LINE ITEM AND BOILERPLATE SUMMARY

LIFELONG EDUCATION, ADVANCEMENT, AND POTENTIAL

Fiscal Year 2026-27
Article 11, Public Act 21 of 2026
Senate Bill 878 as Enacted

HOUSE FISCAL AGENCY
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August 2026

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August 2026

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2026-27 appropriation acts. Each **Summary** contains line-by-line appropriation and revenue source detail, and a brief explanation of each boilerplate section in the appropriation bill.

In this report, line item vetoes are presented in the following manner: appropriation amounts shown in ~~strikeout~~ are those that appear in the enrolled bill; amounts shown directly below strikeout amounts reflect the effect of the veto.

Line Item Summaries are available on the HFA website (www.house.mi.gov/hfa), or from Kathryn Bateson, Administrative Assistant (373-8080 or kbateson@house.mi.gov).

Mary Ann Cleary, Director

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GLOSSARY

STATE BUDGET TERMS

Line Item
Specific funding amount in an appropriation bill which establishes spending authorization for a particular program or function.

Boilerplate
Specific language sections in an appropriation bill which direct, limit, or restrict line-item expenditures, express legislative intent, and/or require reports.

Lapse
Appropriated amounts that are unspent or unobligated at the end of a fiscal year; appropriations are automatically terminated at the end of a fiscal year unless otherwise provided by law.

Work Project
Account authorized through statutory process which allows appropriated spending authorization from one fiscal year to be utilized for expenditures in a succeeding fiscal year or years for a specific project or purpose.

APPROPRIATIONS AND FUND SOURCES

Appropriations
Authority to expend funds for a particular purpose. An appropriation is not a mandate to spend.

Gross: Total of all applicable appropriations in an appropriation bill.

Adjusted Gross: Net amount of gross appropriations after subtracting interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).

Interdepartmental Grant (IDG) Revenue
Funds received by one state department from another state department—usually for service(s) provided.

Intradepartmental Transfer (IDT) Revenue
Funds transferred from one appropriation unit to another within the same departmental budget.

Federal Revenue
Federal grant or match revenue; generally dedicated to specific programs or purposes.

Local Revenue
Revenue received from local units of government for state services.

Private Revenue
Revenue from non-government entities: rents, royalties or interest payments, payments from hospitals or individuals, or gifts and bequests.

State Restricted Revenue
State revenue restricted by the State Constitution, state statute, or outside restriction that is available only for specified purposes; includes most fee revenue; at year-end, unused restricted revenue generally remains in the restricted fund.

General Fund/General Purpose (GF/GP) Revenue
Unrestricted general fund revenue available to fund basic state programs and other purposes determined by the legislature; unused GF/GP revenue lapses to the General Fund at the end of a fiscal year.

MAJOR STATE FUNDS

General Fund
The state's primary operating fund; receives state revenue not dedicated to another state fund.

School Aid Fund (SAF)
A restricted fund that serves as the primary state funding source for K-12 schools and Intermediate School Districts. Constitutionally, SAF revenue may also be used for postsecondary education.

Budget Stabilization Fund
The Countercyclical Economic and Budget Stabilization Fund (also known as the "rainy day fund"); the Management and Budget Act provides guidelines for making deposits into and withdrawals from the fund.

DEPARTMENT OF LIFELONG EDUCATION, ADVANCEMENT, AND POTENTIAL

The Department of Lifelong Education, Advancement, and Potential (MiLEAP) is responsible for administering and coordinating statewide education efforts outside of the K-12 school system, which includes child care, child care worker and facility licensing, early childhood education, out of school time, and postsecondary scholarships and transfer opportunities. The department is grouped into three offices overseeing those efforts: the Office of Early Childhood Education, which is focused on child care and child care facilities; the Office of Education Partnerships, which is focused on building relationships in child care and postsecondary arenas; and the Office of Higher Education, which is focused on postsecondary scholarships, transfers and increasing degree and credential attainment.

