

LINE ITEM AND BOILERPLATE SUMMARY

LICENSING AND REGULATORY AFFAIRS

**Fiscal Year 2022-23
Article 9, Public Act 166 of 2022
House Bill 5783 as Enacted**



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September 2022

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September 2022

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2022-23 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).

A handwritten signature in black ink that reads "Mary Ann Cleary".

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 LICENSING AND REGULATORY AFFAIRS

The Department of Licensing and Regulatory Affairs (LARA) comprises agencies and programs that implement, administer, and enforce statutes and rules regulating alcoholic beverage activities, entities, and facilities; commercial, construction, and occupational activities; public utilities; fire safety; health care and human services; and cannabis facilities and activities. Agencies within LARA also conduct administrative hearings and rulemaking for state departments, provide staff support for several commissions, and administer multiple grant programs.

Full-time equated unclassified positions	30.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	1,849.9	Full-time equated (FTE) positions in the state classified service. <i>Note: based on 2,088 hours for 1.0 FTE position.</i>
GROSS APPROPRIATION	\$539,834,400	Total of all applicable line item appropriations.
Total interdepartmental grant/intradepartmental transfer revenue	47,026,900	Revenue received from other departments or transferred within the department.
ADJUSTED GROSS APPROPRIATION	\$492,807,500	Gross appropriation less (or minus) interdepartmental grant (IDG) or intradepartmental transfer (IDT) revenue.
Total federal revenue	29,659,200	Revenue received from federal departments and agencies.
Total local revenue	0	Revenue received from local units of government.
Total private revenue	0	Revenue received from private individuals and entities.
Total state restricted revenue	249,325,900	State revenue dedicated to a specific fund (other than the General Fund) or restricted for a specific purpose.
STATE GENERAL FUND/ GENERAL PURPOSE	\$213,822,400	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 LARA and departmental overhead expenses, including Offices of Finance and Administrative Services, Policy and Legislative Affairs, Communications, and Human Resources; property management; FOIA coordination; and workers' compensation.

Full-time equated unclassified positions	30.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	100.0	Full-time equated (FTE) positions in the state classified service.
Unclassified salaries – 30.0 FTE positions	\$2,795,100	Supports salaries of unclassified positions within LARA, including LARA director, LARA deputy directors, and members of the Liquor Control Commission, Public Service Commission, and Tax Tribunal.
		Funding Source(s):
		Federal
		Restricted
		GF/GP
		17,200
		2,743,200
		34,700

Related Boilerplate Section(s): None

Administrative services – 73.0 FTE positions	8,813,300	<p>Supports staff and operations of Office of Human Resources and the Finance and Administrative Services Bureau. Office of Human Resources manages personnel-related matters for LARA, while the Finance and Administrative Services Bureau includes the following:</p> <p><u>Budget Division</u>: Manages budget development, collaborates with State Budget Office, and monitors appropriations process and financial activities of LARA's bureaus and agencies.</p> <p><u>Financial Services Division</u>: Manages fiscal year opening and closing activities, revenue processing, database security, federal funds reporting, accounting of all expenditure and revenue transactions for LARA, audit liaison responsibilities, and internal control evaluation (ICE) operations.</p> <p><u>IT Services Division</u>: Supports departmental information technology and equipment (including coordination of new IT projects), coordinates LARA web page content and organization, oversees Lean Process Improvement, and facilitates strategic planning for LARA's bureaus and agencies.</p> <p><u>Security, Compliance, and Privacy Division</u>: Provides cyber security and direct data management and protection, facilitates emergency management planning and coordination, monitors departmental access control procedures, and administers intradepartmental and interdepartmental agreements on behalf of LARA.</p> <p><u>Procurement and Administration Division</u>: Manages mail, telecommunications, office space, and vehicles; procures goods and services from private contractors; administers and monitors grant programs for LARA agencies.</p>
		Funding Source(s):
		IDG/IDT
		Federal
		Restricted
		150,000
		540,900
		8,122,400

Related Boilerplate Section(s): 204, 205, 206, 207, 211, 212, 213, 216, 219, 220, 221, 223, 224, 225, 226, 227, 228, 229, 230, 231, 232, 234, 505

