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Article 11

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 11-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of labor and economic opportunity are appropriated for the fiscal year ending September 30, 2027, and are anticipated to be appropriated for the fiscal year ending September 30, 2028, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1	DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY	
2	APPROPRIATION SUMMARY	
3	34.5	34.5
4	2,607.0	2,607.0
5	\$ 1,682,109,700	\$ 1,657,609,700
6		
7	0	0
8	\$ 1,682,109,700	\$ 1,657,609,700
9	1,190,870,600	1,190,870,600
10	6,200,000	6,200,000
11	8,097,200	8,097,200
12	295,779,500	293,779,500
13	\$ 181,162,400	\$ 158,662,400
14	<i>State general fund/general purpose schedule:</i>	
15	158,662,400	158,662,400
16	22,500,000	0
17	Sec. 11-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	34.5	34.5
19	75.0	75.0
20	\$ 5,015,500	\$ 5,015,500
21	10,975,600	10,975,600
22	<u>7,458,000</u>	<u>7,458,000</u>
23	\$ 23,449,100	\$ 23,449,100
24	Appropriated from:	
25	Federal revenues:	
26	12,804,600	12,804,600
27	Special revenue funds:	
28	7,367,400	7,367,400
29	\$ 3,277,100	\$ 3,277,100
30	Sec. 11-103. WORKFORCE DEVELOPMENT	
31	240.0	240.0
32	\$ 2,000,000	\$ 2,000,000

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 At-risk youth grants	5,184,500	5,184,500
2 Community and worker economic transition office-10.0		
3 FTE positions	2,252,600	2,252,600
4 High school equivalency-to-school program	250,000	250,000
5 Michigan office of rural prosperity-1.0 FTE position .	2,302,100	2,302,100
6 MiSTEM advisory council-3.0 FTE positions	674,600	674,600
7 Office of future mobility and electrification-5.0		
8 FTE positions	1,500,000	1,500,000
9 Rural development fund grant program-1.0 FTE position	2,014,900	2,014,900
10 Workforce development-220.0 FTE positions	<u>459,078,800</u>	<u>459,078,800</u>
11 GROSS APPROPRIATION	\$ 475,257,500	\$ 475,257,500
12 Appropriated from:		
13 Federal revenues:		
14 Other federal revenues	415,802,700	415,802,700
15 Special revenue funds:		
16 Local revenues	300,000	300,000
17 Private revenues	5,001,300	5,001,300
18 Other state restricted revenues	4,183,500	4,183,500
19 State general fund/general purpose	<u>\$ 49,970,000</u>	<u>\$ 49,970,000</u>
20 Sec. 11-104. REHABILITATION SERVICES		
21 Full-time equated classified positions.....	669.0	669.0
22 Bureau of services for blind persons-116.0 FTE		
23 positions	<u>\$ 30,597,200</u>	<u>\$ 30,597,200</u>
24 Centers for independent living	18,718,600	18,718,600
25 Michigan rehabilitation services-553.0 FTE positions .	155,220,500	155,220,500
26 Subregional libraries state aid	<u>451,800</u>	<u>451,800</u>
27 GROSS APPROPRIATION	\$ 204,988,100	\$ 204,988,100
28 Appropriated from:		
29 Federal revenues:		
30 Other federal revenues	157,206,400	157,206,400
31 Special revenue funds:		
32 Local revenues	5,400,000	5,400,000

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Private revenues	643,300	643,300
2 Other state restricted revenues	466,200	466,200
3 State general fund/general purpose	\$ 41,272,200	\$ 41,272,200
4 Sec. 11-105. EMPLOYMENT SERVICES		
5 Full-time equated classified positions.....	405.0	405.0
6 Bureau of employment relations-22.0 FTE positions	\$ 4,718,200	\$ 4,718,200
7 Compensation supplement fund	820,000	820,000
8 First responder presumed coverage claims	6,500,000	6,500,000
9 Insurance funds administration-21.0 FTE positions	4,525,300	4,525,300
10 Michigan occupational safety and health administration		
11 217.0 FTE positions	41,384,700	41,384,700
12 Office of global Michigan-15.0 FTE positions	41,980,700	41,980,700
13 Private and occupational distance learning-3.0		
14 FTE positions	989,700	989,700
15 Radiation safety section-26.0 FTE positions	4,206,100	4,206,100
16 Wage and hour program-33.0 FTE positions	4,781,500	4,781,500
17 Workers' compensation board of magistrates-10.0		
18 FTE positions	2,341,500	2,341,500
19 Workers' disability compensation agency-56.0		
20 FTE positions	10,255,300	10,255,300
21 Workers' disability compensation appeals commission-2.0		
22 FTE positions	<u>363,700</u>	<u>363,700</u>
23 GROSS APPROPRIATION	\$ 122,866,700	\$ 122,866,700
24 Appropriated from:		
25 Federal revenues:		
26 Other federal revenues	55,679,200	55,679,200
27 Special revenue funds:		
28 Other state restricted revenues	57,569,800	57,569,800
29 State general fund/general purpose	\$ 9,617,700	\$ 9,617,700
30 Sec. 11-106. UNEMPLOYMENT		
31 Full-time equated classified positions.....	738.0	738.0
32 Unemployment insurance agency-728.0 FTE positions	\$ 294,287,000	\$ 294,287,000

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Unemployment insurance agency - advocacy assistance ..	1,500,000	1,500,000
2 Unemployment insurance appeals commission-10.0		
3 FTE positions	<u>4,430,600</u>	<u>4,430,600</u>
4 GROSS APPROPRIATION	\$ 300,217,600	\$ 300,217,600
5 Appropriated from:		
6 Federal revenues:		
7 Other federal revenues	280,270,300	280,270,300
8 Special revenue funds:		
9 Other state restricted revenues	19,947,300	19,947,300
10 State general fund/general purpose	\$ 0	\$ 0
11 Sec. 11-107. COMMISSIONS		
12 Full-time equated classified positions.....	23.0	23.0
13 Asian Pacific American affairs commission-1.0		
14 FTE position.....	\$ 225,900	\$ 225,900
15 Commission on Middle Eastern American affairs-1.0		
16 FTE position.....	216,700	216,700
17 Hispanic/Latino commission of Michigan-1.0		
18 FTE position.....	298,500	298,500
19 Michigan community service commission-14.0		
20 FTE positions	19,622,300	19,622,300
21 Michigan women's commission-2.0 FTE positions	1,548,900	1,548,900
22 Prosperity-4.0 FTE positions	<u>922,000</u>	<u>922,000</u>
23 GROSS APPROPRIATION	\$ 22,834,300	\$ 22,834,300
24 Appropriated from:		
25 Federal revenues:		
26 Other federal revenues	18,184,400	18,184,400
27 Special revenue funds:		
28 Private revenues	1,552,600	1,552,600
29 State general fund/general purpose	\$ 3,097,300	\$ 3,097,300
30 Sec. 11-108. INFORMATION TECHNOLOGY		
31 Information technology services and projects	<u>\$ 31,082,100</u>	<u>\$ 31,082,100</u>
32 GROSS APPROPRIATION	\$ 31,082,100	\$ 31,082,100