Note: Executive Order 2023-6 created the Department of Lifelong Education, Advancement, and Potential, which combined offices from the Michigan Department of Education, the Department of Licensing and Regulatory Affairs, the Department of Labor and Economic Opportunity, the Department of Treasury, and the Department of Civil Rights.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	342.0	Full-time equated (FTE) positions in the state classified service. *Note: based on 2,088 hours for 1.0 FTE position.*
GROSS APPROPRIATION	**$753,214,500**	**Total of all applicable line item appropriations.**
Total interdepartmental grant/intradepartmental transfer revenue	0	Revenue received from other departments or transferred within the department.
ADJUSTED GROSS APPROPRIATION	**$753,214,500**	**Gross appropriation less (or minus) interdepartmental grant (IDG) and intradepartmental transfer (IDT) revenue.**
Total federal revenue	469,495,500	Revenue received from federal departments and agencies.
Total local revenue	0	Revenue received from local units of government.
Total private revenue	1,000,000	Revenue received from private individuals and entities.
Total state restricted revenue	1,897,300	State revenue dedicated to a specific fund (other than the General Fund) or restricted for a specific purpose.
STATE GENERAL FUND/ GENERAL PURPOSE	**$280,821,700**	**Unrestricted state revenue from taxes and other sources.**

SECTION 102: DEPARTMENTAL ADMINISTRATION AND SUPPORT

This appropriation unit supports the executive direction and administrative functions of MiLEAP and departmental overhead expenses.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	37.0	Full-time equated (FTE) positions in the state classified service.
Unclassified salaries – 6.0 FTE positions	$1,029,500	Provides funding for salaries for senior management at MiLEAP, including the department director. Funding Source(s): GF/GP 1,029,500 *Related Boilerplate Section(s): None*
Executive direction and operations – 37.0 FTE positions	7,458,100	MiLEAP Executive Office administration, office support staff, and retirement and insurance benefits for unclassified positions. Funding Source(s): Federal 1,008,900 GF/GP 6,449,200 *Related Boilerplate Section(s): 205, 206, 207, 208, 210, 211, 212, 213, 214, 215, 216, 218, 219, 220, 221, 222, 223, 224, 225, 226, 227, 230, 231*
Property management	165,500	Rent for privately-owned offices leased by MiLEAP and offices and agencies that fall under the MiLEAP umbrella, along with building occupancy charges at state-owned buildings. Funding Source(s): Federal 165,500 *Related Boilerplate Section(s): 224*
Worker's compensation	3,700	DTMB charges for estimated worker's compensation claims and reserve requirements. Funding Source(s): GF/GP 3,700 *Related Boilerplate Section(s): None*
GROSS APPROPRIATION	**$8,656,800**	**Total of all applicable line item appropriations.**
Federal revenues	1,174,400	Revenue received from federal departments and agencies.
STATE GENERAL FUND/ GENERAL PURPOSE	**$7,482,400**	**Unrestricted state revenue from taxes and other sources.**

SECTION 103: INFORMATION TECHNOLOGY

This appropriation unit provides funding for information technology-related services administered by the Department of Technology, Management, and Budget.

Information technology services and projects	$1,021,700	Personnel and operation costs; includes ongoing maintenance of computer application systems, database operations, data warehouse management, client server support, and staff training. Funding Source(s): Federal 227,600 GF/GP 794,100 *Related Boilerplate Section(s): None*
GROSS APPROPRIATION	**$1,021,700**	**Total of all applicable line item appropriations.**
Federal revenues	227,600	Revenue received from federal departments and agencies.
STATE GENERAL FUND/ GENERAL PURPOSE	**$794,100**	**Unrestricted state revenue from taxes and other sources.**

SECTION 104: OFFICE OF EARLY CHILDHOOD EDUCATION

This appropriation unit supports the Office of Early Childhood Education, which oversees the licensure and administration of the Child Development and Care program, Great Start Readiness program, Tri-Share Child Care program, Head Start, and other early learner initiatives. Additionally, the unit provides funding for the Child Development and Care public subsidy, Early Childhood Investment Corporation, and the T.E.A.C.H Early Childhood Michigan Scholarship Program.

