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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, 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 TREASURY	
2	APPROPRIATION SUMMARY	
3	10.0	10.0
4	1,970.5	1,970.5
5	\$ 2,674,364,000	\$ 2,694,832,200
6		
7	12,285,700	12,285,700
8	\$ 2,662,078,300	\$ 2,682,546,500
9	25,322,400	25,322,400
10	16,204,300	16,204,300
11	44,300	44,300
12	2,324,800,500	2,345,268,700
13	\$ 295,706,800	\$ 295,706,800
14	<i>State general fund/general purpose schedule:</i>	
15	295,706,800	295,706,800
16	0	0
17	Sec. 21-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	10.0	10.0
19	461.5	461.5
20	\$ 1,350,400	\$ 1,350,400
21		
22	10,382,900	10,382,900
23	4,437,300	4,437,300
24	29,845,500	29,845,500
25	10,300,500	10,300,500
26	5,368,200	5,368,200
27		
28	4,114,400	4,114,400
29	6,307,100	6,307,100
30	5,824,000	5,824,000
31	<u>19,100</u>	<u>19,100</u>
32	\$ 77,949,400	\$ 77,949,400

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028	
1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from department of health and human services	846,500	846,500
4	IDG from other restricted funding	7,112,500	7,112,500
5	Federal revenues:		
6	Other federal revenues	1,074,400	1,074,400
7	Special revenue funds:		
8	Local revenues	140,500	140,500
9	Other state restricted revenues	54,433,900	54,433,900
10	State general fund/general purpose	\$ 14,341,600	\$ 14,341,600
11	Sec. 21-103. LOCAL GOVERNMENT PROGRAMS		
12	Full-time equated classified positions.....	102.0	102.0
13	Flint settlement payment	\$ 35,000,000	\$ 35,000,000
14	Local finance-18.0 FTE positions	2,633,600	2,633,600
15	Michigan infrastructure council-3.0 FTE positions	3,039,000	3,039,000
16	Property tax assessor training-1.0 FTE position	802,900	802,900
17	Supervision of the general property tax law-80.0		
18	FTE positions	<u>18,843,800</u>	<u>18,843,800</u>
19	GROSS APPROPRIATION	\$ 60,319,300	\$ 60,319,300
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from department of transportation	256,600	256,600
23	Special revenue funds:		
24	Local revenues	1,574,500	1,574,500
25	Other state restricted revenues	4,383,400	4,383,400
26	State general fund/general purpose	\$ 54,104,800	\$ 54,104,800
27	Sec. 21-104. TAX PROGRAMS		
28	Full-time equated classified positions.....	756.0	756.0
29	Bottle act implementation	\$ 250,000	\$ 250,000
30	Home heating assistance	3,139,700	3,139,700
31	Insurance provider assessment program-8.0		
32	FTE positions	2,253,900	2,253,900

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028	
1	Living donor tax credit	750,000	750,000
2	Office of revenue and tax analysis-25.0 FTE positions	4,933,600	4,933,600
3	Tax administration services-362.0 FTE positions	48,457,200	48,457,200
4	Tax and economic policy-74.0 FTE positions	14,251,000	14,251,000
5	Tax compliance-266.0 FTE positions	43,174,200	43,174,200
6	Tobacco tax enforcement-21.0 FTE positions	<u>3,110,900</u>	<u>3,110,900</u>
7	GROSS APPROPRIATION	\$ 120,320,500	\$ 120,320,500
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from department of transportation	3,020,100	3,020,100
11	Federal revenues:		
12	Other federal revenues	3,139,700	3,139,700
13	Special revenue funds:		
14	Other state restricted revenues	88,801,200	88,801,200
15	State general fund/general purpose	\$ 25,359,500	\$ 25,359,500
16	Sec. 21-105. FINANCIAL PROGRAMS		
17	Full-time equated classified positions.....	134.0	134.0
18	Investments-81.0 FTE positions	\$ 23,031,900	\$ 23,031,900
19	Saving, access and financial empowerment-34.0		
20	FTE positions	20,518,100	20,518,100
21	State and authority finance-19.0 FTE positions	<u>4,816,100</u>	<u>4,816,100</u>
22	GROSS APPROPRIATION	\$ 48,366,100	\$ 48,366,100
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from other restricted funding	215,600	215,600
26	Federal revenues:		
27	Other federal revenues	20,518,100	20,518,100
28	Special revenue funds:		
29	Other state restricted revenues	27,079,600	27,079,600
30	State general fund/general purpose	\$ 552,800	\$ 552,800
31	Sec. 21-106. DEBT SERVICE		
32	Clean Michigan initiative	\$ 7,098,000	\$ 7,098,000

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Great Lakes water quality bond	89,761,000	89,761,000
2 Quality of life bond	<u>620,000</u>	<u>620,000</u>
3 GROSS APPROPRIATION	\$ 97,479,000	\$ 97,479,000
4 Appropriated from:		
5 Special revenue funds:		
6 State general fund/general purpose	\$ 97,479,000	\$ 97,479,000
7 Sec. 21-107. GRANTS		
8 Convention facility development distribution	\$ 128,730,700	\$ 128,730,700
9 Election administration support fund	20,255,500	20,255,500
10 Emergency 911 payments	49,147,300	49,147,300
11 Health and safety fund grants	1,220,900	1,220,900
12 Qualified heavy equipment rental personal property		
13 exemption reimbursement distribution.....	27,000,000	27,000,000
14 Recreational marihuana grants	94,300,000	94,300,000
15 Senior citizen cooperative housing tax exemption		
16 program.....	12,525,400	12,525,400
17 Wrongful imprisonment compensation fund	<u>10,000,000</u>	<u>10,000,000</u>
18 GROSS APPROPRIATION	\$ 343,179,800	\$ 343,179,800
19 Appropriated from:		
20 Special revenue funds:		
21 Other state restricted revenues	300,398,900	300,398,900
22 State general fund/general purpose	\$ 42,780,900	\$ 42,780,900
23 Sec. 21-108. BUREAU OF STATE LOTTERY		
24 Full-time equated classified positions.....	210.0	210.0
25 Lottery information technology services and projects .	\$ 3,886,200	\$ 3,886,200
26 Lottery operations-210.0 FTE positions	<u>35,031,100</u>	<u>35,031,100</u>
27 GROSS APPROPRIATION	\$ 38,917,300	\$ 38,917,300
28 Appropriated from:		
29 Special revenue funds:		
30 Other state restricted revenues	38,917,300	38,917,300
31 State general fund/general purpose	\$ 0	\$ 0
32 Sec. 21-109. MICHIGAN GAMING CONTROL BOARD		

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Full-time equated classified positions.....	227.0	227.0
2 Casino gaming control operations-201.0 FTE positions .	\$ 44,067,300	\$ 44,067,300
3 Gaming control information technology services and		
4 projects.....	6,015,900	6,015,900
5 Horse racing-6.0 FTE positions	2,169,700	2,169,700
6 Michigan gaming control board	113,500	113,500
7 Millionaire party regulation-20.0 FTE positions	<u>3,302,100</u>	<u>3,302,100</u>
8 GROSS APPROPRIATION	\$ 55,668,500	\$ 55,668,500
9 Appropriated from:		
10 Special revenue funds:		
11 Other state restricted revenues	55,668,500	55,668,500
12 State general fund/general purpose	\$ 0	\$ 0
13 Sec. 21-110. PAYMENTS IN LIEU OF TAXES		
14 Commercial forest reserve	\$ 3,603,900	\$ 3,603,900
15 Purchased lands	14,201,700	14,201,700
16 Swamp and tax reverted lands	<u>23,977,800</u>	<u>23,977,800</u>
17 GROSS APPROPRIATION	\$ 41,783,400	\$ 41,783,400
18 Appropriated from:		
19 Special revenue funds:		
20 Private revenues	44,300	44,300
21 Other state restricted revenues	8,848,800	8,848,800
22 State general fund/general purpose	\$ 32,890,300	\$ 32,890,300
23 Sec. 21-111. REVENUE SHARING		
24 City, village, and township revenue sharing	\$ 333,547,300	\$ 333,547,300
25 Constitutional state general revenue sharing grants ..	1,045,337,700	1,068,305,900
26 County revenue sharing	291,111,400	291,111,400
27 Financially distressed cities, villages, or townships	2,500,000	2,500,000
28 Public safety revenue sharing grants	<u>50,000,000</u>	<u>50,000,000</u>
29 GROSS APPROPRIATION	\$ 1,722,496,400	\$ 1,745,464,600
30 Appropriated from:		
31 Special revenue funds:		
32 Sales tax	1,722,496,400	1,745,464,600

