

**SUBSTITUTE FOR  
SENATE BILL NO. 195**

A bill to make appropriations for the department of licensing and regulatory affairs for the fiscal year ending September 30, 2024; and to provide for the expenditure of the appropriations.

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

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of licensing and regulatory affairs for the fiscal year ending September 30, 2024, from the following funds:

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**DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

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**APPROPRIATION SUMMARY**

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Full-time equated unclassified positions	30.0
Full-time equated classified positions	1,861.9

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1	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>591,815,700</b>
2	Interdepartmental grant revenues:			
3	Total interdepartmental grants and			
4	intradepartmental transfers			46,897,200
5	<b>ADJUSTED GROSS APPROPRIATION</b>		<b>\$</b>	<b>544,918,500</b>
6	Federal revenues:			
7	Total federal revenues			30,004,200
8	Special revenue funds:			
9	Total local revenues			0
10	Total private revenues			0
11	Total other state restricted revenues			256,838,700
12	<b>State general fund/general purpose</b>		<b>\$</b>	<b>258,075,600</b>
13	<b>Sec. 102. DEPARTMENTAL ADMINISTRATION AND</b>			
14	<b>SUPPORT</b>			
15	Full-time equated unclassified positions	30.0		
16	Full-time equated classified positions	100.0		
17	Unclassified salaries--FTEs	30.0	\$	2,851,200
18	Administrative services--FTEs	73.0		8,787,100
19	Executive director programs--FTEs	24.0		2,925,500
20	FOIA coordination--FTEs	3.0		337,800
21	Property management			7,738,400
22	Worker's compensation			130,000
23	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>22,770,000</b>
24	Appropriated from:			
25	Interdepartmental grant revenues:			
26	IDG from MDIFS, accounting services			150,000
27	Federal revenues:			
28	EPA, underground storage tanks			30,300

1	HHS-Medicaid, certification of health care	
2	providers and suppliers	424,100
3	HHS-Medicare, certification of health care	
4	providers and suppliers	621,000
5	Special revenue funds:	
6	Aboveground storage tank fees	95,300
7	Accountancy enforcement fund	67,800
8	Boiler inspection fund	288,900
9	Builder enforcement fund	103,300
10	Construction code fund	788,500
11	Corporation fees	4,313,100
12	Elevator fees	310,000
13	Fire alarm fees	7,500
14	Fire safety standard and enforcement fund	2,100
15	Fire service fees	470,800
16	Fireworks safety fund	61,200
17	Health professions regulatory fund	1,799,900
18	Health systems fees	252,700
19	Licensing and regulation fund	951,500
20	Liquor license revenue	292,400
21	Liquor purchase revolving fund	3,131,600
22	Marihuana registry fund	189,800
23	Marihuana regulation fund	1,241,600
24	Marihuana regulatory fund	554,900
25	Michigan unarmed combat fund	5,900
26	Mobile home code fund	290,000
27	Nurse professional fund	39,800
28	PMECSEMA fund	47,000

1	Property development fees		7,600
2	Public utility assessments		3,282,300
3	Real estate appraiser education fund		2,800
4	Real estate education fund		11,600
5	Real estate enforcement fund		11,900
6	Refined petroleum fund		173,200
7	Securities fees		1,463,000
8	Securities investor education and training fund		9,400
9	Security business fund		7,100
10	Survey and remonumentation fund		98,600
11	Tax tribunal fund		825,300
12	Utility consumer representation fund		54,000
13	<b>State general fund/general purpose</b>	<b>\$</b>	<b>292,200</b>
14	<b>Sec. 103. PUBLIC SERVICE COMMISSION</b>		
15	Full-time equated classified positions	195.0	
16	Public service commission--FTEs	195.0	\$ 34,941,000
17	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>34,941,000</b>
18	Appropriated from:		
19	Federal revenues:		
20	DOT, gas pipeline safety		3,078,600
21	Special revenue funds:		
22	Public utility assessments		31,862,400
23	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
24	<b>Sec. 104. LIQUOR CONTROL COMMISSION</b>		
25	Full-time equated classified positions	150.0	
26	Liquor licensing and enforcement--FTEs	119.0	\$ 17,761,100
27	Management support services--FTEs	31.0	4,900,400
28	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>22,661,500</b>

1	Appropriated from:		
2	Special revenue funds:		
3	Direct shipper enforcement revolving fund		308,700
4	Liquor control enforcement and license		
5	investigation revolving fund		175,000
6	Liquor license fee enhancement fund		76,400
7	Liquor license revenue		8,402,500
8	Liquor purchase revolving fund		13,698,900
9	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
10	<b>Sec. 105. OCCUPATIONAL REGULATION</b>		
11	Full-time equated classified positions	1,028.9	
12	Bureau of community and health systems--FTEs	171.0	\$ 25,269,900
13	Bureau of construction codes--FTEs	172.0	25,115,200
14	Bureau of fire services--FTEs	79.0	14,028,700
15	Bureau of professional licensing--FTEs	202.0	40,966,500
16	Bureau of survey and Certification--FTEs	155.9	26,025,600
17	Child care licensing and regulation--FTEs	140.0	23,677,800
18	Corporations, securities, and commercial		
19	licensing bureau--FTEs	109.0	15,854,400
20	Urban search and rescue		1,000,000
21	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>171,938,100</b>
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from MDE, child care licensing		20,076,100
25	Federal revenues:		
26	DHS, fire training systems		528,000
27	DOT, hazardous materials training and planning		20,000
28	EPA, underground storage tanks		820,600

