serve in their capacities outside of an office shall  
21 be monitored each pay period to ensure all work hours reported on  
22 the timesheet were actually worked.

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

28 (3) The department shall adhere to the rules and regulations  
29 of civil service, which state that the standard biweekly work



1 period for a full-time employee in the classified service is the  
 2 equivalent of 80 hours of work. The department shall establish  
 3 policies and processes to ensure all employees are working their  
 4 jobs during agreed-upon business hours.

5 Sec. 216. The department shall receive and retain copies of  
 6 all reports funded from appropriations in part 1. The department  
 7 shall follow federal and state law and guidelines for short-term  
 8 and long-term retention of records. The department may  
 9 electronically retain copies of reports unless otherwise required  
 10 by federal or state guidelines.

11 Sec. 217. Not later than April 1, the department shall report  
 12 on each specific policy change made to implement a public act  
 13 affecting the department that took effect during the previous  
 14 calendar year. The report must include reference to the public act  
 15 that necessitates the change. The department shall submit the  
 16 report to the standard report recipients, the senate and house  
 17 appropriations committees, and the joint committee on  
 18 administrative rules.

19 Sec. 218. The department must provide an annual report to the  
 20 standard report recipients detailing federal policy changes that  
 21 do, or are expected to do, any of the following:

22 (a) Affect the operations of the department, including  
 23 reductions in federal revenue.

24 (b) Affect an industry, community, population, or other group  
 25 regulated or served by, or that otherwise engages with, the  
 26 department.

27 (c) Create a regulatory gap that could negatively impact the  
 28 public.

29 Sec. 219. (1) Funds appropriated in part 1 must not be used to



1 restrict or impede a marginalized community's access to government  
2 resources, programs, or facilities.

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

6 Sec. 220. To the extent possible, the department shall not  
7 expend appropriations under part 1 until all existing authorized  
8 work project funds available for the same purposes are exhausted.

9 Sec. 221. Not later than 6 months after a state budget office  
10 issues work project letters, the department, or agency shall submit  
11 an annual report that summarizes all work project accounts. The  
12 report must include all of the following:

13 (a) A list of all work project accounts.

14 (b) The status of all work project accounts, including amounts  
15 expended, amounts encumbered, and available balances for each  
16 account.

17 (c) The amount of funds that lapsed from any previously  
18 designated work project accounts, the name and description of the  
19 work project account, and the funds that received the lapsed  
20 amounts.

21 Sec. 222. Total authorized appropriations from all sources  
22 under part 1 for legacy costs for the fiscal year ending September  
23 30, 2026 are estimated at \$21,488,800.00. From this amount, total  
24 appropriations for pension-related legacy costs for the department  
25 are estimated at \$21,488,800.00. Total appropriations for retiree  
26 health care legacy costs for the department are estimated at \$0.

27 Sec. 223. Not later than April 1, the department shall provide  
28 to the standard report recipients a copy of its annual strategic  
29 plan prepared in compliance with section 363 of the management and



1 budget act, 1984 PA 431, MCL 18.1363. The plan must include the  
2 mission, vision, goals, strategies, and performance measures of the  
3 department.

4 Sec. 224. The department shall report on any court settlement  
5 that may require further legislative review of state statutory  
6 programs or regulations.

7 Sec. 225. Not later than November 15, the department shall  
8 disclose on a publicly accessible website private and other third-  
9 party funds received by the department in the previous fiscal year.  
10 The report must include the amount of funding received, the  
11 specific source of funding received, the purpose for which funding  
12 was expended, and the amount of any remaining funds. The report  
13 must be submitted to the standard report recipients and to the  
14 chairpersons of the senate and house appropriations committees.

15 Sec. 227. (1) Not later than 30 days after enactment of this  
16 act, the house of representatives and senate shall provide to the  
17 state budget office a jointly agreed-upon list of legislatively  
18 directed spending items funded in part 1 as defined in section 364  
19 of the management and budget act, 1984 PA 431, MCL 18.364. The list  
20 must include all information and documents pertaining to the funded  
21 items as publicly disclosed in accordance with sections 364 and  
22 364a of the management and budget act, 1984 PA 431, MCL 18.364 and  
23 18.364a.

24 (2) In accordance with section 364(4) of the management and  
25 budget act, 1984 PA 431, MCL 18.364, the department or agency  
26 administering the grant shall post a report in a publicly  
27 accessible location on its website beginning March 15 of the  
28 current fiscal year. The department or agency shall update the  
29 report and shall post an updated report not later than June 15 of



1 the current fiscal year and again not later than September 15 of  
 2 the current fiscal year. The department shall include in the report  
 3 the most comprehensive information the department has available at  
 4 the time of posting for grants awarded.

5 Sec. 228. The state budget director shall take steps to ensure  
 6 that all state fiscal recovery funds allocated to this state under  
 7 the American rescue plan act of 2021, Public Law 117-2, are  
 8 expended by December 31, 2026, as required by law. Any state fiscal  
 9 recovery funds that would otherwise lapse after September 30, 2026  
 10 are automatically reappropriated for the same purpose as originally  
 11 authorized and available for expenditure through December 31, 2026  
 12 and any subsequent financial close out period.

13 Sec. 229. (1) The state budget director shall take steps to  
 14 ensure that all state fiscal recovery funds allocated to this state  
 15 under the American rescue plan act of 2021, Public Law 117-2, are  
 16 expended by December 31, 2026, as required by law. The state budget  
 17 director may reallocate appropriated funds for the purpose of fully  
 18 utilizing state fiscal recovery funds that are in jeopardy of not  
 19 meeting the expenditure deadline for reasons that may include, but  
 20 are not limited to, completed projects coming in under budget or  
 21 funds unable to be fully used by subrecipients. The state budget  
 22 director shall reallocate any of the funds reallocated under this  
 23 subsection to the programs or purposes specified in this section.  
 24 Any funds reallocated are unappropriated and immediately  
 25 reappropriated for the following purposes:

26 (a) To reclassify general fund/general purpose appropriations  
 27 for payroll and covered benefits for eligible public health and  
 28 safety employees at the department of corrections.