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 State general fund/general purpose	\$ 0	\$ 0
2 Sec. 21-112. STATE BUILDING AUTHORITY		
3 Full-time equated classified positions.....	4.0	4.0
4 State building authority-4.0 FTE positions	\$ <u>1,034,800</u>	\$ <u>1,034,800</u>
5 GROSS APPROPRIATION	\$ 1,034,800	\$ 1,034,800
6 Appropriated from:		
7 Special revenue funds:		
8 Other state restricted revenues	1,034,800	1,034,800
9 State general fund/general purpose	\$ 0	\$ 0
10 Sec. 21-113. CITY INCOME TAX ADMINISTRATION PROGRAM		
11 Full-time equated classified positions.....	76.0	76.0
12 City income tax administration program-76.0 FTE		
13 positions	\$ <u>12,214,800</u>	\$ <u>12,214,800</u>
14 GROSS APPROPRIATION	\$ 12,214,800	\$ 12,214,800
15 Appropriated from:		
16 Special revenue funds:		
17 Local revenues	12,214,800	12,214,800
18 State general fund/general purpose	\$ 0	\$ 0
19 Sec. 21-114. INFORMATION TECHNOLOGY		
20 Treasury operations information technology services		
21 and projects	\$ <u>52,134,700</u>	\$ <u>52,134,700</u>
22 GROSS APPROPRIATION	\$ 52,134,700	\$ 52,134,700
23 Appropriated from:		
24 Interdepartmental grant revenues:		
25 IDG from department of transportation	834,400	834,400
26 Federal revenues:		
27 Other federal revenues	590,200	590,200
28 Special revenue funds:		
29 Local revenues	2,274,500	2,274,500
30 Other state restricted revenues	20,237,700	20,237,700
31 State general fund/general purpose	\$ 28,197,900	\$ 28,197,900
32 Sec. 21-115. ONE-TIME APPROPRIATIONS		

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Gaming control information technology services		
2 and projects	\$ <u>2,500,000</u>	\$ <u>0</u>
3 GROSS APPROPRIATION	\$ 2,500,000	\$ 0
4 Appropriated from:		
5 Special revenue funds:		
6 Other state restricted revenues	2,500,000	0
7 State general fund/general purpose	\$ 0	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2027

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 ending September 30, 2027 is \$2,620,507,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2027 is \$2,123,175,100.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TREASURY

Convention facility development distribution.....	\$	128,730,700
Emergency 911 payments.....		49,118,600
Health and safety fund grants.....		1,220,900
Qualified heavy equipment rental personal property exemption reimbursement distribution.....		27,000,000
Recreational marihuana grants.....		94,300,000
Senior citizen cooperative housing tax exemption program.....		12,525,100
Commercial forest reserve.....		3,603,900
Purchased lands.....		14,201,700
Swamp and tax reverted lands.....		23,977,800
City, village, and township revenue sharing.....		333,547,300
Constitutional state general revenue sharing grants.....		1,045,337,700
County revenue sharing.....		291,111,400
Financially distressed cities, villages, or townships.....		2,500,000
Public safety revenue sharing grants.....		50,000,000
Airport parking distribution.....		<u>46,000,000</u>
TOTAL	\$	2,123,175,100

Sec. 21-202. 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. 21-203. As used in this part and part 1:

(a) "Department" means the department of treasury.

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

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

3 (d) "IDG" means interdepartmental grant.

4 (e) "JCOS" means the joint capital outlay subcommittee.

5 (f) "MDHHS" means the Michigan department of health and human services.

6 (g) "MDSP" means the Michigan department of state police.

7 (h) "MEGA" means the Michigan economic growth authority.

8 (i) "MFA" means the Michigan finance authority.

9 (j) "MSF" means the Michigan strategic fund.

10 (k) "Standard report recipients" means the senate and house appropriations
11 subcommittees on general government, the senate and house fiscal agencies, the senate and
12 house policy offices, and the state budget office.

13 Sec. 21-204. A department or agency shall use the internet to fulfill the reporting
14 requirements of this part and shall make each report readily accessible to the public and
15 conspicuously post each required report in a single archivable location on the department's
16 or agency's Michigan.gov website not later than the due date required for each report. In
17 addition to placing all reports required in the current fiscal year on the department's or
18 agency's website, the department or agency shall maintain on its website all reports placed
19 on the website from previous fiscal years posted by fiscal year in the same single
20 archivable location. The department or agency shall also transmit all required reports for
21 the current fiscal year to the standard recipients and any other required recipients by
22 email.

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 to the expenditure of funds
25 appropriated in part 1:

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

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

31 (c) Preference must be given to goods or services, or both, that are manufactured or
32 provided by Michigan businesses owned and operated by veterans, if they are competitively

1 priced and of comparable quality.

2 Sec. 21-206. (1) The department shall maximize utilization of its in-person state
3 workforce. The department shall prioritize occupancy utilization of office space for each
4 division within the department. Employees with job responsibilities that require the
5 employees to serve in their capacities outside of an office shall be monitored each pay
6 period to ensure all work hours reported on the timesheet were actually worked.

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

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

15 Sec. 21-207. Consistent with section 217 of the management and budget act, 1984 PA
16 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
17 prepare a report on out of state travel expenses not later than January 1. The report must
18 list all travel by classified and unclassified employees outside this state in the previous
19 fiscal year that was funded in whole or in part with funds appropriated in the department's
20 or agency's budget. The department or agency shall submit the report to the standard report
21 recipients and to the house and senate appropriations committees. The report must include
22 all of the following information:

23 (a) The dates of each travel occurrence.

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

27 Sec. 21-208. Not later than 6 months after the state budget office issues work
28 project letters, a department, agency and the legislature shall submit an annual report
29 that summarizes all work project accounts. The report must include all of the following:

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

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

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

4 Sec. 21-209. Not later than December 15, the state budget office shall prepare and
5 submit a report that provides for estimates of the total general fund/general purpose
6 appropriation lapses at the close of the previous fiscal year. The report must summarize
7 the projected year-end general fund/general purpose appropriation lapses by major
8 departmental program or program areas. The state budget office shall submit the report to
9 the standard report recipients and the chairpersons of the senate and house appropriations
10 committees.

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

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

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

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

28 Sec. 21-211. A department or agency shall cooperate with the department of
29 technology, management and budget to maintain a searchable website accessible by the public
30 at no cost that includes, but is not limited to, all of the following for each department
31 or agency:

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

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

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

4 Sec. 21-212. (1) Funds appropriated in part 1 must not be used to restrict or impede
5 a marginalized community's access to government resources, programs, or facilities.

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

8 Sec. 21-213. To the extent permissible under the management and budget act, 1984 PA
9 431, MCL 18.1101 to 18.1594, the director of each department or agency receiving
10 appropriations in part 1 shall take all reasonable steps to ensure geographically
11 disadvantaged business enterprises compete for and perform contracts to provide services or
12 supplies, or both. Each director shall strongly encourage firms with which the department
13 or agency contracts to subcontract with certified geographically disadvantaged business
14 enterprises for services, supplies, or both. As used in this section, "geographically
15 disadvantaged business enterprises" means that term as defined in Executive Directive No.
16 2023-1.

17 Sec. 21-214. The department must provide an annual report to the standard report
18 recipients detailing significant federal policy changes that do, or are expected to
19 significantly impact the operations of the department, including reductions in federal
20 revenue and/or changes that are likely to lead to a reduction in the department's ability
21 to safeguard the health or welfare of the public.

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

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

1 department has available at the time of posting for grants awarded.

2 Sec. 21-216. On a quarterly basis, a department or agency receiving appropriations in
3 part 1 shall report on the number of FTEs in pay status by type of staff and civil service
4 classification, including comparison by line item of the number of FTEs authorized from
5 funds appropriated in part 1 to the actual number of FTE positions employed by the
6 department or agency at the end of the reporting period. The report must be submitted to
7 the senate and house appropriations committees and to the standard report recipients.

8 Sec. 21-217. The state budget director shall take steps to ensure that all state
9 fiscal recovery funds allocated to this state under the American rescue plan act of 2021,
10 Public Law 117-2, are expended by December 31, 2026, as required by law. Any state fiscal
11 recovery funds that would otherwise lapse after September 30, 2026, are automatically
12 reappropriated for the same purpose as originally authorized and available for expenditure
13 through December 31, 2026, and any subsequent financial close out period.

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

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

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

28 (2) All applicable guidance, implementation, and reporting provisions of Public Law
29 117-2 must be followed for state fiscal recovery funds reallocated and reappropriated under
30 subsection (1).

31 (3) The state budget director shall notify the senate and house appropriations
32 committees not later than 10 business days after making any reallocations under subsection

1 (1). The notification must include the authorized program under which funds were originally
2 appropriated, the amount of the reallocation, the program, or programs, or purpose, and the
3 department to which the funds are being reallocated under subsection (1), and the amount
4 reallocated to each program or purpose.