1	HHS-Medicaid, certification of health care	
2	providers and suppliers	8,958,500
3	HHS-Medicare, certification of health care	
4	providers and suppliers	14,438,800
5	Special revenue funds:	
6	Aboveground storage tank fees	333,100
7	Accountancy enforcement fund	780,600
8	Adult foster care facilities license fund	416,500
9	Boiler inspection fund	2,974,900
10	Builder enforcement fund	644,000
11	Child care home and center licenses fund	501,700
12	Construction code fund	10,535,200
13	Corporation fees	8,551,800
14	Division on deafness fund	73,400
15	Elevator fees	3,951,300
16	Fire alarm fees	135,500
17	Fire safety standard and enforcement fund	31,100
18	Fire service fees	2,699,500
19	Fireworks safety fund	1,241,200
20	Health professions regulatory fund	26,632,600
21	Health systems fees	4,005,000
22	Licensing and regulation fund	11,808,300
23	Liquor purchase revolving fund	150,700
24	Marihuana regulatory fund	500,000
25	Mobile home code fund	2,108,600
26	Nurse aide registration fund	598,100
27	Nurse professional fund	1,967,200
28	Nursing home administrative penalties	100,000

1	PMECSEMA fund		1,907,100
2	Property development fees		192,600
3	Real estate appraiser education fund		65,500
4	Real estate education fund		347,500
5	Real estate enforcement fund		554,400
6	Refined petroleum fund		2,699,400
7	Securities fees		5,258,300
8	Securities investor education and training fund		496,500
9	Security business fund		237,900
10	Survey and remonumentation fund		893,800
11	<b>State general fund/general purpose</b>	<b>\$</b>	<b>33,702,800</b>
12	<b>Sec. 106. CANNABIS REGULATORY AGENCY</b>		
13	Full-time equated classified positions	173.0	
14	Cannabis regulatory agency--FTEs	173.0	\$ 28,004,600
15	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>28,004,600</b>
16	Appropriated from:		
17	Special revenue funds:		
18	Industrial hemp licensing and registration fund		300,000
19	Marihuana registry fund		3,475,500
20	Marihuana regulation fund		17,805,800
21	Marihuana regulatory fund		6,423,300
22	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
23	<b>Sec. 107. MICHIGAN OFFICE OF ADMINISTRATIVE</b>		
24	<b>HEARINGS AND RULES</b>		
25	Full-time equated classified positions	194.0	
26	Michigan office of administrative hearings and		
27	rules--FTEs	194.0	\$ 38,840,500
28	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>38,840,500</b>

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG revenues, administrative hearings and rules		26,671,100
4	Special revenue funds:		
5	Construction code fund		26,700
6	Corporation fees		4,340,500
7	Health professions regulatory fund		859,200
8	Health systems fees		164,900
9	Licensing and regulation fund		900,300
10	Liquor purchase revolving fund		481,000
11	Marihuana regulation fund		253,500
12	Marihuana regulatory fund		98,700
13	Public utility assessments		2,487,200
14	Securities fees		1,019,100
15	Tax tribunal fund		847,600
16	<b>State general fund/general purpose</b>	<b>\$</b>	<b>690,700</b>
17	<b>Sec. 108. COMMISSIONS</b>		
18	Full-time equated classified positions	21.0	
19	Michigan indigent defense commission--FTEs	21.0	\$ 3,167,400
20	Michigan unarmed combat commission		126,200
21	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>3,293,600</b>
22	Appropriated from:		
23	Special revenue funds:		
24	Michigan unarmed combat fund		126,200
25	<b>State general fund/general purpose</b>	<b>\$</b>	<b>3,167,400</b>
26	<b>Sec. 109. DEPARTMENT GRANTS</b>		
27	Firefighter training grants	\$	2,300,000
28	Liquor law enforcement grants		9,900,000

1	Marihuana operation and oversight grants	3,000,000
2	Michigan indigent defense commission grants	208,761,900
3	Remonumentation grants	6,800,000
4	Utility consumer representation	850,000
5	<b>GROSS APPROPRIATION</b>	<b>\$ 231,611,900</b>
6	Appropriated from:	
7	Special revenue funds:	
8	Fireworks safety fund	2,300,000
9	Liquor license revenue	9,900,000
10	Local indigent defense reimbursement	300,000
11	Marihuana regulation fund	3,000,000
12	Survey and remonumentation fund	6,800,000
13	Utility consumer representation fund	850,000
14	<b>State general fund/general purpose</b>	<b>\$ 208,461,900</b>
15	<b>Sec. 110. INFORMATION TECHNOLOGY</b>	
16	Information technology services and projects	\$ 22,354,500
17	<b>GROSS APPROPRIATION</b>	<b>\$ 22,354,500</b>
18	Appropriated from:	
19	Federal revenues:	
20	DOT, gas pipeline safety	44,900
21	EPA, underground storage tanks	99,900
22	HHS-Medicaid, certification of health care	
23	providers and suppliers	357,300
24	HHS-Medicare, certification of health care	
25	providers and suppliers	582,200
26	Special revenue funds:	
27	Aboveground storage tank fees	34,500
28	Accountancy enforcement fund	1,100