29 (b) To reclassify general fund/general purpose appropriations



1 for payroll and covered benefits for eligible public health and  
2 safety employees at the department of state police.

3 (2) All applicable guidance, implementation, and reporting  
4 provisions of the American rescue plan act of 2021, Public Law 117-  
5 2, must be followed for state fiscal recovery funds reallocated and  
6 reappropriated under subsection (1).

7 (3) The state budget director shall notify the senate and the  
8 house appropriations committees not later than 1 business day after  
9 making any reallocations under subsection (1). The notification  
10 must include the authorized program under which funds were  
11 originally appropriated, the amount of the reallocation, the  
12 program, or programs, or purpose, and the department to which the  
13 funds are being reallocated under subsection (1), and the amount  
14 reallocated to each program or purpose.

15 Sec. 230. (1) In addition to any other requirements under this  
16 part, if the department is authorized under this part to expend  
17 funds in addition to those appropriated in part 1, the department  
18 must do all of the following:

19 (a) Not later than November 1, provide a report to the  
20 chairpersons of the house and senate appropriations committees, the  
21 house and senate fiscal agencies, and the state budget office that  
22 details all of the following:

23 (i) The type of funding received during the previous fiscal  
24 year that was authorized in part 2 of the article that made  
25 appropriations for the department in the previous fiscal year.

26 (ii) When the funding was received.

27 (iii) The amount of funding received.

28 (iv) How much of the funding was spent and for what purpose or  
29 purposes.



1 (b) Not later than 60 days after receipt of funds authorized  
 2 under this part, provide a report to the chairpersons of the house  
 3 and senate appropriations committees, the house and senate fiscal  
 4 agencies, and the state budget office that details all of the  
 5 following:

6 (i) The type of funding received.

7 (ii) When the funding was received.

8 (iii) The amount of funding received.

9 (iv) The anticipated or actual amount to be spent and the  
 10 specified purpose or purposes.

11 (c) Not later than February 15, provide a report to the  
 12 chairpersons of the house and senate appropriations committees, the  
 13 house and senate fiscal agencies, and the state budget office with  
 14 an estimate of funding authorized by this part that the department  
 15 anticipates it will receive in the subsequent fiscal year,  
 16 identifying all of the following:

17 (i) The type or types of funding anticipated.

18 (ii) The amount or amounts of funding anticipated.

19 (iii) The purpose or purposes of the funding.

20 (2) If another reporting requirement under this part would  
 21 provide substantially similar information on a substantially  
 22 similar time frame as would be reported under subsection (1),  
 23 subsection (1) does not apply.

24 Sec. 252. (1) The department may charge registration fees to  
 25 attendees of informational, training, or special events that are  
 26 sponsored by the department and related to activities under the  
 27 department's purview.

28 (2) The registration fees must reflect the costs for the  
 29 department to sponsor the informational, training, or special



1 events.

2 (3) Revenue generated by the registration fees is appropriated  
3 on receipt and may be expended by the department to cover the  
4 department's costs of sponsoring informational, training, or  
5 special events.

6 (4) Revenue generated by registration fees in excess of the  
7 department's costs of sponsoring informational, training, or  
8 special events carries forward to the subsequent fiscal year and  
9 does not lapse to the general fund.

10 (5) The amount appropriated under subsection (3) must not  
11 exceed \$1,000,000.00.

12 Sec. 253. The department may provide to interested entities  
13 otherwise unavailable customized listings of nonconfidential  
14 information, such as the names and addresses of licensees, in the  
15 department's possession. The department may establish and collect a  
16 reasonable fee to provide this service. Revenue generated from this  
17 service is appropriated on receipt and must be used to offset the  
18 expenses of the service. Any balance of this revenue collected and  
19 unexpended at the end of the fiscal year lapses to the appropriate  
20 restricted fund.

21 Sec. 254. (1) The department shall sell documents at a price  
22 not to exceed the cost of production and distribution. Money  
23 received from the sale of these documents reverts to the  
24 department. In addition to the funds appropriated in part 1, funds  
25 received by the department under this subsection may be expended by  
26 the department upon receipt by the department of treasury. This  
27 subsection applies for only the following:

28 (a) Corporation and securities division documents, reports,  
29 and papers required or permitted by law in accordance with section



1 1060(6) of the business corporation act, 1972 PA 284, MCL 450.2060.

2 (b) The Michigan liquor control code of 1998, 1998 PA 58, MCL  
3 436.1101 to 436.2303.

4 (c) The mobile home commission act, 1987 PA 96, MCL 125.2301  
5 to 125.2350; the business corporation act, 1972 PA 284, MCL  
6 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,  
7 MCL 450.2101 to 450.3192; and the uniform securities act (2002),  
8 2008 PA 551, MCL 451.2101 to 451.2703.

9 (d) Construction code manuals.

10 (e) Copies of transcripts from administrative law hearings.

11 (2) In addition to the funds appropriated in part 1, funds  
12 appropriated for the department under sections 57, 58, and 59 of  
13 the administrative procedures act of 1969, 1969 PA 306, MCL 24.257,  
14 24.258, and 24.259, and section 203 of the legislative council act,  
15 1986 PA 268, MCL 4.1203, are appropriated for all expenses  
16 necessary to provide for the cost of publication and distribution.