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028	
1	Appropriated from:		
2	Federal revenues:		
3	Other federal revenues	27,339,700	27,339,700
4	Special revenue funds:		
5	Other state restricted revenues	2,844,200	2,844,200
6	State general fund/general purpose	\$ 898,200	\$ 898,200
7	Sec. 11-109. MICHIGAN STRATEGIC FUND		
8	Full-time equated classified positions.....	130.0	130.0
9	Arts and cultural program	\$ 3,708,800	\$ 3,708,800
10	Business attraction and community revitalization	59,350,000	59,350,000
11	Community college skilled trades equipment program ...	3,017,500	3,017,500
12	Entrepreneurship ecosystem	15,650,000	15,650,000
13	Facility for rare isotope beams	7,300,000	7,300,000
14	Job creation services-130.0 FTE positions	36,193,700	36,193,700
15	Lighthouse preservation program	250,000	250,000
16	Michigan office of defense and aerospace innovation ..	4,000,000	4,000,000
17	Pure Michigan	<u>17,000,000</u>	<u>17,000,000</u>
18	GROSS APPROPRIATION	\$ 146,470,000	\$ 146,470,000
19	Appropriated from:		
20	Federal revenues:		
21	Other federal revenues	5,950,000	5,950,000
22	Special revenue funds:		
23	Local revenues	500,000	500,000
24	Private revenues	900,000	900,000
25	21st century jobs fund	75,000,000	75,000,000
26	Other state restricted revenues	15,617,500	15,617,500
27	State general fund/general purpose	\$ 48,502,500	\$ 48,502,500
28	Sec. 11-110. MICHIGAN STATE HOUSING DEVELOPMENT		
29	AUTHORITY		
30	Full-time equated classified positions.....	318.0	318.0
31	Community development block grants	\$ 47,000,000	\$ 47,000,000
32	Housing and rental assistance-318.0 FTE positions	52,875,700	52,875,700

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Michigan housing and community development program ...	50,000,000	50,000,000
2 MSHDA technology services and projects	3,772,600	3,772,600
3 Payments on behalf of tenants	166,860,000	166,860,000
4 Property management	<u>3,506,100</u>	<u>3,506,100</u>
5 GROSS APPROPRIATION	\$ 324,014,400	\$ 324,014,400
6 Appropriated from:		
7 Federal revenues:		
8 Other federal revenues	216,633,300	216,633,300
9 Special revenue funds:		
10 Other state restricted revenues	107,381,100	107,381,100
11 State general fund/general purpose	\$ 0	\$ 0
12 Sec. 11-111. STATE LAND BANK AUTHORITY		
13 Full-time equated classified positions.....	9.0	9.0
14 State land bank authority-9.0 FTE positions	<u>\$ 6,429,900</u>	<u>\$ 6,429,900</u>
15 GROSS APPROPRIATION	\$ 6,429,900	\$ 6,429,900
16 Appropriated from:		
17 Federal revenues:		
18 Other federal revenues	1,000,000	1,000,000
19 Special revenue funds:		
20 Other state restricted revenues	3,402,500	3,402,500
21 State general fund/general purpose	\$ 2,027,400	\$ 2,027,400
22 Sec. 11-112. ONE-TIME APPROPRIATIONS		
23 Arts and cultural program	\$ 10,000,000	\$ 0
24 Michigan office of defense and aerospace innovation ..	1,000,000	0
25 Museums support	1,500,000	0
26 Office of future mobility and electrification	4,000,000	0
27 Rural development fund grant program	2,000,000	0
28 Special events and national convention attraction	<u>6,000,000</u>	<u>0</u>
29 GROSS APPROPRIATION	\$ 24,500,000	\$ 0
30 Appropriated from:		
31 Special revenue funds:		
32 Other state restricted revenues	2,000,000	0

		For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1	State general fund/general purpose	\$ 22,500,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2027

GENERAL SECTIONS

Sec. 11-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year ending September 30, 2027 is \$476,941,900.00 and state spending from state sources to be paid to local units of government for fiscal year 2027 is \$39,799,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

At-risk youth grants.....	\$	5,184,500
Rural development fund grant program.....		3,400,000
Workforce development.....		28,000,000
Michigan rehabilitation services.....		275,000
Arts and cultural program.....		<u>2,940,000</u>
TOTAL	\$	39,799,500

Sec. 11-202. 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. 11-203. As used in this article:

(a) "Department" means the department of labor and economic opportunity and entities contained within its organization, including, but not limited to, the fund.

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

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

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

(e) "MEDC" means the Michigan economic development corporation, which is the public body corporate created under section 28 of article VII of the state constitution of 1963 and the urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to 124.512, by contractual interlocal agreement effective April 5, 1999, between local participating economic development corporations formed under the economic development corporations act, 1974 PA 338, MCL 125.1601 to 125.1636, and the fund.

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

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

3 (h) "MSHDA" means the Michigan state housing development authority.

4 (i) "PATH" means Partnership. Accountability. Training. Hope.

5 (j) "Standard report recipients" means the senate and house appropriations
6 subcommittees on labor and economic opportunity, the senate and house fiscal agencies, the
7 senate and house policy offices, and the state budget office.

8 (k) "STEM" means science, technology, engineering, and mathematics.

9 (l) "USDOL" means the United States Department of Labor.

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

20 Sec. 11-205. To the extent permissible under section 261 of the management and budget
21 act, 1984 PA 431, MCL 18.1261, all of the following apply to the expenditure of funds
22 appropriated in part 1:

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

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

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

31 Sec. 11-206. (1) The department shall maximize utilization of its in-person state
32 workforce. The department shall prioritize occupancy utilization of office space for each

1 division within the department. Employees with job responsibilities that require the
2 employees to serve in their capacities outside of an office shall be monitored each pay
3 period to ensure all work hours reported on the timesheet were actually worked.

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

8 (3) The department shall adhere to civil service rules and regulations that state the
9 standard biweekly work period for a full-time employee in the classified service of this
10 state is the equivalent of 80.0 hours of work. The department shall establish policies and
11 processes to ensure all employees are working their jobs during agreed upon business hours.

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

20 (a) The dates of each travel occurrence.

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

24 Sec. 11-208. Not later than 6 months after the state budget office issues work
25 project letters, a department, agency and the legislature shall submit an annual report
26 that summarizes all work project accounts. The report must include all of the following:

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

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

30 (c) The amount of funds that lapsed from any previously designated work project
31 accounts, the name and description of the work project account, and the funds that received
32 the lapsed amounts.

1 Sec. 11-209. Not later than December 15, the state budget office shall prepare and
2 submit a report that provides for estimates of the total general fund/general purpose
3 appropriation lapses at the close of the previous fiscal year. The report must summarize
4 the projected year-end general fund/general purpose appropriation lapses by major
5 departmental program or program areas. The state budget office shall submit the report to
6 the standard report recipients and the chairpersons of the senate and house appropriations
7 committees.

8 Sec. 11-210. (1) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$30,000,000.00 for federal contingency funds. These
10 funds are not available for expenditure until they have been transferred to another line
11 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
12 MCL 18.1393.

13 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
14 not to exceed \$560,000,000.00 for state restricted contingency funds. These funds are not
15 available for expenditure until they have been transferred to another line item in this
16 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

21 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
22 not to exceed \$11,000,000.00 for private contingency funds. These funds are not available
23 for expenditure until they have been transferred to another line item in this article under
24 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

25 Sec. 11-211. A department or agency shall cooperate with the department of
26 technology, management and budget to maintain a searchable website accessible by the public
27 at no cost that includes, but is not limited to, all of the following for each department
28 or agency:

29 (a) Fiscal year-to-date expenditures by category.

30 (b) Fiscal year-to-date expenditures by appropriation unit.

31 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,
32 payment date, payment amount, and payment description.

1 Sec. 11-212. (1) Funds appropriated in part 1 must not be used to restrict or impede
2 a marginalized community's access to government resources, programs, or facilities.