5 Sec. 21-230. Funds appropriated in part 1 must not be used by this state or a
6 department, agency, or authority of this state to purchase an ownership interest in a
7 casino enterprise or a gambling operation as those terms are defined in the Michigan Gaming
8 Control and Revenue Act, 1996 IL 1, MCL 432.201 to 432.226.

9
10 **DEPARTMENT OF TREASURY OPERATIONS**

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

18 (2) In addition to the amount appropriated to the department for debt service in part
19 1, there is appropriated an amount for fiscal year cash-flow borrowing costs to pay for
20 interest on interfund borrowing authorized under 1967 PA 55, MCL 12.51 to 12.53.

21 (3) In addition to the amount appropriated to the department for debt service in part
22 1, all repayments received by this state on loans made from the school bond loan fund that
23 the state treasurer determines are not required to be deposited in the school loan
24 revolving fund under section 4 of 1961 PA 112, MCL 388.984, are appropriated to the
25 department for the payment of debt service, including, but not limited to, optional and
26 mandatory redemptions, on bonds, notes, or commercial paper issued by this state under 1961
27 PA 112, MCL 388.981 to 388.985.

28 Sec. 21-902b. As a condition of receiving the appropriations in part 1, not later
29 than 30 days after the state of Michigan annual comprehensive financial report under
30 section 494 of the management and budget act, 1984 PA 431, MCL 18.1494, is published, the
31 department shall submit a report to the standard report recipients on all funds that are
32 controlled or administered by the department and not appropriated in part 1. The current

1 and all previous reports prepared as required under this section must be saved and made
2 available on the department's public website and stored in a common location with all other
3 reports that the department is required by law to prepare. The link to the location of the
4 reports must be clearly indicated on the main page of the department's internet website.
5 The report must include all of the following information for each fund for the immediately
6 preceding fiscal year:

- 7 (a) The starting balance.
- 8 (b) Total revenue generated by transfers in and investments.
- 9 (c) Total expenditures.
- 10 (d) The ending balance.

11 Sec. 21-903. (1) From the funds appropriated in part 1, the department may contract
12 for services to support collection of taxes and other accounts due this state or due a city
13 for which the department has entered into an agreement to provide tax administration
14 services. In addition to the amounts appropriated in part 1 to the department, there are
15 appropriated amounts necessary to fund the cost of these collections, including
16 infrastructure costs. The additional amounts appropriated under this subsection must not
17 exceed 25% of the collections or 2.5% plus operating costs, as applicable. Each contract
18 must prescribe the applicable amount. The amounts appropriated to fund collection costs and
19 fees under this subsection are appropriated from the fund or account to which the
20 corresponding taxes and other accounts being collected are recorded or dedicated. However,
21 if the taxes and other accounts collected are dedicated for a specific purpose under the
22 state constitution of 1963, the amounts appropriated under this subsection are appropriated
23 from the general purpose account of the general fund.

24 (2) From the funds appropriated in part 1, the department may contract for services
25 to collect defaulted student loans and other accounts due the Michigan guaranty agency. In
26 addition to the amounts appropriated in part 1 to the department, there are appropriated
27 amounts necessary to fund collection costs and fees not to exceed 24.34% of the collection
28 or a lesser amount as prescribed by the contract. The amounts appropriated under this
29 subsection are appropriated from the fund or account to which the revenues being collected
30 are recorded or dedicated.

31 (3) By November 30, the department shall submit a report to the standard report
32 recipients and the senate and house of representatives standing committees on

1 appropriations. The report must include all of the following information for the
2 immediately preceding fiscal year:

3 (a) The name of any entity that the department contracted with under subsection (1)
4 or (2).

5 (b) The amount collected under each contract.

6 (c) The costs of collection under each contract.

7 (d) Any other information that is pertinent to determining whether the authority
8 described in subsection (1) or (2) should be continued.

9 Sec. 21-904. (1) The bureau of investments of the department may charge an investment
10 service fee against the applicable retirement funds. The revenue from the investment
11 service fees charged under this subsection may be expended for necessary salaries, wages,
12 contractual services, supplies, materials, equipment, travel, worker's compensation
13 insurance premiums, and grants to the civil service commission retirement fund and the
14 state employees' retirement fund. If the bureau of investments of the department charges a
15 total amount of investment service fees under this subsection that is greater than the
16 aggregate amount appropriated in part 1, the bureau of investments of the department shall
17 periodically repay the surplus revenue to the applicable retirement funds. The department
18 shall maintain accounting records in sufficient detail to enable repayment under this
19 subsection.

20 (2) In addition to the funds appropriated in part 1 from the retirement funds to the
21 department, there is appropriated from retirement funds an amount sufficient to pay for the
22 services of money managers, investment advisors, investment consultants, custodians, or
23 other outside professionals that the state treasurer considers necessary to prudently
24 manage the retirement funds' investment portfolios. The state treasurer shall submit an
25 annual report to the standard report recipients and the senate and house of representatives
26 standing committees on appropriations regarding the performance of each portfolio
27 delineated by investment advisor.

28 (3) Not later than November 30, the department shall submit a report to the standard
29 report recipients that identifies the service fees assessed against each retirement system
30 under subsection (1) and the methodology used for assessment.

31 Sec. 21-904a. (1) There is appropriated an amount sufficient to recognize and pay
32 expenditures for financial services provided by financial institutions or equivalent

1 vendors that perform these financial services, including the department, as provided under
2 section 1 of 1861 PA 111, MCL 21.181.

3 (2) The appropriations under subsection (1) must be funded by restricting revenues
4 from common cash interest earnings and investment earnings in an amount sufficient to cover
5 these expenditures. If the amounts of common cash interest earnings are insufficient to
6 cover these expenditures, miscellaneous revenues must be used to fund the remaining balance
7 of these expenditures.

8 Sec. 21-905. The municipal finance fee fund is created in the department as a
9 revolving fund. The department shall deposit the fees that the department collects under
10 the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821, into the municipal
11 finance fee fund. The money in the fund at the end of the fiscal year may be carried
12 forward for future appropriation.

13 Sec. 21-906. (1) The department shall charge for audits as allowed under state or
14 federal law or under a contract between the department and a local unit of government,
15 other principal executive department, or state agency. However, the department shall not
16 charge more than the actual cost for performing the audit. Not later than November 30, the
17 department shall submit a report to the standard report recipients that includes details of
18 the audits performed and audit charges for the immediately preceding fiscal year.

19 (2) The audit charges fund is created in the department as a revolving fund. The
20 department shall deposit the contractual charges collected under subsection (1) into the
21 audit charges fund. The money in the fund at the end of the fiscal year may be carried
22 forward for future appropriation.

23 Sec. 21-907. (1) The department shall create and operate a property assessor
24 certification and training program. The purpose of the program is to offer courses in
25 assessment administration.

26 (2) The assessor certification and training fund is created in the department as a
27 revolving fund. The department shall use the money in the assessor certification and
28 training fund to create and operate the property assessor certification and training
29 program described in subsection (1).

30 (3) Each participant in the program shall pay to the department an examination fee
31 not to exceed \$50.00 per examination and a certification fee not to exceed \$175.00. In
32 addition, each participant shall pay a fee to cover the expenses incurred in offering the

1 program to certified assessing personnel and other individuals interested in an assessment
2 career opportunity. The department shall deposit the fees collected under this subsection
3 into the property assessor certification and training program fund.

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

8 Sec. 21-909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to
9 207.383, is appropriated and must be distributed in accordance with section 7a of the
10 airport parking tax act, 1987 PA 248, MCL 207.377a.

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

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

15 (2) The appropriations under subsection (1) must be funded by restricting tax revenue
16 in an amount sufficient to cover these expenditures.

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

19 (a) A fee of \$6.00 at the time a writ of garnishment of periodic payments is served
20 on the state treasurer, as provided in section 4012 of the revised judicature act of 1961,
21 1961 PA 236, MCL 600.4012.

22 (b) A fee of \$6.00 at the time any other writ of garnishment is served on the state
23 treasurer. However, the fee must be reduced to \$5.00 for each writ of garnishment for
24 individual income tax refunds or credits that is filed electronically.

25 Sec. 21-913. (1) The department may contract with private firms to appraise and, if
26 necessary, appeal the assessments of senior citizen cooperative housing units. Payment for
27 this service must be made from the savings that result from the appraisal or appeal process
28 being conducted by private firms.

29 (2) The department may use a portion of the funds appropriated in part 1 for the
30 senior citizen cooperative housing tax exemption program for an audit of the program. The
31 department shall submit copies of any completed audit report to the standard report
32 recipients. The department may use not more than 1% of the funds for administering and

1 auditing the program.

