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Article 21

DEPARTMENT OF TREASURY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 21-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of treasury are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, 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, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF TREASURY	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	10.0 10.0
4	Full-time equated classified positions.....	2,001.5 2,001.5
5	GROSS APPROPRIATION	\$ 2,644,610,100 \$ 2,602,881,000
6	Total interdepartmental grants and intradepartmental	
7	transfers	11,188,500 11,188,500
8	ADJUSTED GROSS APPROPRIATION	\$ 2,633,421,600 \$ 2,591,692,500
9	Total federal revenues	25,011,400 25,011,400
10	Total local revenues	15,207,100 15,207,100
11	Total private revenues	36,600 36,600
12	Total other state restricted revenues	2,280,719,900 2,269,990,800
13	State general fund/general purpose	\$ 312,446,600 \$ 281,446,600
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>281,446,600 281,446,600</i>
16	<i>One-time state general fund/general purpose</i>	<i>31,000,000 0</i>
17	Sec. 21-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	Full-time equated unclassified positions.....	10.0 10.0
19	Full-time equated classified positions.....	452.5 452.5
20	Unclassified salaries-10.0 FTE positions	\$ 1,272,900 \$ 1,272,900
21	Bureau of accounting and financial services-74.0 FTE	
22	positions	9,555,400 9,555,400
23	Collections services bureau-201.0 FTE positions	30,290,300 30,290,300
24	Department services-65.0 FTE positions	7,770,600 7,770,600
25	Executive direction and operations-60.5 FTE positions	8,589,700 8,589,700
26	Office of security and data risk management-20.0 FTE	
27	positions	3,043,400 3,043,400
28	Property management	7,402,600 7,402,600
29	Unclaimed property-32.0 FTE positions	5,661,600 5,661,600
30	Worker's compensation	<u>44,400 44,400</u>
31	GROSS APPROPRIATION	\$ 73,630,900 \$ 73,630,900
32	Appropriated from:	

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Interdepartmental grant revenues:		
2	IDG from department of health and human services	833,400	833,400
3	IDG from other restricted funding	6,531,200	6,531,200
4	Federal revenues:		
5	Other federal revenues	1,049,500	1,049,500
6	Special revenue funds:		
7	Other state restricted revenues	51,365,900	51,365,900
8	State general fund/general purpose	\$ 13,850,900	\$ 13,850,900
9	Sec. 21-103. LOCAL GOVERNMENT PROGRAMS		
10	Full-time equated classified positions.....	108.0	108.0
11	Flint settlement payment	\$ 35,000,000	\$ 35,000,000
12	Local finance-18.0 FTE positions	2,562,200	2,562,200
13	Michigan infrastructure council-3.0 FTE positions	3,858,800	3,858,800
14	Property tax assessor training-1.0 FTE position	1,050,300	1,050,300
15	Supervision of the general property tax law-86.0 FTE		
16	positions	<u>18,428,100</u>	<u>18,428,100</u>
17	GROSS APPROPRIATION	\$ 60,899,400	\$ 60,899,400
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from department of transportation	252,700	252,700
21	Special revenue funds:		
22	Local revenues	1,806,900	1,806,900
23	Other state restricted revenues	4,309,100	4,309,100
24	State general fund/general purpose	\$ 54,530,700	\$ 54,530,700
25	Sec. 21-104. TAX PROGRAMS		
26	Full-time equated classified positions.....	776.0	776.0
27	Bottle act implementation	\$ 250,000	\$ 250,000
28	Home heating assistance	3,101,300	3,101,300
29	Insurance provider assessment program-10.0 FTE		
30	positions	2,231,700	2,231,700
31	Office of revenue and tax analysis-25.0 FTE positions	4,857,300	4,857,300
32	Tax and economic policy-47.0 FTE positions	10,289,000	10,289,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Tax compliance-319.0 FTE positions	47,205,700	47,205,700
2	Tax processing-364.0 FTE positions	46,615,800	46,615,800
3	Tobacco tax enforcement-11.0 FTE positions	<u>1,609,700</u>	<u>1,609,700</u>
4	GROSS APPROPRIATION	\$ 116,160,500	\$ 116,160,500
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from department of transportation	2,522,000	2,522,000
8	Federal revenues:		
9	Other federal revenues	3,101,300	3,101,300
10	Special revenue funds:		
11	Other state restricted revenues	87,853,000	87,853,000
12	State general fund/general purpose	\$ 22,684,200	\$ 22,684,200
13	Sec. 21-105. FINANCIAL PROGRAMS		
14	Full-time equated classified positions.....	140.0	140.0
15	Investments-81.0 FTE positions	\$ 22,682,400	\$ 22,682,400
16	State and authority finance-20.0 FTE positions	4,748,200	4,748,200
17	Student financial assistance programs-39.0 FTE		
18	positions	<u>20,253,900</u>	<u>20,253,900</u>
19	GROSS APPROPRIATION	\$ 47,684,500	\$ 47,684,500
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from other restricted funding	214,800	214,800
23	Federal revenues:		
24	Other federal revenues	20,270,400	20,270,400
25	Special revenue funds:		
26	Michigan merit award trust fund	1,600	1,600
27	Other state restricted revenues	26,673,100	26,673,100
28	State general fund/general purpose	\$ 524,600	\$ 524,600
29	Sec. 21-106. DEBT SERVICE		
30	Clean Michigan initiative	\$ 24,987,000	\$ 24,987,000
31	Great Lakes water quality bond	66,427,000	66,427,000
32	Quality of life bond	<u>3,673,000</u>	<u>3,673,000</u>

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	GROSS APPROPRIATION	\$ 95,087,000	\$ 95,087,000
2	Appropriated from:		
3	Special revenue funds:		
4	State general fund/general purpose	\$ 95,087,000	\$ 95,087,000
5	Sec. 21-107. GRANTS		
6	Convention facility development distribution	\$ 128,730,700	\$ 128,730,700
7	Election administration support fund	18,814,500	18,814,500
8	Emergency 911 payments	49,118,600	49,118,600
9	Health and safety fund grants	1,500,000	1,500,000
10	Qualified heavy equipment rental personal property		
11	exemption reimbursement distribution	3,000,000	3,000,000
12	Recreational marihuana grants	96,380,000	99,290,000
13	Senior citizen cooperative housing tax exemption		
14	program	11,512,300	11,512,300
15	Wrongful imprisonment compensation fund	<u>10,000,000</u>	<u>10,000,000</u>
16	GROSS APPROPRIATION	\$ 319,056,100	\$ 321,966,100
17	Appropriated from:		
18	Special revenue funds:		
19	Other state restricted revenues	278,729,300	281,639,300
20	State general fund/general purpose	\$ 40,326,800	\$ 40,326,800
21	Sec. 21-108. BUREAU OF STATE LOTTERY		
22	Full-time equated classified positions.....	216.0	216.0
23	Lottery information technology services and projects .	\$ 3,841,600	\$ 3,841,600
24	Lottery operations-216.0 FTE positions	<u>33,633,400</u>	<u>33,633,400</u>
25	GROSS APPROPRIATION	\$ 37,475,000	\$ 37,475,000
26	Appropriated from:		
27	Special revenue funds:		
28	Other state restricted revenues	37,475,000	37,475,000
29	State general fund/general purpose	\$ 0	\$ 0
30	Sec. 21-109. MICHIGAN GAMING CONTROL BOARD		
31	Full-time equated classified positions.....	229.0	229.0
32	Casino gaming control operations-199.0 FTE positions .	\$ 41,501,300	\$ 41,501,300