1	Boiler inspection fund	327,200
2	Construction code fund	1,287,500
3	Corporation fees	5,253,900
4	Elevator fees	475,600
5	Fire safety standard and enforcement fund	3,000
6	Fire service fees	536,900
7	Fireworks safety fund	51,900
8	Health professions regulatory fund	1,869,200
9	Health systems fees	297,400
10	Licensing and regulation fund	1,098,800
11	Licensing license revenue	47,600
12	Liquor purchase revolving fund	4,361,100
13	Marihuana registry fund	153,800
14	Marihuana regulation fund	985,000
15	Marihuana regulatory fund	432,000
16	Michigan unarmed combat fund	6,800
17	Mobile home code fund	175,600
18	PMECSEMA fund	38,500
19	Public utility assessments	1,277,700
20	Real estate appraiser education fund	1,000
21	Real estate education fund	1,900
22	Refined petroleum fund	170,300
23	Securities fees	263,400
24	Securities investor education and training fund	1,000
25	Survey and remonumentation fund	73,900
26	Tax tribunal fund	183,000
27	<b>State general fund/general purpose</b>	<b>\$ 1,860,600</b>
28	<b>Sec. 111. ONE-TIME APPROPRIATIONS</b>	

1	Bureau of survey and certification	\$	1,200,000
2	Cannabis regulatory agency reference laboratory		2,800,000
3	Cannabis regulatory agency social equity		
4	program		1,000,000
5	Child care licensing bureau background check		
6	program		200,000
7	Corporations online filing modernization		2,700,000
8	Michigan saves		5,000,000
9	Utility consumer representation grants		2,500,000
10	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>15,400,000</b>
11	Appropriated from:		
12	Special revenue funds:		
13	Corporation fees		2,700,000
14	Marihuana regulation fund		2,800,000
15	<b>State general fund/general purpose</b>	<b>\$</b>	<b>9,900,000</b>

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2023-2024

**GENERAL SECTIONS**

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2023-2024 is \$514,914,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2023-2024 is \$230,761,900.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

**DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

1	Firefighter training grants	\$	2,300,000
2	Liquor law enforcement grants		9,900,000
3	Marihuana operation and oversight grants		3,000,000
4	Michigan indigent defense commission grants		208,761,900
5	Remonumentation grants		6,800,000
6	<b>TOTAL</b>	<b>\$</b>	<b>230,761,900</b>

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

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

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

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

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

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

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

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

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

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

25           (i) "IDG" means interdepartmental grant.

26           (j) "MDE" means the Michigan department of education.

27           (k) "MDIFS" means the Michigan department of insurance and  
28 financial services.

29           (l) "PMECSEMA" means pain management education and controlled

1 substances electronic monitoring and antidiversion.

2 (m) "Subcommittees" means the subcommittees of the house and  
3 senate appropriations committees with jurisdiction over the budget  
4 for the department.

5 Sec. 204. The department shall use the internet to fulfill the  
6 reporting requirements of this part. This requirement shall include  
7 transmission of reports via email to the recipients identified for  
8 each reporting requirement and it shall include placement of  
9 reports on an internet site.

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

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

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

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

24 Sec. 206. The department shall not take disciplinary action  
25 against an employee of the department or departmental agency in the  
26 state classified civil service because the employee communicates  
27 with a member of the legislature or a member's staff, unless the  
28 communication is prohibited by law and the department or agency  
29 taking disciplinary action is exercising its authority as provided

1 by law.

2           Sec. 207. In accordance with section 217 of the management and  
3 budget act, 1984 PA 31, MCL 18.1217, a department or an agency that  
4 receives funding under part 1 shall prepare a report on out-of-  
5 state travel expenses not later than January 1 of each year. The  
6 travel report shall be a listing of all travel by classified and  
7 unclassified employees outside this state in the immediately  
8 preceding fiscal year that was funded in whole or in part with  
9 funds appropriated in the department's budget. The report shall be  
10 submitted to the senate and house appropriations committees, the  
11 senate and house fiscal agencies, and the state budget office. The  
12 report shall include the following information:

13           (a) The dates of each travel occurrence.

14           (b) The transportation and related costs of each travel  
15 occurrence, including the proportion funded with state general  
16 fund/general purpose revenues, the proportion funded with state  
17 restricted revenues, the proportion funded with federal revenues,  
18 and the proportion funded with other revenues.

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

25           Sec. 209. Not later than December 31, the state budget office  
26 shall prepare and transmit a report that provides for estimates of  
27 the total general fund/general purpose appropriation lapses at the  
28 close of the prior fiscal year. This report must summarize the  
29 projected year-end general fund/general purpose appropriation

1 lapses by major departmental program or program areas. The report  
2 shall be transmitted to the chairpersons of the senate and house  
3 appropriations committees and the senate and house fiscal agencies.

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

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

16 (3) In addition to the funds appropriated in part 1, there is  
17 appropriated an amount not to exceed \$1,000,000.00 for local  
18 contingency authorization. These funds are not available for  
19 expenditure until they have been transferred to another line item  
20 in part 1 under section 393(2) of the management and budget act,  
21 1984 PA 431, MCL 18.1393.

22 (4) In addition to the funds appropriated in part 1, there is  
23 appropriated an amount not to exceed \$500,000.00 for private  
24 contingency authorization. These funds are not available for  
25 expenditure until they have been transferred to another line item  
26 in part 1 under section 393(2) of the management and budget act,  
27 1984 PA 431, MCL 18.1393.