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

5 Sec. 21-915. As required under section 61 of the Michigan campaign finance act, 1976
6 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund
7 an amount equal to the amounts designated for the 2025 tax year. Except as otherwise
8 provided in this section, the amount appropriated does not revert to the general fund and
9 remains in the state campaign fund. Any amount that remains in the state campaign fund in
10 excess of \$10,000,000.00 on December 31 reverts to the general fund.

11 Sec. 21-916. (1) The department may make available to an interested entity a
12 customized list of otherwise unavailable nonconfidential information regarding unclaimed
13 property that is in the department's possession. The department shall charge for this
14 information as follows:

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

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

17 (2) The revenue received under subsection (1) must be deposited in the revenue
18 account or fund that is associated with the applicable unclaimed property.

19 (3) Not later than June 1, the department shall submit a report to the standard
20 report recipients and the senate and house of representatives standing committees on
21 appropriations that states the amount of revenue received from the sale of the information
22 under this section.

23 Sec. 21-917. (1) There is appropriated for write-offs and advances an amount equal to
24 total write-offs and advances for departmental programs. The amount appropriated under this
25 subsection must not exceed current year authorizations that would otherwise lapse to the
26 general fund.

27 (2) Not later than 30 days after the annual comprehensive financial report is
28 published, the department shall submit a report to the standard report recipients. The
29 report must include all of the following information for the immediately preceding fiscal
30 year:

31 (a) The amounts appropriated for write-offs and advances under subsection (1).

32 (b) An explanation for each write-off or advance under subsection (1).

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

10 (2) Not later than November 30, the department shall submit a report to the standard
11 report recipients and the senate and house of representatives standing committees on
12 appropriations. The report must include all of the following information for the
13 immediately preceding fiscal year:

14 (a) The name of each auditing firm that the department contracted with under
15 subsection (1).

16 (b) The amount collected by each of the auditing firms.

17 (c) The costs of collection.

18 (d) Any other information that is pertinent to determining whether the authority
19 under subsection (1) should be continued.

20 Sec. 21-920. Not later than June 30, from the funds appropriated in part 1, the
21 department shall do both of the following:

22 (a) Produce a list of all personal property tax reimbursement payments to be
23 distributed in the current fiscal year by the local community stabilization authority.

24 (b) Post the list produced under subdivision (a) on the department's public website.

25 Sec. 21-921. From the funds appropriated in part 1, the department shall, for each
26 revenue administrative bulletin, administrative rule that involves tax administration or
27 collection, and notice interpreting a change in law, submit a notification to every member
28 of the legislature. The department shall submit the notification not later than 3 days
29 after the department posts the notification. Each notification must include all of the
30 following:

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

32 (b) Identification of industries that will or might be affected by the bulletin,

1 rule, or notice.

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

5 (d) A summary of the reason for the proposed change.

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

9 (2) Not later than December 31, the department shall submit a report to the standard
10 report recipients that includes the amount of exemptions denied and the revenue received
11 under the program described in subsection (1) for the immediately preceding fiscal year.

12 Sec. 21-927. The department shall submit a progress report regarding essential
13 service assessment audits to the standard report recipients. The report must include all of
14 the following:

15 (a) The number of audits.

16 (b) The revenue generated from the audits.

17 (c) The number of complaints received by the department related to the audits.

18 Sec. 21-928. The department may provide receipt, check and cash processing, data,
19 collection, investment, fiscal agent, levy and check cost assessment, writ of garnishment,
20 and other user services on a contractual basis for other principal executive departments
21 and state agencies. Funds for the services provided are appropriated and must be expended
22 for salaries, wages, fees, supplies, and equipment necessary to provide the services. Money
23 in the fund that is unobligated at the end of the fiscal year lapses to the general fund.

24 Sec. 21-930. (1) The department shall provide accounts receivable collections
25 services to other principal executive departments and state agencies in accordance with
26 1927 PA 375, MCL 14.131 to 14.134, or to a city with which the department has contracted to
27 provide tax administration services. The department shall deduct a fee equal to the cost of
28 collections from all receipts except for unrestricted general fund collections. Fees must
29 be credited to a restricted revenue account and are appropriated to the department to pay
30 for the cost of collections. If the department deducts fees under this subsection that
31 total an amount that is greater than the actual cost of the collections, the department
32 shall periodically repay the surplus to the respective account. The department shall

1 maintain accounting records in sufficient detail to enable repayment under this subsection.

2 (2) Not later than November 30, the department shall submit a report to the standard
3 report recipients that includes the following information regarding subsection (1) for the
4 immediately preceding fiscal year:

5 (a) The principal executive departments and state agencies served.

6 (b) The funds collected.

7 (c) The costs of collection.

8 Sec. 21-931. (1) Except as otherwise provided in this subsection, the appropriation
9 in part 1 to the department for treasury fees must be assessed against all restricted funds
10 that receive common cash earnings or other investment income. This subsection does not
11 apply to federal or state restricted funds that are temporary in nature or otherwise do not
12 qualify to be assessed treasury fees. The fee assessed against each restricted fund must be
13 based on the size of the restricted fund, calculated as the absolute value of the average
14 daily cash balance plus the market value of investments in the immediately preceding fiscal
15 year, and the level of resources necessary to maintain the restricted fund as required by
16 each department. Not later than November 30, the department shall submit a report to the
17 standard report recipients that identifies the fees assessed against each restricted fund
18 and the methodology used for the assessment.

19 (2) In addition to the funds appropriated in part 1, the department may receive and
20 expend investment fees that are related to new restricted funding sources that participate
21 in common cash earnings or other investment income during the current fiscal year.

22 (3) As used in this section, "treasury fees" includes all costs, including
23 administrative overhead, that are related to the investment of a restricted fund.

24 Sec. 21-932. The board of directors of the Michigan education trust may expend
25 revenue received under the Michigan education trust act, 1986 PA 316, MCL 390.1421 to
26 390.1442, for necessary salaries, wages, supplies, contractual services, equipment,
27 worker's compensation insurance premiums, and grants to the civil service commission
28 retirement fund and the state employees' retirement fund.

29 Sec. 21-934. The department may expend revenues received under the hospital finance
30 authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating act, 1985 PA 227,
31 MCL 141.1051 to 141.1076, the higher education facilities authority act, 1969 PA 295, MCL
32 390.921 to 390.934, the Michigan public educational facilities authority, Executive

1 Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
2 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast track act, 2003 PA
3 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental protection
4 act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development authority act
5 of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the MFA, Executive Reorganization
6 Order No. 2010-2, MCL 12.194, for necessary salaries, wages, supplies, contractual
7 services, equipment, worker's compensation insurance premiums, grants to the civil service
8 commission retirement fund and the state employees' retirement fund, and other expenses as
9 allowed under those acts or executive reorganization orders.

10 Sec. 21-935. The position of student loan ombudsman is created in the department's
11 advocacy services team. The student loan ombudsman serves as an advocate for borrowers and
12 shall work with the financial resource navigator within the department of lifelong learning
13 and potential to provide technical assistance to individuals taking out or paying off
14 student loans.

15 Sec. 21-936. Revenue collected in the state forensic laboratory fund is appropriated
16 and shall be distributed in accordance with section 7 of the forensic laboratory funding
17 act, 1994 PA 35, MCL 12.207.

18 Sec. 21-937. As a condition of receiving funds in part 1, not later than March 31,
19 the department shall submit a report to the standard report recipients and the senate and
20 house standing committees on appropriations regarding the department's collection efforts
21 for delinquent accounts. The report must include all of the following:

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

24 (b) The amount of delinquent accounts.

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

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

28 (e) The department's strategy to manage delinquent accounts when those accounts
29 exceed the collectible period.

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

32 Sec. 21-938. Revenue collected in the qualified heavy equipment rental personal

1 property exemption reimbursement fund is appropriated and must be distributed in accordance
2 with section 9 of the qualified heavy equipment rental personal property specific tax act,
3 2022 PA 35, MCL 211.1129.

4 Sec. 21-939. Revenue deposited in the local government reimbursement fund is
5 appropriated and must be distributed in accordance with section 3a of the Michigan trust
6 fund act, 2000 PA 489, MCL 12.253a.

7 Sec. 21-940. (1) The election administration support fund is created in the state
8 treasury.

9 (2) Any unexpended funds in the election administration support fund must be carried
10 forward and are available for expenditure under this section.

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

14 (4) The state treasurer may receive money or other assets from any source for deposit
15 in the election administration support fund. The state treasurer shall direct the
16 investment of the election administration support fund. The state treasurer shall credit to
17 the election administration support fund interest and earnings from the election
18 administration support fund.

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

21 (6) Funds appropriated in part 1 for election administration support fund must be
22 deposited in the election administration support fund.