Full-time equated classified positions	233.0	Full-time equated (FTE) positions in the state classified service.
Child care licensing and regulation – 167.0 FTE positions	$29,957,600	Supports Child Care Licensing Bureau (CCLB) operations and staff. CCLB is responsible for assuring that new and existing child care facilities are compliant with state licensure requirements under the Child Care Organizations Act of 1973 (1973 PA 116), and applicable policies and administrative rules. CCLB conducts state licensing inspections and complaint investigations, provides technical assistance and consultations to applicants and licensees, and initiates enforcement actions. The CCLB contains the following divisions and units: Northern Division: Consists of the Northeast (including the UP), Northwest, Pontiac, and Flint Regions; includes a division director, four area managers, and licensing consultants who oversee licensed child care facilities. Southern Division: Consists of the Grand Rapids, Southwest, Southcentral, and Wayne County Regions; includes a division director, four area managers, and licensing consultants who oversee licensed child care facilities. Central Support Unit: Provides administrative support to CCLB bureau director, division directors, and staff through data collection and receiving and processing FOIA requests, complaint intakes, fire inspections and licensing applications. Oversees policy for CCLB, administrative rules development, the Michigan Child Care Matters publication, and enforcement actions. Conducts background checks on applicants, licensees, adult household members, child care staff members, and unsupervised volunteers, as required by law. Technology Support Unit: Oversees staff responsible for maintaining IT programs and systems, including but not limited to, BITS and Workforce Background Check. Funding Source(s): Federal 26,374,800 Restricted 501,700 GF/GP 3,081,100 *Related Boilerplate Section(s): 1007*

Child development and care contracted services	22,900,000	Includes funding for child development and care (CDC)-related contracted services for the following: The Early Childhood Investment Corporation (ECIC): Administers child care quality initiatives, including oversight of the Great Start Collaborative, Great Start Parent Coalitions, Child Care Regional Resource Centers, and administration of the Great Start to Quality program and Tiered Quality Rating Improvement System. License Exempt Monitoring: Implements recommendations to make sure license exempt providers are offering care that meets health and safety requirements in the state. T.E.A.C.H. Early Childhood Michigan Scholarship Program: T.E.A.C.H. is a statewide scholarship program that provides credit-based education (coursework to obtain associate's degrees, bachelor's degrees, and other related certificates and credentials) for child care providers in Michigan. Funding Source(s): Federal 22,900,000 *Related Boilerplate Section(s): 1003*
Child development and care external support	11,074,100	Interdepartmental grants to the Michigan Department of Health and Human Services to support CDC-related activities, including program eligibility determinations. Funding Source(s): Federal 11,074,100 *Related Boilerplate Section(s): 1007, 1012*
Child development and care public assistance	631,383,600	Provides support for low-income and other qualifying families in need of child care in order to work or participate in education or training activities. Families must have a valid reason why care is needed and must be categorically or financially eligible; child care providers must be licensed or registered; and payments are based on a block schedule reimbursement system that varies according to the hourly rate and the child's age and child care setting. Funding Source(s): Federal 391,972,900 GF/GP 239,410,700 *Related Boilerplate Section(s): 1002, 1009, 1011*
Early Childhood Investment Fund	5,000,000	Provides supplemental support for the Child Development and Care program, Early On, Great Start Readiness Program, and programs for infants and toddlers. Funding Source(s): GF/GP 5,000,000 *Related Boilerplate Section(s): 1006*
Head Start collaboration office – 1.0 FTE position	427,700	Facilitates and coordinates collaboration between Head Start agencies and other state and local entities that provide comprehensive services designed to benefit all low-income children from birth to age five and their families, as well as pregnant women. Funding Source(s): Federal 363,100 GF/GP 64,600 *Related Boilerplate Section(s): None*

Office of great start operations – 65.0 FTE positions	17,984,700	Personnel and operational costs for the Office of Great Start, which include the following programs: Early Childhood Education and Family Services: Administration of early childhood education programs for general and special education students, including the Great Start Readiness Program, 21st Century Community Learning Centers, Early On, and the Early Childhood Block Grants. Child Development and Care: Administration of the CDC public assistance programs; MiLEAP responsibilities include program financial management, policy development, quality assurance, and responding to administrative hearings. Tri-Share Child Care: Administration of the Tri-share Child Care Program. Funding Source(s): Federal 14,073,100; Private 1,000,000; Restricted 64,600; GF/GP 2,847,000 *Related Boilerplate Section(s): 1002, 1007, 1008, 1009, 1011, 1025*
Tri-share child care program	3,400,000	Funding to continue childcare facilitator project, originally established as a pilot project in FY 2020-21. Program is administered by MiLEAP and divides the cost of child care equally between an eligible employee, their employer, and the State of Michigan, with coordination provided regionally by a facilitator hub. Funding Source(s): GF/GP 3,400,000 *Related Boilerplate Section(s): 1030*
GROSS APPROPRIATION	**$722,127,700**	**Total of all applicable line item appropriations.**
Federal revenues	466,758,000	Revenue received from federal departments and agencies.
Private foundations	1,000,000	Revenue from private organizations.
Teacher-administrator preparation and certification fund	64,600	Restricted revenue from issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.
Child care home and center licenses fees	501,700	Restricted revenue from fees collected for child care facility licensure.
STATE GENERAL FUND/ GENERAL PURPOSE	**$253,803,400**	**Unrestricted state revenue from taxes and other sources.**