28 Sec. 211. The department shall cooperate with the department  
29 of technology, management, and budget to maintain a searchable

1 website accessible by the public at no cost that includes, but is  
2 not limited to, all of the following for the department:

- 3 (a) Fiscal year-to-date expenditures by category.
- 4 (b) Fiscal year-to-date expenditures by appropriation unit.
- 5 (c) Fiscal year-to-date payments to a selected vendor,  
6 including the vendor name, payment date, payment amount, and  
7 payment description.
- 8 (d) The number of active department employees by job  
9 classification.
- 10 (e) Job specifications and wage rates.

11 Sec. 212. Not later than 14 days after the release of the  
12 executive budget recommendation, the department shall cooperate  
13 with the state budget office to provide the chairpersons of the  
14 senate and house appropriations committees, the chairpersons of the  
15 subcommittees, and the senate and house fiscal agencies with an  
16 annual report on estimated state restricted fund balances, state  
17 restricted fund projected revenues, and state restricted fund  
18 expenditures for the prior 2 fiscal years.

19 Sec. 213. The department shall maintain, on a publicly  
20 accessible website, a department scorecard that identifies, tracks,  
21 and regularly updates key metrics that are used to monitor and  
22 improve the department's performance.

23 Sec. 214. (1) Funds appropriated in part 1 must not be used to  
24 restrict or interfere with actions related to diversity, equity,  
25 and inclusion (DEI); to restrict or impede a marginalized  
26 community's access to government resources, programs, or  
27 facilities; or to diminish, interfere with, or restrict an  
28 individual's ability to exercise the right to reproductive freedom.

29 (2) From the funds appropriated in part 1, a local unit of

1 government shall report any action or policy that attempts to  
2 restrict or interfere with the duties of the local health officer.

3 Sec. 215. To the extent permissible under the management and  
4 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall  
5 take all reasonable steps to ensure that geographically  
6 disadvantaged business enterprises compete for and perform  
7 contracts to provide services or supplies, or both. The director  
8 shall strongly encourage firms with which the department contracts  
9 to subcontract with certified businesses in depressed and deprived  
10 communities for services, supplies, or both.

11 Sec. 216. (1) On a quarterly basis, the department shall  
12 report to the senate and house appropriations committees, the  
13 subcommittees, and the senate and house fiscal agencies the  
14 following information:

15 (a) The number of FTEs in pay status by type of staff and  
16 civil service classification.

17 (b) A comparison by line item of the number of FTEs authorized  
18 from funds appropriated in part 1 to the actual number of FTEs  
19 employed by the department at the end of the reporting period.

20 (2) By March 1 of the current fiscal year, the department  
21 shall report to the senate and house appropriations committees, the  
22 subcommittees, and the senate and house fiscal agencies the  
23 following information:

24 (a) Number of employees that were engaged in remote work in  
25 2022.

26 (b) Number of employees authorized to work remotely and the  
27 actual number of those working remotely in the current reporting  
28 period.

29 (c) Estimated net cost savings achieved by remote work.

1 (d) Reduced use of office space associated with remote work.

2 Sec. 217. Appropriations in part 1 shall, to the extent  
3 possible by the department, not be expended until all existing work  
4 project authorization available for the same purposes is exhausted.

5 Sec. 219. The department and agencies receiving appropriations  
6 in part 1 shall receive and retain copies of all reports funded  
7 from appropriations in part 1. Federal and state guidelines for  
8 short-term and long-term retention of records shall be followed.  
9 The department may electronically retain copies of reports unless  
10 otherwise required by federal or state guidelines.

11 Sec. 220. Not later than April 1, the department shall report  
12 on each specific policy change made to implement a public act  
13 affecting the department that took effect during the prior calendar  
14 year to the senate and house appropriations committees, the  
15 subcommittees, the joint committee on administrative rules, and the  
16 senate and house fiscal agencies.

17 Sec. 221. (1) From the funds appropriated in part 1, the  
18 department shall do all of the following:

19 (a) Report to the senate and house appropriations committees,  
20 the senate and house fiscal agencies, the senate and house policy  
21 offices, and the state budget office any amount of severance pay  
22 for a department director, deputy director, or other high-ranking  
23 department official not later than 14 days after a severance  
24 agreement with the director or official is signed. The name of the  
25 director or official and the amount of severance pay must be  
26 included in the report required by this subdivision.

27 (b) Maintain an internet site that posts any severance pay in  
28 excess of 6 weeks of wages, regardless of the position held by the  
29 former department employee receiving severance pay.

1 (c) By February 1, report to the subcommittees, the senate and  
2 house fiscal agencies, the senate and house policy offices, and the  
3 state budget office on the total amount of severance pay remitted  
4 to former department employees during the fiscal year ending  
5 September 30, 2022, and the number of former department employees  
6 that were remitted severance pay during the fiscal year ending  
7 September 30, 2022.

8 (2) As used in this section, "severance pay" means  
9 compensation that is both payable or paid upon the termination of  
10 employment and in addition to either wages or benefits earned  
11 during the course of employment or generally applicable retirement  
12 benefits.