Executive director programs – 24.0 FTE positions	2,944,900	Supports staff and operations for offices of LARA director, deputy directors, and the following: <u>Office of Communications</u> : Coordinates public relations and disseminates information to stakeholders and news media. <u>Office of Policy and Legislative Affairs</u> : Coordinates department's legislative activity by monitoring legislation, reviewing legislative proposals, and drafting amendments to legislation; coordinates departmental rules promulgation activity; communicates departmental positions on legislation; responds to inquiries from legislators and staff, press, local governments, and the public.
		Funding Source(s): Federal 61,500 Restricted 2,883,400
		<i>Related Boilerplate Section(s): 204, 215, 220</i>
FOIA coordination – 3.0 FTE positions	338,600	Supports operations and staff that coordinate requests for inspection or duplication of public records retained under the Freedom of Information Act of 1976.
		Funding Source(s): Restricted 338,600
		<i>Related Boilerplate Section(s): None</i>
Property management	8,021,100	Supports lease obligations for state-owned facilities managed by the Department of Technology, Management, and Budget (DTMB), and privately owned facilities occupied by LARA agencies.
		Funding Source(s): Federal 420,100 Restricted 7,362,400 GF/GP 238,600
		<i>Related Boilerplate Section(s): None</i>
Worker's compensation	264,100	Supports estimated claims and reserve requirements for workers' compensation benefits paid to employees of LARA agencies, administered through DTMB.
		Funding Source(s): Federal 38,100 Restricted 226,000
		<i>Related Boilerplate Section(s): None</i>
GROSS APPROPRIATION	\$23,177,100	Total of all applicable line item appropriations.
IDG from MDIFS, accounting services	150,000	<u>Source</u> : Department of Insurance and Financial Services, for cost of LARA-provided accounting services. <u>Use</u> : Accounting services provided by LARA.
EPA, underground storage tanks	30,500	<u>Source</u> : U.S. Environmental Protection Agency, Office of Solid Waste and Emergency Response. <u>Use</u> : Development and implementation of underground storage tank programs and for leak prevention, detection, and compliance.
HHS – Medicaid, certification of health care providers and suppliers	425,500	<u>Source</u> : U.S. Dept. of Health and Human Services, Center for Medicaid and Medicare Services. <u>Use</u> : Determining healthcare provider and supplier compliance with federal health and safety standards and conditions.
HHS – Medicare, certification of health care providers and suppliers	621,800	<u>Source</u> : U.S. Dept. of Health and Human Services, Center for Medicaid and Medicare Services. <u>Use</u> : Determining healthcare provider and supplier compliance with federal health and safety standards and conditions.

Aboveground storage tank fees	95,400	<u>Source:</u> Statutory fees for applications and tank certifications for firms maintaining filling locations or specified aboveground storage tanks for flammable compressed gases, liquefied petroleum, or flammable or combustible liquids. <u>Use:</u> Enforcement of Fire Prevention Code of 1941 and rules regarding delivery, dispensing, noncommercial transportation, or storage of hazardous materials.
Accountancy enforcement fund	66,400	<u>Source:</u> Portion of statutory licensure and registration fees and all peer-review fees for practice of public accounting. <u>Use:</u> Enforcement, disciplinary, and prosecution expenses for unlicensed accountancy activities under Occupational Code of 1980.
Boiler inspection fund	290,000	<u>Source:</u> Examination, licensure, permit, registration, and inspection fees for boiler-related occupations and facilities operating boilers. <u>Use:</u> BCC Boiler Division operations and LARA indirect overhead expenses.
Builder enforcement fund	103,300	<u>Source:</u> Portion of statutory licensure fees for residential building, residential maintenance and alteration contracting, and sales. <u>Use:</u> Enforcement and prosecution expenses for unlicensed activity described in sections 601(1) and (2) of Occupational Code of 1980.
Construction code fund	830,500	<u>Source:</u> Certification, examination, inspection, licensure, registration, permit, plan review, and other fees assessed for building-, electrical-, mechanical-, or plumbing-related occupations, or installing building-, electrical-, mechanical-, or plumbing-related products. <u>Use:</u> BCC operational and LARA overhead expenses for regulating individuals and products within construction industry.
Corporation fees	4,489,200	<u>Source:</u> Statutory copy, examination, filing, franchise, registration, and other fees assessed on business and nonprofit entities (e.g., corporations, partnerships, and LLCs) within Michigan. <u>Use:</u> Administration of LARA's statutory duties.
Elevator fees	310,900	<u>Source:</u> Examination, inspection, licensure, and permit fees for elevator-related occupations and facilities operating elevators. <u>Use:</u> Issuing elevator certificates, licenses, and permits; conducting inspections.
Fire alarm fees	7,500	<u>Source:</u> Statutory certification and documentation fees from firms providing fire alarm and suppression services. <u>Use:</u> Implementation of Sections 26 through 33 of Fire Prevention Code of 1941.
Fire safety standard and enforcement fund	2,100	<u>Source:</u> Triennial statutory fee on cigarette manufacturers for fire safe cigarette certification. <u>Use:</u> Enforcement, oversight, processing, and testing activities under Fire Safety Standard and Firefighter Protection Act of 2009.
Fire service fees	463,400	<u>Source:</u> Inspection and plan review fees charged to hospitals and schools. <u>Use:</u> Operation and maintenance inspections of hospitals and plan reviews and construction inspections of hospitals and schools.
Fireworks safety fund	61,200	<u>Source:</u> Consumer fireworks certificate fees and a statutory ad valorem fee on retail fireworks transactions. <u>Use:</u> Administration of Michigan Fireworks Safety Act of 2011 and firefighter training under direction of Firefighters Training Council.
Health professions regulatory fund	1,748,800	<u>Source:</u> Statutory licensure and examination fees for various health professions (e.g., physicians, pharmacists, psychologists, dentists, nurses). <u>Use:</u> Implementation, administration, and enforcement of Articles 7 and 15 of Public Health Code of 1978.