23 Sec. 21-941. (1) Not later than November 1, from the funds appropriated in part 1,
24 the department, in conjunction with the MSF, shall submit a report to the standard report
25 recipients and the senate and house of representatives standing committees on
26 appropriations on the annual cost of the MEGA tax credits. The report must include, for
27 each year from 1995 to the expiration of the MEGA tax credit program, the board-approved
28 credit amount, adjusted for credit amendments if applicable, and the actual and projected
29 value of tax credits. For years for which credit claims are complete, the report must
30 include the total of actual certificated credit amounts. For years for which claims are
31 still pending or not yet submitted, the report must include a combination of actual credits
32 if available and projected credits. Credit projections must be based on updated estimates

1 of employees, wages, and benefits for eligible companies.

2 (2) In addition to the report under subsection (1), not later than November 1, the
3 department, in conjunction with the MSF, shall submit a report to the standard report
4 recipients and the senate and house of representatives standing committees on
5 appropriations on the annual cost of all other certificated credits by program for each
6 year until the credits expire or can no longer be collected. The report must include
7 estimates on the brownfield redevelopment credit, film credits, MEGA photovoltaic
8 technology credit, MEGA polycrystalline silicon manufacturing credit, MEGA vehicle battery
9 credit, and other certificated credits.

10 Sec. 21-944. From the funds appropriated in part 1, if the department hires a pension
11 plan consultant using any of the funds appropriated in part 1, the department shall do all
12 of the following:

13 (a) Retain each report provided to the department by that consultant.

14 (b) Notify the standard report recipients that the department has hired a pension
15 plan consultant, including the reason why the department hired the pension plan consultant.

16 (c) Make a report described in subdivision (a) available to a standard report
17 recipient if requested by the standard report recipient.

18 Sec. 21-945. From the funds appropriated in part 1, audits of local unit assessment
19 administration practices, procedures, and records must be conducted in each assessment
20 jurisdiction a minimum of 1 time 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 must 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. 21-949. (1) From the funds appropriated in part 1, the department may contract
26 with private agencies to prevent the disbursement of fraudulent tax refunds. In addition to
27 the amounts appropriated in part 1 to the department, there are appropriated amounts
28 necessary to pay the costs of the contracts or to fund operations designed to reduce
29 fraudulent income tax refund payments. The additional amount appropriated under this
30 subsection must not be greater than \$2,000,000.00. The appropriation to fund fraud
31 prevention efforts under this subsection is from the fund or account to which the revenues
32 being collected are recorded or dedicated.

1 (2) Not later than November 30, the department shall submit a report to the standard
2 report recipients and the senate and house of representatives standing committees on
3 appropriations. The report must include all of the following for the immediately preceding
4 fiscal year:

5 (a) The number of refund claims denied because of the fraud prevention operations.

6 (b) The amount of refunds denied.

7 (c) The costs of the fraud prevention operations.

8 (d) Any other information that is pertinent to determining whether the authority
9 under subsection (1) should be continued.

10 Sec. 21-949a. From the funds appropriated in part 1 for city income tax
11 administration program, the department may expand its individual income tax administration
12 for any additional cities that enter into service-level agreements with the department for
13 this purpose. In addition to the funds appropriated in part 1, any additional local funds
14 received as part of the service-level agreements are appropriated to the department for
15 staffing and administration of the program.

16 Sec. 21-949b. Tax capture revenues collected in accordance with written agreements
17 under the good jobs for Michigan program and transferred from the general fund for deposit
18 into the good jobs for Michigan fund, including tax capture revenues collected for
19 calculated payments from the good jobs for Michigan fund to authorized businesses and
20 distributions to the MSF for administrative expenses, are appropriated in accordance with
21 chapter 8D of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

22 Sec. 21-949c. From the funds appropriated in part 1, funds must be expended in
23 coordination with the department of agriculture and rural development to improve the timely
24 processing and issuance of tax credits from the Michigan's farmland and open space
25 preservation program created under section 36109 of the natural resources and environmental
26 protection act, 1994 PA 451, MCL 324.36109, for the Michigan's farmland and open space
27 preservation program under parts 361 and 362 of the natural resources and environmental
28 protection act, 1994 PA 451, MCL 324.36101 to 324.36116 and 324.36201 to 324.36207.

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

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

6 (3) Not later than March 15, the department shall submit a report to the standard
7 report recipients that includes both of the following:

8 (a) A description of the specific outcomes and measures required in subsection (1).

9 (b) The results and data related to these outcomes and measures.

10 Sec. 21-949e. From the funds appropriated in part 1 for the state essential services
11 assessment program, the department shall administer the state essential services assessment
12 program. The purpose of the program is to provide a phased-in replacement of locally
13 collected personal property taxes on eligible manufacturing personal property. The program
14 must provide the department with the ability to collect the state essential services
15 assessment.

16 Sec. 21-949f. Revenue from the tobacco products tax act, 1993 PA 327, MCL 205.421 to
17 205.436, related to counties with a population of more than 2,000,000 according to the 2000
18 federal decennial census is appropriated and must be distributed in accordance with section
19 12(2)(e) of the tobacco products tax act, 1993 PA 327, MCL 205.432.

20 Sec. 21-949h. Revenue from part 6 of the medical marihuana facilities licensing act,
21 2016 PA 281, MCL 333.27601 to 333.27605, is appropriated and must be distributed in
22 accordance with part 6 of the medical marihuana facilities licensing act, 2016 PA 281, MCL
23 333.27601 to 333.27605.

24 Sec. 21-949i. Revenue from the Michigan Regulation and Taxation of Marihuana Act,
25 2018 IL 1, MCL 333.27951 to 333.27967, is appropriated and must be distributed in
26 accordance with the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL
27 333.27951 to 333.27967.

28 Sec. 21-949j. All funds in the wrongful imprisonment compensation fund created in the
29 wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1751 to 691.1757, are
30 appropriated and available for expenditure. Expenditures are limited to support wrongful
31 imprisonment compensation payments under section 6 of the wrongful imprisonment
32 compensation act, 2016 PA 343, MCL 691.1756.

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

4 Sec. 21-949m. From the funds appropriated in part 1, the Michigan infrastructure
5 council shall plan, conduct, and contract for asset management improvement activities,
6 including, but not limited to, any of the following:

7 (a) Infrastructure data collection activities.

8 (b) Asset manager training.

9 (c) Development of a 30-year asset management plan for this state.

10 (d) Assistance in asset management improvement projects, including maintaining an
11 asset management portal.

12 (e) Any other projects that promote improved asset management for infrastructure in
13 this state.

14 Sec. 21-949n. In addition to the funds appropriated in part 1, the money in the
15 fostering futures scholarship trust fund, including any money received as gifts or
16 donations to the fostering futures scholarship trust fund, is appropriated and the
17 department may issue payments in compliance with the fostering futures scholarship trust
18 fund act, 2008 PA 525, MCL 722.1021 to 722.1031.

19 Sec. 21-949o. (1) Grants supported with private revenues received by the department
20 are appropriated upon receipt and are available for expenditure by the department for
21 purposes specified within the grant agreement and as permitted under state and federal law.

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

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

27 (4) Not later than March 15, the department shall report to the standard report
28 recipients the amount of private revenue generated in the previous fiscal year and the
29 amount of private revenue carried forward into the current fiscal year.

30 Sec. 21-949p. In addition to the amounts appropriated in part 1, any amount collected
31 from maintenance or user fees paid by the plan participants to the plan vendor or to the
32 plan is authorized to be spent by the program. The Michigan Achieving a Better Life

1 Experience (MiABLE) program fees shall be used to develop and conduct a marketing campaign
2 to promote awareness to Michigan residents. Eligible expenses include, but are not limited
3 to, program administration, program awareness campaigns, planning and hosting events, or to
4 reduce or offset plan participant fees.

5

6 **REVENUE SHARING**

7 Sec. 21-950. The department shall distribute the funds appropriated in part 1 for
8 constitutional revenue sharing to cities, villages, and townships, as required under
9 section 10 of article IX of the state constitution of 1963. Revenue collected in accordance
10 with section 10 of article IX of the state constitution of 1963 in excess of the amount
11 appropriated in part 1 for constitutional revenue sharing is appropriated for distribution
12 to cities, villages, and townships, on a population basis as required under section 10 of
13 article IX of the state constitution of 1963.

14 Sec. 21-952. (1) The funds appropriated in part 1 for city, village, and township
15 revenue sharing are for grants to cities, villages, and townships and must be distributed
16 as provided in this section.

17 (2) From the first \$299,126,400.00 appropriated in part 1 for city, village, and
18 township revenue sharing, each city, village, or township shall receive an amount equal to
19 100.0% of the revenue sharing payment for which the city, village, or township received
20 under section 952(2) of article 5 of 2025 PA 22 rounded to the nearest dollar.