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

5 Sec. 11-213. To the extent permissible under the management and budget act, 1984 PA
6 431, MCL 18.1101 to 18.1594, the director of each department or agency receiving
7 appropriations in part 1 shall take all reasonable steps to ensure geographically
8 disadvantaged business enterprises compete for and perform contracts to provide services or
9 supplies, or both. Each director shall strongly encourage firms with which the department
10 or agency contracts to subcontract with certified geographically disadvantaged business
11 enterprises for services, supplies, or both. As used in this section, "geographically
12 disadvantaged business enterprises" means that term as defined in Executive Directive No.
13 2023-1.

14 Sec. 11-214. The department must provide an annual report to the standard report
15 recipients detailing significant federal policy changes that do, or are expected to
16 significantly impact the operations of the department, including reductions in federal
17 revenue and/or changes that are likely to lead to a reduction in the department's ability
18 to safeguard the health or welfare of the public.

19 Sec. 11-215. (1) Within 30 days of enactment of this act, the house and senate fiscal
20 agencies shall provide to the state budget office a jointly agreed upon list of
21 legislatively directed spending items funded in part 1 as defined in Public Acts 32 and 33
22 of 2025. The list must include all information and documents pertaining to the funded items
23 as publicly disclosed in accordance with Public Acts 32 and 33 of 2025.

24 (2) In accordance with section 364(4) of the Management and Budget Act, the
25 department or agency administering the grant shall post a report in a publicly accessible
26 location on its website beginning March 15 of the current fiscal year. The department or
27 agency shall update the report and shall post an updated report not later than June 15 of
28 the current fiscal year and again not later than September 15 of the current fiscal year.
29 The department shall include in the report the most comprehensive information the
30 department has available at the time of posting for grants awarded.

31 Sec. 11-216. On a quarterly basis, a department or agency receiving appropriations in
32 part 1 shall report on the number of FTEs in pay status by type of staff and civil service

1 classification, including comparison by line item of the number of FTEs authorized from
2 funds appropriated in part 1 to the actual number of FTE positions employed by the
3 department or agency at the end of the reporting period. The report must be submitted to
4 the senate and house appropriations committees and to the standard report recipients.

5 Sec. 11-217. The state budget director shall take steps to ensure that all state
6 fiscal recovery funds and capital projects fund allocated to this state under the American
7 rescue plan act of 2021, Public Law 117-2, are expended by December 31, 2026, as required
8 by law. Any state fiscal recovery funds and capital projects fund that would otherwise
9 lapse after September 30, 2026, are automatically reappropriated for the same purpose as
10 originally authorized and available for expenditure through December 31, 2026, and any
11 subsequent financial close out period.

12 Sec. 11-218. (1) The state budget director shall take steps to ensure that all state
13 fiscal recovery funds allocated to this state under the American rescue plan act of 2021,
14 Public Law 117-2, are expended by December 31, 2026, as required by law. The state budget
15 director may reallocate appropriated funds for the purpose of fully utilizing state fiscal
16 recovery funds that are in jeopardy of not meeting the expenditure deadline for reasons
17 that may include, but are not limited to, completed projects coming in under budget or
18 funds unable to be fully used by subrecipients. The state budget director shall reallocate
19 any of the funds reallocated under this subsection to the programs or purposes specified in
20 this section. Any funds reallocated are unappropriated and immediately reappropriated for
21 the following purposes:

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

24 (b) To reclassify general fund/general purpose appropriations for payroll and covered
25 benefits for eligible public health and safety employees at the department of state police.

26 (2) All applicable guidance, implementation, and reporting provisions of Public Law
27 117-2 must be followed for state fiscal recovery funds reallocated and reappropriated under
28 subsection (1).

29 (3) The state budget director shall notify the senate and house appropriations
30 committees not later than 10 business days after making any reallocations under subsection
31 (1). The notification must include the authorized program under which funds were originally
32 appropriated, the amount of the reallocation, the program, or programs, or purpose, and the

1 department to which the funds are being reallocated under subsection (1), and the amount
2 reallocated to each program or purpose.

3

4 **DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY**

5 Sec. 11-302. Federal pass-through funds to local institutions and governments that
6 are received in amounts in addition to those included in part 1 and that do not require
7 additional state matching funds are appropriated for the purposes intended. The department
8 may carry forward into the succeeding fiscal year unexpended federal pass-through funds to
9 local institutions and governments that do not require additional state matching funds. The
10 department shall report the amount and source of the funds to the standard report
11 recipients not later than 10 business days after receiving any additional pass-through
12 funds.

13 Sec. 11-303. Requirements under this part applicable to the fund and the fund's
14 activities apply regardless of whether the fund delegates its functions and authority to
15 the MEDC.

16 Sec. 11-304. (1) Grants supported with private revenues received by the department
17 are appropriated upon receipt and are available for expenditure by the department for
18 purposes specified within the grant agreement and as permitted under state and federal law.

19 (2) Not later than 10 days after the receipt of a private grant appropriated in
20 subsection (1), the department shall notify the standard report recipients of the receipt
21 of the grant, including the fund source, purpose, and amount of the grant.

22 (3) Not later than March 15, the department shall report to the standard report
23 recipients the amount of private revenue generated in the previous fiscal year and the
24 amount of private revenue carried forward into the current fiscal year.

25 Sec. 11-305. (1) The department may charge registration fees to attendees of
26 informational, training, or special events that are sponsored by the department and related
27 to activities that are under the department's purview.

28 (2) The fees under subsection (1) must reflect the costs for the department to
29 sponsor the informational, training, or special events.

30 (3) Revenue generated by the registration fees under subsection (1) is appropriated
31 upon receipt and available for expenditure to cover the department's costs of sponsoring
32 informational, training, or special events.

1 (4) Revenue generated by registration fees under this section in excess of the
2 department's costs of sponsoring informational, training, or special events must carry
3 forward to the subsequent fiscal year and not lapse to the general fund.

4 (5) Not later than March 15, the department shall report to the standard report
5 recipients on the amount of registration fees generated in the previous fiscal year and the
6 amount of registration fees carried forward into the current fiscal year.

7 Sec. 11-306. (1) The department may sell documents at a price not to exceed the cost
8 of production and distribution. Money received from the sale of these documents must revert
9 to the department. In addition to the funds appropriated in part 1, these funds are
10 available for expenditure when they are received by the department of treasury. This
11 subsection applies only to R 418.10101 to R 418.101503 of the Michigan Administrative Code.

12 (2) Unexpended funds at the end of the fiscal year must carry forward to the
13 subsequent fiscal year and not lapse to the general fund. The money carried forward under
14 this section must be used as the first source of funds in the subsequent fiscal year.

15 (3) Not later than March 15, the department shall report to the standard report
16 recipients the amount of revenue generated from the sale of documents produced and
17 distributed by the department in the previous fiscal year and the amount of revenue
18 generated from the sale of documents produced and distributed by the department carried
19 forward into the current fiscal year.

20 Sec. 11-307. (1) If the revenue collected by the department for radiological health
21 administration and projects from fees and collections exceeds the amount appropriated in
22 part 1, the revenue must be carried forward into the subsequent fiscal year. The revenue
23 carried forward under this section must be used as the first source of funds in the
24 subsequent fiscal year.

25 (2) Not later than March 15, the department shall report to the standard report
26 recipients the total amount of revenue from fees and collections for any radiological
27 health administration and projects that was carried forward from the previous fiscal year.