Health systems fees	252,400	<u>Source:</u> Statutory certification, licensure, and permit fees for licensed health care facilities (hospitals, hospices, nursing homes, freestanding surgical outpatient facilities, substance use disorder programs, etc.). <u>Use:</u> Implementation, administration, and enforcement of Articles 6 and 17 of Public Health Code of 1978 and Chapter 1 of Mental Health Code of 1974.
Licensing and regulation fund	965,000	<u>Source:</u> Examination, inspection, licensure, registration, and other statutory fees for individuals and entities in regulated occupations under Occupational Code of 1980 and other statutes (e.g., accountants, architects, barbers, cosmetologists, funeral directors, engineers, realtors, and residential builders). <u>Use:</u> LARA's operational costs.
Liquor license revenue	340,000	<u>Source:</u> Statutory licensure and permit fees for retailers of beer, wine, and liquor. <u>Use:</u> MLCC administration of licensing and enforcement provisions of Liquor Control Code of 1998, enforcement of code and associated rules by local law enforcement agencies, and programs to prevent and treat alcoholism.
Liquor purchase revolving fund	3,252,000	<u>Source:</u> Wholesale markup (subject to statutory limits) on liquor products MLCC sells to retail licensees. <u>Use:</u> Replenishing, maintaining, warehousing, and distributing liquor inventory throughout the state and administration of Liquor Control Code of 1998; unexpended revenue lapses to general fund.
Marihuana registry fund	833,000	<u>Source:</u> Medical marihuana registry identification card application and renewal fees. <u>Use:</u> Operation and oversight of Michigan Medical Marihuana Program.
Marihuana regulation fund	457,100	<u>Source:</u> Licensing and other fees levied under Michigan Regulation and Taxation of Marihuana Act of 2018 and revenues from 10% excise tax on marijuana sales made by adult-use establishments. <u>Use:</u> Implementation, administration, and enforcement of Michigan Regulation and Taxation of Marihuana Act of 2018, with other statutorily required distributions.
Marihuana regulatory fund	697,800	<u>Source:</u> Licensing fees and regulatory assessments levied on medical marihuana facilities. <u>Use:</u> Implementation, administration, and enforcement of Medical Marihuana Facilities Licensing Act of 2016.
Michigan unarmed combat fund	5,900	<u>Source:</u> Fees for individuals licensed to engage in unarmed combat activities (e.g., boxers, mixed martial artists, judges, referees, managers, and promoters). <u>Use:</u> Administration and enforcement of Michigan Unarmed Combat Regulatory Act of 2004.
Mobile home code fund	287,600	<u>Source:</u> Statutory licensure, permit, plan review, and transfer fees for mobile home dealers and installers, mobile home owners, and mobile home park developers and operators. <u>Use:</u> BCC and BFS operations and indirect LARA overhead expenses.
Nurse professional fund	39,800	<u>Source:</u> Portion of statutory licensure fees to practice as a registered nurse, licensed practical nurse, or trained attendant. <u>Use:</u> Promoting safe nursing practices and patient care; assuring high-quality nurses, nursing faculty, and nursing education; operating nursing scholarship program.

PMECSEMA fund	47,400	<u>Source:</u> Portion of statutory licensure fees to dispense, distribute, manufacture, prescribe, or research controlled substances. <u>Use:</u> Pain management education for health professionals; controlled substances diversion prevention; development and maintenance of electronic monitoring system for controlled substances data.
Property development fees	7,600	<u>Source:</u> Statutory plat review fee for proprietors submitting final plats to municipal clerks. <u>Use:</u> Administration of Land Division Act of 1967.
Public utility assessments	3,233,500	<u>Source:</u> Statutory assessment on utilities (based on appropriation attributable to public utility regulation and in proportion to each utility's intrastate gross revenue) or fees in lieu of assessment prescribed by PSC. <u>Use:</u> Public utility regulation.
Real estate appraiser education fund	2,600	<u>Source:</u> Portion of statutory licensure and certification fees for individuals engaged in real estate appraisal. <u>Use:</u> Programs related to real estate appraisers' educational requirements.
Real estate education fund	11,600	<u>Source:</u> Portion of statutory licensure fees for engaging in real estate brokering, associate brokering, or sales. <u>Use:</u> Programs related to educational requirements of real estate brokers, associate brokers, and salespersons.
Real estate enforcement fund	11,900	<u>Source:</u> Portion of statutory licensure fees for engaging in real estate brokering, associate brokering, or sales. <u>Use:</u> Investigation and enforcement actions regarding unlicensed activity and real estate fraud.
Refined petroleum fund	173,300	<u>Source:</u> Statutory 1-cent per gallon regulatory fee levied on refined petroleum products. <u>Use:</u> Various programs within LARA, MDARD, and EGLE.
Restructuring mechanism assessments	32,200	<u>Source:</u> Monthly assessments (based on statutory formula) on providers of retail intrastate telecommunications services and commercial mobile services. <u>Use:</u> Administration of restructuring mechanism to compensate local exchange carriers for reduced intrastate access charges.
Securities fees	1,561,900	<u>Source:</u> Statutory filing and registration fees and administrative fines on individuals and entities (e.g., broker-dealers, agents, investment advisers, adviser representatives) registered within securities industry. <u>Use:</u> Administration of CSCLB's statutory duties; unexpended revenue for administering Uniform Securities Act of 2008 lapses to general fund.
Securities investor education and training fund	9,400	<u>Source:</u> Statutory civil fines, costs of investigations, and administrative assessments for individuals and entities (e.g., broker-dealers, agents, investment advisers, adviser representatives) registered within securities industry. <u>Use:</u> Education and training of Michigan residents in matters concerning securities laws and investment issues; balance exceeding \$1.0 million lapses to general fund.
Security business fund	7,200	<u>Source:</u> Statutory licensure fees for persons and entities providing private security or security alarm services. <u>Use:</u> Enforcement and administration of Private Security Business and Security Alarms Act of 1968.
Survey and remonumentation fund	98,800	<u>Source:</u> Statutory fee on county registers of deeds for recording of any instrument. <u>Use:</u> Implementation, directly or through annual grants to counties, of county plans under State Survey and Remonumentation Act of 1990.