SECTION 105: OFFICE OF EDUCATION PARTNERSHIPS

This appropriation unit provides support for the Office of Education Partnerships, which is responsible for building partnerships to enhance educational opportunities and outcomes for children in preschool through postsecondary education. Additionally, the Governor's Educator Advisory Council and the Michigan PreK-12 Literacy Commission are housed within the Office.

Full-time equated classified positions	21.0	Full-time equated (FTE) positions in the state classified service.
Before- and after-school administration – 2.0 FTE positions	$342,300	Administers funding provided in Sec. 32n of the School Aid Act for the Out-of-School Time and Summer Learning programs to provide additional educational opportunities to students in grades K to 12. Funding Source(s): GF/GP 342,300 *Related Boilerplate Section(s): None*
Camp licensing unit – 7.0 FTE positions	719,500	Administers the licensure process and enforces rules for children's camps or campsites, as provided under the Child Care Licensing Act (1973 PA 116). Funding Source(s): Restricted 44,200 GF/GP 675,300 *Related Boilerplate Section(s): None*
Family and community engagement – 12.0 FTE positions	2,410,000	Provides funding to develop trainings, coaching, resource development, translation services, early literacy engagement plans, and related activities that assist parents or guardians to become more involved in their child's education, through partnerships with family engagement centers or intermediate school districts. Includes effort to hire a coordinator and coach at 10 literacy hubs across the state. Funding Source(s): Federal 1,335,500 GF/GP 1,074,500 *Related Boilerplate Section(s): 401*
GROSS APPROPRIATION	**$3,471,800**	**Total of all applicable line item appropriations.**
Federal revenues	1,335,500	Revenue received from federal departments and agencies.
Adult foster care facilities licenses fees	44,200	Restricted revenue from fees collected under Adult Foster Care Facility Licensing Act of 1979.
STATE GENERAL FUND/ GENERAL PURPOSE	**$2,092,100**	**Unrestricted state revenue from taxes and other sources.**

SECTION 106: OFFICE OF HIGHER EDUCATION

This appropriation unit supports the Office of Higher Education, which is responsible for overseeing the Sixty by 30 initiative, facilitating and improving the transfer process between postsecondary institutions, and administration of student financial assistance programs, including the Michigan Achievement Scholarship, Michigan Reconnect, and the Tuition Incentive Program. Funding and associated boilerplate for individual student financial assistance programs are located in the Higher Education budget.

Full-time equated classified positions	51.0	Full-time equated (FTE) positions in the state classified service.
Dual enrollment	$4,000,000	Provides funding to support dual enrollment payments to higher education institutions, specifically the tuition costs of eligible nonpublic school students enrolled in postsecondary institutions. Funding Source(s): GF/GP 4,000,000 *Related Boilerplate Section(s): 705*
Student financial assistance programs – 51.0 FTE positions	9,936,500	Administers the financial assistance programs for eligible students attending community colleges, public universities, independent nonprofit colleges and universities, and tribal institutions, including the Children of Veterans Tuition Grant, Dual Enrollment, Fostering Futures Scholarship, Futures for Frontliners, Michigan Achievement Scholarship, Michigan Competitive Scholarship, MI Future Educator Fellowship, MI Future Educator Stipend, MI GEAR UP, Michigan Reconnect, Michigan Tuition Grant, Police Officer's and Fire Fighter's Survivor Tuition Grant, Michigan Indian Tuition Waiver, and the Tuition Incentive Program. Funding Source(s): Restricted 1,286,800 GF/GP 8,649,700 *Related Boilerplate Section(s): 701*
GROSS APPROPRIATION	**$13,936,500**	**Total of all applicable line item appropriations.**
Michigan merit award trust fund	1,286,800	Restricted revenue from the Michigan merit award trust fund, created from the 1998 master settlement agreement with tobacco companies.
STATE GENERAL FUND/ GENERAL PURPOSE	**$12,649,700**	**Unrestricted state revenue from taxes and other sources.**

SECTION 107: ONE-TIME APPROPRIATIONS

This appropriation unit contains all FY 2026-27 appropriations which are intended by the legislature to be one-time allocations that will not be reauthorized in future fiscal years.