28 Sec. 11-308. Funds appropriated in part 1 must not be used by a department,
29 authority, or agency to purchase an ownership interest in a casino.

30
31 **MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY**

32 Sec. 11-402. The funds appropriated in part 1 for the Michigan housing and community

1 development program must be expended for projects as described in sections 58b and 58c of
2 the state housing development authority act of 1966, 1966 PA 346, MCL 125.1458b and
3 125.1458c.

4

5 **STATE LAND BANK AUTHORITY**

6 Sec. 11-451. (1) In addition to the amounts appropriated in part 1, the state land
7 bank authority may expend revenues received under the land bank fast track act, 2003 PA
8 258, MCL 124.751 to 124.774, for the purposes authorized by the act, including, but not
9 limited to, the acquisition, lease, management, demolition, maintenance, or rehabilitation
10 of real or personal property, payment of debt service for notes or bonds issued by the
11 authority, and other expenses to clear or quiet title property held by the authority. The
12 state land bank authority may establish partnerships with local land bank authorities.

13 (2) Not later than March 15, the state land bank authority shall submit a report to
14 the standard report recipients on the number of real properties acquired, leased, managed,
15 demolished, maintained, or rehabilitated in the previous fiscal year and list any
16 partnerships that the state land bank authority has with any local land bank authorities.
17 The report must also include a list of any properties sold by or otherwise transferred from
18 the state land bank authority in the previous fiscal year.

19

20 **MICHIGAN STRATEGIC FUND**

21 Sec. 11-501. The report required under section 9 of the Michigan strategic fund act,
22 1984 PA 270, MCL 125.2009, must be transmitted not later than April 10.

23 Sec. 11-502. In addition to the appropriations in part 1, Travel Michigan may receive
24 and expend private revenue related to the use of "Pure Michigan" and all other copyrighted
25 slogans and images. This revenue may come from the direct licensing of the name and image
26 or from the royalty payments from various merchandise sales. Revenue collected is
27 appropriated for the marketing of this state as a travel destination. The funds are
28 available for expenditure when they are received by the department of treasury. If the fund
29 receives revenues from the use of "Pure Michigan", the fund shall provide a report that
30 lists the revenues by source received from the use of "Pure Michigan" and all other
31 copyrighted slogans and images. The report must provide a detailed list of expenditures of
32 revenues received under this section. The report must be provided to the standard report

1 recipients not later than April 10.

2 Sec. 11-503. (1) Funds appropriated in part 1 for Pure Michigan must be used for the
3 following purposes:

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

6 (b) Production of advertisements for the promotion of Michigan as a place to live,
7 learn, build, work, play, and succeed.

8 (c) Placement of advertisements that have a diverse representation in regional,
9 national, and international market campaigns to promote Michigan as a state that welcomes
10 all individuals and families.

11 (d) Administration of the program.

12 (e) Matching marketing campaigns funded from the local promotion fund or private
13 promotion fund.

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

17 (3) The department shall provide an annual report to the standard report recipients
18 not later than April 10 on the utilization of funds for eligible activities in subsection
19 (1), including a breakdown by eligible use, efforts taken to broaden the scope of marketing
20 activities to diverse populations, a breakdown of funds spent within this state and outside
21 of this state, targeted marketing to encourage residents from other states to move to this
22 state, and how much was expended on market research.

23 (4) As prescribed by the legislature, funds appropriated to Pure Michigan must be
24 used only for this state to market itself as a travel and tourist destination with the sole
25 purpose of attracting new visitors and retaining former visitors. All of the following
26 apply to marketing under this subsection:

27 (a) Promotion may be made by print, television, radio, and social media.

28 (b) The purpose of the advertisements under subdivision (a) must be to attract
29 tourism and leisure travelers to this state.

30 (c) Advertisements that incorporate the Pure Michigan Byways campaign satisfy the
31 requirement under subdivision (b).

32 (5) Each local visitor bureau can only receive dollars appropriated to Pure Michigan

1 once per fiscal year.

2 Sec. 11-504. (1) A local promotion fund is created in the department. The fund may
3 receive funds from local units of government and nonprofit entities and deposit these funds
4 into the local promotion fund. Funds received are available for expenditure for use in Pure
5 Michigan promotion campaigns. The fund may maintain individual accounts for local units of
6 government and nonprofit entities that deposit funds into the local promotion fund upon
7 request from a local unit of government. As used in this subsection, "local unit of
8 government" includes cities, villages, townships, counties, and regional councils of
9 government.

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

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

16 (4) The department shall provide a report to the standard report recipients not later
17 than April 10 on any funds that have been generated by local units of government and how
18 those funds have been expended.

19 Sec. 11-505. (1) A private promotion fund is created in the department. The fund may
20 receive funds from private entities and deposit these funds into the private promotion
21 fund. Funds received are available for expenditure for use in Pure Michigan promotion
22 campaigns. The fund may maintain individual accounts for private entities that deposit
23 funds into the private promotion fund upon request from a private entity.

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

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

30 Sec. 11-510. As a condition for receiving funds in part 1, not later than April 10,
31 the fund shall provide a report for the previous fiscal year on the jobs for Michigan
32 investment fund, created in section 88h of the Michigan strategic fund act, 1984 PA 270,

1 MCL 125.2088h. The report must include, but is not limited to, all of the following:

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

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

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

8 Sec. 11-511. (1) From the appropriations in part 1 to the fund and granted or
9 transferred to the MEDC, any unexpended or unencumbered balance must be disposed of in
10 accordance with the requirements in the management and budget act, 1984 PA 431, MCL 18.1101
11 to 18.1594, unless carryforward authorization has been otherwise provided for.

12 (2) Any encumbered funds, including encumbered funds subsequently unobligated, must
13 be used for the same purposes for which funding was originally appropriated in this part
14 and part 1.

15 (3) For funds appropriated in part 1 to the fund, any carryforward authorization
16 subsequently created through a work project must be preserved until a cash or accrued
17 expenditure has been executed or the allowable work project time period has expired.

18 Sec. 11-512. (1) As a condition of receiving funds under part 1, the fund must ensure
19 that the MEDC and the fund comply with all of the following:

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

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

22 (c) Annual audits of all financial records by the auditor general or the auditor
23 general's designee.

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

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

27 Sec. 11-514. (1) From the funds appropriated in part 1 for business attraction and
28 community revitalization, not less than 60.0% must be used to provide support for small
29 businesses and may include the following activities:

30 (a) Small business support hubs and community incubators.

31 (b) Business development grants or loans to small businesses.

32 (c) Support to community development financial institutions.

1 (d) Public spaces community places program.

2 (e) Grants and loans to small business service providers.

3 (f) Grants or other funding for technical assistance for small businesses.

4 (g) Matching funds for federal grants and programming that benefits small
5 businesses.

6 (2) All remaining funding for business attraction and community revitalization may be
7 used to support programs and administration as outlined in the Michigan strategic fund act,
8 1984 PA 270, MCL 125.2001 to 125.2094.

9 (3) As used in this section:

10 (a) "Community incubator" means a local hub, combined programming, or a facility
11 designed to foster local growth and innovation by providing startups, small businesses,
12 nonprofit organizations, and community initiatives with access to affordable workspace,
13 resources, mentorship, training, technical assistance, and networking opportunities.

14 (b) "Small business" means a small business as defined by the United States Small
15 Business Administration.