Tax tribunal fund	825,300	<u>Source:</u> Filing and other fees established in promulgated rules and assessed on individuals appealing state tax levies or assessments. <u>Use:</u> Michigan Tax Tribunal operations.
Utility consumer representation fund	54,000	<u>Source:</u> Assessments on energy utilities applying to the PSC for initiation of energy cost recovery proceedings, based on statutory formulas. <u>Use:</u> Utility Consumer Participation Board operation and grants to support representation of residential utility customers' interests in administrative and judicial proceedings.
STATE GENERAL FUND/ GENERAL PURPOSE	\$273,300	Unrestricted state revenue from taxes and other sources.

SECTION 103: PUBLIC SERVICE COMMISSION

This appropriation unit supports the Public Service Commission (PSC), which regulates and adjudicates hearings involving investor-owned and cooperatively owned utilities and implements energy efficiency, renewable energy, customer choice, and energy assistance standards and programs. The unit also supports grants to businesses, nonprofit organizations, and local government units for low carbon energy infrastructure enhancement and development.

Full-time equated classified positions	190.0	Full-time equated (FTE) positions in the state classified service.
Low carbon energy infrastructure enhancement and development	\$25,000,000	Supports grants to businesses, nonprofit organizations, and local government units for planning, developing, designing, acquiring, or constructing low carbon energy facilities, which may include, but are not limited to, natural gas facilities, combined heat and power facilities, renewable natural gas facilities, and electrification programs.
		Funding Source(s): GF/GP 25,000,000
		<i>Related Boilerplate Section(s): 302</i>
Public service commission – 190.0 FTE positions	34,168,900	<p>Supports staff and operations of the PSC, a quasi-judicial agency which includes:</p> <p><u>Administrative Services Division:</u> Provides internal organizational support for PSC, including human resources, information technology, website administration, and facilities planning and maintenance.</p> <p><u>Customer Assistance Division:</u> Assists residents and businesses with energy utility service and billing questions, navigating service options, and learning about energy and utility issues; oversees delivery of energy assistance grants to low-income residents; reviews utility IT investments in rate cases; oversees utility customer data accessibility and privacy guidelines.</p> <p><u>Energy Operations Division:</u> Ensures safe, reliable, and accessible energy supplies, including compliance with and issue management related to the electric technical and service quality standards, reviewing electric distribution and generation investments, overseeing the interconnection of distributed energy resources to the electric grid, and conducting emergency management and other activities.</p> <p><u>Energy Resources Division:</u> Implements energy waste reduction provisions of the Clean and Renewable Energy and Energy Waste Reduction Act of 2016; reviews and analyzes certificate of necessity, integrated resource plan, and electric distribution plan filings; provides electric resource adequacy and modeling.</p> <p><u>Energy Security:</u> Monitors state and regional energy supplies and publishes bi-annual energy appraisal forecast; prepares for, responds to, monitors, and investigates any energy-related emergency; advises on energy emergency declarations; supports MSP in energy-related or pipeline-related emergencies caused by weather events, system issues, cybersecurity or terrorist attacks, or other factors; tracks issues related to propane supplies and natural gas prices; advises governor regarding declaration of petroleum and propane emergencies; oversees development and implementation of Michigan's Energy Security Plan and Petroleum Shortage Response Plan.</p> <p><u>Gas Safety and Operations Division:</u> Administers gas pipeline and underground natural gas storage safety programs; manages issues related to Gas Technical Standards, evaluation of pipeline siting applications, Michigan's natural gas well production reporting, review of gas utility maintenance plans and investments, and enforcement related to underground damage prevention.</p> <p><i>[continued on next page]</i></p>

Public service commission
 – 190.0 FTE positions
 (continued)

Regulated Energy Division: Manages accounting and auditing issues, financial statistics, annual reports, annual public utility assessments, rate case participation, rate design, energy tariff administration, cost of service, code of conduct, and administration of gas and electric customer choice programs.

Regulatory Affairs Division: Drafts PSC orders and administrative rules; maintains PSC files and official dockets; provides ethical and legal guidance to PSC employees.

Strategic Operations Division: Supports PSC decision-making processes and communications with stakeholders; oversees case management and strategy; implements new energy legislation; monitors federal issues related to wholesale energy markets and transmission.

Telecommunications Division: Provides technical assistance and recommendations pertaining to telecommunication standards, services, and subjects; oversees regulation of basic local telephone service, 9-1-1 service, services for speech and hearing impaired, and other statutory regulation.

Funding Source(s): Federal 2,665,000
 Restricted 31,503,900

Related Boilerplate Section(s): 301

GROSS APPROPRIATION	\$59,168,900	Total of all applicable line item appropriations.
DOT, gas pipeline safety	2,665,000	<u>Source</u> : U.S. Dept. of Transportation, Pipeline and Hazardous Materials Safety Administration. <u>Use</u> : Development, support, and maintenance of state gas and hazardous liquid pipeline safety programs.
Public utility assessments	30,921,900	<u>Source</u> : Statutory assessment on utilities (based on the appropriation attributable to public utility regulation and in proportion to each utility's intrastate gross revenue) or fees in lieu of assessment prescribed by PSC. <u>Use</u> : Public utility regulation.
Restructuring mechanism assessments	582,000	<u>Source</u> : Monthly assessments (based on statutory formula) on providers of retail intrastate telecommunications services and commercial mobile services. <u>Use</u> : Administration of the restructuring mechanism to compensate local exchange carriers for reduced intrastate access charges.
STATE GENERAL FUND/ GENERAL PURPOSE	\$25,000,000	Unrestricted state revenue from taxes and other sources.