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Gaming control information technology services and		
2 projects	5,349,600	5,349,600
3 Horse racing-10.0 FTE positions	2,152,100	2,152,100
4 Michigan gaming control board	113,700	113,700
5 Millionaire party regulation-20.0 FTE positions	<u>3,225,300</u>	<u>3,225,300</u>
6 GROSS APPROPRIATION	\$ 52,342,000	\$ 52,342,000
7 Appropriated from:		
8 Special revenue funds:		
9 Other state restricted revenues	52,342,000	52,342,000
10 State general fund/general purpose	\$ 0	\$ 0
11 Sec. 21-110. PAYMENTS IN LIEU OF TAXES		
12 Commercial forest reserve	\$ 3,603,900	\$ 3,603,900
13 Purchased lands	11,736,600	11,736,600
14 Swamp and tax reverted lands	<u>19,816,300</u>	<u>19,816,300</u>
15 GROSS APPROPRIATION	\$ 35,156,800	\$ 35,156,800
16 Appropriated from:		
17 Special revenue funds:		
18 Private revenues	36,600	36,600
19 Other state restricted revenues	7,312,800	7,312,800
20 State general fund/general purpose	\$ 27,807,400	\$ 27,807,400
21 Sec. 21-111. REVENUE SHARING		
22 City, village, and township revenue sharing	\$ 308,212,000	\$ 308,212,000
23 Constitutional state general revenue sharing grants ..	1,106,099,600	1,120,539,300
24 County incentive program	43,580,300	43,580,300
25 County revenue sharing	225,428,800	225,428,800
26 Financially distressed cities, villages, or townships	<u>2,500,000</u>	<u>2,500,000</u>
27 GROSS APPROPRIATION	\$ 1,685,820,700	\$ 1,700,260,400
28 Appropriated from:		
29 Special revenue funds:		
30 Sales tax	1,685,820,700	1,700,260,400
31 State general fund/general purpose	\$ 0	\$ 0
32 Sec. 21-112. STATE BUILDING AUTHORITY		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Full-time equated classified positions.....	3.0	3.0
2 State building authority-3.0 FTE positions	\$ 768,900	\$ 768,900
3 GROSS APPROPRIATION	\$ 768,900	\$ 768,900
4 Appropriated from:		
5 Special revenue funds:		
6 Other state restricted revenues	768,900	768,900
7 State general fund/general purpose	\$ 0	\$ 0
8 Sec. 21-113. CITY INCOME TAX ADMINISTRATION PROGRAM		
9 Full-time equated classified positions.....	77.0	77.0
10 City income tax administration program-77.0 FTE		
11 positions	\$ 11,125,700	\$ 11,125,700
12 GROSS APPROPRIATION	\$ 11,125,700	\$ 11,125,700
13 Appropriated from:		
14 Special revenue funds:		
15 Local revenues	11,125,700	11,125,700
16 State general fund/general purpose	\$ 0	\$ 0
17 Sec. 21-114. INFORMATION TECHNOLOGY		
18 Treasury operations information technology services		
19 and projects	\$ 50,323,800	\$ 50,323,800
20 GROSS APPROPRIATION	\$ 50,323,800	\$ 50,323,800
21 Appropriated from:		
22 Interdepartmental grant revenues:		
23 IDG from department of transportation	834,400	834,400
24 Federal revenues:		
25 Other federal revenues	590,200	590,200
26 Special revenue funds:		
27 Local revenues	2,274,500	2,274,500
28 Other state restricted revenues	19,989,700	19,989,700
29 State general fund/general purpose	\$ 26,635,000	\$ 26,635,000
30 Sec. 21-115. ONE-TIME APPROPRIATIONS		
31 City, village, and township revenue sharing	\$ 14,676,800	\$ 0
32 County revenue sharing	12,810,000	0

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Lottery information technology services and projects .	592,000	0
2 MiABLE outreach	3,000,000	0
3 MI vehicle rebate	25,000,000	0
4 Secure retirement for small businesses	3,000,000	0
5 GROSS APPROPRIATION	\$ 59,078,800	\$ 0
6 Appropriated from:		
7 Special revenue funds:		
8 Sales tax	27,486,800	0
9 Other state restricted revenues	592,000	0
10 State general fund/general purpose	\$ 31,000,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 21-201. 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 2025 is \$2,593,166,500.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$2,046,672,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TREASURY

23 Convention facility development distribution.....	\$ 128,730,700
24 Emergency 911 payments.....	26,085,000
25 Health and safety fund grants.....	1,500,000
26 Recreational marihuana grants.....	96,380,000
27 Senior citizen cooperative housing tax exemption program.....	11,512,300
28 Commercial forest reserve.....	3,603,900
29 Purchased lands.....	11,736,600
30 Swamp and tax reverted lands.....	19,816,300
31 City, village, and township revenue sharing.....	322,888,800
32 Constitutional state general revenue sharing grants.....	1,106,099,600

1	County incentive program.....	43,580,300
2	County revenue sharing.....	238,238,800
3	Financially distressed cities, villages, or townships.....	2,500,000
4	Airport parking distribution.....	<u>34,000,000</u>
5	TOTAL	\$ 2,046,672,300

6 Sec. 21-202. The appropriations authorized under this article are subject to the
7 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

8 Sec. 21-203. As used in this article:

- 9 (a) "Department" means the department of treasury.
- 10 (b) "Director" means the director of the department.
- 11 (c) "FTE" means full-time equated.
- 12 (d) "IDG" means interdepartmental grant.
- 13 (e) "JCOS" means the joint capital outlay subcommittee.
- 14 (f) "MDHHS" means the Michigan department of health and human services.
- 15 (g) "MDSP" means the Michigan department of state police.
- 16 (h) "MEGA" means the Michigan economic growth authority.
- 17 (i) "MFA" means the Michigan finance authority.
- 18 (j) "MSF" means the Michigan strategic fund.

19 Sec. 21-204. From the funds appropriated in part 1, the departments and agencies
20 shall use the internet to fulfill the reporting requirements of this part. This requirement
21 shall include transmission of reports via email to the recipients identified for each
22 reporting requirement, and it shall include placement of reports on an internet site.

23 Sec. 21-205. To the extent permissible under section 261 of the management and budget
24 act, 1984 PA 431, MCL 18.1261, all of the following apply:

- 25 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
26 goods or services, or both, if competitively priced and of comparable quality American
27 goods or services, or both, are available.
- 28 (b) Preference must be given to goods or services, or both, manufactured or provided
29 by Michigan businesses, if they are competitively priced and of comparable quality.
- 30 (c) Preference must be given to goods or services, or both, that are manufactured or
31 provided by Michigan businesses owned and operated by veterans, if they are competitively
32 priced and of comparable quality.

1 Sec. 21-206. To the extent permissible under the management and budget act, 1984 PA
2 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
3 appropriations in part 1 shall take all reasonable steps to ensure that geographically
4 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
5 and perform contracts to provide services or supplies, or both. Each director shall
6 strongly encourage firms with which the department or agency contracts to subcontract with
7 certified geographically disadvantaged business enterprises for services, supplies, or
8 both.

9 Sec. 21-207. Consistent with section 217 of the management and budget act, 1984 PA
10 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
11 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
12 travel report shall be a listing of all travel by classified and unclassified employees
13 outside this state in the immediately preceding fiscal year that was funded in whole or in
14 part with funds appropriated in the department's or agency's budget. The department shall
15 submit the report to the house and senate appropriations committees and to the report
16 recipients required in section 213 of this part. The report shall include all of the
17 following information:

18 (a) The dates of each travel occurrence.

19 (b) The total transportation and related costs of each travel occurrence, including
20 the proportion funded with state general fund/general purpose revenues, the proportion
21 funded with state restricted revenues, the proportion funded with federal revenues, and the
22 proportion funded with other revenues.

23 Sec. 21-208. Funds appropriated in part 1 shall not be used by a principal executive
24 department, state agency, or authority to hire a person to provide legal services that are
25 the responsibility of the attorney general. This prohibition does not apply to legal
26 services for bonding activities and for those outside services that the attorney general
27 authorizes.

28 Sec. 21-209. Not later than December 15, the state budget office shall prepare and
29 transmit a report that provides for estimates of the total general fund/general purpose
30 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
31 projected year-end general fund/general purpose appropriation lapses by major departmental
32 program or program areas. The state budget office shall submit the report to the senate and

1 house appropriations committees and the senate and house fiscal agencies.

2 Sec. 21-210. (1) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These
4 funds are not available for expenditure until they have been transferred to another line
5 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
6 MCL 18.1393.

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

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

15 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
16 not to exceed \$40,000.00 for private contingency funds. These funds are not available for
17 expenditure until they have been transferred to another line item in this article under
18 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

19 Sec. 21-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
20 a marginalized community's access to government resources, programs, or facilities.

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

24 Sec. 21-213. Except as otherwise provided in this part, all reports required under
25 this part shall be submitted to the senate and house appropriations subcommittees on the
26 department budget, the senate and house fiscal agencies, the senate and house policy
27 offices, and the state budget office.

28 Sec. 21-216. On a quarterly basis, the department shall report to the senate and
29 house appropriations committees and the report recipients required in section 213 of this
30 part a comparison by line item of the number of FTEs authorized from funds appropriated in
31 part 1 to the actual number of FTEs employed by the department at the end of the reporting
32 period.