13 Sec. 223. It is the intent of the legislature that the  
14 department maximize the efficiency of the state workforce and,  
15 where possible, prioritize in-person work. Each executive branch  
16 department, agency, board, or commission that receives funding  
17 under part 1 must post its in-person, remote, or hybrid work policy  
18 on its website.

19 Sec. 224. The department may carry into the succeeding fiscal  
20 year unexpended federal pass-through funds to local institutions  
21 and governments that do not require additional state matching  
22 funds. Federal pass-through funds to local institutions and  
23 governments that are received in amounts in addition to those  
24 included in part 1 and that do not require additional state  
25 matching funds are appropriated for the purposes intended. Not  
26 later than 14 days after the receipt of federal pass-through funds,  
27 the department shall notify the chairpersons of the subcommittees,  
28 the senate and house fiscal agencies, and the state budget office  
29 of pass-through funds appropriated under this section.

1           Sec. 225. (1) Grants supported with private revenues received  
2 by the department are appropriated upon receipt and are available  
3 for expenditure by the department, for purposes specified within  
4 the grant agreement and as permitted under state and federal law.

5           (2) Not later than 10 days after the receipt of a private  
6 grant appropriated in subsection (1), the department shall notify  
7 the chairpersons of the subcommittees, the senate and house fiscal  
8 agencies, and the state budget office of the receipt of the grant,  
9 including the fund source, purpose, and amount of the grant.

10          Sec. 226. (1) The department may charge registration fees to  
11 attendees of informational, training, or special events sponsored  
12 by the department and related to activities that are under the  
13 department's purview.

14          (2) These fees shall reflect the costs for the department to  
15 sponsor the informational, training, or special events.

16          (3) Revenue generated by the registration fees is appropriated  
17 upon receipt and available for expenditure to cover the  
18 department's costs of sponsoring informational, training, or  
19 special events.

20          (4) Revenue generated by registration fees in excess of the  
21 department's costs of sponsoring informational, training, or  
22 special events shall carry forward to the subsequent fiscal year  
23 and not lapse to the general fund.

24          Sec. 227. The department may make available to interested  
25 entities otherwise unavailable customized listings of  
26 nonconfidential information in its possession, such as names and  
27 addresses of licensees. The department may establish and collect a  
28 reasonable charge to provide this service. The revenue received  
29 from this service is appropriated when received and shall be used

1 to offset expenses to provide the service. Any balance of this  
2 revenue collected and unexpended at the end of the fiscal year  
3 shall lapse to the appropriate restricted fund.

4 Sec. 228. (1) The department shall sell documents at a price  
5 not to exceed the cost of production and distribution. Money  
6 received from the sale of these documents shall revert to the  
7 department. In addition to the funds appropriated in part 1, these  
8 funds are available for expenditure when they are received by the  
9 department of treasury. This subsection applies only for the  
10 following documents:

11 (a) Corporation and securities division documents, reports,  
12 and papers required or permitted by law pursuant to section 1060(6)  
13 of the business corporation act, 1972 PA 284, MCL 450.2060.

14 (b) The Michigan liquor control code of 1998, 1998 PA 58, MCL  
15 436.1101 to 436.2303.

16 (c) The mobile home commission act, 1987 PA 96, MCL 125.2301  
17 to 125.2350; the business corporation act, 1972 PA 284, MCL  
18 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,  
19 MCL 450.2101 to 450.3192; and the uniform securities act (2002),  
20 2008 PA 551, MCL 451.2101 to 451.2703.

21 (d) Construction code manuals.

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

23 (2) In addition to the funds appropriated in part 1, funds  
24 appropriated for the department under sections 57, 58, and 59 of  
25 the administrative procedures act of 1969, 1969 PA 306, MCL 24.257,  
26 24.258, and 24.259, and section 203 of the legislative council act,  
27 1986 PA 268, MCL 4.1203, are appropriated for all expenses  
28 necessary to provide for the cost of publication and distribution.

29 (3) Unexpended funds at the end of the fiscal year shall carry

1 forward to the subsequent fiscal year and not lapse to the general  
2 fund.

3 Sec. 231. Unless prohibited by law, the department may accept  
4 credit card or other electronic means of payment for licenses,  
5 fees, or permits.

6 Sec. 232. The department shall submit a report to the  
7 subcommittees, the senate and house fiscal agencies, and the state  
8 budget office by September 30 detailing any expenditure of funds  
9 for a television or radio production that was made to a third-party  
10 vendor in the fiscal year ending September 30, 2024. The report  
11 must include the following information for each expenditure:

12 (a) Total amount of the expenditure.

13 (b) Fund source for the expenditure.

14 (c) Name of any vendor that created the production and the  
15 amount paid to each vendor.

16 (d) Purpose of the production.

17

18 **PUBLIC SERVICE COMMISSION**

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

26

27 **LIQUOR CONTROL COMMISSION**

28 Sec. 401. (1) From the appropriations in part 1 from the  
29 direct shipper enforcement revolving fund, the liquor control

1 commission shall expend these funds as required under section  
2 203(11) of the Michigan liquor control code of 1998, 1998 PA 58,  
3 MCL 436.1203, to investigate and audit unlawful direct shipments of  
4 wine by unlicensed wineries and retailers. In addition to other  
5 investigative methods, the commission shall use shipping records  
6 available to it under section 203(21) of the Michigan liquor  
7 control code of 1998, 1998 PA 58, MCL 436.1203, to assist with this  
8 effort.