21 (3) The remaining amount appropriated in part 1 for city, village, and township
22 revenue sharing after the distributions under subsection (2) must be distributed as
23 follows:

24 (a) 1/3 shall be distributed as taxable value payments as provided under subsection
25 (4).

26 (b) 1/3 must be distributed as unit type population payments as provided under
27 subsection (5).

28 (c) 1/3 must be distributed as yield equalization payments as provided under
29 subsection (6).

30 (4) A taxable value payment must be made to each city, village, and township,
31 determined as follows:

32 (a) Determine the per capita taxable value for each city, village, and township by

1 dividing the taxable value of that city, village, or township by the population of that
2 city, village, or township.

3 (b) Determine the statewide per capita taxable value by dividing the total taxable
4 value of all cities, villages, and townships by the total population of all cities,
5 villages, and townships.

6 (c) Determine the per capita taxable value ratio for each city, village, and township
7 by dividing the statewide per capita taxable value by the per capita taxable value for that
8 city, village, or township.

9 (d) Determine the adjusted taxable value population for each city, village, and
10 township by multiplying the per capita taxable value ratio as determined under subdivision
11 (c) for that city, village, or township by the population of that city, village, or
12 township.

13 (e) Determine the total statewide adjusted taxable value population, which is the sum
14 of the adjusted taxable value population for all cities, villages, and townships.

15 (f) Determine the taxable value payment rate by dividing the amount to be distributed
16 under this subsection by the total statewide adjusted taxable value population as
17 determined under subdivision (e).

18 (g) Determine the taxable value payment for each city, village, and township by
19 multiplying the result under subdivision (f) by the adjusted taxable value population for
20 that city, village, or township.

21 (5) A unit type population payment must be made to each city, village, and township,
22 determined as follows:

23 (a) Determine the unit type population weight factor for each city, village, and
24 township as follows:

25 (i) For a township with a population of 5,000 or less, 1.0.

26 (ii) For a township with a population of more than 5,000 but less than 10,001, 1.2.

27 (iii) Except as otherwise provided in subparagraph (xix), for a township with a
28 population of more than 10,000 but less than 20,001, 1.44.

29 (iv) For a township with a population of more than 20,000 but less than 40,001, 4.32.

30 (v) For a township with a population of more than 40,000 but less than 80,001, 5.18.

31 (vi) For a township with a population of more than 80,000, 6.22.

32 (vii) For a village with a population of 5,000 or less, 1.5.

- 1 (viii) For a village with a population of more than 5,000 but less than 10,001, 1.8.
- 2 (ix) For a village with a population of more than 10,000, 2.16.
- 3 (x) For a city with a population of 5,000 or less, 2.5.
- 4 (xi) For a city with a population of more than 5,000 but less than 10,001, 3.0.
- 5 (xii) For a city with a population of more than 10,000 but less than 20,001, 3.6.
- 6 (xiii) For a city with a population of more than 20,000 but less than 40,001, 4.32.
- 7 (xiv) For a city with a population of more than 40,000 but less than 80,001, 5.18.
- 8 (xv) For a city with a population of more than 80,000 but less than 160,001, 6.22.
- 9 (xvi) For a city with a population of more than 160,000 but less than 320,001, 7.46.
- 10 (xvii) For a city with a population of more than 320,000 but less than 640,001, 8.96.
- 11 (xviii) For a city with a population of more than 640,000, 10.75.
- 12 (xix) For a township that has a population of not less than 10,000 and certifies to
- 13 the department that the township provides for or makes available all of the following, the
- 14 township must receive the unit type population weight factor for a city with the same
- 15 population:
- 16 (A) Fire services.
- 17 (B) Police services on a 24-hour basis either through contracting for or directly
- 18 employing personnel.
- 19 (C) Water services to 50% or more of its residents.
- 20 (D) Sewer services to 50% or more of its residents.
- 21 (b) Determine the adjusted unit type population for each city, village, and township
- 22 by multiplying the unit type population weight factor for that city, village, or township
- 23 as determined under subdivision (a) by the population of the city, village, or township.
- 24 (c) Determine the total statewide adjusted unit type population, which is the sum of
- 25 the adjusted unit type population for all cities, villages, and townships.
- 26 (d) Determine the unit type population payment rate by dividing the amount to be
- 27 distributed under this subsection by the total statewide adjusted unit type population as
- 28 determined under subdivision (c).
- 29 (e) Determine the unit type population payment for each city, village, and township
- 30 by multiplying the result under subdivision (d) by the adjusted unit type population for
- 31 that city, village, or township.
- 32 (6) A yield equalization payment must be made to each city, village, and township in

1 an amount that is sufficient to provide the guaranteed tax base for a local tax effort, but
2 not to exceed 0.02. The payment must be determined as follows:

3 (a) The guaranteed tax base is the maximum combined state and local per capita
4 taxable value that can be guaranteed in a state fiscal year to each city, village, and
5 township for a local tax effort, not to exceed 0.02, if an amount equal to the amount
6 described in subsection (3)(c) is distributed to cities, villages, and townships whose per
7 capita taxable value is below the guaranteed tax base.

8 (b) The full yield equalization payment to each city, village, and township is the
9 product of the amounts determined under subparagraphs (i) and (ii):

10 (i) An amount greater than zero that is equal to the difference between the
11 guaranteed tax base determined in subdivision (a) and the per capita taxable value of the
12 city, village, or township.

13 (ii) The local tax effort of the city, village, or township, not to exceed 0.02,
14 multiplied by the population of that city, village, or township.

15 (7) For purposes of this section, any city, village, or township that completely
16 merges with another city, village, or township must be treated as a single entity, so that
17 when determining the eligible city, village, and township revenue sharing payment under
18 section 952(2) of article 5 of 2025 PA 22 for the combined single entity, the city,
19 village, and township revenue sharing amount that each of the merging local units of
20 government received under section 952(2) of article 5 of 2025 PA 22 is summed.

21 Sec. 21-954. (1) Cities, villages, and townships receiving a payment under section
22 21-952(2) and counties receiving a payment under section 21-955(2) shall receive 1/6 of
23 their total payment on the last business day of October, December, February, April, June,
24 and August. On the last business day of February 2027, cities, villages, and townships
25 receiving a payment under section 21-952(3) and counties receiving a payment under section
26 21-955(3) shall receive 50% of the estimated payment to be received under section 21-952(3)
27 or 21-955(3), as applicable. On the last business day of June 2027, cities, villages, and
28 townships receiving a payment under section 21-952(3) and counties receiving a payment
29 under 21-955(3) shall receive any remaining payment calculated under section 21-952(3) or
30 21-955(3), as applicable.

31 (2) Payments distributed under section 21-952 or section 21-955 may be withheld in
32 accordance with sections 17a and 21 of the Glenn Steil state revenue sharing act of 1971,

1 1971 PA 140, MCL 141.917a and 141.921.

2 (3) If a city, village, or township that receives a payment under section 21-952 is
3 determined to have a retirement pension benefit system in underfunded status under section
4 5 of the protecting local government retirement and benefits act, 2017 PA 202, MCL 38.2805,
5 the city, village, or township must allocate to its pension unfunded liability an amount
6 equal to 50% of the difference between its current year payment under section 21-952 and
7 the amount the city, village or township would have been eligible to receive under section
8 952 of article 5 of 2025 PA 22, rounded to the nearest dollar. A city, village, or township
9 that has issued a municipal security under section 518 of the revised municipal finance
10 act, 2001 PA 34, MCL 141.2518, is exempt from this requirement.

11 (4) If a county that receives a payment under section 21-955 is determined to have a
12 retirement pension benefit system in underfunded status under section 5 of the protecting
13 local government retirement and benefits act, 2017 PA 202, MCL 38.2805, the county must
14 allocate to its pension unfunded liability an amount equal to 50% of the difference between
15 its current year payment under section 21-955 and the amount the county would have been
16 eligible to receive under section 955 of article 5 of 2025 PA 22, rounded to the nearest
17 dollar. A county that has issued a municipal security under section 518 of the revised
18 municipal finance act, 2001 PA 34, MCL 141.2518, is exempt from this requirement.

19 Sec. 21-955. (1) The funds appropriated in part 1 for county revenue sharing are for
20 grants to counties and must be distributed as provided in this section.

21 (2) From the first \$261,069,700.00 appropriated in part 1, each county shall receive
22 an amount equal to 100.0% of the revenue sharing payment for which the county received
23 under section 955(2) of article 5 of 2025 PA 22, rounded to the nearest dollar.

24 (3) From the remaining amount appropriated in part 1 for county revenue sharing after
25 the distributions under subsection (2), a taxable value payment must be made to each
26 county, determined as follows:

27 (a) Determine the per capita taxable value for each county by dividing the taxable
28 value of that county by the population of that county.

29 (b) Determine the statewide per capita taxable value by dividing the total taxable
30 value of all counties by the total population of all counties.