17 (3) Unexpended funds at the end of the fiscal year carry  
18 forward to the subsequent fiscal year and do not lapse to the  
19 general fund.

20 Sec. 255. (1) Grants supported with private revenues received  
21 by the department are appropriated on receipt and may be expended  
22 by the department for the purposes specified within the grant  
23 agreement and as permitted under state and federal law.

24 (2) Not later than 10 days after the receipt of a private  
25 grant appropriated in subsection (1), the department shall notify  
26 the chairpersons of the subcommittees, the senate and house fiscal  
27 agencies, and the state budget office of the receipt of the grant,  
28 including the fund source, purpose, and amount of the grant.

29 (3) The amount appropriated under subsection (1) must not



1 exceed \$4,000,000.00.

2 Sec. 256. Unless prohibited by law, the department may accept  
3 credit card or other electronic means of payment for licenses,  
4 fees, or permits. Not later than February 1, the department shall  
5 report on fees collected from credit card payments for licenses,  
6 fees, and permits in the previous year.

7 Sec. 257. The department may carry into the succeeding fiscal  
8 year unexpended federal pass-through funds to local institutions  
9 and governments that do not require additional state matching  
10 funds. Federal pass-through funds to local institutions and  
11 governments that are received in amounts in addition to those  
12 included in part 1 and that do not require additional state  
13 matching funds are appropriated for the purposes intended for the  
14 federal pass-through funds. Not later than 14 days after the  
15 receipt of federal pass-through funds, the department shall notify  
16 the chairpersons of the subcommittees, the senate and house fiscal  
17 agencies, and the state budget office of pass-through funds  
18 appropriated under this section.

19 Sec. 258. (1) Not later than December 31, the department shall  
20 submit a report that pertains to licensing and regulatory programs  
21 overseen by the following agencies:

- 22 (a) Liquor control commission.  
23 (b) Bureau of fire services.  
24 (c) Corporations, securities, and commercial licensing bureau.  
25 (d) Bureau of professional licensing.

26 (2) The report under subsection (1) must be in a format that  
27 is consistent between the agencies listed in subsection (1) and  
28 must provide, but is not limited to, the following information for  
29 the previous fiscal year, as applicable, for each agency:



- 1 (a) Revenue generated by and expenditures disbursed for each  
2 regulatory fund.
- 3 (b) The renewal cycle and amount of each fee charged.
- 4 (c) Number of initial applications.
- 5 (d) Number of initial applications denied.
- 6 (e) Number of license renewals.
- 7 (f) Average amount of time to approve or deny completed  
8 applications.
- 9 (g) Number of examinations proctored for initial applications.
- 10 (h) A description of the types of complaints received.
- 11 (i) A description of the process used to resolve complaints.
- 12 (j) Number of complaints received.
- 13 (k) Number of complaints investigated.
- 14 (l) Number of complaints closed with no action.
- 15 (m) Number of complaints resulting in administrative actions  
16 or citations.
- 17 (n) Average amount of time to complete investigations.
- 18 (o) Number of enforcement actions, including license  
19 revocations, suspensions, and fines.
- 20 (p) A description of the types of enforcement actions taken  
21 against licensees.
- 22 (q) Number of administrative hearing adjudications.
- 23 (3) An agency listed in subsection (1)(a) or (b) shall report  
24 by regulated activity and an agency listed in subsection (1)(c) or  
25 (d) shall report by regulatory product or regulated activity, or  
26 both.
- 27 (4) As used in this section:
- 28 (a) "Regulated activity" means the particular activities,  
29 entities, facilities, and industries regulated by the agencies



1 specified in subsection (1).

2 (b) "Regulatory product" means each occupation, profession,  
3 trade, or program, which includes licensure, certification,  
4 registration, inspection, review, permitting, approval, or any  
5 other regulatory service provided by the agencies specified in  
6 subsection (1) for each regulated activity.

7 Sec. 260. Not later than March 30, the regulatory  
8 effectiveness office shall submit a report to the standard report  
9 recipients that includes the following information:

10 (a) Legislative recommendations for actions to take to improve  
11 the effectiveness of licensing and regulation, including ideas that  
12 make the licensing environment accessible to more consumers while  
13 maintaining consumer protection.

14 (b) A plan from the department detailing actions needed to  
15 improve licensing and regulatory effectiveness for consumers and  
16 departmental actions, as well as detailed actions they have already  
17 taken.

18 (c) The number of new licenses issued by category and number  
19 of those applied in those categories.

20 (d) The average turnaround time, in days, for licenses by  
21 category.

22 (e) A plan from the department detailing actions needed to  
23 improve internal compliance, risk management, and departmental  
24 actions, as well as detailed actions they have already taken.

25 Sec. 280. (1) The attorney general support fund is created  
26 within the department of treasury.

27 (2) Any unexpended funds in the attorney general support fund  
28 created in this section shall be carried forward and are available  
29 for expenditure under this section.



1 (3) Funds may be spent from the attorney general support fund  
2 only on appropriation, or legislative transfer pursuant to section  
3 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

4 (4) The state treasurer may receive money or other assets from  
5 any source for deposit into the attorney general support fund. The  
6 state treasurer shall direct the investment of the attorney general  
7 support fund. The state treasurer shall credit to the attorney  
8 general support fund interest and earnings from the attorney  
9 general support fund.

10 (5) Funds in the attorney general support fund at the close of  
11 the fiscal year remain in the attorney general support fund and do  
12 not lapse to the general fund.

13 (6) The department is the administrator of the fund for  
14 auditing purposes.