9 (2) By February 1, the liquor control commission shall provide  
10 a report to the legislature, the subcommittees, and the state  
11 budget office detailing the commission's activities to investigate  
12 and audit the illegal shipping of wine and the results of these  
13 activities. The report shall include the following:

14 (a) Work hours spent, specific actions undertaken, and the  
15 number of FTEs dedicated to identifying and stopping unlicensed  
16 out-of-state retailers, third-party marketers, and wineries that  
17 ship illegally in Michigan.

18 (b) General overview of expenditures associated with efforts  
19 to identify and stop unlicensed out-of-state retailers, third-party  
20 marketers, and wineries that ship illegally in Michigan.

21 (c) Number of out-of-state entities found to have illegally  
22 shipped wine into Michigan and total number of bottles (750 ml),  
23 number of cases with 750 ml bottles, number of liters, number of  
24 gallons, or weight of illegally shipped wine. These items must be  
25 broken down by total number of retailers and total number of  
26 wineries.

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

29

1 **OCCUPATIONAL REGULATION**

2 Sec. 501. Money appropriated under this part and part 1 for  
3 the bureau of fire services shall not be expended unless, in  
4 accordance with section 2c of the fire prevention code, 1941 PA  
5 207, MCL 29.2c, inspection and plan review fees will be charged  
6 according to the following schedule:

7 Operation and maintenance inspection fee

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

10 Plan review and construction inspection fees for  
11 hospitals and schools

<u>Project cost range</u>	<u>Fee</u>
\$101,000.00 or less	minimum fee of \$155.00
\$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00
\$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00
\$10,000,001.00 or more	\$1.10 per \$1,000.00
	or a maximum fee of \$60,000.00.

18 Sec. 502. The funds collected by the department for licenses,  
19 permits, and other elevator regulation fees set forth in the  
20 Michigan Administrative Code and as determined under section 8 of  
21 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL  
22 408.816, that are unexpended at the end of the fiscal year shall  
23 carry forward to the subsequent fiscal year.

24 Sec. 503. Not later than February 15, the department shall  
25 submit a report to the subcommittees, the senate and house fiscal  
26 agencies, and the state budget office providing the following  
27 information:

28 (a) The number of veterans who were separated from service in  
29 the Armed Forces of the United States with an honorable character

1 of service or under honorable conditions (general) character of  
2 service, individually or if a majority interest of a corporation or  
3 limited liability company, that were exempted from paying  
4 licensure, registration, filing, or any other fees collected under  
5 each licensure or regulatory program administered by the bureau of  
6 construction codes, the bureau of professional licensing, and the  
7 corporations, securities, and commercial licensing bureau during  
8 the preceding fiscal year.

9 (b) The specific fees and total amount of revenue exempted  
10 under each licensure or regulatory program administered by the  
11 bureau of construction codes, the bureau of professional licensing,  
12 and the corporations, securities, and commercial licensing bureau  
13 during the preceding fiscal year.

14 (c) The actual costs of providing licensing and other  
15 regulatory services to veterans exempted from paying licensure,  
16 registration, filing, or any other fees during the preceding fiscal  
17 year and a description of how these costs were calculated.

18 (d) The estimated amount of revenue that will be exempted  
19 under each licensure or regulatory program administered by the  
20 bureau of construction codes, the bureau of professional licensing,  
21 and the corporations, securities, and commercial licensing bureau  
22 in both the current and subsequent fiscal years and a description  
23 of how the exempted revenue was estimated.

24 Sec. 504. If the revenue collected by the department for  
25 health systems administration from fees and collections exceeds the  
26 amount appropriated in part 1, the revenue may be carried forward  
27 into the subsequent fiscal year. The revenue carried forward under  
28 this section shall be used as the first source of funds in the  
29 subsequent fiscal year.

1           Sec. 506. (1) Beginning October 1, for the purpose of  
2 defraying the costs associated with responding to false final  
3 inspection appointments and to discourage the practice of calling  
4 for final inspections when the project is incomplete or  
5 noncompliant with a plan of correction previously provided by the  
6 bureau of fire services, the bureau of fire services may assess a  
7 fee not to exceed \$200.00 for responding to a second or subsequent  
8 confirmed false inspection appointment. Fees collected under this  
9 section shall be deposited into the restricted account referenced  
10 by section 2c(2) of the fire prevention code, 1941 PA 207, MCL  
11 29.2c, and explicitly identified within the statewide integrated  
12 governmental management applications system.

13           (2) Not later than September 30, the department shall prepare  
14 a report that provides the amount of the fee assessed under  
15 subsection (1), the number of fees assessed and issued per region,  
16 the cost allocation for the work performed and reduced as a result  
17 of this section, and any recommendations for consideration by the  
18 legislature. The department shall submit this information to the  
19 subcommittees, the senate and house fiscal agencies, and the state  
20 budget office.

21           Sec. 507. The department shall submit a report on the Michigan  
22 automated prescription system to the senate and house  
23 appropriations committees, the senate and house fiscal agencies,  
24 and the state budget office by November 30. The report shall  
25 include, but is not limited to, the following:

26           (a) Total number of licensed health professionals registered  
27 to the Michigan automated prescription system.

28           (b) Total number of dispensers registered to the Michigan  
29 automated prescription system.

1 (c) Total number of prescribers using the Michigan automated  
2 prescription system.