16 Sec. 11-516. As a condition of receiving an award from the fund, each business
17 incubator or accelerator that received an award from the fund must maintain and update a
18 dashboard of indicators to measure the effectiveness of the business incubator and
19 accelerator programs. Indicators must include the direct jobs created, new companies
20 launched as a direct result of business incubator or accelerator involvement, businesses
21 expanded as a direct result of business incubator or accelerator involvement, direct
22 investment in client companies, private equity financing obtained by client companies,
23 grant funding obtained by client companies, and other measures developed by the recipient
24 business incubators and accelerators in conjunction with the MEDC. Dashboard indicators
25 must be reported for the previous fiscal year and cumulatively, if available. Each
26 recipient shall submit a copy of their dashboard indicators to the fund by March 1. The
27 fund shall transmit the local reports not later than April 10.

28 Sec. 11-517. (1) From the appropriations in part 1, the Michigan arts and culture
29 council shall administer an arts and cultural grant program that maintains an equitable
30 geographic distribution of funding and utilizes past arts and cultural grant programs as a
31 guideline for administering this program. The council shall do all of the following:

32 (a) Not later than October 1, publish proposed application criteria, instructions,

1 and forms for use by eligible applicants. The council shall provide at least a 2-week
2 period for public comment before finalizing the application criteria, instructions, and
3 forms.

4 (b) Assess a nonrefundable application fee that may be applied for each application.
5 Application fees must be deposited in the council for the arts fund and are appropriated
6 for expenses necessary to administer the programs. These funds are available for
7 expenditure when they are received and may be carried forward to the subsequent fiscal
8 year.

9 (c) Issue grants to public and private arts and cultural entities.

10 (d) Not later than 1 business day after the award announcements, provide to each
11 member of the legislature and the fiscal agencies a list of all grant recipients and the
12 total award given to each recipient, sorted by county.

13 (e) In addition to the information in subdivision (d), report on the number of
14 applications received, number of grants awarded, total amount requested from applications
15 received, and total amount of grants awarded.

16 (2) Funds appropriated in part 1 for arts and cultural program may be expended for
17 the administration of the grant program.

18 Sec. 11-520. (1) The fund, in conjunction with the department of treasury, shall
19 report not later than November 1 on the annual cost of the MEGA tax credits. The report
20 must include for each year the board-approved credit amount, adjusted for credit amendments
21 where applicable, and the actual and projected value of tax credits for each year from 1995
22 to the expiration of the credit program. For years for which credit claims are complete,
23 the report must include the total of actual certificated credit amounts. For years that
24 claims are still pending or not yet submitted, the report must include a combination of
25 actual credits where available and projected credits. Credit projections must be based on
26 updated estimates of employees, wages, and benefits for eligible companies.

27 (2) In addition to the report under subsection (1), the fund, in conjunction with the
28 department of treasury, shall report to the standard report recipients not later than
29 November 1 on the annual cost of all other certificated credits by program, for each year
30 until the credits expire or can no longer be collected. The report must include estimates
31 on the brownfield redevelopment credit, film credits, MEGA photovoltaic technology credit,
32 MEGA polycrystalline silicon manufacturing credit, MEGA vehicle battery credit, and other

1 certificated credits.

2 Sec. 11-522. (1) From the funds appropriated in part 1 for business attraction and
3 community revitalization, the fund shall identify specific outcomes and performance
4 measures, including, but not limited to, the following:

5 (a) Total verified jobs created by the business attraction program during the
6 previous fiscal year.

7 (b) Total private investment obtained through the business attraction and community
8 revitalization programs during the previous fiscal year.

9 (c) Amount of private and public square footage created and reactivated through the
10 community revitalization program during the previous fiscal year.

11 (2) The fund shall submit a report to the standard report recipients not later than
12 April 10. The report must describe the specific outcomes and measures required in
13 subsection (1) and provide the results and data related to these outcomes and measures for
14 the previous fiscal year if related information is available for the previous fiscal year.
15 The report must also contain a summary of any metrics used to evaluate the outcomes and
16 performance of any programs.

17 Sec. 11-523. In addition to the funds appropriated in part 1, the funds collected by
18 state historic preservation programs for document reproduction and services and application
19 fees are appropriated for all expenses necessary to provide the required services. These
20 funds are available for expenditure when they are received and may be carried forward into
21 the succeeding fiscal year.

22 Sec. 11-524. Tax capture revenues collected in accordance with written agreements
23 under the good jobs for Michigan program and transferred from the general fund for deposit
24 into the good jobs for Michigan fund, and for both calculated payments from the good jobs
25 for Michigan fund to authorized businesses and distributions to the fund for administrative
26 expenses, are appropriated under the provisions of chapter 8D of the Michigan strategic
27 fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

28 Sec. 11-526. (1) The funds appropriated in part 1 for Michigan office of defense and
29 aerospace innovation shall be used by the Michigan strategic fund to protect and grow the
30 defense and homeland security industry in this state by protecting this state's current
31 department of defense missions, infrastructure, and industry, including securing new
32 missions and increasing defense and homeland security spending in this state. These funds

1 may be used for, but are not limited to, the following activities:

2 (a) Helping businesses in this state identify federal defense contract opportunities.

3 (b) Providing technical assistance for bid responses to federal defense contracts.

4 (c) Strengthening cybersecurity compliance at businesses in this state to qualify for
5 federal defense contracts.

6 (2) Not later than April 10, the Michigan office of defense and aerospace innovation
7 shall provide an annual report to the standard report recipients. The report must include,
8 but is not limited to, all of the following:

9 (a) A strategic plan for the organization.

10 (b) An overview of the defense industry in this state, including identification of
11 recent accomplishments and services provided to businesses in this state in the most recent
12 year.

13 (c) A list of expenditures used to fund memberships in organizations and costs
14 associated with attending conferences and expositions in the previous fiscal year.

15 (d) The most recent annual figures on direct domestic defense-related contracts and
16 grants awarded to Michigan-based entities in the previous fiscal year.

17 (e) A summary of contracts or defense industry business with international clients.

18

19 **EMPLOYMENT SERVICES**

20 Sec. 11-601. From the funds appropriated in part 1 for wage and hour program, the
21 department shall continue to engage with employers and employees to enhance education and
22 outreach, in accordance with the youth employment standards act, 1978 PA 90, MCL 409.101 to
23 409.124, 1978 PA 390, MCL 408.471 to 408.490, the improved workforce opportunity wage act,
24 2018 PA 337, MCL 408.931 to 408.945, the earned sick time act, 2018 PA 338, MCL 408.961 to
25 408.974, the human trafficking notification act, 2016 PA 62, MCL 752.1031 to 752.1040, and
26 2023 PA 10, MCL 408.1101 to 408.1126, and private right of action. All funds received in
27 the prevailing wage fund created in section 25a of 2023 PA 10, MCL 408.1125a, are
28 appropriated for the purposes allowable under 25a of 2023 PA 10, MCL 408.1125a.

29 Sec. 11-602. (1) In addition to the funds appropriated in part 1, all funds necessary
30 to pay approved claims and administrative costs incurred during this fiscal year, as
31 allowed in the Christopher R. Slezak first responder presumed coverage fund created in
32 section 405 of the worker's disability compensation act of 1969, 1969 PA 317, MCL 418.405,

1 are appropriated for the purposes authorized under section 405 of the worker's disability
2 compensation act of 1969, 1969 PA 317, MCL 418.405.

3 (2) The department shall provide a year-end report to the Michigan gaming control
4 board, the department of treasury, and the state budget office that includes, but is not
5 limited to, the total of all approved claims and administrative costs incurred as of
6 September 30 of the current fiscal year.