College success fund and student wraparound supports	$312,500	Provides funding for reenrollment initiatives for adults who did not finish a certificate or degree and to support hunger-free campus activities. Funding Source(s): GF/GP 312,500 *Related Boilerplate Section(s): None*
Ensuring access to postsecondary opportunities	125,000	Provides funding to support public outreach to raise awareness among men of postsecondary opportunities. Funding Source(s): GF/GP 125,000 *Related Boilerplate Section(s): 1104*
Michigan center for adult college success	1,062,500	Provides funding for operations costs for the Michigan Center for Adult College Success to work with adult students returning to postsecondary education through the Michigan Reconnect Program. Funding Source(s): GF/GP 1,062,500 *Related Boilerplate Section(s): 1102*
Reenrollment services	500,000	Provides funding to deliver reenrollment services for students with some college and no degree in order to increase the number of Michigan adults with a postsecondary degree, certificate, or credential. Funding Source(s): GF/GP 500,000 *Related Boilerplate Section(s): 1101*
Time and attendance billing system	2,000,000	Provides funding for the department to invest in a time and attendance billing system to enhance transparency and accountability and meets federal provider compliance provisions. Funding Source(s): GF/GP 2,000,000 *Related Boilerplate Section(s): 1105*
GROSS APPROPRIATION	**$4,000,000**	**Total of all applicable line item appropriations.**
STATE GENERAL FUND/ GENERAL PURPOSE	**$4,000,000**	**Unrestricted state revenue from taxes and other sources.**

BOILERPLATE SECTION INFORMATION

GENERAL SECTIONS

Sec. 201. State Spending and Payments to Local Units of Government
Lists total state spending from state sources and total state spending from state sources to be paid to local units of government.

Sec. 202. Applicability of Management and Budget Act
Subjects appropriations to the Management and Budget Act, 1984 PA 431.

Sec. 203. Terms and Acronyms
Defines various terms and acronyms contained in the appropriations act.

***Sec. 204. State Administrative Board Transfers* – UNENFORCEABLE**
Authorizes the legislature to intertransfer funds via concurrent resolution if the State Administrative Board transfers funds. *(Governor's signing letter states this section is unenforceable.)*

Sec. 205. Internet Availability of Required Reports
Requires MiLEAP to use the internet to fulfill reporting requirements and to make required reports readily accessible to the public and posted in a single archivable location on the department's website; requires MiLEAP to maintain reports from previous fiscal years in the same archivable location; requires reports to be submitted to standard report recipients and to other specified recipients by email.

Sec. 206. Retention of Reports
Requires MiLEAP to follow federal and state law and guidelines for short- and long-term retention of records; authorizes MiLEAP to electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 207. Transparency Website
Requires MiLEAP, in cooperation with DTMB, to maintain a searchable website accessible by the public at no cost that includes information on expenditures and vendor payments; requires the website to be updated quarterly.

Sec. 208. Authorization to Receive and Expend in Addition to Appropriations
Requires MiLEAP to report on funding received and expended in addition to funding appropriated for the previous and current fiscal year; requires report to include type of funding received, date of receipt, amount received, amount expended, and purpose of expenditure; requires report on estimates of funding MiLEAP anticipates receiving in addition to appropriations in the subsequent fiscal year.

Sec. 209. General Fund Lapse Report
Requires the State Budget Office (SBO) to report on estimates of total general fund lapses at the close of the previous fiscal year by major departmental program or program area.

Sec. 210. State Restricted Fund Balances, Revenues, and Expenditures
Requires MiLEAP to work with SBO to report on estimated state restricted fund balances, revenues, and expenditures.