SECTION 104: LIQUOR CONTROL COMMISSION

This appropriation unit supports the Michigan Liquor Control Commission (MLCC), which enforces the Liquor Control Code of 1998 by regulating the manufacture, importation, distribution, sale, possession, and consumption of all alcoholic beverages (e.g., beer, wine, and liquor) via licensure requirements and administrative rules. Additionally, the MLCC is the sole wholesaler of all liquor products legally sold within the state.

Full-time equated classified positions	145.0	Full-time equated (FTE) positions in the state classified service.
Liquor licensing and enforcement – 116.0 FTE positions	\$17,433,800	<p>Supports staff and operations related to MLCC's licensing and enforcement activities under Liquor Control Code of 1998, including:</p> <p><u>Licensing Division</u>: Receives, processes, and reviews applications for licensure and permits submitted by retail (both on- and off-premise), non-retail (e.g., manufacturers and wholesalers), and nonprofit entities; issues approved licenses and permits, processes renewals and transfers, maintains and verifies relevant records, and approves labeling and advertising proposals.</p> <p><u>Enforcement Division</u>: Investigates licensure applicants and complaints against licensees; inspects licensed establishments for violations of Liquor Control Code of 1998 and associated rules; advises, assists, and trains law enforcement agencies on liquor law enforcement.</p> <p style="text-align: right;">Funding Source(s): Restricted 17,433,800</p> <p style="text-align: center;"><i>Related Boilerplate Section(s): 401</i></p>
Management support services – 29.0 FTE positions	4,767,700	<p>Supports staff and operations related to MLCC's administration and enterprise activities under Liquor Control Code of 1998, including:</p> <p><u>Administrative Services Division</u>: Provides administrative services for MLCC by directing internal education and training, supervising server training programs, managing online spirit ordering, and overseeing certifications and contracts of Authorized Distribution Agents.</p> <p><u>Financial Management Division</u>: Provides financial and accounting services for MLCC by receiving, recording, reconciling, and remitting tax, sales, fee, and other revenues; administers Liquor Purchase Revolving Fund; oversees sales and inventories of Authorized Distribution Agents; develops budgets, authorizes expenditures, and verifies tax reports.</p> <p><u>Executive Services Division</u>: Provides staff support and assistance for MLCC by drafting orders and rulings, promulgating rules, analyzing legislation, processing reports, scheduling hearings, coordinating appeals, aiding enforcement, and responding to inquiries from state agencies.</p> <p style="text-align: right;">Funding Source(s): Restricted 4,767,700</p> <p style="text-align: center;"><i>Related Boilerplate Section(s): 228, 229, 401</i></p>
GROSS APPROPRIATION	\$22,201,500	Total of all applicable line item appropriations.
Direct shipper enforcement revolving fund	309,600	<p><u>Source</u>: Statutory licensure fees for wineries licensed to sell and deliver domestic wine to consumers.</p> <p><u>Use</u>: Regulating direct sale and shipment of wine to Michigan consumers.</p>
Liquor control enforcement and license investigation revolving fund	175,000	<p><u>Source</u>: Statutory wholesale vendor licensure fees.</p> <p><u>Use</u>: Enforcement of Liquor Control Code of 1998 and promulgated rules and license investigations.</p>

Liquor license fee enhancement fund	76,400	<u>Source:</u> Statutory fees for retailers of beer, wine, and liquor products issued an on-premise resort or resort economic development license. <u>Use:</u> Enforcement of Liquor Control Code of 1998 and other related projects determined by MLCC.
Liquor license revenue	8,243,900	<u>Source:</u> Statutory licensure and permit fees for retailers of beer, wine, and liquor. <u>Use:</u> MLCC administration of licensing and enforcement provisions of Liquor Control Code of 1998, enforcement of code and associated rules by local law enforcement agencies, and programs to prevent and treat alcoholism.
Liquor purchase revolving fund	13,396,600	<u>Source:</u> Wholesale markup (subject to statutory limits) on liquor products MLCC sells to retail licensees. <u>Use:</u> Replenishing, maintaining, warehousing, and distributing liquor inventory throughout the state and administration of Liquor Control Code of 1998; unexpended revenue lapses to general fund.
STATE GENERAL FUND/ GENERAL PURPOSE	\$0	Unrestricted state revenue from taxes and other sources.

SECTION 105: OCCUPATIONAL REGULATION

This appropriation unit supports five bureaus that perform licensing and regulatory activities in the commercial, occupational, construction, fire safety, and health care and human services sectors; includes the following: Bureau of Community and Health Systems (BCHS); Bureau of Construction Codes (BCC); Bureau of Fire Services (BFS); Bureau of Professional Licensing (BPL); and the Corporations, Securities, and Commercial Licensing Bureau (CSCLB). The unit also supports urban search and rescue activities.