7

8 **WORKFORCE DEVELOPMENT**

9 Sec. 11-701. The department shall administer the PATH training program in accordance
10 with the requirements of section 407(d) of title IV of the social security act, 42 USC 607,
11 the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable laws
12 and regulations.

13 Sec. 11-702. (1) From the funds appropriated in part 1 for workforce development, the
14 department may allocate funding for grants to nonprofit organizations that offer programs
15 under the workforce innovation and opportunity act, 29 USC 3101 to 3361, for eligible youth
16 that focus on apprenticeship readiness, pre-apprenticeship and apprenticeship activities,
17 entrepreneurship, work-readiness skills, job shadowing, or financial literacy.
18 Organizations eligible for funding under this section must have the capacity to provide
19 similar programs in urban areas, as determined by the United States Census Bureau according
20 to the most recent federal decennial census. Additionally, programs eligible for funding
21 under this section must include the participation of local business partners. The
22 department shall develop other appropriate eligibility requirements to ensure compliance
23 with applicable federal rules and regulations.

24 (2) Not later than March 15, the department shall report at least all of the
25 following:

26 (a) Total grants expended under this section in the previous fiscal year.

27 (b) The total number of students served from the grants appropriated under this
28 section.

29 (c) A list of all organizations and the amount each organization received from the
30 funding appropriated under this section.

31 Sec. 11-703. From the funds appropriated in part 1, the department shall make
32 available, in person or by telephone, 1 disabled veterans outreach program specialist or

1 local veterans employment representative to Michigan works service centers, as resources
2 permit, during hours of operation, and shall continue to make the appropriate placement of
3 veterans and disabled veterans a priority.

4 Sec. 11-704. (1) In addition to the funds appropriated in part 1, any unencumbered
5 and unrestricted funds allocated under the federal workforce innovation and opportunity
6 act, 29 USC 3101 to 3361, or trade adjustment assistance funds available from previous
7 fiscal years are appropriated for the purposes originally intended.

8 (2) The department shall report to the standard report recipients not later than
9 March 15 on the amount, by fiscal year, of funds allocated under the federal workforce
10 innovation and opportunity act, 29 USC 3101 to 3361, appropriated under this section.

11 Sec. 11-707. The funds appropriated in part 1 for MiSTEM advisory council must be
12 used to support the staff for the MiSTEM network, and for administrative, training, and
13 travel costs related to the MiSTEM council. The MiSTEM network may receive funds from
14 private sources. If the MiSTEM network receives funds from private sources, those funds are
15 appropriated and shall be expended in alignment with the statewide STEM strategy. The staff
16 for the MiSTEM network shall do all of the following:

17 (a) Serve as a liaison among and between the department, the department of lifelong
18 education, advancement, and potential, the department of education, the MiSTEM council, the
19 governor's workforce development board, the MiSTEM regions, and any other relevant
20 organization or entity in a manner that creates a robust statewide STEM culture, empowers
21 STEM teachers, integrates business and education into the STEM network, and ensures high-
22 quality STEM experiences for pupils.

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

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

30 (d) Report to the governor, the legislature, and the MiSTEM council annually on the
31 activities and performance of the MiSTEM network regions.

32 (e) Coordinate recurring discussions and work with regional staff to ensure that a

1 network or loop of feedback and best practices are shared, including funding, programming,
2 professional learning opportunities, discussion of MiSTEM strategic vision, and regional
3 objectives.

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

8 (g) Train state and regional staff in the STEM works rating system, in collaboration
9 with the MiSTEM council and the Michigan department of education.

10 (h) Hire MiSTEM network region staff in collaboration with the network region fiscal
11 agent.

12 Sec. 11-708. (1) From the funds appropriated in part 1 for workforce development, the
13 department shall provide a report on the status of workforce development not later than
14 March 15 to the standard report recipients. The report must include the following:

15 (a) The amount of funding allocated to each Michigan works agency and the total
16 funding allocated to the workforce training programs statewide by fund source.

17 (b) The number of participants enrolled in education or training programs by each
18 Michigan works agency.

19 (c) The average duration of training for training program participants by each
20 Michigan works agency.

21 (d) The number of participants enrolled in remedial education programs and the number
22 of participants enrolled in literacy programs.

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

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

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

27 (h) The number of participants who completed an education or training program.

28 (i) The number of participants who completed a training program and secured
29 employment in a field related to their training.

30 (j) The average wage earned by participants who completed a training program and
31 secured employment within 1 year.

32 (k) The actual revenues received by the fund source and fund appropriated for each

1 discrete workforce development program area.

2 (1) The average cost of training per individual served.

3 (2) Data collection for the report must be for the previous state fiscal year.

4 Sec. 11-710. (1) The funds appropriated in part 1 for 23+ high school diploma program
5 must be awarded for a program to assist Michigan residents 23 years of age or older in
6 obtaining high school diplomas and placement in career training programs.

7 (2) For purposes of this section, an eligible program provider may be a public,
8 nonprofit, or private accredited diploma-granting institution, but must have not less than
9 2 years of experience providing dropout recovery services in this state.

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

13 (a) Dropout reengagement services.

14 (b) Academic intake assessments.

15 (c) An integrated learning plan.

16 (d) A course catalog that includes all graduation requirements.

17 (e) Remediation coursework.

18 (f) Academic resilience assessment and intervention.

19 (g) Employability skills development, such as WorkKeys preparation.

20 (h) Industry recognized credentials.

21 (i) Credit for on-the-job training.

22 (j) A robust support framework, including technology, social support, and academic
23 support.

24 (4) The department shall announce qualified program providers not later than January
25 1 of the current fiscal year. Qualified program providers must start providing programming
26 by February 1 of the current fiscal year.

27 (5) The department shall reimburse qualified program providers for each month of
28 satisfactory monthly progress as described in section 23a of the state school aid act of
29 1979, 1979 PA 94, MCL 388.1623a, at a rate of \$500.00 per month. A payment shall be made to
30 a qualified program provider for the completion of the following by an eligible
31 participant:

32 (a) \$500.00 for the completion of an employability skills program equal to at least 1

1 unit of high school credit obtained through classroom or online instruction.

2 (b) \$250.00 for the attainment of an industry-recognized credential requiring up to
3 50 hours of training.

4 (c) \$500.00 for the attainment of an industry-recognized credential requiring 50 to
5 100 hours of training.

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

8 (e) \$1,000.00 for the attainment of a high school diploma awarded for satisfying
9 Michigan merit curriculum requirements or an approved personal curriculum, as defined by
10 the Michigan department of education.

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

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

13 Sec. 11-711. The funds appropriated in part 1 for at-risk youth grants must be
14 awarded to the Michigan franchise holder of the national Jobs for America's Graduates
15 program for the administration of the Jobs for Michigan's Graduates program.

16 Sec. 11-712. (1) The funds appropriated in part 1 for the high school equivalency-to-
17 school program must be used to purchase and distribute vouchers that cover the cost of high
18 school equivalency testing and certification under this section. The department shall
19 administer a Michigan high school equivalency-to-school program that covers the cost of
20 taking a high school equivalency test free of charge for individuals who meet all of the
21 following requirements:

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

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

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

27 (ii) Prior to taking the high school equivalency test, the individual completed the
28 official high school equivalency practice test and the individual's score indicated that
29 the individual is likely to pass.

30 (2) A department-approved high school equivalency preparation program must include
31 all of the following:

32 (a) Instructional and tutorial assistances.

1 (b) High school equivalency test practice.

2 (c) Required attendance at program instructional sessions.

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

5 (e) Information on potential postsecondary and career pathways.