Sec. 211. Private and Third-Party Funds
Requires MiLEAP to disclose on a publicly accessible website private and other third-party funds received in the previous fiscal year, including the amount and specific source of funding, the purpose for which funding was expended, and the amount of any remaining funds.

Sec. 212. Out-of-State Travel
Requires MiLEAP to report on out-of-state travel expenses in the previous fiscal year that were funded, in whole or in part, with state appropriations; requires report to include dates of each travel occurrence and details on sources of revenues used to finance transportation costs.

Sec. 213. FTE Positions
Requires MiLEAP to report on the number of FTE positions in pay status by civil service classification, including a comparison by line item of the number of full-time positions authorized and the actual number of people employed.

Sec. 214. Policy Changes Made to Implement Public Acts
Requires MiLEAP to report on each specific policy change made to implement a public act affecting MiLEAP, including reference to the public act that necessitates the policy change.

BOILERPLATE SECTION INFORMATION

Sec. 215. Annual Strategic Plan
Requires MiLEAP to provide a copy of its annual strategic plan which must include the mission, vision, goals, strategies, and performance measures of MiLEAP.

Sec. 216. Court Settlements
Requires MiLEAP to report on any court settlements that may require further legislative review of state statutory programs or regulations.

Sec. 217. Contingency Authorization
Appropriates up to $10.0 million in federal, $500,000 in state restricted, $350,000 in local, and $2.0 million in private contingency authorization; authorizes expenditure of funds after legislative transfer to specific line items.

Sec. 218. Legacy Costs
States the amount of funding estimated to be expended on pension-related legacy costs in FY 2026-27 is $4.1 million.

***Sec. 219. Expending Available Work Project Authorization* – UNENFORCEABLE**
Prohibits appropriations that have unexpended work project authorization associated with them, to the extent possible, from being expended until all existing work project authorization for the same purpose is exhausted. *(Governor's signing letter states this section is unenforceable.)*

Sec. 220. Work Project Appropriations Status Report
Requires MiLEAP to report on the status of each work project account including amounts expended, amounts encumbered, available balances, and amount of funds that lapsed from previous accounts.

Sec. 221. Purchase of Foreign Goods and Services
Prohibits purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services are available; requires preference to be given to goods and services manufactured or provided by Michigan businesses and Michigan businesses owned and operated by veterans.

***Sec. 222. Communication with the Legislature* – UNENFORCEABLE**
Prohibits MiLEAP from taking disciplinary action against an employee for communicating with a legislator or staff unless the communication is prohibited by law and the department is exercising its authority. (*Governor's signing letter states this section is unenforceable.*)

Sec. 223. Prioritizing In-Person Work
Requires MiLEAP to maximize utilization of its in-person workforce, prioritize occupancy utilization, and ensure occupancy rates are 80% or higher; requires Office of the State Employer to create and implement an occupancy utilization uniform policy on occupancy utilization and in-person and remote work.

Sec. 224. Space Utilization Assessment
Requires MiLEAP to complete a space utilization assessment for all space assigned under its building occupancy agreement and leased office locations; requires MiLEAP to coordinate with DTMB to develop a plan to reduce, consolidate, or optimize assigned space, prioritizing use of state-owned facilities.

Sec. 225. Geographically Disadvantaged Business Enterprises Compete for Contracts
Requires MiLEAP director, to the extent possible, to take all reasonable steps to ensure geographically disadvantaged business enterprises compete for and perform contracts; requires MiLEAP director to strongly encourage firms with which MiLEAP contracts to subcontract with certified geographically disadvantaged business enterprises.

Sec. 226. Impact of Federal Policy Changes
Requires MiLEAP to report on federal guidelines, rules, regulations, or other significant federal policy changes, including H.R. 1 and the Rural Health Transformation Program, which do or are expected to significantly impact MiLEAP operations or impede MiLEAP's ability to safeguard health or welfare of the public.

Sec. 227. Legislatively Directed Spending Items
Requires the Senate and House to provide SBO a jointly agreed upon list of legislatively directed spending items within 30 days after enactment of the budget; requires the department administering the grants to report comprehensive information in a publicly accessible location on the department's website and to update the information quarterly.