Full-time equated classified positions	1,028.9	Full-time equated (FTE) positions in the state classified service.
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Adult foster care and camps licensing and regulation – 96.0 FTE positions	\$13,777,600	Supports the Adult Foster Care and Homes for the Aged Licensing Division and camps licensing. The division implements, administers, and enforces state licensure statutes and regulations and federal certification standards and requirements for various health care facilities and providers by processing licensure applications, issuing and renewing licenses, conducting periodic surveys of facilities, evaluating and monitoring compliance with regulatory requirements, and receiving and investigating consumer complaints and alleged violations by adult foster care family and group homes, homes for the aged facilities, and adult and child care camps.
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Funding Source(s):	Federal	211,700
	Restricted	417,600
	GF/GP	13,148,300

Related Boilerplate Section(s): 508

Bureau of community and health systems administration – 20.0 FTE positions	2,448,500	Supports staff and operations to provide administrative functions for the Bureau of Community and Health Systems.
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Funding Source(s):	Federal	1,230,700
	Restricted	154,200
	GF/GP	1,063,600

Related Boilerplate Section(s): 229, 504, 508

Bureau of construction codes – 182.0 FTE positions	25,180,500	Supports Bureau of Construction Codes (BCC) operations and staff, including:
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Administrative Services Division: Manages BCC's budget, FOIA requests, fees, internal controls, legislative tracking, personnel, performance reporting, records management, and training approvals; responsible for administrative rules promulgation; publishes BCC's newsletter; provides administrative support for BCC boards and commissions.

Boiler Division: Administers and enforces state boiler code by issuing permits for installation and repair of boilers; inspects boiler installations, repairs, and existing boilers; investigates boiler accidents and code violations.

Building Division: Administers and enforces state building code and structural provisions of the Michigan Residential Code by issuing certificates of occupancy and performing inspections; follows up on violations of the building code and assures proper permits are issued.

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Bureau of construction
codes – 182.0 FTE
positions
(continued)

Compliance Division: Reviews and investigates complaints against boiler and elevator licensees, electricians, local government code enforcement agencies, maintenance and alteration contractors, mechanical contractors, mobile home parks and dealers, plumbers, and residential builders; investigates alleged non-compliance with barrier free design requirements.

Electrical Division: Administers and enforces state electrical code and electrical provisions of the Michigan Residential Code by inspecting electrical installations and wiring; follows up on violations of the electrical code and assures proper permits are issued.

Elevator and Ski/Amusement Division: Administers and enforces state elevator code by inspecting elevator installations and alterations and conducting annual safety inspections; investigates elevator accidents and code violations and assures proper permits are issued; implements, administers, and enforces the Ski Area Safety Act of 1962 and the Carnival-Amusement Safety Program (1966 PA 225).

Licensing Division: Determines licensure examinee eligibility, issues and renews licenses and registrations, conducts annual inspections of mobile home parks, delegates plan review and inspection authority for schools, and is responsible for requests for assistance from local enforcement agencies.

Mechanical Division: Administers and enforces state mechanical code and mechanical provisions of the Michigan Residential Code by inspecting mechanical equipment and installations; follows up on code violations and assures proper permits are issued.

Office of Land Survey and Remonumentation: Administers statewide program monumenting and remonumenting original U.S. government public land survey corners, ensures an orderly and consistent review of subdivision of land, conducts final reviews of subdivision plats, provides support to State Boundary Commission, and affixes and detaches mobile homes from real property.

Permits Division: Issues boiler, building, electrical, elevator, mechanical, and plumbing permits.

Plan Review Division: Reviews boiler, building, electrical, mechanical, mobile home park, plumbing, and premanufactured unit plans; reviews requests for barrier free design exceptions and manufacturer compliance assurance manuals; issues permits to construct mobile home parks.

Plumbing Division: Administers and enforces state plumbing code and plumbing provisions of the Michigan Residential Code by inspecting plumbing equipment and installations; follows up on code violations and assures proper permits are issued.

Funding Source(s): Restricted 23,879,300
GF/GP 1,301,200

Related Boilerplate Section(s): 228, 229, 502, 503, 510, 511

Bureau of fire services – 13,969,500
79.0 FTE positions

Supports Bureau of Fire Services (BFS) operations and staff, including:
State Fire Marshal: Gubernatorial appointee to advise and advocate for fire safety and to direct the BFS.

State Fire Safety Board: Promulgates fire safety rules pertaining to construction, operation, and maintenance of regulated facilities and adjudicates appeals of BFS decisions via administrative hearings.

Field Services Division: Conducts annual inspections of regulated facilities and inspects new construction, additions, and renovations of such facilities to ensure compliance with fire safety laws.

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Bureau of fire services –
79.0 FTE positions
(continued)

Fire Fighters Training Division: Prepares and publishes training standards, establishes training centers and courses, develops and administers examinations, evaluates and certifies instructors, maintains records, oversees regional training committees, serves as liaison with the Fire Fighters Training Council, and administers training grants to counties.

Fireworks Program: Implements, administers, and enforces provisions of Michigan Fireworks Safety Act of 2011 and rules promulgated under the Act.

Marijuana Unit: Performs fire safety field inspections of licensed marijuana facilities and reviews fire safety plans.

National Fire Incident Reporting System: Serves as the state program manager for NFIRS, which is a tool for collecting data and maintaining records on fires resulting in the loss of life or property.