15 (7) From fees authorized under section 1060 of the business  
16 corporation act, 1972 PA 284, MCL 450.2060, \$8,112,200.00 is  
17 appropriated to the attorney general support fund.

18 (8) From the attorney general support fund created in  
19 subsection (1), \$8,112,200.00 is appropriated.

20  
21 **PUBLIC SERVICE COMMISSION**

22 Sec. 301. (1) The public service commission administers the  
23 low-income energy assistance grant program on behalf of the  
24 Michigan department of health and human services via an interagency  
25 agreement. Funds supporting the grant program are appropriated to  
26 the department upon the awarding of grants and may be expended for  
27 grant payments and administrative-related expenses incurred in the  
28 operation of the grant program.

29 (2) No later than March 30, the public service commission



1 shall submit a report to the standard report recipients based on  
2 the grants administered, including:

3 (a) Median annual household income for recipients of the  
4 grant.

5 (b) Number of grants administered in each county of this  
6 state.

7 Sec. 302. (1) From the funds appropriated in part 1, the  
8 Michigan public service commission shall conduct at least 4 public  
9 hearings in this state. Subject to the requirements of this  
10 section, if there is a city in this state with a population between  
11 195,000 and 700,000 according to the most recent federal decennial  
12 census, a public hearing required under this section must be  
13 conducted in that city.

14 (2) Not later than September 30, the Michigan public service  
15 commission shall submit a report to the standard report recipients  
16 that details the outcomes of the public hearings required under  
17 this section and summarizes the public comments that were received  
18 during the public hearings.

19 Sec. 303. (1) From the funds appropriated in part 1 for the  
20 Michigan public service commission, the department shall designate  
21 1 FTE to assist consumers with utility issues, utility disruption,  
22 or outages.

23 (2) On a monthly basis, the commission shall make the  
24 following available on its website:

25 (a) The average electric rates for commission-regulated  
26 electric utilities.

27 (b) A comparison of monthly residential electric bills for  
28 commission-regulated electric utilities.

29 (c) The power supply cost recovery factors for all commission-



1 regulated electric utilities.

2 (d) The natural gas rates for commission-regulated natural gas  
3 utilities.

4 (e) The gas cost recovery factors for commission-regulated  
5 natural gas utilities.

6 (f) Monthly reliability data for commission-rate-regulated  
7 electric utilities.

8 (g) The number of utility consumers assisted by the commission  
9 for utility disruption, outages, and other utility issues.

10 (h) The number of formal complaints received in the month.  
11

12 **LIQUOR CONTROL COMMISSION**

13 Sec. 401. (1) From the funds appropriated in part 1 from the  
14 direct shipper enforcement revolving fund, the liquor control  
15 commission shall expend the funds as required under section 203(11)  
16 of the Michigan liquor control code of 1998, 1998 PA 58, MCL  
17 436.1203, to investigate and audit unlawful direct shipments of  
18 wine by unlicensed wineries and retailers, with priority directed  
19 toward unlicensed out-of-state retailers and third-party marketers.  
20 In addition to other investigative methods, the commission shall  
21 use shipping records available to the commission under section  
22 203(21) of the Michigan liquor control code of 1998, 1998 PA 58,  
23 MCL 436.1203, to assist with the effort to investigate and audit  
24 unlawful direct shipments of wine by unlicensed wineries and  
25 retailers. The liquor control commission shall refer all identified  
26 unlicensed out-of-state retailers and third-party marketers to the  
27 attorney general.

28 (2) Not later than February 1, the liquor control commission  
29 shall provide a report to the legislature and the standard report



1 recipients that details the commission's activities to investigate  
2 and audit the illegal shipping of wine and the results of the  
3 activities. The report must include all of the following:

4 (a) Work hours spent, specific actions performed, and the  
5 number of full-time equated positions dedicated to identifying and  
6 stopping unlicensed out-of-state retailers, third-party marketers,  
7 and wineries that ship illegally in Michigan.

8 (b) General overview of expenditures associated with efforts  
9 to identify and stop unlicensed out-of-state retailers, third-party  
10 marketers, and wineries that ship illegally in this state.

11 (c) Number of out-of-state entities found to have illegally  
12 shipped wine into this state and total number of 750 ml bottles,  
13 number of cases with 750 ml bottles, number of liters, number of  
14 gallons, or weight of illegally shipped wine. These items must be  
15 itemized by total number of retailers and total number of wineries.

16 (d) Suggested areas of focus on how to address direct shipper  
17 enforcement and illegal importation in the future.

18 (e) Number of unlicensed out-of-state entities found to have  
19 illegally shipped wine into this state that were identified with  
20 the shipping records described in subsection (1).

21 (f) Number of notices sent under subsection (3).

22 (3) From the funds appropriated in part 1 from the direct  
23 shipper enforcement revolving fund, the liquor control commission  
24 shall send a notice to each unlicensed out-of-state entity found to  
25 have illegally shipped wine into this state. The notice must  
26 include all of the following statements:

27 (a) That shipping wine into this state by unlicensed out-of-  
28 state retailers and third-party marketers is illegal, and wineries  
29 shipping into this state must obtain a direct shipper license.



1 (b) That under section 909 of the Michigan liquor control code  
 2 of 1998, 1998 PA 58, MCL 436.1909, making unlawful shipments of  
 3 wine into this state may be a felony punishable by imprisonment for  
 4 not more than 4 years or a fine of not more than \$5,000.00, or  
 5 both.