31 (c) Determine the per capita taxable value ratio for each county by dividing the
32 statewide per capita taxable value by the per capita taxable value for that county.

1 (d) Determine the adjusted taxable value population for each county by multiplying
2 the per capita taxable value ratio as determined under subdivision (c) for that county by
3 the population of that county.

4 (e) Determine the total statewide adjusted taxable value population, which is the sum
5 of the adjusted taxable value population for all counties.

6 (f) Determine the taxable value payment rate by dividing the amount to be distributed
7 under this subsection by the total statewide adjusted taxable value population as
8 determined under subdivision (e).

9 (g) Determine the taxable value payment for each county by multiplying the result
10 under subdivision (f) by the adjusted taxable value population for that county.

11 Sec. 21-956. (1) From the funds appropriated in part 1 for financially distressed
12 cities, villages, or townships, the department shall create and operate a grant program to
13 award grants to cities, villages, and townships that have 1 or more conditions that
14 indicate probable financial distress, as determined by the department. A city, village, or
15 township with 1 or more conditions that indicate probable financial distress may apply in a
16 manner determined by the department for a grant to pay for specific projects or services
17 that move the city, village, or township toward financial stability. Grants must be used
18 for specific projects or services that move the city, village, or township toward financial
19 stability. The city, village, or township must use the grants under this section to do 1 or
20 more of the following:

21 (a) Make payments to reduce unfunded accrued liability.

22 (b) Repair or replace critical infrastructure and equipment owned or maintained by
23 the city, village, or township.

24 (c) Reduce debt obligations.

25 (d) Pay for costs associated with a transition to shared services with another
26 jurisdiction.

27 (e) Administer other projects that move the city, village, or township toward
28 financial stability.

29 (2) The department shall award not more than \$2,000,000.00 to any city, village, or
30 township under this section.

31 (3) Not later than July 31, the department shall submit a report to the standard
32 report recipients that includes all of the following for each grant recipient.

1 (a) The name of the grant recipient.

2 (b) The date the grant was approved.

3 (c) The amount of the grant.

4 (d) A description of the project or projects that will be paid by the grant.

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

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

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

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

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

17 Sec. 21-957. A term that is defined in the Glenn Steil state revenue sharing act,
18 1971 PA 140, MCL 141.901 to 141.921, has the same meaning when used in sections 21-950 to
19 21-956.

20 Sec. 21-959. The department shall distribute funds appropriated in part 1 for public
21 safety revenue sharing grants as follows:

22 (1) \$3,250,000.00 to the MDHHS to establish and administer a grant program to award
23 funds to community violence intervention programs.

24 (2) \$35,062,500.00 for a public safety assistance payment to each city, village, or
25 township.

26 (a) The public safety assistance payment must be calculated as follows:

27 (i) Determine the average violent crime count for each city, village, and township by
28 adding the 2 highest annual violent crime counts for each city, village, and township from
29 the 3 most recently available annual crime reports published by the MDSP as of the first
30 day of the current fiscal year and dividing by 2.

31 (ii) Determine the statewide total violent crime count by summing the average violent
32 crime count for each city, village, and township as determined under subparagraph (i).

1 (iii) Determine the proportional factor for each city, village, and township by
2 dividing the average violent crime count for each city, village, and township as determined
3 under subparagraph (i) by the statewide total violent crime count determined under
4 subparagraph (ii).

5 (iv) Multiply the proportional factor determined in subparagraph (iii), for each
6 city, village, and township by the total amount available for distribution under this
7 subsection, and round to the nearest dollar.

8 (b) A public safety assistance payment to a city, village, or township as determined
9 under subsection (2) (a) is limited to not more than 25% of the total amount available for
10 distribution under subsection (2) .

11 (c) All of the following apply to a distribution under subsection (2) (a):

12 (i) A city, village, or township must use the distribution only for operational and
13 capital expenditures that serve the purposes of public safety.

14 (ii) Not less than 75% of a public safety assistance payment distributed under
15 subsection (2) (a) to a city, village, or township must be used to fund, either directly or
16 indirectly through a subgrant to another governmental entity, a law enforcement agency or
17 law enforcement officers as defined in section 2 of the Michigan commission on law
18 enforcement standards act, 1965 PA 203, MCL 28.602.

19 (iii) Not more than 25% of a public safety assistance payment distributed under
20 subsection (2) (a) to a city, village, or township must be used to fund other non-law-
21 enforcement-related public safety purposes, which include, but are not limited to: public
22 safety initiatives to improve recruitment or retention efforts; training programs;
23 equipment purchases; programs designed to reduce identified risks to public safety; crime
24 diversion programs; operational emergency medical or firefighter services; or capital
25 improvements to public safety buildings or structures. All local public safety initiative
26 expenses must be related to public safety and designed to reduce identified risks to public
27 safety and cannot include unproven intervention solutions to community violence.

28 (iv) A distribution made under subsection (2) (a) must not be used for the following
29 nonoperating expenses:

30 (A) Pension and other post employee benefit (OPEB) payments.

31 (B) Lawsuits and claims payments.

32 (C) Debt service payments.

1 (D) The acquisition or use of a vehicle weighing more than 15,000 pounds that is
2 designed or used for a tactical police purpose.

3 (E) The acquisition or use of facial recognition technology.

4 (F) The acquisition or use of a chemical weapon.

5 (d) A city, village, or township may subgrant all or part of the distribution under
6 subsection (2) (a) if the subgrant is used for the purpose of public safety as described
7 under subsection (2) (c).

8 (e) Subject to subsections (f), (g), and (h), not later than November 30, the
9 director of the MDSP shall provide the department with a certified list that contains all
10 of the following:

11 (i) Base crime level.

12 (ii) Current violent crime counts.

13 (iii) Current violent crime rates, as determined by the director of the MDSP.

14 (f) The current violent crime data described in subdivision (e) (ii) and (iii) mean
15 the calendar year annual violent crime data for each city, village, and township received
16 and finalized by the MDSP during the immediately preceding state fiscal year and the 2
17 immediately preceding calendar years before the immediately preceding state fiscal year.

18 (g) Crimes reported by a city, village, township, or reported by a county on behalf
19 of the city, village, or township, must be included in the certified list under subdivision
20 (e), but crimes reported by other authorities must be omitted from the certified list under
21 subdivision (e).

22 (h) The certified list under subdivision (e) must contain all cities, villages, and
23 townships in this state and must report a zero for cities, villages, and townships that did
24 not submit crime data.

25 (3) \$11,687,500.00 must be used for public safety assistance payments to counties.
26 The payment to each county must be calculated by dividing the amount to be distributed
27 under this subsection by the total statewide adjusted taxable value population as
28 determined under section 21-955(3) (e) and multiplying the result by the adjusted taxable
29 value population for that county as determined under section 21-955(3) (d).

30 (a) All of the following apply to a distribution made under this subsection:

31 (i) A county must use the distribution only for operational and capital expenditures
32 that serve the purposes of public safety.

1 (ii) Not less than 75% of a public safety assistance payment distributed to a county
2 under this subsection must be used to fund, either directly or indirectly through a
3 subgrant to another governmental entity, a law enforcement agency or law enforcement
4 officers as defined in section 2 of the Michigan commission on law enforcement standards
5 act, 1965 PA 203, MCL 28.602.

6 (iii) Not more than 25% of a public safety assistance payment distributed to a county
7 under this subsection must be used to fund other non-law-enforcement-related public safety
8 purposes, which include, but are not limited to: public safety initiatives to improve
9 recruitment or retention efforts; training programs; equipment purchases; programs designed
10 to reduce identified risks to public safety; crime diversion programs; operational
11 emergency medical or firefighter services; or capital improvements to public safety
12 buildings or structures. All local public safety initiative expenses must be related to
13 public safety and designed to reduce identified risks to public safety and cannot include
14 unproven intervention solutions to community violence.

15 (iv) A distribution made under this subsection must not be used for the following
16 nonoperating expenses:

17 (A) Pension and other post employee benefit (OPEB) payments.

18 (B) Lawsuits and claims payments.

19 (C) Debt service payments.

20 (D) The acquisition or use of a vehicle weighing more than 15,000 pounds that is
21 designed or used for a tactical police purpose.

22 (E) The acquisition or use of facial recognition technology.

23 (F) The acquisition or use of a chemical weapon.

24 (b) A county may subgrant all or part of the distribution under this subsection if
25 the subgrant is used for the purpose of public safety as described in this subsection.

26 (c) As used in subsection (2):

27 (i) "Base crime level" means the average of a city, village, or township's 2 highest
28 annual rates of violent crime, as certified by the director of the MDSP and determined by
29 the annual crime reports published by the MDSP in the 3 calendar years immediately
30 preceding the current calendar year.