3 (d) Total number of dispensers using the Michigan automated  
4 prescription system.

5 (e) Number of cases related to overprescribing,  
6 overdispensing, and drug diversion where the department took  
7 administrative action as a result of information and data generated  
8 from the Michigan automated prescription system.

9 (f) The number of hospitals, doctor's offices, pharmacies, and  
10 other health facilities that have integrated the Michigan automated  
11 prescription system into their electronic health records systems.

12 (g) Total number of delegate users registered to the Michigan  
13 automated prescription system.

14 Sec. 510. From the funds appropriated in part 1 for bureau of  
15 construction codes, resources shall be allocated for additional  
16 inspections and enforcement activities related to the carnival-  
17 amusement safety act of 1966, 1966 PA 225, MCL 408.651 to 408.670,  
18 and the ski area safety act of 1962, 1962 PA 199, MCL 408.321 to  
19 408.344.

20 Sec. 511. Funds remaining in the homeowner construction lien  
21 recovery fund are appropriated to the department for payment of  
22 court-ordered homeowner construction lien recovery fund judgments  
23 entered before August 23, 2010. Pursuant to available funds, the  
24 payment of final judgments shall be made in the order in which the  
25 final judgments were entered and began accruing interest.

26 Sec. 512. From the funds appropriated in part 1, for the  
27 bureau of fire services, the bureau shall perform or work in  
28 cooperation with local units of government to perform inspections  
29 at places of public assembly that are of highest risk to occupants

1 for injury or fatality based on the size, density, or the nature of  
2 activities performed within the facility, in accordance with the  
3 requirements under section 21c of the fire prevention code, 1941 PA  
4 207, MCL 29.21c.

5

6 **CANNABIS REGULATORY AGENCY**

7 Sec. 601. The department shall submit a comprehensive annual  
8 report for all marihuana programs administered by the cannabis  
9 regulatory agency by January 31 to the senate and house  
10 appropriations committees, the senate and house fiscal agencies,  
11 and the state budget office. This report shall include, but is not  
12 limited to, all of the following information for the prior fiscal  
13 year regarding the marihuana programs under the Michigan Medical  
14 Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430, the medical  
15 marihuana facilities licensing act, 2016 PA 281, MCL 333.27101 to  
16 333.27801, and the Michigan Regulation and Taxation of Marihuana  
17 Act, 2018 IL 1, MCL 333.27951 to 333.27967:

18 (a) The number of initial applications received, by license  
19 category.

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

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

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

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

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

1 (g) The average amount of time, from receipt to approval or  
2 denial, to process a renewal application, by license category, if  
3 applicable.

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

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

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

13 (k) The costs of administering the licensing program under  
14 each act.

15 (l) The registered names and addresses of all facilities  
16 licensed under each act, by license category and by county.

17 (m) The number of complaints received pertaining to each act,  
18 by license type or regulatory activity.

19 (n) A description of the types of complaints received.

20 (o) A description of the process used to resolve complaints.

21 (p) The number of investigations opened pertaining to each  
22 license category.

23 (q) The number of investigations closed pertaining to each  
24 license category.

25 (r) The average amount of time to complete investigations  
26 pertaining to each license category.

27 (s) The number of enforcement actions pertaining to each  
28 license category.

29 (t) A description of the types of enforcement actions taken

1 against licensees.

2 (u) The number of administrative hearing adjudications  
3 pertaining to each license type.

4 (v) A list of the fees charged for license applications,  
5 license renewals, and registry cards.

6 Sec. 603. The department shall submit a comprehensive annual  
7 report for all hemp programs administered by the cannabis  
8 regulatory agency by January 31 to the subcommittees, the senate  
9 and house fiscal agencies, and the state budget office. This report  
10 must include a description of all programs transferred from the  
11 Michigan department of agriculture and rural development to the  
12 cannabis regulatory agency under Executive Order No. 2022-1. The  
13 report must include, but is not limited to, all of the following:

14 (a) Total amount collected by the cannabis regulatory agency  
15 from regulatory and licensing activities related to hemp and hemp  
16 processor-handlers.

17 (b) Total cost of administering hemp regulatory and licensing  
18 programs.

19 (c) Total number of hemp processor-handlers and any other hemp  
20 licensees licensed in this state, by county.

21 (d) A list and description of any fees that the cannabis  
22 regulatory agency assesses on hemp licensees.

23 (e) A list and description of the functions of any personnel  
24 transferred to the cannabis regulatory agency under Executive Order  
25 No. 2022-1.

26

27 **COMMISSIONS**

28 Sec. 801. If Byrne formula grant funding is awarded to the  
29 Michigan indigent defense commission, the Michigan indigent defense

1 commission may receive and expend Byrne formula grant funds as an  
2 interdepartmental grant from the department of state police. The  
3 Michigan indigent defense commission, created under section 5 of  
4 the Michigan indigent defense commission act, 2013 PA 93, MCL  
5 780.985, may receive and expend federal grant funding from the  
6 United States Department of Justice.

7 Sec. 802. From the funds appropriated in part 1, the Michigan  
8 indigent defense commission shall submit a report by September 30  
9 to the subcommittees, the senate and house fiscal agencies, and the  
10 state budget office on the incremental costs associated with the  
11 standard development process, the compliance plan process, and the  
12 collection of data from all indigent defense systems and attorneys  
13 providing indigent defense. Particular emphasis shall be placed on  
14 those costs that may be avoided after standards are developed and  
15 compliance plans are in place.