1 Sec. 21-227. Funds appropriated in part 1 shall not be used by this state, a
2 department, an agency, or an authority of this state to purchase an ownership interest in a
3 casino enterprise or a gambling operation as those terms are defined in the Michigan Gaming
4 Control and Revenue Act, 1996 IL 1, MCL 432.201 to 432.226.

5
6 DEPARTMENT OF TREASURY OPERATIONS

7 Sec. 21-902. (1) Amounts needed to pay for interest, fees, principal, mandatory and
8 optional redemptions, arbitrage rebates as required by federal law, and costs associated
9 with the payment, registration, trustee services, credit enhancements, and issuing costs in
10 excess of the amount appropriated to the department in part 1 for debt service on notes and
11 bonds that are issued by this state under sections 14, 15, and 16 of article IX of the
12 state constitution of 1963, as implemented by 1967 PA 266, MCL 17.451 to 17.455, are
13 appropriated.

14 (2) In addition to the amount appropriated to the department for debt service in part
15 1, there is appropriated an amount for fiscal year cash-flow borrowing costs to pay for
16 interest on interfund borrowing under 1967 PA 55, MCL 12.51 to 12.53.

17 (3) In addition to the amount appropriated to the department for debt service in part
18 1, there is appropriated all repayments received by this state on loans made from the
19 school bond loan fund not required to be deposited in the school loan revolving fund under
20 section 4 of 1961 PA 112, MCL 388.984, to the extent determined by the state treasurer, for
21 the payment of debt service, including, without limitation, optional and mandatory
22 redemptions, on bonds, notes or commercial paper issued by this state under 1961 PA 112,
23 MCL 388.981 to 388.985.

24 Sec. 21-902b. As a condition of receiving appropriations in part 1, not later than 30
25 days after the state of Michigan annual comprehensive financial report is published, the
26 department shall submit a report on all funds that are controlled or administered by the
27 department and not appropriated in part 1. The report may be completed electronically and
28 the department must notify the recipients when the report is publicly available. The
29 current and any previous reports required under this section shall be saved and publicly
30 available on the department's public internet website and stored in a common location with
31 all other reports required by law. The link to the location of the reports shall be clearly
32 indicated on the main page of the department's internet website. The report shall include

1 all of the following information:

2 (a) The starting balance for each fund from the previous fiscal year.

3 (b) Total revenue generated by both transfers in and investments for each fund in the
4 previous fiscal year.

5 (c) Total expenditures for each fund in the previous fiscal year.

6 (d) The ending balance for each fund for the previous fiscal year.

7 Sec. 21-903. (1) From the funds appropriated in part 1, the department may contract
8 with private collection agencies and law firms to collect taxes and other accounts due this
9 state, or to a city for which the department has entered into an agreement to provide tax
10 administration services. In addition to the amounts appropriated in part 1 to the
11 department, there are appropriated amounts necessary to fund collection costs and fees,
12 including infrastructure, not to exceed 25% of the collections or 2.5% plus operating
13 costs, whichever amount is prescribed by each contract. The appropriation to fund
14 collection costs and fees for the collection of taxes or other accounts due this state, or
15 to a city for which the department has entered into an agreement to provide tax
16 administrative services, is from the fund or account to which the revenues being collected
17 are recorded or dedicated. However, if the taxes collected are dedicated for a specific
18 purpose under the state constitution of 1963, the appropriation of collection costs and
19 fees is from the general purpose account of the general fund.

20 (2) From the funds appropriated in part 1, the department may contract with private
21 collections agencies and law firms to collect defaulted student loans and other accounts
22 due the Michigan guaranty agency. In addition to the amounts appropriated in part 1 to the
23 department, there are appropriated amounts necessary to fund collection costs and fees not
24 to exceed 24.34% of the collection or a lesser amount as prescribed by the contract. The
25 appropriation to fund collection costs and fees for the auditing and collection of
26 defaulted student loans due the Michigan guaranty agency is from the fund or account to
27 which the revenues being collected are recorded or dedicated.

28 (3) By November 30, the department shall submit a report for the immediately
29 preceding fiscal year to the senate and house of representatives standing committees on
30 appropriations and to the report recipients required in section 213 of this part stating
31 the agencies or law firms employed, the amount of collections for each, the costs of
32 collection, and other pertinent information relating to determining whether this authority

1 should be continued.

2 Sec. 21-904. (1) The department, through its bureau of investments, may charge an
3 investment service fee against the applicable retirement funds. The fees may be expended
4 for necessary salaries, wages, contractual services, supplies, materials, equipment,
5 travel, worker's compensation insurance premiums, and grants to the civil service
6 commission and state employees' retirement funds. Service fees shall not exceed the
7 aggregate amount appropriated in part 1. The department shall maintain accounting records
8 in sufficient detail to enable the retirement funds to be reimbursed periodically for fee
9 revenue that is determined by the department to be surplus.

10 (2) In addition to the funds appropriated in part 1 from the retirement funds to the
11 department, there is appropriated from retirement funds an amount sufficient to pay for the
12 services of money managers, investment advisors, investment consultants, custodians, and
13 other outside professionals that the state treasurer considers necessary to prudently
14 manage the retirement funds' investment portfolios. The state treasurer shall submit an
15 annual report to the senate and house of representatives standing committees on
16 appropriations and to the report recipients required in section 213 of this part concerning
17 the performance of each portfolio by investment advisor.

18 (3) The department shall submit a report by November 30 identifying the service fees
19 assessed against each retirement system under subsection (1) and the methodology used for
20 assessment.

21 Sec. 21-904a. (1) There is appropriated an amount sufficient to recognize and pay
22 expenditures for financial services provided by financial institutions or equivalent
23 vendors that perform these financial services, including the department, as provided under
24 section 1 of 1861 PA 111, MCL 21.181.

25 (2) The appropriations under subsection (1) shall be funded by restricting revenues
26 from common cash interest earnings and investment earnings in an amount sufficient to
27 record these expenditures. If the amounts of common cash interest earnings are insufficient
28 to cover these costs, then miscellaneous revenues shall be used to fund the remaining
29 balance of these expenditures.

30 Sec. 21-905. The municipal finance fee fund is created in the department as a
31 revolving fund. The fees that the department collects under the revised municipal finance
32 act, 2001 PA 34, MCL 141.2101 to 141.2821, shall be credited to the municipal finance fee

1 fund and may be carried forward for future appropriation.

2 Sec. 21-906. (1) The department shall charge for audits as permitted by state or
3 federal law or under contractual arrangements with local units of government, other
4 principal executive departments, or state agencies. However, the charge shall not be more
5 than the actual cost for performing the audit. The department shall submit a report
6 detailing audits performed and audit charges for the immediately preceding fiscal year not
7 later than November 30.

8 (2) The audit charges fund is created in the department as a revolving fund. The
9 contractual charges collected shall be credited to the audit charges fund and may be
10 carried forward for future appropriation.

11 Sec. 21-907. The assessor certification and training fund is created in the
12 department as a revolving fund. The assessor certification and training fund shall be used
13 to organize and operate a property assessor certification and training program. Each
14 participant certified and trained shall pay to the department examination fees not to
15 exceed \$50.00 per examination and certification fees not to exceed \$175.00. Training
16 courses shall be offered in assessment administration. Each participant shall pay a fee to
17 cover the expenses incurred in offering the optional programs to certified assessing
18 personnel and other individuals interested in an assessment career opportunity. The fees
19 collected shall be credited to the assessor certification and training fund.

20 Sec. 21-908. The amount appropriated in part 1 for the home heating assistance
21 program is to cover the costs, including data processing, of administering federal home
22 heating credits to eligible claimants and to administer the supplemental fuel cost payment
23 program for eligible tax credit and welfare recipients.

24 Sec. 21-909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to
25 207.383, is appropriated and shall be distributed under section 7a of the airport parking
26 tax act, 1987 PA 248, MCL 207.377a.

27 Sec. 21-910. The disbursement by the department from the bottle deposit fund to
28 dealers as required by section 3c(3) of 1976 IL 1, MCL 445.573c, is appropriated.

29 Sec. 21-911. (1) There is appropriated an amount sufficient to recognize and pay
30 refundable tax credits, tax refunds, and interest as provided by law.

31 (2) The appropriations under subsection (1) shall be funded by restricting tax
32 revenue in an amount sufficient to record these expenditures.

1 Sec. 21-912. A plaintiff in a garnishment action involving this state shall pay to
2 the state treasurer 1 of the following:

3 (a) A fee of \$6.00 at the time a writ of garnishment of periodic payments is served
4 on the state treasurer, as provided in section 4012 of the revised judicature act of 1961,
5 1961 PA 236, MCL 600.4012.