6 (c) That the matter has been referred to the attorney general.  
 7

8 **OCCUPATIONAL REGULATION**

9 Sec. 501. The department shall not expend the funds  
 10 appropriated under this part and part 1 for the bureau of fire  
 11 services unless, in accordance with section 2c of the fire  
 12 prevention code, 1941 PA 207, MCL 29.2c, inspection and plan review  
 13 fees are charged according to the following fee schedule:

14 Operation and maintenance inspection fee

15	<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
16	Hospitals	Any	\$8.00 per bed

17	<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
18	Nursing Homes	Any	\$5.00 per bed

19	<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
20	Homes for the		\$5.00 per bed
21	Aged	Any	

22	<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
23	Adult Foster Care	Greater than 6	\$5.00 per bed
24		residents	

25 Plan review and construction inspection fees for  
 26 hospitals and schools

27	<u>Project cost range</u>	<u>Fee</u>
28	\$101,000.00 or less	minimum fee of \$155.00
29	\$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00



1     \$1,500,001.00 to \$10,000,000.00                     \$1.30 per \$1,000.00  
 2     \$10,000,001.00 or more                                 \$1.10 per \$1,000.00  
 3   or a maximum fee of \$60,000.00.

4             Sec. 502. The funds collected by the department for licenses,  
 5 permits, and other elevator regulation fees under the Michigan  
 6 Administrative Code and as determined under section 8 of 1976 PA  
 7 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL 408.816, that  
 8 are unexpended at the end of the fiscal year carry forward to the  
 9 subsequent fiscal year.

10            Sec. 503. Not later than February 15, the department shall  
 11 submit a report to the standard report recipients that provides all  
 12 of the following information:

13            (a) The number of veterans who were separated from service in  
 14 the Armed Forces of the United States with an honorable character  
 15 of service or under honorable conditions (general) character of  
 16 service, individually or if the veteran holds a majority interest  
 17 of a corporation or limited liability company, that were exempted  
 18 from paying licensure, registration, filing, or any other fees  
 19 collected under each licensure or regulatory program administered  
 20 by the bureau of construction codes, the bureau of professional  
 21 licensing, and the corporations, securities, and commercial  
 22 licensing bureau during the previous fiscal year.

23            (b) The specific fees and total amount of revenue exempted  
 24 under each licensure or regulatory program administered by the  
 25 bureau of construction codes, the bureau of professional licensing,  
 26 and the corporations, securities, and commercial licensing bureau  
 27 during the previous fiscal year.

28            (c) The actual costs of providing licensing and other  
 29 regulatory services to veterans exempted from paying licensure,



1 registration, filing, or any other fees during the previous fiscal  
2 year and a description of how the actual costs were calculated.

3 (d) The estimated amount of revenue that will be exempted  
4 under each licensure or regulatory program administered by the  
5 bureau of construction codes, the bureau of professional licensing,  
6 and the corporations, securities, and commercial licensing bureau  
7 in both the current and subsequent fiscal years and a description  
8 of how the exempted revenue was estimated.

9 Sec. 504. Revenue collected by the department for the bureau  
10 of community and health systems from fees and collections that  
11 exceeds the amount appropriated in part 1, the revenue must be  
12 carried forward into the subsequent fiscal year. The revenue  
13 carried forward under this section must be used as the first source  
14 of funds in the subsequent fiscal year.

15 Sec. 505. (1) To defray the costs associated with responding  
16 to false final inspection appointments and to discourage the  
17 practice of calling for final inspections when a project is  
18 incomplete or noncompliant with a plan of correction previously  
19 provided by the bureau of fire services, the bureau of fire  
20 services may assess a fee of not more than \$500.00 for responding  
21 to a second or subsequent confirmed false inspection appointment.  
22 Fees collected under this section must be deposited into the  
23 restricted account described in section 2c of the fire prevention  
24 code, 1941 PA 207, MCL 29.2c, and explicitly identified within the  
25 statewide integrated governmental management applications system.

26 (2) Not later than September 30, the department shall submit a  
27 report to the standard report recipients that provides all of the  
28 following:

29 (a) The amount of the fee assessed under subsection (1).



1 (b) The number of fees assessed and issued per region.

2 (c) The cost allocation for the work performed and reduced as  
3 a result of this section.

4 (d) Any recommendations for consideration by the legislature.

5 Sec. 506. Not later than November 30, the department shall  
6 submit a report to the standard report recipients on the Michigan  
7 automated prescription system. The report must include, but is not  
8 limited to, all of the following:

9 (a) The total number of licensed health professionals  
10 registered to the Michigan automated prescription system.

11 (b) The total number of dispensers registered to the Michigan  
12 automated prescription system.

13 (c) The total number of prescribers using the Michigan  
14 automated prescription system.

15 (d) The total number of dispensers using the Michigan  
16 automated prescription system.

17 (e) The total number of cases related to overprescribing,  
18 overdensing, and drug diversion where the department took  
19 administrative action because of information and data generated  
20 from the Michigan automated prescription system.

21 (f) The total number of hospitals, doctor's offices,  
22 pharmacies, and other health facilities that have integrated the  
23 Michigan automated prescription system into the facility's  
24 electronic health records systems.

25 (g) The total number of delegate users registered to the  
26 Michigan automated prescription system.

27 Sec. 507. (1) From the funds appropriated in part 1 for bureau  
28 of construction codes, not less than \$900,000.00 must be allocated  
29 for additional inspections and enforcement activities related to



1 the carnival-amusement safety act of 1966, 1966 PA 225, MCL 408.651  
 2 to 408.670, and the ski area safety act of 1962, 1962 PA 199, MCL  
 3 408.321 to 408.344.

4 (2) Not later than March 30, the department shall submit a  
 5 report to the standard report recipients that details the  
 6 allocation of funds under this section. The report must include an  
 7 itemized listing of how the funds were used.