BOILERPLATE SECTION INFORMATION

Sec. 228. Reappropriation of State Fiscal Recovery Funds
Requires SBO to ensure all state fiscal recovery funds are expended by December 31, 2026, as required by law; automatically reappropriates any state fiscal recovery funds that would otherwise lapse after September 30, 2026 and makes them available for expenditure for the same purpose as originally authorized until December 31, 2026.

Sec. 229. Reallocation of State Fiscal Recovery Funds
Authorizes SBO to reallocate state fiscal recovery funds that are in jeopardy of not being spent; authorizes reallocations for payroll and covered benefits for eligible public health and safety employees of the Departments of Corrections and State Police; requires applicable reporting to be followed; requires SBO to notify the appropriations committees no later than 10 days after reallocating funds.

Sec. 230. Severance Pay
Requires MiLEAP to report on severance pay agreed to for a director or other high-ranking employee not later than 14 days after a severance agreement is signed; requires a report on total amount of severance pay remitted and number of former MiLEAP employees that were remitted severance pay; defines severance pay.

Sec. 231. Precontract Risk Assessment
Requires MiLEAP to establish a policy for conducting precontract risk assessments; requires report on assessments implemented and used to evaluate contractors.

OFFICE OF EDUCATION PARTNERSHIPS

Sec. 401. Family and Community Engagement
Requires MiLEAP to establish or partner with family engagement centers across the state to increase parent and guardian involvement in children's education, ensure translation and interpretation services are available, partner with intermediate school districts (ISDs) to distribute information and resources to their constituent districts, and develop an early literacy engagement plan.

OFFICE OF HIGHER EDUCATION

Sec. 701. Office of Higher Education Duties and Transparency
States MiLEAP, through the Office of Higher Education, shall evaluate all state financial aid programs, serve as the coordinating office for all state financial aid programs, survey stakeholders to improve financial aid administration, inform prospective students of the cost of postsecondary institutions, provide analysis to assist students and families on postsecondary options, provide recommendations on improving the delivery of financial aid, support the administration of the Michigan Transfer Network, coordinate to increase utilization of postsecondary opportunities, and promote and provide resources for the completion of the Free Application for Federal Student Aid. The office must also collect data, create a dashboard on participation levels in various postsecondary and financial aid options, submit all required reports to the legislature, and post the reports on a public website. Requires the department to work in conjunction with the Center for Educational Performance and Information (CEPI) on compiling and posting postsecondary data.

Sec. 705. Dual Enrollment Payments
Requires dual enrollment payments to be distributed as provided under the Postsecondary Enrollment Options Act, 1996 PA 160, and the Career and Technical Preparation Act, 2000 PA 258, as determined by the department.

OFFICE OF EARLY CHILDHOOD EDUCATION

Sec. 1002. Child Development and Care (CDC) Provider Reimbursement Rates
Requires MiLEAP to publish reimbursement rates on its website and the Great Start to Quality webpage. Allows MiLEAP, with the approval of the state budget director, to receive and expend federal child care development block grant funds at risk of being lapsed back to the federal government. If the average caseload falls below the caseload agreement from the Consensus Revenue Estimating Conference for three consecutive months, allows MiLEAP, with the approval of the state budget director, to increase the hourly reimbursement rate for child care providers. Requires the department to publish reimbursement rates on the department webpage and the Great Start to Quality webpage.

Sec. 1003. Early Childhood Comprehensive Systems Annual Report
Requires MiLEAP to submit an annual report on all funding appropriated to contracts for the early childhood comprehensive systems planning; requires all department contracts for comprehensive systems planning to be bid through a statewide request-for-proposal process.

BOILERPLATE SECTION INFORMATION

Sec. 1006. Early Childhood Investment Fund
Establishes the Early Childhood Investment Fund for supporting participating providers, children, or early childhood workers for eligible initiatives to supplement the Child Development and Care program, Early On, Great Start Readiness Program, and programs for infants and toddlers. Requires annual report on fund expenditures and restricts use of the fund for the Child Development and Care program for FY 2026-27.

Sec. 1007. CDC Annual Report
Requires MiLEAP to create an annual report to track the affordability, availability, health and safety, and quality of child care; actions taken to improve the quality, health, and safety of child care; the child care workforce; and actions taken by the child care licensing bureau. Requires the report to be issued by April 1 of the current fiscal year reflecting data for the previous fiscal year.