6 (b) A fee of \$6.00 at the time any other writ of garnishment is served on the state
7 treasurer, except that the fee shall be reduced to \$5.00 for each writ of garnishment for
8 individual income tax refunds or credits filed electronically.

9 Sec. 21-913. (1) The department may contract with private firms to appraise and, if
10 necessary, appeal the assessments of senior citizen cooperative housing units. Payment for
11 this service shall be from savings resulting from the appraisal or appeal process.

12 (2) A portion of the funds appropriated in part 1 for the senior citizen cooperative
13 housing tax exemption program may be used for an audit of the program. The department shall
14 forward copies of any completed audit report. The department may use up to 1% of the funds
15 for program administration and auditing.

16 Sec. 21-914. The department may provide a \$200.00 annual prize from the Ehlers
17 internship award account in the gifts, bequests, and deposit fund to the runner-up of the
18 Rosenthal prize for interns. The Ehlers internship award account is interest bearing.

19 Sec. 21-915. As required under section 61 of the Michigan campaign finance act, 1976
20 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund
21 an amount equal to the amounts designated for the 2023 tax year. Except as otherwise
22 provided in this section, the amount appropriated shall not revert to the general fund and
23 shall remain in the state campaign fund. Any amounts remaining in the state campaign fund
24 in excess of \$10,000,000.00 on December 31 shall revert to the general fund.

25 Sec. 21-916. (1) The department may make available to interested entities otherwise
26 unavailable customized unclaimed property listings of nonconfidential information in its
27 possession. The department shall charge for this information as follows:

28 (a) For 1 to 100,000 records, 2.5 cents per record.

29 (b) For 100,001 or more records, 0.5 cents per record.

30 (2) The revenue received under subsection (1) shall be deposited in the appropriate
31 revenue account or fund.

32 (3) The department shall submit an annual report on or before June 1 to the senate

1 and house of representatives standing committees on appropriations and to the report
2 recipients required in section 213 of this part that states the amount of revenue received
3 from the sale of information.

4 Sec. 21-917. (1) There is appropriated for write-offs and advances an amount equal to
5 total write-offs and advances for departmental programs, but not to exceed current year
6 authorizations that would otherwise lapse to the general fund.

7 (2) By November 30, the department shall submit a report for the immediately
8 preceding fiscal year stating the amounts appropriated for write-offs and advances under
9 subsection (1) and an explanation for each write-off or advance that occurred.

10 Sec. 21-919. (1) From funds appropriated in part 1, the department may contract with
11 private auditing firms to audit for and collect unclaimed property due this state in
12 accordance with the uniform unclaimed property act, 1995 PA 29, MCL 567.221 to 567.265. In
13 addition to the amounts appropriated in part 1 to the department, there are appropriated
14 amounts necessary to fund auditing and collection costs and fees not to exceed 12% of the
15 collections, or a lesser amount as prescribed by the contract. The appropriation to fund
16 collection costs and fees for the auditing and collection of unclaimed property due this
17 state is from the fund or account to which the revenues being collected are recorded or
18 dedicated.

19 (2) By November 30, the department shall submit a report for the immediately
20 preceding fiscal year to the senate and house of representatives standing committees on
21 appropriations and to the report recipients required in section 213 of this part stating
22 the auditing firms employed, the amount of collections for each, the costs of collection,
23 and other information pertinent to determining whether this authority should be continued.

24 Sec. 21-920. From the funds appropriated in part 1, the department shall produce a
25 listing of all personal property tax reimbursement payments to be distributed in the
26 current fiscal year by the local community stabilization authority and shall post the list
27 of payments on the department website by June 30.

28 Sec. 21-921. From the funds appropriated in part 1, the department shall notify all
29 members of the legislature on any revenue administrative bulletins, administrative rules
30 involving tax administration or collection, or notices interpreting changes in law. The
31 notification shall be issued within 3 days after it is posted and shall include at least
32 the following:

1 (a) A summary of the proposed changes from current procedures.

2 (b) Identification of potential industries that will be affected by the bulletin,
3 notice, or rule.

4 (c) A discussion of the potential fiscal implications of the bulletin, notice, or
5 rule. This subdivision does not apply to a bulletin, notice, or rule that is a routine
6 update of a tax or interest rate required by statute.

7 (d) A summary of the reason for the proposed changes.

8 Sec. 21-924. (1) In addition to the funds appropriated in part 1, the department may
9 receive and expend principal residence audit fund revenue for administration of principal
10 residence audits under the general property tax act, 1893 PA 206, MCL 211.1 to 211.155.

11 (2) The department shall submit a report for the immediately preceding fiscal year
12 not later than December 31 stating the amount of exemptions denied and the revenue received
13 under the program.

14 Sec. 21-927. The department shall submit an annual progress report regarding
15 essential service assessment audits. The report shall include the number of audits, revenue
16 generated, and number of complaints received by the department related to the audits.

17 Sec. 21-928. The department may provide receipt, check and cash processing, data,
18 collection, investment, fiscal agent, levy and check cost assessment, writ of garnishment,
19 and other user services on a contractual basis for other principal executive departments
20 and state agencies. Funds for the services provided are appropriated and shall be expended
21 for salaries and wages, fees, supplies, and equipment necessary to provide the services.
22 Any unobligated balance of the funds received reverts to the general fund on September 30.

23 Sec. 21-930. (1) The department shall provide accounts receivable collections
24 services to other principal executive departments and state agencies under 1927 PA 375, MCL
25 14.131 to 14.134, or to a city for which the department has entered into an agreement to
26 provide tax administration services. The department shall deduct a fee equal to the cost of
27 collections from all receipts except unrestricted general fund collections. Fees shall be
28 credited to a restricted revenue account and appropriated to the department to pay for the
29 cost of collections. The department shall maintain accounting records in sufficient detail
30 to enable the respective accounts to be reimbursed periodically for fees deducted that are
31 determined by the department to be surplus to the actual cost of collections.

32 (2) The department shall submit a report for the immediately preceding fiscal year

1 not later than November 30 stating the principal executive departments and state agencies
2 served, funds collected, and costs of collection under subsection (1).

3 Sec. 21-931. (1) The appropriation in part 1 to the department for treasury fees
4 shall be assessed against all restricted funds, except for federal or state restricted
5 funds that are temporary in nature or otherwise do not qualify to be assessed treasury
6 fees, that receive common cash earnings or other investment income. Treasury fees include
7 all costs, including administrative overhead, relating to the investment of each restricted
8 fund. The fee assessed against each restricted fund must be based on the size of the
9 restricted fund, calculated as the absolute value of the average daily cash balance plus
10 the market value of investments in the prior fiscal year, and the level of effort necessary
11 to maintain the restricted fund as required by each department. The department shall submit
12 a report by November 30 identifying the fees assessed against each restricted fund and the
13 methodology used for assessment.

14 (2) In addition to the funds appropriated in part 1, the department may receive and
15 expend investment fees relating to new restricted funding sources that participate in
16 common cash earnings or other investment income during the current fiscal year. A
17 restricted fund that is created on or after October 1 shall be assessed a fee using the
18 same criteria identified in subsection (1).

19 Sec. 21-932. Revenue received under the Michigan education trust act, 1986 PA 316,
20 MCL 390.1421 to 390.1442, may be expended by the board of directors of the Michigan
21 education trust for necessary salaries, wages, supplies, contractual services, equipment,
22 worker's compensation insurance premiums, and grants to the civil service commission and
23 state employees' retirement fund.

24 Sec. 21-934. The department may expend revenues received under the hospital finance
25 authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating act, 1985 PA 227,
26 MCL 141.1051 to 141.1076, the higher education facilities authority act, 1969 PA 295, MCL
27 390.921 to 390.934, the Michigan public educational facilities authority, Executive
28 Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
29 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast track act, 2003 PA
30 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental protection
31 act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development authority act
32 of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the MFA, Executive Reorganization

1 Order No. 2010-2, MCL 12.194, for necessary salaries, wages, supplies, contractual
2 services, equipment, worker's compensation insurance premiums, grants to the civil service
3 commission and state employees' retirement fund, and other expenses as allowed under those
4 acts or executive reorganization orders.

5 Sec. 21-937. As a condition of receiving funds in part 1, the department shall submit
6 a report to the senate and house standing committees on appropriations and to the report
7 recipients required in section 213 of this part not later than March 31 regarding the
8 performance of the Michigan accounts receivable collections system. The report shall
9 include, but is not limited to, all of the following:

10 (a) Information regarding the effectiveness of the department's current collection
11 strategies, including the use of vendors or contractors.