8 Sec. 508. (1) Funds remaining in the homeowner construction  
 9 lien recovery fund are appropriated to the department for payment  
 10 of court-ordered homeowner construction lien recovery fund  
 11 judgments entered before August 23, 2010. Subject to available  
 12 funds, the payment of final judgments must be made in the order in  
 13 which the final judgments were entered and began accruing interest.

14 (2) No later than September 30, the department shall transmit  
 15 a report to the standard report recipients that details the revenue  
 16 sources for the fund.

17 Sec. 509. From the funds appropriated in part 1 for the bureau  
 18 of fire services, in accordance with the requirements under section  
 19 21c of the fire prevention code, 1941 PA 207, MCL 29.21c, the  
 20 bureau shall perform or work in cooperation with local units of  
 21 government to perform inspections at places of public assembly that  
 22 pose the highest risk to occupants for injury or fatality based on  
 23 the size, density, or the nature of activities performed within the  
 24 facility.

25 Sec. 510. From the funds appropriated in part 1 for bureau of  
 26 survey and certification, the department shall submit a report  
 27 pertaining to bureau activities, including surveys and  
 28 investigations of nursing homes, hospitals, and acute continuing  
 29 care providers to the standard report recipients and the



1 chairpersons of the senate and house subcommittees with  
 2 jurisdiction over the budget for the department of health and human  
 3 services not later than March 30.

4

5 **CANNABIS REGULATORY AGENCY**

6 Sec. 601. Not later than January 31, the department shall  
 7 submit a comprehensive report to the standard report recipients for  
 8 all marihuana programs administered by the cannabis regulatory  
 9 agency. This report must include, but is not limited to, all of the  
 10 following information for the previous fiscal year regarding the  
 11 marihuana programs under the Michigan Medical Marihuana Act, 2008  
 12 IL 1, MCL 333.26421 to 333.26430, the medical marihuana facilities  
 13 licensing act, 2016 PA 281, MCL 333.27101 to 333.27801, and the  
 14 Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL  
 15 333.27951 to 333.27967:

16 (a) The number of initial applications received, by license  
 17 category.

18 (b) The number of initial applications approved and the number  
 19 of initial applications denied, by license category.

20 (c) The average amount of time, from receipt to approval or  
 21 denial, to process an initial application, by license category.

22 (d) The number of renewal applications approved, by license  
 23 category and by county.

24 (e) The number of renewal applications received, by license  
 25 category and by county, if applicable.

26 (f) The number of renewal applications denied, by license  
 27 category and by county.

28 (g) The average amount of time, from receipt to approval or  
 29 denial, to process a renewal application, by license category, if



1 applicable.

2 (h) The percentage of initial applications not approved or  
3 denied within the time requirements established in the respective  
4 act, by license category, if applicable.

5 (i) The percentage of renewal applications not approved or  
6 denied within the time requirements established in the respective  
7 act, by license category, if applicable.

8 (j) The total amount collected from application fees or  
9 established regulatory assessment and the specific fund the amount  
10 is deposited into, by license category.

11 (k) The registered names and addresses of all facilities  
12 licensed under each act, by license category and by county.

13 (l) The number of complaints received pertaining to each act,  
14 by license type or regulatory activity.

15 (m) A description of the types of complaints received.

16 (n) A description of the process used to resolve complaints.

17 (o) The number of investigations opened pertaining to each  
18 license category.

19 (p) The number of investigations closed pertaining to each  
20 license category.

21 (q) The average amount of time to complete investigations  
22 pertaining to each license category.

23 (r) The number of enforcement actions pertaining to each  
24 license category.

25 (s) A description of the types of enforcement actions taken  
26 against licensees.

27 (t) The number of administrative-hearing adjudications  
28 pertaining to each license type.

29 (u) A list of the fees charged for license applications,



1 license renewals, and registry cards.

2 (v) The costs of administering the licensing program under  
3 each act.

4 Sec. 602. From the funds appropriated in part 1, the cannabis  
5 regulatory agency shall post on a publicly accessible website a  
6 list of all of the following:

7 (a) The number of investigative reports that identify  
8 violations of the Michigan Medical Marihuana Act, 2008 IL 1, MCL  
9 333.26421 to 333.26430, the medical marihuana facilities licensing  
10 act, 2016 PA 281, MCL 333.27101 to 333.27801, or the Michigan  
11 Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951  
12 to 333.27967, or violations of administrative rules promulgated  
13 under the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26421  
14 to 333.26430, the medical marihuana facilities licensing act, 2016  
15 PA 281, MCL 333.27101 to 333.27801, or the Michigan Regulation and  
16 Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967.

17 (b) The number of investigative reports that identify  
18 suspected marihuana product that does not have the tracking numbers  
19 assigned by the statewide monitoring system affixed, tagged, or  
20 labeled as required by law.

21 (c) The number of complaints filed by the public with the  
22 agency that concern either of the following:

23 (i) Marihuana product that does not have the tracking numbers  
24 assigned by the statewide monitoring system affixed, tagged, or  
25 labeled as required by law.

26 (ii) Unlicensed commercial production or sale of delta-8 THC.

27 (d) The number and outcome of all agency disciplinary  
28 proceedings initiated against any licensee subject to the reports  
29 or complaints in subdivisions (a), (b), and (c).



1 (e) The number of reports the agency referred to the  
2 department of state police or other appropriate law enforcement  
3 agency.

4 (f) For any licensee subject to disciplinary proceedings  
5 initiated by the agency:

6 (i) Name of the licensee.

7 (ii) Description of the allegation.

8 (iii) Complaint type.

9 (iv) Process used to resolve the allegation.

10 (v) Name of the law enforcement agency the allegation was  
11 referred to, including the date of the referral.