Plan Review Division: Conducts plan reviews for construction, renovation, and alteration of regulated facilities and provides technical assistance and formal training to ensure compliance with fire safety laws; oversees certification of fire alarm and suppression firms.

Storage Tank Division: Implements, administers, and enforces regulation of aboveground and underground storage tanks containing flammable, combustible, or regulated substances.

Funding Source(s):	Federal	1,368,600
	Restricted	7,209,300
	GF/GP	5,391,600

Related Boilerplate Section(s): 229, 501, 505, 506, 512

Bureau of professional
licensing – 205.0 FTE
positions

41,067,700

Supports Bureau of Professional Licensing (BPL) operations and staff, including:

Administration Division: Provides administrative services for BPL, including document drafting, FOIA request processing, monitoring of relevant legal and legislative policy issues, IT support, and management of BPL webpages.

Licensing Division: Implements and administers professional license programs pursuant to Occupational Health Code (1980 PA 290) and Public Health Code (1978 PA 368) by reviewing applications; investigating eligibility and qualifications of applicants; issuing and renewing licenses, registrations, and permits; maintaining relevant records; responding to inquiries for information; and providing staff support to several advisory boards.

Investigations & Inspections Division: Investigates and inspects individual professionals regulated by Michigan Occupational Code and Public Health Code; conducts investigations related to allegations against professionals who may be in violation of applicable code; inspects for pre-licensure requirements and possible violations of applicable code; receives and processes allegations against individuals regulated by BPL; handles investigations of over prescribing, over dispensing, and drug diversion (these cases are related to the Michigan Automated Prescription System, which is also maintained and administered by the BPL).

Funding Source(s):	Restricted	40,338,800
	GF/GP	728,900

Related Boilerplate Section(s): 229, 503, 507

Child care licensing and regulation – 127.0 FTE positions 20,648,400 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, 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 approximately 45 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 approximately 45 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.
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): IDG/IDT 20,146,700
 Restricted 501,700

Related Boilerplate Section(s): None

Corporations, securities, and commercial licensing bureau – 109.0 FTE positions 15,520,500 Supports staff and operations of Corporations, Securities, and Commercial Licensing Bureau (CSCLB), including:
Bureau Administration: Provides administrative direction and support services for CSCLB, manages occupational education and examination courses and contracts, sells licensing information, and implements regulation of and investigates complaints against cemeteries.
Corporations Division: Enables the formation, transaction, and dissolution of business and nonprofit entities by reviewing and recording documents and reports filed by domestic and foreign entities; registers trademarks and service marks.
Licensing Division: Determines individuals' eligibility for examination and subsequent licensure, oversees administration of applicable examinations, monitors licensee compliance with continuing education requirements, and provides administrative support to relevant boards.
Regulatory Compliance Division: Assists the LARA FOIA office with responses to FOIA requests; drafts formal complaints, stipulations, and final orders; schedules and conducts settlement conferences; represents and coordinates the legal representation of the CSCLB at formal hearings.
Securities Division: Ensures compliance with financial requirements and regulations by registering individuals and entities offering, selling, and advising on securities and registering and exempting securities sold in the state; investigates complaints related to securities.

Funding Source(s): Restricted 15,520,500

Related Boilerplate Section(s): 228, 229, 503

Health facilities regulation – 202.9 FTE positions	33,449,000	Implements, administers, and enforces state licensure statutes and regulations and federal certification standards and requirements for various health care facilities and providers by processing licensure applications, issuing and renewing licenses, conducting plan reviews and periodic surveys of facilities, evaluating and monitoring compliance with regulatory requirements, receiving and investigating consumer complaints and allegations of violations, examining and maintaining records and reporting information, and promulgating administrative rules; conducts routine inspections; receives and investigates consumer complaints; enforces federal requirements for federally covered providers.
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Funding Source(s):	Federal	21,130,600
	Restricted	4,538,900
	GF/GP	7,779,500

Related Boilerplate Section(s): None

Nurse aide program – 8.0 FTE positions	1,780,800	Supports operations and staff responsible for implementing, administering, and enforcing provisions of Public Health Code (1978 PA 368) relevant to nurse aides and nurse aide training programs, including registration of nurse aides and permitting of training programs and trainers.
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Funding Source(s):	Federal	887,500
	Restricted	597,500
	GF/GP	295,800

Related Boilerplate Section(s): None

Urban search and rescue	1,000,000	Includes funding for urban search and rescue in Michigan Task Force 1, which provides technical rescue operations expertise and equipment in the event of disasters or emergencies causing structural damage to buildings or trapping people in collapsed structures.
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Funding Source(s):	GF/GP	1,000,000
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Related Boilerplate Section(s): None

GROSS APPROPRIATION \$168,842,500 Total of all applicable line item appropriations.