12 (b) The amount of delinquent accounts and collection referrals to vendors and
13 contractors.

14 (c) The liquidation rates for declining delinquent accounts.

15 (d) The profile of uncollected delinquent accounts, including specific uncollected
16 amounts by category.

17 (e) The department's strategy to manage delinquent accounts once those accounts
18 exceed the vendor's or contractor's contracted collectible period.

19 (f) A summary of the strategies used in other states, including, but not limited to,
20 secondary placement services, and assessing the benefits of those strategies.

21 Sec. 21-938. Revenue collected in the qualified heavy equipment rental personal
22 property exemption reimbursement fund is appropriated and shall be distributed in
23 accordance with section 9 of the qualified heavy equipment rental personal property
24 specific tax act, 2022 PA 35, MCL 211.1129.

25 Sec. 21-941. (1) From the funds appropriated in part 1, the department, in
26 conjunction with the MSF, shall report to the senate and house of representatives standing
27 committees on appropriations and to the report recipients required in section 213 of this
28 part by November 1 on the annual cost of the MEGA tax credits. The report shall include the
29 board-approved credit amount, adjusted for credit amendments if applicable, and the actual
30 and projected value of tax credits, for each year from 1995 to the expiration of the credit
31 program. For years for which credit claims are complete, the report shall include the total
32 of actual certificated credit amounts. For years for which claims are still pending or not

1 yet submitted, the report shall include a combination of actual credits if available and
2 projected credits. Credit projections shall be based on updated estimates of employees,
3 wages, and benefits for eligible companies.

4 (2) In addition to the report under subsection (1), the department, in conjunction
5 with the MSF, shall submit a report to the senate and house of representatives standing
6 committees on appropriations and to the report recipients required in section 213 of this
7 part by November 1 on the annual cost of all other certificated credits by program, for
8 each year until the credits expire or can no longer be collected. The report shall include
9 estimates on the brownfield redevelopment credit, film credits, MEGA photovoltaic
10 technology credit, MEGA polycrystalline silicon manufacturing credit, MEGA vehicle battery
11 credit, and other certificated credits.

12 Sec. 21-944. From the funds appropriated in part 1, if the department hires a pension
13 plan consultant using any of the funds appropriated in part 1, the department shall retain
14 any report provided to the department by that consultant, notify the report recipients
15 described in section 213 of this part and shall make that report available upon request to
16 the report recipients described in section 213 of this part. A rationale for retention of a
17 pension plan consultant shall be included in the notification of retention.

18 Sec. 21-945. From the funds appropriated in part 1, audits of local unit assessment
19 administration practices, procedures, and records shall be conducted in each assessment
20 jurisdiction a minimum of once every 5 years and in accordance with section 10g of the
21 general property tax act, 1893 PA 206, MCL 211.10g.

22 Sec. 21-946. Revenue collected in the convention facility development fund is
23 appropriated and shall be distributed in accordance with sections 8, 9, and 10 of the state
24 convention facility development act, 1985 PA 106, MCL 207.628, 207.629, and 207.630.

25 Sec. 21-948. (1) The election administration support fund is created within the
26 department.

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

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

32 (4) The state treasurer may receive money or other assets from any source for deposit

1 into the election administration support fund. The state treasurer shall direct the
2 investment of the election administration support fund. The state treasurer shall credit to
3 the election administration support fund interest and earnings from the election
4 administration support fund.

5 (5) Funds in the election administration support fund at the close of the fiscal year
6 remain in the election administration support fund and do not lapse to the general fund.

7 (6) Funds appropriated in part 1 for election administration support fund must be
8 deposited in the election administration support fund created under this section.

9 Sec. 21-949. (1) From the funds appropriated in part 1, the department may contract
10 with private agencies to prevent the disbursement of fraudulent tax refunds. In addition to
11 the amounts appropriated in part 1 to the department, there are appropriated amounts
12 necessary to pay contract costs or fund operations designed to reduce fraudulent income tax
13 refund payments not to exceed \$2,000,000.00. The appropriation to fund fraud prevention
14 efforts is from the fund or account to which the revenues being collected are recorded or
15 dedicated.

16 (2) The department shall submit a report for the immediately preceding fiscal year to
17 the senate and house of representatives standing committees on appropriations and to the
18 report recipients required in section 213 of this part not later than November 30 stating
19 the number of refund claims denied due to the fraud prevention operations, the amount of
20 refunds denied, the costs of the fraud prevention operations, and other information
21 pertinent to determining whether this authority should be continued.

22 Sec. 21-949a. From the funds appropriated in part 1 for city income tax
23 administration program, the department may expand its individual income tax administration
24 for any additional cities that establish service level agreements with the department for
25 this purpose. In addition to the funds appropriated in part 1, any additional local funds
26 received as part of the service level agreements are appropriated to the department for
27 staffing and administration of the program.

28 Sec. 21-949b. Tax capture revenues collected in accordance with written agreements
29 under the good jobs for Michigan program and transferred from the general fund for deposit
30 into the good jobs for Michigan fund, including tax capture revenues collected for both
31 calculated payments from the good jobs for Michigan fund to authorized businesses and
32 distributions to the MSF for administrative expenses, are appropriated in accordance with

1 chapter 8D of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

2 Sec. 21-949c. From the funds appropriated in part 1, funds shall be expended in
3 coordination with the department of agriculture and rural development to improve the timely
4 processing and issuance of tax credits from the Michigan's farmland and open space
5 preservation program created under section 36109 of the natural resources and environmental
6 protection act, 1994 PA 451, MCL 324.36109, for the Michigan's farmland and open space
7 preservation program under parts 361 and 362 of the natural resources and environmental
8 protection act, 1994 PA 451, MCL 324.36101 to 324.36116 and 324.36201 to 324.36207,
9 including, but not limited to, all of the following:

10 (a) Timely review of mailed applications and paperwork.

11 (b) Timely and proactive communications to applicants regarding the status of the
12 applicant's application.

13 (c) A clear and understood timeline for the issuance of any tax credits.

14 Sec. 21-949d. (1) From the funds appropriated in part 1 for financial review
15 commission, the department shall continue financial review commission efforts in the
16 current fiscal year. The purpose of the funding is to cover ongoing costs associated with
17 the operation of the commission.

18 (2) The department shall identify specific outcomes and performance measures for this
19 initiative, including, but not limited to, the department's ability to perform a critical
20 fiscal review to ensure the city of Detroit does not reenter distress following its exit
21 from bankruptcy and to ensure that the community district does not enter distress and
22 maintains a balanced budget.

23 (3) The department shall submit a report by March 15 that describes the specific
24 outcomes and measures required in subsection (1) and provide the results and data related
25 to these outcomes and measures.

26 Sec. 21-949e. From the funds appropriated in part 1 for the state essential services
27 assessment program, the department shall administer the state essential services assessment
28 program. The program must provide the department with the ability to collect the state
29 essential services assessment, which is a phased-in replacement of locally collected
30 personal property taxes on eligible manufacturing personal property.

31 Sec. 21-949f. Revenue from the tobacco products tax act, 1993 PA 327, MCL 205.421 to
32 205.436, related to counties with a population of more than 2,000,000 according to the 2000

1 federal decennial census is appropriated and shall be distributed in accordance with
2 section 12(2)(e) of the tobacco products tax act, 1993 PA 327, MCL 205.432.

3 Sec. 21-949h. Revenue from part 6 of the medical marihuana facilities licensing act,
4 2016 PA 281, MCL 333.27601 to 333.27605, is appropriated and must be distributed in
5 accordance with part 6 of the medical marihuana facilities licensing act, 2016 PA 281, MCL
6 333.27601 to 333.27605.

7 Sec. 21-949i. Revenue from the Michigan Regulation and Taxation of Marihuana Act,
8 2018 IL 1, MCL 333.27951 to 333.27967, is appropriated and must be distributed in
9 accordance with the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL
10 333.27951 to 333.27967.

11 Sec. 21-949j. All funds in the wrongful imprisonment compensation fund created in the
12 wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1751 to 691.1757, are
13 appropriated and available for expenditure. Expenditures are limited to support wrongful
14 imprisonment compensation payments under section 6 of the wrongful imprisonment
15 compensation act, 2016 PA 343, MCL 691.1756.