12 (vi) Current license status on the day of the report and  
13 whether or not the license was suspended, surrendered, or revoked.

14 (vii) Fines or other penalties issued.

15 (g) The number of licenses suspended, surrendered, or revoked.

16 Sec. 603. (1) Not later than January 31, the department shall  
17 submit a comprehensive report to the standard report recipients for  
18 all hemp programs administered by the cannabis regulatory agency.  
19 The report must include, but is not limited to, all of the  
20 following:

21 (a) The total amount of fees collected by the cannabis  
22 regulatory agency from regulatory and licensing activities related  
23 to hemp and hemp processor-handlers.

24 (b) The total cost of administering hemp regulatory and  
25 licensing programs.

26 (c) The total number of hemp processor-handlers licensed in  
27 this state, by county.

28 (d) A list and description of any fees that the cannabis  
29 regulatory agency assesses on hemp processor-handler licensees.



1 (2) Not later than January 31, the department shall submit a  
 2 comprehensive report to the standard report recipients for all hemp  
 3 programs administered by the cannabis regulatory agency. The report  
 4 must include, but is not limited to, all of the following:

5 (a) The total amount of fees collected by the cannabis  
 6 regulatory agency from regulatory and licensing activities related  
 7 to hemp and hemp processor-handlers.

8 (b) The total cost of administering hemp regulatory and  
 9 licensing programs.

10 (c) The total number of hemp processor-handlers in this state,  
 11 by county.

12 (d) A list and description of any fees that the cannabis  
 13 regulatory agency assesses on hemp processor-handler licensees.

14 (e) The number of inspections conducted per year and the  
 15 result of each inspection.

16 (f) The number of hemp license applications and hemp license  
 17 approvals per year.

18  
 19 **COMMISSIONS**

20 Sec. 801. If Byrne formula grant funding is awarded to the  
 21 Michigan indigent defense commission created under section 5 of the  
 22 Michigan indigent defense commission act, 2013 PA 93, MCL 780.985,  
 23 the Michigan indigent defense commission may receive and expend  
 24 Byrne formula grant funds as an interdepartmental grant from the  
 25 department of state police. The Michigan indigent defense  
 26 commission may receive and expend federal grant funds from the  
 27 United States Department of Justice.

28 Sec. 802. From the funds appropriated in part 1, not later  
 29 than March 1, the Michigan indigent defense commission shall submit



1 a report to the standard report recipients on all of the following  
2 information:

3 (a) The incremental costs associated with the standard  
4 development process, the compliance plan process, and the  
5 collection of data from all indigent defense systems and attorneys  
6 providing indigent defense. The Michigan indigent defense  
7 commission shall place particular emphasis on the costs that may be  
8 avoided after standards are developed and compliance plans are in  
9 place.

10 (b) A detailed explanation of the total cost calculation for  
11 each indigent defense standard and juvenile indigent defense  
12 standard for which grant recipients are receiving state grant  
13 funding. This explanation must include a comprehensive itemization  
14 of the types of costs included for each standard.

15 (c) An itemized listing of how much funding each grant  
16 recipient is receiving for each indigent defense standard and  
17 juvenile indigent defense standard.

18 (d) An explanation of the specific causal factors associated  
19 with any increase or decrease of Michigan indigent defense  
20 commission grant funding from the fiscal year 2023-2024 level.

21 Sec. 803. If Senate Bill No. 81 of the 103rd Legislature or  
22 House Bill No. 4070 of the 103rd Legislature is enacted, then the  
23 Michigan indigent defense commission shall utilize available  
24 funding to begin the development and implementation of minimum  
25 standards for youth defense services in accordance with the  
26 Michigan indigent defense commission act, 2013 PA 93, MCL 780.981  
27 to 780.1003.

28 Sec. 804. From the funds appropriated in part 1, the Michigan  
29 indigent defense commission shall notify the standard report



1 recipients not more than 60 days after the adoption of any new  
2 indigent defense standard. The notification must include an  
3 estimated cost projection to fund the adopted indigent defense  
4 standard for the initial and subsequent fiscal years.

5  
6 **GRANTS**

7       Sec. 901. (1) From the funds appropriated in part 1 for  
8 marihuana operation and oversight grants, the department shall  
9 expend the funds for grants to counties for education and outreach  
10 programs that relate to the Michigan medical marihuana program and  
11 the adult-use marihuana program, in accordance with section 6(l) of  
12 the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26426, and  
13 section 14 of the Michigan Regulation and Taxation of Marihuana  
14 Act, 2018 IL 1, MCL 333.27964. The grant funds may be generated  
15 from application and license fees authorized under section 8(1)(b)  
16 of the Michigan Regulation and Taxation of Marihuana Act, 2018 IL  
17 1, MCL 333.27958. The grants must be distributed proportionately  
18 based on the number of registry identification cards issued to or  
19 renewed for the residents of each county that applied for a grant  
20 under subsection (2). For the purposes of this subsection,  
21 operation and oversight grants are for education, communication,  
22 and outreach regarding the Michigan Medical Marihuana Act, 2008 IL  
23 1, MCL 333.26421 to 333.26430, and the Michigan Regulation and  
24 Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967.  
25 Grants provided under this section must not be used for law  
26 enforcement purposes.

27       (2) Not later than December 1, the department shall post a  
28 listing of potential grant funds available to each county on the  
29 department's website. In addition, the department shall work



1 collaboratively with counties regarding the availability of the  
 2 grant funds. A county that requests grant funds shall apply on a  
 3 form developed by the department and available on the department's  
 4 website. The form must contain the county's specific projected plan  
 5 for use of the grant funds and its agreement to maintain all  
 6 records and to submit documentation to the department to support  
 7 the use of the grant funds.