Sec. 1008. Home Visit Program Coordination
Requires MiLEAP to provide services to families for home visits and work with the Michigan Department of Health and Human Services (DHHS) as necessary.

Sec. 1009. CDC Increase to Eligibility Entrance Threshold
Requires MiLEAP to set the entrance threshold for the CDC program to not more than 200% of the federal poverty guidelines.

Sec. 1011. CDC Payment Requirements
Requires MiLEAP to implement payments to providers based on a child's care services agreement detailing their care schedule and agreed upon hours per week. Requires providers to complete daily time and attendance records. Details policies around billing for absent children.

Sec. 1012. Early Childhood Mental Health Consultations
Requires MiLEAP to work in collaboration with Michigan's DHHS to continue the network of infant and early childhood mental health consultation, which provides mental health consultation to child care providers; requires $1.5 million to be used for this purpose.

Sec. 1025. Receipt of Private Donations
Appropriates private donations upon receipt as permitted under state and federal law; requires MiLEAP to notify the subcommittee chairs, fiscal agencies, and state budget director of the receipt and details of private donations; prohibits private appropriations from exceeding $3.0 million; and requires notification of the receipt of funds, sources, purpose, and amount no later than 10 days after the receipt of private funds.

Sec. 1030. Administration of Tri-Share Program
Requires funding appropriated in part 1 to be used to continue the Tri-Share Child Care program; requires the department to establish and support regional facilitator hubs and statewide services; requires the creation of benchmarks for the regional facilitator hubs; allows facilitator hubs licensed in the state to enroll children living in Wisconsin with a parent who is employed in Michigan.

ONE-TIME APPROPRIATIONS

Sec. 1101. Reenrollment Services
Requires MiLEAP to deliver reenrollment services for Michigan residents with some college and no degree for the purpose of reengaging learners to increase the number of Michigan adults completing postsecondary degrees or credentials.

Sec. 1102. Michigan Center for Adult College Success
Requires the Michigan Center for Adult College Success to use funds to continue improving adult postsecondary enrollment and completion rates through the Michigan Reconnect program.

Sec. 1104. Ensuring Access to Postsecondary Opportunities
Authorizes up to $125,000 to be used to raise awareness of postsecondary opportunities among men through public outreach.

Sec. 1105. Time and Attendance Billing System
Authorizes up to $2.0 million for MiLEAP to invest in a time and attendance billing system to enhance transparency and accountability and meet federal provider compliance provisions.

HOUSE FISCAL AGENCY

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AREAS OF RESPONSIBILITY

Agriculture and Rural Development ..... William E. Hamilton
Attorney General ..... Michael Cnossen
Auditor General ..... Michael Cnossen
Bill Analysis ..... Rick Yuille
Edith Best; Leah Doemer; Josh Roesner; Alex Stegbauer
Capital Outlay ..... Perry Zielak
Civil Rights ..... Michael Cnossen
Community Colleges ..... Perry Zielak
Corrections ..... Robin R. Risko
Economic and Revenue Forecasting ..... Benjamin Gielczyk
Education (Department) ..... Noel Benson; Una Jakupovic
Environment, Great Lakes, and Energy ..... Austin Scott
Executive Office ..... Michael Cnossen
Fiscal Oversight, Audit, and Litigation ..... Mary Ann Cleary
Health and Human Services:
- **Aging, Child Welfare, Public Health** ..... Sydney Walker
- **Child Support, Community Services, Local Office Operations, Public Assistance** ... Cassidy Uchman
- **Behavioral Health, Medicaid** ..... Kevin Koorstra
- **Medicaid** ..... Kent Dell

Higher Education ..... Perry Zielak
Insurance and Financial Services ..... Una Jakupovic
Judiciary ..... Robin Risko
Labor and Economic Opportunity ..... Marcus Coffin
Legislature ..... Michael Cnossen
Licensing and Regulatory Affairs ..... Una Jakupovic
Lifelong Education, Advancement, and Potential ..... Perry Zielak; Noel Benson
Local Finance ..... Benjamin Gielczyk
Lottery ..... Benjamin Gielczyk
Michigan Strategic Fund ..... Marcus Coffin
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Natural Resources ..... Austin Scott
Natural Resources Trust Fund ..... Austin Scott
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Revenue Forecasting ..... Benjamin Gielczyk
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August 2026

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