16 Sec. 21-949k. There is appropriated an amount equal to the tax captured revenues due
17 under approved transformational brownfield plans created under the brownfield redevelopment
18 financing act, 1996 PA 381, MCL 125.2651 to 125.2670.

19 Sec. 21-949m. From the funds appropriated in part 1, the Michigan infrastructure
20 council shall plan, conduct, and contract for asset management improvement activities,
21 including, but not limited to, infrastructure data collection activities, asset manager
22 training, development of a 30-year asset management plan for this state, assistance in
23 asset management improvement projects including maintaining an asset management portal, and
24 other projects that promote improved asset management for infrastructure in this state.

25 Sec. 21-949n. In addition to funding appropriated in part 1, the department is
26 authorized to issue payments in compliance with the fostering futures scholarship trust
27 fund act, 2008 PA 525, MCL 722.1021 to 722.1031, including any money received as gifts or
28 donations to the fostering futures scholarship trust fund.

29
30 **REVENUE SHARING**

31 Sec. 21-950. The funds appropriated in part 1 for constitutional revenue sharing
32 shall be distributed by the department to cities, villages, and townships, as required

1 under section 10 of article IX of the state constitution of 1963. Revenue collected in
2 accordance with section 10 of article IX of the state constitution of 1963 in excess of the
3 amount appropriated in part 1 for constitutional revenue sharing is appropriated for
4 distribution to cities, villages, and townships, on a population basis as required under
5 section 10 of article IX of the state constitution of 1963.

6 Sec. 21-952. (1) The funds appropriated in part 1 for city, village, and township
7 revenue sharing are for grants to cities, villages, and townships such that, subject to
8 fulfilling the requirements under subsection (4), each city, village, or township that
9 received a city, village, and township revenue sharing payment under section 108(11) of
10 article 5 of 2023 PA 119 is eligible to receive the following amounts described in
11 subdivisions (a), (b), and (c), subject to subdivision (d):

12 (a) An ongoing amount equal to 105.0% of its total eligible city, village, and
13 township revenue sharing payment under section 108(11) of article 5 of 2023 PA 119, rounded
14 to the nearest dollar.

15 (b) An additional one-time amount equal to 3.0% of its total eligible city, village,
16 and township revenue sharing payment under section 108(11) of article 5 of 2023 PA 119,
17 rounded to the nearest dollar. Payments under this subdivision must be distributed to each
18 city, village, or township subject to the city, village, or township certifying to the
19 department that the city, village, or township has fully obligated or expended, by October
20 1, 2024, or declined the total amount of federal funds allocated to the city, village, or
21 township under the American rescue plan act of 2021, Public Law 117-2. A city, village, or
22 township must certify to the department by December 5, 2024 in a form and manner prescribed
23 by the department. Any city, village, or township that was determined to be in compliance
24 with the certification requirement included in 2023 PA 119 section 952(1)(b) shall be
25 considered in compliance.

26 (c) An additional one-time amount to be used for funding local public safety
27 initiatives, equal to 2.0% of its total eligible city, village, and township revenue
28 sharing payment under section 108(11) of article 5 of 2023 PA 119, rounded to the nearest
29 dollar.

30 (d) For purposes of this subsection, any city, village, or township that completely
31 merges with another city, village, or township must be treated as a single entity, such
32 that when determining the eligible city, village, and township revenue sharing payment

1 under section 108(11) of article 5 of 2023 PA 119 for the combined single entity, the city,
2 village, and township revenue sharing amount each of the merging local units of government
3 was eligible to receive under section 108(11) of article 5 of 2023 PA 119 is summed.

4 (2) As used in this section, "local public safety initiatives" includes, but is not
5 limited to, recruitment or retention efforts, training programs, new equipment purchases or
6 equipment replacements, or capital improvements to public safety buildings or structures.
7 All local public safety initiative expenses must be related to public safety.

8 (3) The funds appropriated in part 1 for the county incentive program are to be used
9 for grants to counties such that each county is eligible to receive an amount equal to 20%
10 of the amount determined pursuant to the Glenn Steil state revenue sharing act of 1971,
11 1971 PA 140, MCL 141.901 to 141.921. The amount calculated under this subsection shall be
12 adjusted as necessary to reflect partial county fiscal years and prorated based on the
13 total amount appropriated for distribution to all eligible counties. Except as otherwise
14 provided under this subsection, payments under this subsection must be distributed to an
15 eligible county subject to the county's fulfilling the requirements under subsection (4).

16 (4) For purposes of accountability and transparency, each eligible city, village,
17 township, or county shall certify by the first Thursday of December or, for any payment
18 month other than December, by the first day of the payment month, that it has produced a
19 debt service report containing a detailed listing of its debt service requirements,
20 including, at a minimum, the issuance date, issuance amount, type of debt instrument, a
21 listing of all revenues pledged to finance debt service by debt instrument, and a listing
22 of the annual payment amounts until maturity; and a projected budget report, including, at
23 a minimum, the current fiscal year and a projection for the immediately following fiscal
24 year. The projected budget report shall include revenues and expenditures and an
25 explanation of the assumptions used for the projections. Each eligible city, village,
26 township, or county shall include in any mailing of general information to its citizens the
27 internet website address location for its debt service report and projected budget report
28 or the physical location where these documents are available for public viewing in the
29 city, village, township, or county clerk's office. Each city, village, township, and county
30 applying for a payment under this subsection shall submit a copy of the debt service report
31 and a copy of the projected budget report to the department. The department shall develop
32 detailed guidance for a city, village, township, or county to follow to meet the

1 requirements of this subsection. The detailed guidance shall be posted on the department
2 website and distributed to cities, villages, townships, and counties by October 1.

3 (5) City, village, and township revenue sharing payments and county incentive program
4 payments are subject to all of the following conditions:

5 (a) The city, village, township, or county shall certify to the department that it
6 has met the required criteria for subsection (4) and submitted the debt service report and
7 projected budget report as required by subsection (4). A department review of the debt
8 service report and the projected budget report is not required in order for a city,
9 village, township, or county to receive a payment under subsection (1) or (3). The
10 department shall develop a certification process and method for cities, villages,
11 townships, and counties to follow.

12 (b) Subject to subdivisions (c), (d), and (e), if a city, village, township, or
13 county meets the requirements of subsection (4), the city, village, township, or county
14 shall receive its full potential payment under this section.

15 (c) Cities, villages, and townships eligible to receive a payment under subsection
16 (1) shall receive 1/6 of their eligible payment on the last business day of October,
17 December, February, April, June, and August. Payments under subsection (1) shall be issued
18 to cities, villages, and townships until the specified due date for subsection (4). After
19 the specified due date for subsection (4), payments shall be made to a city, village, or
20 township only if that city, village, or township has complied with subdivision (a).

21 (d) Payments under subsection (3) shall be issued to counties until the specified due
22 date for subsection (4). After the specified due date for subsection (4), payments shall be
23 made to a county only if that county has complied with subdivision (a).

24 (e) If a city, village, township, or county does not submit the required
25 certification, debt service report, and projected budget report by the specified due date
26 stipulated in subsection (4) for the December payment or by the first day of a payment
27 month for all payments after the December payment, the city, village, township, or county
28 shall forfeit the payment in that payment month.

29 (f) Any city, village, township, or county that falsifies certification documents
30 shall forfeit any future city, village, and township revenue sharing payments or county
31 incentive program payments and shall repay to this state all payments it has received under
32 this section.

1 (g) City, village, and township revenue sharing payments and county incentive program
2 payments under this section shall be distributed on the last business day of October,
3 December, February, April, June, and August.

4 (h) Payments distributed under this section may be withheld pursuant to sections 17a
5 and 21 of the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.917a and
6 141.921.

7 (6) The unexpended funds appropriated in part 1 for city, village, and township
8 revenue sharing and the county incentive program shall be available for expenditure under
9 the program for financially distressed cities, villages, or townships after the approval of
10 transfers by the legislature pursuant to section 393(2) of the management and budget act,
11 1984 PA 431, MCL 18.1393.

12 (7) Any city, village, or township eligible to receive a payment under subsection (1)
13 and determined to have a retirement pension benefit system in underfunded status under
14 section 5 of the protecting local government retirement and benefits act, 2017 PA 202, MCL
15 38.2805, must allocate to its pension unfunded liability an amount equal to its current
16 year eligible payment under subsection (1) less an amount equal to 5.0% of its total
17 eligible payment under section 108(11) of article 5 of 2023 PA 119, rounded to the nearest
18 dollar, less the sum of its eligible payment for city, village, and township revenue
19 sharing under section 108(11) and (15) of article 5 of 2023 PA 119. A city, village, or
20 township that has issued a municipal security under section 518 of the revised municipal
21 finance act, 2001 PA 34, MCL 141.2518, is exempt from this requirement.