31 (ii) "Population" means the counts, as defined by the Federal Bureau of Investigation
32 and used by the director of the MDSP, to determine the population for each city, village,

1 and township.

2 (iii) "Violent crime" means that term as defined by the director of the MDSP in
3 accordance with the department's incident crime reporting program and the corresponding
4 annual crime reports.

5 (iv) "Violent crime count" means the number of violent crimes based on victim counts,
6 as certified by the director of the MDSP. When a victim is connected to multiple offenses,
7 the victim is counted under the highest-ranked offense, as defined by the director of the
8 MDSP.

9 (v) "Violent crime rate" means the number of crimes per 100,000 people, determined by
10 dividing a particular city, village, or township violent crime count by the population,
11 then multiplying by 100,000 and rounding to the nearest whole number.

12 (d) As used in subsection (3):

13 (i) "Chemical weapon" means a munition or device that is specifically designed to
14 cause death or other harm through a toxic chemical that would be released as a result of
15 the employment of the munition or device.

16 (ii) "Facial recognition technology" means an automated or a semiautomated
17 technological process that assists in identifying or verifying an individual based on the
18 individual's face.

19

20 **BUREAU OF STATE LOTTERY**

21 Sec. 21-960. In addition to the funds appropriated in part 1 to the bureau of state
22 lottery, there is appropriated from state lottery fund revenues the amount necessary for,
23 and directly related to, implementing and operating lottery games under the McCauley-
24 Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL 432.1 to 432.47, and activities
25 under the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.152,
26 including expenditures for contractually mandated payments for vendor commissions,
27 contractually mandated payments for instant tickets intended for resale, the contractual
28 costs of providing and maintaining the online system communications network, and incentive
29 and bonus payments to lottery retailers.

30 Sec. 21-964. For the bureau of state lottery, there is appropriated 1% of the
31 lottery's immediately preceding fiscal year's gross sales for promotion and advertising.

32

1 **MICHIGAN GAMING CONTROL BOARD**

2 Sec. 21-970. As used in sections 21-971 to 21-979:

3 (a) "Compulsive gaming prevention fund" means the compulsive gaming prevention fund
4 created in section 3 of the compulsive gaming prevention act, 1997 PA 70, MCL 432.253.

5 (b) "Fantasy contest fund" means the fantasy contest fund created in section 16 of
6 the fantasy contests consumer protection act, 2019 PA 157, MCL 432.516.

7 (c) "First responder presumed coverage fund" means the first responder presumed
8 coverage fund created in section 405 of the worker's disability compensation act of 1969,
9 1969 PA 317, MCL 418.405.

10 (d) "Internet gaming fund" means the internet gaming fund created in section 16 of
11 the lawful internet gaming act, 2019 PA 152, MCL 432.316.

12 (e) "Internet sports betting fund" means the internet sports betting fund created in
13 section 16 of the lawful sports betting act, 2019 PA 149, MCL 432.416.

14 Sec. 21-971. (1) From the revenue collected by the Michigan gaming control board from
15 the total annual assessment of each casino licensee, funds are appropriated and must be
16 distributed as described in section 12a(5) of the Michigan Gaming Control and Revenue Act,
17 1996 IL 1, MCL 432.212a.

18 (2) The revenue collected in the internet sports betting fund is appropriated and
19 must be distributed in accordance with the lawful sports betting act, 2019 PA 149, MCL
20 432.401 to 432.419.

21 (3) The revenue collected in the internet gaming fund is appropriated and must be
22 distributed in accordance with the lawful internet gaming act, 2019 PA 152, MCL 432.301 to
23 432.322, and the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to
24 432.152.

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

1 sports betting act, 2019 PA 149, MCL 432.416.

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

5 (2) A local revenue sharing board described in subsection (1) shall comply with the
6 open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and the freedom of information act,
7 1976 PA 442, MCL 15.231 to 15.246.

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

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

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

23 Sec. 21-974. If revenues collected in the state services fee fund created in section
24 12a of the Michigan Gaming Control and Revenue Act, 1996 IL 1, MCL 432.212a, are less than
25 the amounts appropriated from the state services fee fund, available revenues must be used
26 to fully fund the appropriation in part 1 for casino gaming regulation activities before
27 distributions are made to other state departments and agencies. If the remaining revenue in
28 the state services fee fund is insufficient to fully fund appropriations to other state
29 departments or agencies, the shortfall must be distributed proportionally among those
30 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 shall engage with MDHHS on strategies

1 to support addiction prevention and education efforts in addition to advertising for
2 responsible gaming. Not later than September 1, the Michigan gaming control board shall
3 submit a report to the standard report recipients on the expenditures and programming
4 funded from the appropriations in part 1 for advertising for responsible gaming.

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 under this section must be paid out of the appropriation in
9 part 1 for the racing commission.

10 Sec. 21-977. All appropriations from the equine industry development fund created in
11 section 20 of the horse racing law of 1995, 1995 PA 279, MCL 431.320, except for the racing
12 commission appropriations, must be reduced proportionately if revenues to the equine
13 industry development fund decline during the current fiscal year to a level lower than the
14 amount appropriated in part 1.

15 Sec. 21-978. The Michigan gaming control board shall use actual expenditure data in
16 determining the actual regulatory costs of conducting racing dates and shall submit a
17 report of that data to the standard report recipients and the senate and house of
18 representatives appropriations subcommittees on agriculture. The Michigan gaming control
19 board may not be reimbursed for more than the actual regulatory cost of conducting race
20 dates. In determining actual costs, the Michigan gaming control board shall take into
21 account that each specific breed of horse may require different regulatory mechanisms.

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

29
30 **STATE BUILDING AUTHORITY**

31 Sec. 21-1100. (1) Subject to section 242 of the management and budget act, 1984 PA
32 431, MCL 18.1242, and on the approval of the state building authority, the department may

1 expend from the general fund of this state during the fiscal year an amount necessary to
2 meet the cash flow requirements of those state building authority projects solely for lease
3 to a state agency identified in both part 1 and this section, and for which state building
4 authority bonds or notes have not been issued, and for the sole acquisition by the state
5 building authority of equipment and furnishings for lease to a state agency as permitted by
6 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized
7 by an appropriations PA that is effective for the immediately preceding fiscal year. Any
8 general fund advances for which state building authority bonds have not been issued must
9 bear an interest cost to the state building authority at a rate that is not greater than
10 the rate earned by the state treasurer's common cash fund during the period in which the
11 advances are outstanding and are repaid to the general fund of this state.

12 (2) On sale of bonds or notes for the projects identified in part 1 or for equipment
13 as authorized by an appropriations PA and in this section, the state building authority
14 shall credit the general fund of this state an amount equal to the amount expended from the
15 general fund plus interest, if any, as described in this section.

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

21 (4) If a project identified in part 1 is terminated after final design is complete,
22 advances made on behalf of the state building authority for the costs of final design must
23 be repaid to the general fund in a manner recommended by the director of the state building
24 authority.

25 Sec. 21-1102. (1) The state building authority shall not release state building
26 authority funding to a university or community college to finance the construction or
27 renovation of a facility that collects revenue in excess of money required for the
28 operation of that facility unless the university or community college agrees to use that
29 excess revenue to reimburse the state building authority. The excess revenue received by
30 the state building authority as reimbursement must be credited to the general fund to
31 offset rent obligations associated with the retirement of bonds issued for the applicable
32 facility. The auditor general shall annually identify and audit the facilities that are

1 subject to this section. Costs associated with the administration of the audit must be
2 charged against money received by the state building authority as reimbursement under this
3 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. Not later than October 15, the state building authority shall submit a
8 report to the standard report recipients and the JCOS regarding the status of construction
9 projects associated with state building authority bonds as of the end of the immediately
10 preceding fiscal year. Not later than 30 days after a refinancing or restructuring bond
11 issue is sold, the state building authority shall submit a report to the standard report
12 recipients and the JCOS regarding the status of construction projects associated with that
13 bond issue. Each report must include all of the following:

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

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

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

22 Sec. 21-1104. (1) The state building authority may expend revenues received under the
23 state building authority act, 1964 PA 183, MCL 830.411-830.425 and the Executive
24 Reorganization Order No. 2013-3, MCL 126.1393, for necessary salaries, wages, supplies,
25 contractual services, equipment, worker's compensation insurance premiums, grants to the
26 civil service commission retirement fund and the state employees' retirement fund, and
27 other expenses as allowed under those acts or executive reorganization orders.

28 (2) Not later than January 31, the state building authority shall submit a report to
29 the standard report recipients that includes both of the following for the immediately
30 preceding fiscal year:

31 (a) The amount and purpose of expenditures of \$250,000.00 or more that are made under
32 subsection (1) from rentals received by the state building authority that are in addition

1 to those appropriated in part 1.

2 (b) A list of reimbursement of revenue, if any.

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