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

7 (g) Personal and job readiness skills development.

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

9 (i) College and career assessments.

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

11 (3) The department shall post online an announcement of the Michigan high school
12 equivalency-to-school program, minimum standards for high school equivalency preparation
13 program approval, and approval procedures.

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

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

17 (b) Provide program information for educators and students on the department website,
18 including explanations of the procedures developed under subparagraph (a), and contact
19 information for questions about the program.

20 (c) Provide an estimate of the full-year cost of the program to the standard report
21 recipients.

22 (5) Not later than September 30, the department shall report on utilization of the
23 high school equivalency incentive program to the standard report recipients, including
24 numbers of high school equivalency certifications issued by location, year-to-date
25 expenditures, and numbers of participants qualifying under subsection (1)(b)(i) or (ii), or
26 both.

27 Sec. 11-714. (1) The office of rural prosperity shall encourage and enable
28 appropriate community advancements and improvements, including, but not limited to, all of
29 the following:

30 (a) Housing.

31 (b) Infrastructure.

32 (c) Education.

1 (d) Workforce development.

2 (e) Other activities that address needs uniquely present in rural areas of this state
3 and assist in expansion of rural development.

4 (2) Not later than March 15, the office of rural prosperity shall submit a report to
5 the standard report recipients that outlines the office's activities, programs, and
6 accomplishments in the previous fiscal year. To the extent possible, the report must also
7 include information regarding the amount of subsequent grant funding that entities are able
8 to secure after receiving assistance from the office of rural prosperity or an office of
9 rural prosperity grant.

10 Sec. 11-715. (1) From the funds appropriated in part 1 for community and worker
11 economic transition office, the department may hire employees and deploy capabilities to
12 evaluate and address the impacts of economic transitions on workers, communities, and
13 employers in sectors that include, but are not limited to, the auto, utility,
14 manufacturing, and building trades sectors. Activities of the office may include developing
15 transition mitigation strategies, conducting data analysis, coordinating across state and
16 federal agencies, engaging stakeholders, and providing resource navigation support. No
17 later than March 15, the department shall submit an annual report on office activities and
18 progress made on the community and worker economic transition plan to the standard report
19 recipients and to the legislature, as required under section 7(5) of the community and
20 worker economic transition act, 2023 PA 232, MCL 408.917.

21 (2) In the annual report submitted under subsection (1), the department shall include
22 information on the mission statement, goals, metrics, and recommendations of the community
23 and worker economic transition office.

24 Sec. 11-717. The department's office of rural prosperity shall collaborate with the
25 department of agriculture and rural development on the rural development fund grant program
26 as part of this state's coordinated strategy for achieving rural prosperity across this
27 state.

28 Sec. 11-718. There are appropriated 8.0 full-time equated positions for the Michigan
29 high speed internet office.

30
31 **UNEMPLOYMENT**

32 Sec. 11-801. The unemployment insurance agency shall provide a report updated at

1 least quarterly that includes, but is not limited to, fiscal year-to-date expenditures by
2 division and program unit. The unemployment insurance agency shall transmit each quarterly
3 report no later than 60 days after the end of each quarter.

4 Sec. 11-802. (1) From the funds appropriated in part 1, the department, on behalf of
5 the unemployment insurance agency, shall provide a quarterly report to the standard report
6 recipients not later than 60 days after the end of each quarter that includes, but is not
7 limited to, the following:

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

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

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

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

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

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

15 (2) The department shall include the same information required in subsection (1) for
16 the previous 12 months. The department shall include the most recent quarterly report on
17 the department's webpage.

18 Sec. 11-803. From the funds appropriated in part 1, the department shall provide a
19 quarterly report not later than 60 days after the end of each quarter that includes, but is
20 not limited to, the following:

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

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

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

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

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

32 Sec. 11-804. (1) The funds appropriated in part 1 for unemployment insurance agency

1 must be used to staff unemployment insurance agency branch offices for in-person
2 appointments for unemployment insurance agency claimant services.

3 (2) The department shall provide a biannual report to the standard report recipients
4 not later than March 15 and September 30 that includes all of the following:

5 (a) The number and location of in-person offices.

6 (b) The average number of staff at each location over the previous 6 months.

7 (c) The volume of in-person claimants served at each location in the previous 6
8 months.

9 (d) For the previous 6 months, the average number of staff at each location where the
10 unemployment insurance agency offers in-person appointments, the average number of staff
11 assigned to offering virtual appointments, and the average number of staff assigned to
12 offering telephone appointments.

13 (e) For the previous 6 months, the volume of in-person claimants served at each
14 location, the volume of claimants served through virtual appointments, and the volume of
15 claimants served through telephone appointments.

16 Sec. 11-805. (1) Funds appropriated in part 1 for the unemployment insurance agency
17 may be used by the unemployment insurance agency to increase capacity by an estimated 250
18 limited-term employees only if the unemployment insurance agency provides full-time, in-
19 person services at existing unemployment insurance local offices.

20 (2) In addition to the 250 limited-term employees described in subsection (1), the
21 unemployment insurance agency may increase capacity by up to 250 additional limited-term
22 employees if all of the following occur:

23 (a) The unemployment insurance agency provides full-time, in-person services at
24 existing unemployment insurance local offices.

25 (b) The number of claims received by the unemployment insurance agency increased by
26 20% or more in a month.

27 (c) The unemployment insurance agency determines there is a need for additional
28 limited-term employees.

29 Sec. 11-806. (1) From the funds appropriated in part 1 for unemployment insurance
30 agency, the department shall maintain customer service standards for employers and
31 claimants making use of the various means by which they can access the system.

32 (2) The department shall identify specific outcomes and performance metrics for this

1 initiative, including, but not limited to, the following:

- 2 (a) Unemployment benefit fund balance.
- 3 (b) Process improvement - fiscal integrity.
- 4 (c) Process improvement - determination timeliness.
- 5 (d) Process improvement - determination quality.

6 Sec. 11-807. Funds earned or authorized by the USDOL in addition to the appropriation
7 in part 1 for the unemployment insurance agency are appropriated and may be expended for
8 staffing and related expenses incurred in the operation of its programs. These funds may be
9 spent after the department notifies the standard report recipients of the purpose and
10 amount of each grant award.

11

12 **REHABILITATION SERVICES**

13 Sec. 11-901. The Michigan rehabilitation services and bureau of services for blind
14 persons shall work collaboratively with service organizations and government entities to
15 identify allowable match dollars to secure available federal vocational rehabilitation
16 funds.

17 Sec. 11-902. From the funds appropriated in part 1, the department shall provide an
18 annual report on efforts taken to improve the Michigan rehabilitation services not later
19 than March 15 to the standard report recipients. The report must include all of the
20 following items:

- 21 (a) Changes in administrative costs and staffing.
- 22 (b) Number of individuals with disabilities served each fiscal year and number of
23 students with disabilities served each fiscal year.
- 24 (c) Number of services provided in each allowable vocational rehabilitation service
25 category.
- 26 (d) Plans to integrate Michigan rehabilitative services programs into other services
27 provided by the department.
- 28 (e) Quarterly expenditures by major spending category.
- 29 (f) Employment and job retention rates from both Michigan rehabilitation services and
30 its nonprofit partners.
- 31 (g) Success rate in achieving the program goals, by geographic region, in a manner
32 determined by the department.

1 (h) An explanation of each program goal that is set for Michigan rehabilitation
2 services.