22 Sec. 21-955. (1) The funds appropriated in part 1 for county revenue sharing shall be
23 distributed by the department such that each eligible county receives the following amounts
24 described in subdivisions (a), (b), and (c), subject to subdivision (d):

25 (a) An ongoing payment equal to 123.4545802% of the amount determined pursuant to the
26 Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, less
27 the amount for which the county is eligible under section 952(3) of this part.

28 (b) An additional one-time payment equal to 3.0% of a county's total eligible payment
29 under section 108(11) of article 5 of 2023 PA 119, rounded to the nearest dollar. Payments
30 under this subdivision must be distributed to each county subject to the county certifying
31 to the department that the county has fully obligated or expended, by October 1, 2024 or
32 declined the total amount of federal funds allocated to the county under the American

1 rescue plan act of 2021, Public Law 117-2. A county must certify to the department by
2 December 5, 2024 in a form and manner prescribed by the department. Any county that was
3 determined to be in compliance with the certification requirement included in 2023 PA 119
4 section 955(1)(b) shall be considered in compliance. Funds not expended under this
5 subdivision shall be available for expenditure under the program for financially distressed
6 cities, villages, or townships after the approval of transfers by the legislature pursuant
7 to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

8 (c) An additional one-time payment equal to 2.0% of its total eligible payment under
9 section 108(11) of article 5 of 2023 PA 119, rounded to the nearest dollar. The extra 2.0%
10 payment is to be used only for funding local public safety initiatives.

11 (d) The amounts calculated under this subsection shall be adjusted as necessary to
12 reflect partial county fiscal years and prorated based on the total amount appropriated for
13 distribution to all eligible counties.

14 (2) As used in this section, "local public safety initiatives" include, but are not
15 limited to, recruitment or retention efforts, training programs, new equipment purchases or
16 equipment replacements, or capital improvements to public safety buildings or structures.
17 All local public safety initiative expenses must be related to public safety.

18 (3) Any county eligible to receive a payment under subsection (1) and determined to
19 have a retirement pension benefit system in underfunded status under section 5 of the
20 protecting local government retirement and benefits act, 2017 PA 202, MCL 38.2805, must
21 allocate to its pension unfunded liability an amount equal to the sum of its current year
22 eligible payment for county revenue sharing under subsection (1) and the county incentive
23 program under section 952(3) less an amount equal to 5.0% of the sum of its total eligible
24 payment under section 108(11) of article 5 of 2023 PA 119, less the sum of its eligible
25 payment for county revenue sharing under section 108(11) and (15) of article 5 of 2023 PA
26 119. A county that has issued a municipal security under section 518 of the revised
27 municipal finance act, 2001 PA 34, MCL 141.2518, is exempt from this requirement.

28 Sec. 21-956. (1) The funds appropriated in part 1 for financially distressed cities,
29 villages, or townships shall be granted by the department to cities, villages, and
30 townships that have 1 or more conditions that indicate probable financial distress, as
31 determined by the department. A city, village, or township with 1 or more conditions that
32 indicate probable financial distress may apply in a manner determined by the department for

1 a grant to pay for specific projects or services that move the city, village, or township
2 toward financial stability. Grants are to be used for specific projects or services that
3 move the city, village, or township toward financial stability. The city, village, or
4 township must use the grants under this section to make payments to reduce unfunded accrued
5 liability; to repair or replace critical infrastructure and equipment owned or maintained
6 by the city, village, or township; to reduce debt obligations; or for costs associated with
7 a transition to shared services with another jurisdiction; or to administer other projects
8 that move the city, village, or township toward financial stability. The department shall
9 award not more than \$2,000,000.00 to any city, village, or township under this section.

10 (2) The department shall submit a report by August 31 that includes a list by grant
11 recipient of the date each grant was approved, the amount of the grant, and a description
12 of the project or projects that will be paid by the grant.

13 (3) The unexpended funds appropriated in part 1 for financially distressed cities,
14 villages, or townships are designated as a work project appropriation, and any unencumbered
15 or unallotted funds shall not lapse at the end of the fiscal year and shall be available
16 for expenditure for projects under this section until the projects have been completed. The
17 following is in compliance with section 451a of the management and budget act, 1984 PA 431,
18 MCL 18.1451a:

19 (a) The purpose of the project is to provide assistance to financially distressed
20 cities, villages, and townships under this section.

21 (b) The projects will be accomplished by grants to cities, villages, and townships
22 approved by the department.

23 (c) The total estimated cost of all projects is \$2,500,000.00.

24 (d) The tentative completion date is September 30, 2029.

25

26 **BUREAU OF STATE LOTTERY**

27 Sec. 21-960. In addition to the funds appropriated in part 1 to the bureau of state
28 lottery, there is appropriated from state lottery fund revenues the amount necessary for,
29 and directly related to, implementing and operating lottery games under the McCauley-
30 Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL 432.1 to 432.47, and activities
31 under the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.152,
32 including expenditures for contractually mandated payments for vendor commissions,

1 contractually mandated payments for instant tickets intended for resale, the contractual
2 costs of providing and maintaining the online system communications network, and incentive
3 and bonus payments to lottery retailers.

4 Sec. 21-964. For the bureau of state lottery, there is appropriated 1% of the
5 lottery's prior fiscal year's gross sales for promotion and advertising.

6

7 **MICHIGAN GAMING CONTROL BOARD**

8 Sec. 21-971. (1) From the revenue collected by the Michigan gaming control board
9 regarding the total annual assessment of each casino licensee, \$2,000,000.00 is
10 appropriated and shall be deposited in the compulsive gaming prevention fund as described
11 in section 12a(5) of the Michigan Gaming Control and Revenue Act, 1996 IL 1, MCL 432.212a.

12 (2) After the Michigan gaming control board has incurred the costs of regulating and
13 enforcing internet sports betting, \$1,000,000.00 is appropriated and shall be deposited
14 into the compulsive gaming prevention fund as described in section 16(4) of the lawful
15 sports betting act, 2019 PA 149, MCL 432.416. Following these disbursements, \$2,000,000.00
16 is appropriated and shall be deposited in the first responder presumed coverage fund as
17 described in section 16(4) of the lawful sports betting act, 2019 PA 149, MCL 432.416.

18 (3) An appropriation of \$3,000,000.00 shall be deposited into the compulsive gaming
19 prevention fund as described in section 16(4) of the lawful internet gaming act, 2019 PA
20 152, MCL 432.316, except as provided in section 15(2) of the lawful internet gaming act,
21 2019 PA 152, MCL 432.315, and after the board has incurred the costs of regulating and
22 enforcing internet gaming under the lawful internet gaming act, 2019 PA 152, MCL 432.301 to
23 432.322, and the costs of administering and enforcing millionaire party activity authorized
24 by the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.152.
25 Following these disbursements, \$2,000,000.00 is appropriated and shall be deposited into
26 the first responder presumed coverage fund as described in section 16(4) of the lawful
27 internet gaming act, 2019 PA 152, MCL 432.316.

28 Sec. 21-972. After all other required expenditures described in section 16(3) of the
29 fantasy contests consumer protection act, 2019 PA 157, MCL 432.516; section 16(4) of the
30 lawful internet gaming act, 2019 PA 152, MCL 432.316; and section 16(4) of the lawful
31 sports betting act, 2019 PA 149, MCL 432.416 are made, any money remaining in the fantasy
32 contest fund, internet gaming fund, and internet sports betting fund are appropriated and

1 shall be deposited into the state school aid fund as described in section 16(3)(b) of the
2 fantasy contests consumer protection act, 2019 PA 157, MCL 432.516; section 16(4) of the
3 lawful internet gaming act, 2019 PA 152, MCL 432.316; and section 16(4) of the lawful
4 sports betting act, 2019 PA 149, MCL 432.416.

5 Sec. 21-973. (1) Funds appropriated in part 1 for local government programs may be
6 used to provide assistance to a local revenue sharing board referenced in an agreement
7 authorized by the Indian gaming regulatory act, Public Law 100-497.

8 (2) A local revenue sharing board described in subsection (1) shall comply with the
9 open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and the freedom of information act,
10 1976 PA 442, MCL 15.231 to 15.246.