16 Sec. 803. A grant distributed by the Michigan indigent defense  
17 commission must not be used by an indigent defense system to  
18 support any construction expenses for a new structure. This section  
19 does not prohibit expenditures for renovations to existing  
20 structures, if such a renovation is part of an indigent defense  
21 system's approved compliance plan.

22

### 23 **GRANTS**

24 Sec. 901. (1) The department shall expend the funds  
25 appropriated in part 1 for marihuana operation and oversight grants  
26 for grants to counties for education and outreach programs relating  
27 to the Michigan medical marihuana program and the adult-use  
28 marihuana program, pursuant to section 6(1) of the Michigan Medical  
29 Marihuana Act, 2008 IL 1, MCL 333.26426, and section 14 of the

1 Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL  
2 333.27964. The grant funds may be generated from application and  
3 license fees authorized under section 8(1)(b) of the Michigan  
4 Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27958.  
5 These grants shall be distributed proportionately based on the  
6 number of registry identification cards issued to or renewed for  
7 the residents of each county that applied for a grant under  
8 subsection (2). For the purposes of this subsection, operation and  
9 oversight grants are for education, communication, and outreach  
10 regarding the Michigan Medical Marihuana Act, 2008 IL 1, MCL  
11 333.26421 to 333.26430, and the Michigan Regulation and Taxation of  
12 Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967. Grants  
13 provided under this section must not be used for law enforcement  
14 purposes.

15 (2) Not later than December 1, the department shall post a  
16 listing of potential grant money available to each county on its  
17 website. In addition, the department shall work collaboratively  
18 with counties regarding the availability of these grant funds. A  
19 county requesting a grant shall apply on a form developed by the  
20 department and available on its website. The form shall contain the  
21 county's specific projected plan for use of the money and its  
22 agreement to maintain all records and to submit documentation to  
23 the department to support the use of the grant money.

24 (3) In order to be eligible to receive a grant under  
25 subsection (1), a county shall apply not later than January 1 and  
26 agree to report how the grant was expended and to provide that  
27 report to the department not later than September 15. The  
28 department shall submit a report not later than October 15 of the  
29 subsequent fiscal year to the state budget office, the

1 subcommittees, and the senate and house fiscal agencies detailing  
2 the grant amounts by recipient and the reported uses of the grants  
3 in the preceding fiscal year.

4 Sec. 902. (1) The amount appropriated in part 1 for  
5 firefighter training grants shall only be expended for payments to  
6 counties to reimburse organized fire departments for firefighter  
7 training and other activities required under the firefighters  
8 training council act, 1966 PA 291, MCL 29.361 to 29.377.

9 (2) If the amount appropriated in part 1 for firefighter  
10 training grants is expended by the firefighters training council,  
11 established in section 3 of the firefighters training council act,  
12 1966 PA 291, MCL 29.363, for payments to counties under section 14  
13 of the firefighters training council act, 1966 PA 291, MCL 29.374,  
14 the following apply to the extent otherwise permissible by law:

15 (a) The amount appropriated in part 1 for firefighter training  
16 grants shall be allocated pursuant to section 14(2) of the  
17 firefighters training council act, 1966 PA 291, MCL 29.374.

18 (b) If the amount allocated to any county under subdivision  
19 (a) is less than \$5,000.00, the amounts disbursed to each county  
20 under subdivision (a) shall be adjusted to provide for a minimum  
21 payment of \$5,000.00 to each county.

22 (3) Not later than February 1, the department shall submit a  
23 financial report to the subcommittees, the senate and house fiscal  
24 agencies, and the state budget office identifying the following  
25 information for the preceding fiscal year:

26 (a) The amount of the payments that would be made to each  
27 county if the distribution formula described by the first sentence  
28 of section 14(2) of the firefighters training council act, 1966 PA  
29 291, MCL 29.374, would have been utilized to allocate the total

1 amount appropriated in part 1 for firefighter training grants.

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

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

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

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

11

12 **ONE-TIME APPROPRIATIONS**

13 Sec. 1001. From the funds appropriated in part 1 for Michigan  
14 saves, the Michigan public service commission may award a  
15 \$5,000,000.00 grant to a nonprofit green bank with experience in  
16 leveraging energy-efficiency and renewable energy improvements, for  
17 the purpose of making such loans more affordable for Michigan  
18 families, businesses, and public entities. Grant funds may be used  
19 to support a loan loss reserve fund or other comparable financial  
20 instrument to further leverage private investment in clean energy  
21 improvements.

22 Sec. 1002. From the funds appropriated in part 1 for the  
23 cannabis regulatory agency social equity program, the cannabis  
24 regulatory agency shall further develop the program established  
25 under section 8(1)(j) of the Michigan Regulation and Taxation of  
26 Marihuana Act, 2018 IL 1, MCL 333.27958, with the following goals:

27 (a) To encourage and increase participation in the social  
28 equity program with particular focus toward groups deemed:

29 (i) Minority-owned businesses.

1           (ii) Business owners who are considered to be low-income  
2 licensees.

3           (iii) Businesses owned and operated by licensees with prior  
4 marihuana-related offenses.

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

7           (c) To consider the area medium income in designating  
8 disproportionately impacted communities.