8 (3) To be eligible to receive a grant under subsection (1), a  
 9 county shall apply not later than January 1 and submit a report to  
 10 the department not later than September 15 on how the grant was  
 11 expended. The department shall submit a report to the standard  
 12 report recipients not later than October 15 of the subsequent  
 13 fiscal year that details the grant amounts by recipient and the  
 14 reported uses of the grants in the previous fiscal year and details  
 15 the calculation for the amount for which each county was eligible.

16 Sec. 902. (1) The funds appropriated in part 1 for firefighter  
 17 training grants must be expended only for payments to counties to  
 18 reimburse organized fire departments for firefighter training and  
 19 other activities required under the firefighters training council  
 20 act, 1966 PA 291, MCL 29.361 to 29.377.

21 (2) If the funds appropriated in part 1 for firefighter  
 22 training grants are expended by the firefighters training council  
 23 created under section 3 of the firefighters training council act,  
 24 1966 PA 291, MCL 29.363, for payments to counties under section 14  
 25 of the firefighters training council act, 1966 PA 291, MCL 29.374,  
 26 all of the following apply to the extent otherwise permissible by  
 27 law:

28 (a) The funds appropriated in part 1 for firefighter training  
 29 grants must be allocated in accordance with section 14(2) of the



1 firefighters training council act, 1966 PA 291, MCL 29.374.

2 (b) If the funds allocated to any county under subdivision (a)  
3 are less than \$5,000.00, the funds allocated to each county under  
4 subdivision (a) must be adjusted to provide for a minimum payment  
5 of \$5,000.00 to each county.

6 (3) Not later than February 1, the department shall submit a  
7 financial report to the standard report recipients that identifies  
8 all of the following information for the previous fiscal year:

9 (a) The amount of the payments that would be made to each  
10 county if the distribution formula described in section 14(2) of  
11 the firefighters training council act, 1966 PA 291, MCL 29.374,  
12 would have been utilized to allocate the total amount appropriated  
13 in part 1 for firefighter training grants.

14 (b) The amount of the payments approved by the firefighters  
15 training council for allocation to each county.

16 (c) The amount of the payments actually expended or encumbered  
17 within each county.

18 (d) A description of any other payments or expenditures made  
19 under the authority of the firefighters training council.

20 (e) The amount of payments approved for allocations to  
21 counties that was not expended or encumbered and lapsed back to the  
22 fireworks safety fund.

23  
24 **ONE-TIME APPROPRIATIONS**

25 Sec. 1001. (1) From the funds appropriated in part 1 for  
26 bureau of fire services - smoke detectors, the bureau of fire  
27 services shall purchase and distribute sealed-battery smoke  
28 detectors to the residents of this state. The bureau of fire  
29 services may purchase smoke detectors with additional capabilities



1 for individuals with physical or psychological conditions that  
2 require an accommodative technology.

3 (2) Not later than September 30, the department shall submit a  
4 report to the standard report recipients that contains all of the  
5 following information:

6 (a) The number of smoke detectors that the bureau of fire  
7 services purchased.

8 (b) The per-unit price that the bureau paid for the smoke  
9 detectors.

10 (c) An itemized list of all cities, villages, or townships  
11 that received smoke detectors and the number of smoke detectors  
12 distributed to each city, village, or township.

13 Sec. 1002. (1) From the funds appropriated in part 1 for  
14 Michigan Saves, the Michigan public service commission may award a  
15 \$500,000.00 grant to Michigan Saves to conduct a grant program for  
16 clean energy improvement and on-site wastewater system replacement  
17 or repair. Michigan Saves should grant funds to individuals within  
18 the state who have a history of having difficulty obtaining  
19 traditional capital or households with a combined income not  
20 exceeding 300% of the federal poverty level and where businesses  
21 indicate a state of financial need or vulnerability. The amount  
22 granted to a single individual or business cannot exceed  
23 \$25,000.00.

24 (2) From the funds appropriated in part 1 for Michigan Saves,  
25 the Michigan public service commission may award a \$1,000,000.00  
26 grant to a nonprofit green bank with experience in leveraging  
27 energy-efficiency and renewable energy improvements, for the  
28 purpose of making such loans more affordable for Michigan families,  
29 businesses, and public entities. Grant funds may be used to support



1 a loan loss reserve fund or other comparable financial instrument  
2 to further leverage private investment in clean energy  
3 improvements.

4 Sec. 1003. From the funds appropriated in part 1 for real  
5 estate continuing education, the bureau of professional licensing  
6 must expend the funds for grants to the Michigan Realtors  
7 Association to approve and track real estate continuing education  
8 in this state.

9 Sec. 1005. Funds appropriated in part 1 for urban search and  
10 rescue must be distributed by the bureau of fire services to  
11 support activities by the Michigan Task Force 1 in response to  
12 emergencies and other situations that require technical rescue  
13 expertise and equipment.

14 Sec. 1006. From the funds appropriated in part 1 for the  
15 cannabis regulatory agency social equity program, the cannabis  
16 regulatory agency shall further develop the program established  
17 under section 8(1)(j) of the Michigan Regulation and Taxation of  
18 Marihuana Act, 2018 IL 1, MCL 333.27958, with all of the following  
19 goals:

20 (a) To encourage and increase participation in the social  
21 equity program, with particular focus to promote and encourage  
22 participation in the marihuana industry by people from communities  
23 that have been disproportionately impacted by marihuana prohibition  
24 and enforcement.

25 (b) To establish a minimum number of licensees that are  
26 participating in the social equity program.

27 (c) To consider the area median income of a community in  
28 designating communities that have been disproportionately impacted  
29 by marihuana prohibition and enforcement.