11 (3) A county treasurer is authorized to receive and administer funds received for and
12 on behalf of a local revenue sharing board. Funds appropriated in part 1 for local
13 government programs may be used to audit local revenue sharing board funds held by a county
14 treasurer. This section does not limit the ability of local units of government to enter
15 into agreements with federally recognized Indian tribes to provide financial assistance to
16 local units of government or to jointly provide public services.

17 (4) A local revenue sharing board described in subsection (1) shall comply with all
18 applicable provisions of any agreement authorized by the Indian gaming regulatory act,
19 Public Law 100-497, in which the local revenue sharing board is referenced, including, but
20 not limited to, the disbursement of tribal casino payments received under applicable
21 provisions of the tribal-state class III gaming compact in which those funds are received.

22 (5) The director of the MDSP and the executive director of the Michigan gaming
23 control board are authorized to assist the local revenue sharing boards in determining
24 allocations to be made to local public safety organizations.

25 Sec. 21-974. If revenues collected in the state services fee fund are less than the
26 amounts appropriated from the fund, available revenues shall be used to fully fund the
27 appropriation in part 1 for casino gaming regulation activities before distributions are
28 made to other state departments and agencies. If the remaining revenue in the fund is
29 insufficient to fully fund appropriations to other state departments or agencies, the
30 shortfall shall be distributed proportionally among those departments and agencies.

31 Sec. 21-975. In expending the funds appropriated in part 1 for advertising for
32 responsible gaming, the Michigan gaming control board engage with MDHHS on strategies to

1 support addiction prevention and education efforts in addition to advertising for
2 responsible gaming. The Michigan gaming control board shall submit a report on the
3 expenditures and programming funded from the appropriations in part 1 for advertising for
4 responsible gaming by September 1 of the current fiscal year.

5 Sec. 21-976. The executive director of the Michigan gaming control board may pay
6 rewards of not more than \$5,000.00 to a person who provides information that results in the
7 arrest and conviction on a felony or misdemeanor charge for a crime that involves the horse
8 racing industry. A reward paid pursuant to this section shall be paid out of the
9 appropriation in part 1 for the racing commission.

10 Sec. 21-977. All appropriations from the equine development fund, except for the
11 racing commission appropriations, shall be reduced proportionately if revenues to the
12 equine development fund decline during the current fiscal year to a level lower than the
13 amount appropriated in part 1.

14 Sec. 21-978. The Michigan gaming control board shall use actual expenditure data in
15 determining the actual regulatory costs of conducting racing dates and shall submit a
16 report of that data to the senate and house appropriations subcommittees on agriculture.
17 The Michigan gaming control board shall not be reimbursed for more than the actual
18 regulatory cost of conducting race dates. Prior to the reduction in the number of
19 authorized race dates due to budget deficits, the executive director of the Michigan gaming
20 control board shall provide notice to the certified horsemen's organizations with an
21 opportunity to respond with alternatives. In determining actual costs, the Michigan gaming
22 control board shall take into account that each specific breed may require different
23 regulatory mechanisms.

24 Sec. 21-979. From the funds appropriated in part 1 for millionaire party regulation,
25 the Michigan gaming control board may receive and expend internet gaming fund revenue in an
26 amount not to exceed the amount appropriated in part 1 for necessary expenses incurred in
27 the licensing and regulation of millionaire parties under article 2 of the Traxler-
28 McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.132 to 432.152. Any unused internet
29 gaming fund revenues are subject to the distribution requirements in section 16 of the
30 lawful internet gaming act, 2019 PA 152, MCL 432.316.

31
32 **STATE BUILDING AUTHORITY**

1 Sec. 21-1100. (1) Subject to section 242 of the management and budget act, 1984 PA
2 431, MCL 18.1242, and upon the approval of the state building authority, the department may
3 expend from the general fund of this state during the fiscal year an amount to meet the
4 cash flow requirements of those state building authority projects solely for lease to a
5 state agency identified in both part 1 and this section, and for which state building
6 authority bonds or notes have not been issued, and for the sole acquisition by the state
7 building authority of equipment and furnishings for lease to a state agency as permitted by
8 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized
9 by a legislative appropriation act that is effective for the immediately preceding fiscal
10 year. Any general fund advances for which state building authority bonds have not been
11 issued shall bear an interest cost to the state building authority at a rate not to exceed
12 that earned by the state treasurer's common cash fund during the period in which the
13 advances are outstanding and are repaid to the general fund of this state.

14 (2) Upon sale of bonds or notes for the projects identified in part 1 or for
15 equipment as authorized by a legislative appropriation act and in this section, the state
16 building authority shall credit the general fund of this state an amount equal to that
17 expended from the general fund plus interest, if any, as described in this section.

18 (3) For state building authority projects for which bonds or notes have been issued
19 and upon the request of the state building authority, the state treasurer shall make
20 advances without interest from the general fund as necessary to meet cash flow requirements
21 for the projects. The state building authority shall reimburse the state treasurer for the
22 advances when the investments earmarked for the financing of the projects mature.

23 (4) In the event that a project identified in part 1 is terminated after final design
24 is complete, advances made on behalf of the state building authority for the costs of final
25 design shall be repaid to the general fund in a manner recommended by the director of the
26 state building authority.

27 Sec. 21-1102. (1) State building authority funding to finance construction or
28 renovation of a facility that collects revenue in excess of money required for the
29 operation of that facility shall not be released to a university or community college
30 unless the institution agrees to reimburse that excess revenue to the state building
31 authority. The excess revenue shall be credited to the general fund to offset rent
32 obligations associated with the retirement of bonds issued for that facility. The auditor

1 general shall annually identify and present an audit of those facilities that are subject
2 to this section. Costs associated with the administration of the audit shall be charged
3 against money recovered pursuant to this section.

4 (2) As used in this section, "revenue" includes state appropriations, facility
5 opening money, other state aid, indirect cost reimbursement, and other revenue generated by
6 the activities of the facility.

7 Sec. 21-1103. The state building authority shall submit a report to the JCOS
8 regarding the status of construction projects associated with state building authority
9 bonds as of September 30, on or before October 15, or not more than 30 days after a
10 refinancing or restructuring bond issue is sold. The report shall include, but is not
11 limited to, all of the following:

12 (a) A list of all completed construction projects for which state building authority
13 bonds have been sold, and which bonds are currently active.

14 (b) A list of all projects under construction for which sale of state building
15 authority bonds is pending.

16 (c) A list of all projects authorized for construction or identified in an
17 appropriations act for which approval of schematic/preliminary plans or total authorized
18 cost is pending that have state building authority bonds identified as a source of
19 financing.

20
21 **ONE-TIME APPROPRIATIONS**

22 Sec. 21-1200. (1) The funds appropriated in part 1 for the MI vehicle rebate shall be
23 used to provide rebate vouchers to participating auto dealers on new vehicle purchases for
24 eligible individuals at the point of sale.

25 (2) The rebates shall be as follows:

26 (a) For a motor vehicle that is an electric vehicle and is union made, \$2,500.00.

27 (b) For a motor vehicle that is an electric vehicle and is not union made, \$2,000.00.

28 (c) For a motor vehicle that is not an electric vehicle and is union made, \$1,500.00.

29 (d) For a motor vehicle that is not an electric vehicle and is not union made,
30 \$1,000.00.

31 (3) The department shall provide a report to the chairs of the senate and house
32 standing committees on appropriations, the chairs of the senate and house appropriations

1 subcommittees on general government, the senate and house fiscal agencies, the senate and
2 house policy offices, and the state budget office that includes, but is not limited to, the
3 number of rebates issued within each category as described in subsection (2) by September
4 30, 2025.

5 (4) The department shall develop guidelines and definitions for the implementation of
6 this section in compliance with a new statutory program creating a vehicle rebate program
7 once one is enacted.

8 Sec. 21-1201. (1) The funds appropriated in part 1 for the secure retirement for
9 small businesses shall be used to create a state managed retirement plan marketplace that
10 small businesses with fewer than one hundred employees may voluntarily enroll in as a means
11 to provide retirement plan options to their employees.

12 (2) The department may receive and expend private funding to assist in the
13 development and operation of the marketplace.

14 (3) The department shall provide a report to the chairs of the senate and house
15 standing committees on appropriations, the chairs of the senate and house appropriations
16 subcommittees on general government, the senate and house fiscal agencies, the senate and
17 house policy offices, and the state budget office that includes, but is not limited to, the
18 number of participating employers, employees, and financial services firms.

19 (4) The department shall develop guidelines and definitions for the implementation of
20 this section in compliance with a new statutory program creating a small business
21 retirement marketplace once one is enacted.

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