3 Sec. 11-903. (1) From the funds appropriated in part 1 for Michigan rehabilitation
4 services, the department shall allocate funding along with available federal match to
5 support the provision of vocational rehabilitation services to eligible agricultural
6 workers with disabilities. Authorized services shall assist agricultural workers with
7 disabilities in acquiring or maintaining quality employment and independence.

8 (2) Not later than March 15, the department shall report to the standard report
9 recipients on the total number of clients served and the total amount of federal matching
10 funds obtained throughout the duration of the program.

11 Sec. 11-904. If the department is at risk of entering into an order of selection for
12 services, the department shall notify the standard report recipients within 2 weeks of
13 receiving notification.

14 Sec. 11-905. (1) Funds appropriated in part 1 for independent living must be used to
15 support the general operations of centers for independent living in delivering mandated
16 independent living services in compliance with federal rules and regulations, including 2
17 CFR 200, for the centers, by existing centers for independent living to serve underserved
18 areas, and for projects to build the capacity of centers for independent living to deliver
19 independent living services. Applications for the funds must be reviewed in accordance with
20 criteria and procedures established by the department. Funds must be used in a manner
21 consistent with the state plan for independent living. Services provided should assist
22 people with disabilities to move toward self-sufficiency, including, but not limited to,
23 support for accessing transportation and health care, obtaining employment, community
24 living, nursing home transition, information and referral services, education, youth
25 transition services, veterans, and stigma reduction activities and community education.
26 This includes the independent living guide services that specifically focus on economic
27 self-sufficiency.

28 (2) Not later than March 15 and in partnership with service providers, the department
29 shall provide a report to the standard report recipients on direct customer and system
30 outcomes and performance measures.

31 Sec. 11-906. Federal workforce innovation and opportunity vocational rehabilitation
32 funds from prior years that are received in amounts in addition to those included in part 1

1 and that have already met state matching requirements are appropriated for the purposes
2 intended. The department may carry forward into the succeeding fiscal year unexpended
3 federal workforce innovation and opportunity vocational rehabilitation funds that do not
4 require additional state matching funds.

5 Sec. 11-907. (1) The appropriation in part 1 for bureau of services for blind persons
6 includes funds for case services. These funds may be used for tuition payments for blind
7 clients.

8 (2) Revenue collected by the bureau of services for blind persons and from private
9 and local sources that is unexpended at the end of the fiscal year must carry forward to
10 the subsequent fiscal year.

11 Sec. 11-908. The bureau of services for blind persons may provide and enter into
12 agreements to provide general services, training, meetings, information, special equipment,
13 software, facility use, and technical consulting services to other principal executive
14 departments, state agencies, local units of government, the judicial branch of government,
15 other organizations, and patrons of department facilities. The department may charge fees
16 for these services that are reasonably related to the cost of providing the services. In
17 addition to the funds appropriated in part 1, funds collected by the department for these
18 services are appropriated for all expenses necessary. The funds appropriated under this
19 section are allotted for expenditure when they are received by the department of treasury.

20 Sec. 11-909. (1) The funds appropriated in part 1 for a regional or subregional
21 library must not be released until a budget for that regional or subregional library has
22 been approved by the department for expenditures for library services directly serving the
23 blind and persons with disabilities.

24 (2) To receive subregional state aid appropriated in part 1, a regional or
25 subregional library's fiscal agency must agree to maintain local funding support at the
26 same level in the current fiscal year as in the fiscal agency's preceding fiscal year. If a
27 reduction in expenditures equally affects all agencies in a local unit of government that
28 includes the regional or subregional library's fiscal agency, the reduction must not be
29 interpreted as a reduction in local support and must not disqualify a regional or
30 subregional library from receiving state aid under part 1. If a reduction in income affects
31 a library cooperative or district library that includes a regional or subregional library's
32 fiscal agency or a reduction in expenditures for the regional or subregional library's

1 fiscal agency, a reduction in expenditures for the regional or subregional library must not
2 be interpreted as a reduction in local support and must not disqualify a regional or
3 subregional library from receiving state aid under part 1.

4

5 **COMMISSIONS**

6 Sec. 11-953. The office of global Michigan must submit a report to the standard
7 report recipients not later than January 31. The report must include all of the following
8 information:

9 (a) The number of individuals served through each major program and activity.

10 (b) The number of refugee arrivals, the job placement rate of those refugees actively
11 receiving services under global Michigan grants, and the average wages and initial job
12 placements for those refugees.

13 (c) A list and description of the activities that the office has conducted to attract
14 and retain international, advanced degree, and entrepreneurial talent.

15 (d) A list of goals for the office and the metrics used to determine whether each
16 goal is achieved.

17

18 **ONE-TIME APPROPRIATIONS**

19 Sec. 11-1001. (1) From the funds appropriated in part 1 for museums support,
20 \$500,000.00 must directly be awarded to support the Arab American National Museum.

21 (2) From the funds appropriated in part 1 for museums support, \$500,000.00 must
22 directly be awarded to the Charles H. Wright Museum of African American History.

23 (3) From the funds appropriated in part 1 for museums support, \$500,000.00 must
24 directly be awarded to support the Zekelman Holocaust Center.

25 Sec. 11-1002. (1) Funds appropriated in part 1 for special events and national
26 convention attraction must be used by the Michigan strategic fund to promote this state as
27 a destination for special events, including, but not limited to, national conventions,
28 national conferences, major sporting events, or other significant events that would feature
29 Michigan to a national audience.

30 (2) The Michigan strategic fund must develop program guidelines for the use of these
31 funds. Funds may be used to help attract eligible special events and to support costs
32 associated with hosting eligible events. Eligible events must have a regular attendance of

1 more than 500 people and meet other eligibility criteria as determined by the Michigan
2 strategic fund.

3 (3) The unexpended funds appropriated in part 1 for special events and national
4 convention attraction are designated as a work project appropriation, and any unencumbered
5 or unallotted funds shall not lapse at the end of the fiscal year and shall be available
6 for expenditure for projects under this section until the projects have been completed. The
7 following is in compliance with section 451a of the management and budget act, 1984 PA 431,
8 MCL 18.1451a:

9 (a) The purpose of the project is to promote this state as a destination for special
10 events and support costs related to hosting eligible events.

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

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

14 (d) The tentative completion date is September 30, 2031.

15 Sec. 11-1003. (1) The one-time funds appropriated in part 1 for office of future
16 mobility and electrification shall be used to further the state's emerging aviation and
17 advanced air mobility sector in alignment with Executive Directive 2025-4. Funds may be
18 used for advanced air mobility infrastructure deployment to enable beyond visual line of
19 sight operations, for efforts that further develop this emerging sector, and workforce
20 development strategies to aid in this industry transition.

21 (2) The office of future mobility and electrification shall collaborate with other
22 state departments, such as the department of military and veterans affairs and the Michigan
23 department of transportation, on the implementation of this program. As necessary to
24 improve the administration or oversight of any of the dollars appropriated under this part
25 and part 1, the department may adopt a memorandum of understanding with another state
26 department to perform the required duties under this section. Any grant money that is
27 awarded to a state department is appropriated in that department for the purpose of the
28 intended grant.

29 (3) In addition to the funds appropriated in part 1, federal funds received by the
30 office of future mobility and electrification, or other state department, for the purposes
31 of advancing the state's aviation and advanced air mobility sector, are appropriated for
32 the purposes outlined in the federal grant award. Unexpended federal funds received under

1 this section may be carried forward into the succeeding fiscal year.

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

8 (a) The purpose of the project is to support the emerging aviation and advanced air
9 mobility sector.

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

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

13 (d) The tentative completion date is September 30, 2031.