IDG from MDE, child care licensing	20,146,700	<u>Source:</u> Department of Education. <u>Use:</u> Implementation, administration, and enforcement of child care organization regulation (e.g., licensure, registration, consultation, inspection, investigation).
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DHS, fire training systems	528,000	<u>Source:</u> U.S. Dept. of Homeland Security, Federal Emergency Management Agency. <u>Use:</u> Delivery of National Fire Academy courses and programs, administrative costs, and electronic student feedback.
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DOT, hazardous materials training and planning	20,000	<u>Source:</u> U.S. Dept. of Transportation, Pipeline and Hazardous Materials Safety Administration. <u>Use:</u> Increase effectiveness in safely and efficiently handling hazardous materials accidents and incidents and encourage comprehensive approach to emergency planning and training.
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EPA, underground storage tanks	820,600	<u>Source:</u> U.S. Environmental Protection Agency, Office of Solid Waste and Emergency Response. <u>Use:</u> Development and implementation of underground storage tank programs and for leak prevention, detection, and compliance.
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HHS – Medicaid, certification of health care providers and suppliers	8,992,200	<u>Source:</u> U.S. Dept. of Health and Human Services, Center for Medicaid and Medicare Services. <u>Use:</u> Determining healthcare provider and supplier compliance with federal health and safety standards and conditions.
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HHS – Medicare, certification of health care providers and suppliers	14,468,300	<u>Source:</u> U.S. Dept. of Health and Human Services, Center for Medicaid and Medicare Services. <u>Use:</u> Determining healthcare provider and supplier compliance with federal health and safety standards and conditions.
Aboveground storage tank fees	234,100	<u>Source:</u> Statutory fees for applications and tank certifications for firms maintaining filling locations or specified aboveground storage tanks for flammable compressed gases, liquefied petroleum, or flammable or combustible liquids. <u>Use:</u> Enforcement of Fire Prevention Code of 1941, and rules regarding delivery, dispensing, noncommercial transportation, or storage of hazardous materials.
Accountancy enforcement fund	780,300	<u>Source:</u> Portion of statutory licensure and registration fees and all peer-review fees for practice of public accounting. <u>Use:</u> Enforcement, disciplinary, and prosecution expenses for unlicensed accountancy activities under Occupational Code of 1980.
Adult foster care facilities licenses fund	417,600	<u>Source:</u> Fees collected under Adult Foster Care Facility Licensing Act of 1979. <u>Use:</u> LARA's enforcement of Adult Foster Care Facility Licensing Act of 1979 and associated rules.
Boiler inspection fund	2,983,900	<u>Source:</u> Examination, licensure, permit, registration, and inspection fees for boiler-related occupations and facilities operating boilers. <u>Use:</u> BCC Boiler Division operations and LARA indirect overhead expenses.
Builder enforcement fund	644,000	<u>Source:</u> Portion of statutory licensure fees for residential building, residential maintenance and alteration contracting, and sales. <u>Use:</u> Enforcement and prosecution expenses for unlicensed activity described in sections 601(1) and (2) of Occupational Code of 1980.
Child care home and center licenses fund	501,700	<u>Source:</u> Fees collected for child care facility licensure. <u>Use:</u> LARA's regulatory activities for child care providers.
Construction code fund	10,571,100	<u>Source:</u> Certification, examination, inspection, licensure, registration, permit, plan review, and other fees assessed for building-, electrical-, mechanical-, or plumbing-related occupations, or installing building-, electrical-, mechanical-, or plumbing-related products. <u>Use:</u> BCC operational and LARA overhead expenses for regulating individuals and products within construction industry.
Corporation fees	8,193,300	<u>Source:</u> Statutory copy, examination, filing, franchise, registration, and other fees assessed on business and nonprofit entities (e.g., corporations, partnerships, and LLCs) within Michigan. <u>Use:</u> Administration of LARA's statutory duties.
Division on deafness fund	73,400	<u>Source:</u> Fees for certification as an interpreter for the deaf. <u>Use:</u> Implementation and administration of Division on Deaf, Deafblind, and Hard of Hearing Act of 1937.
Elevator fees	3,964,700	<u>Source:</u> Examination, inspection, licensure, and permit fees for elevator-related occupations and facilities operating elevators. <u>Use:</u> Issuing elevator certificates, licenses, and permits; conducting inspections.
Fire alarm fees	135,900	<u>Source:</u> Statutory certification and documentation fees from firms providing fire alarm and suppression services. <u>Use:</u> Implementation of Sections 26 through 33 of Fire Prevention Code of 1941.

Fire safety standard and enforcement fund	31,200	<u>Source:</u> Triennial statutory fee on cigarette manufacturers for fire safe cigarette certification. <u>Use:</u> Enforcement, oversight, processing, and testing activities under Fire Safety Standard and Firefighter Protection Act of 2009.
Fire service fees	2,709,100	<u>Source:</u> Inspection and plan review fees charged to hospitals and schools. <u>Use:</u> Operation and maintenance inspections of hospitals and plan reviews and construction inspections of hospitals and schools.
Fireworks safety fund	1,243,800	<u>Source:</u> Consumer fireworks certificate fees and a statutory ad valorem fee on retail fireworks transactions. <u>Use:</u> Administration of Michigan Fireworks Safety Act of 2011 and firefighter training under direction of Firefighters Training Council.
Health professions regulatory fund	25,713,500	<u>Source:</u> Statutory licensure and examination fees for various health professions (e.g., physicians, pharmacists, psychologists, dentists, nurses). <u>Use:</u> Implementation, administration, and enforcement of Articles 7 and 15 of Public Health Code of 1978.
Health systems fees	4,019,700	<u>Source:</u> Statutory certification, licensure, and permit fees for licensed health care facilities (hospitals, hospices, nursing homes, freestanding surgical outpatient facilities, substance use disorder programs, etc.). <u>Use:</u> Implementation, administration, and enforcement of Articles 6 and 17 of Public Health Code of 1978 and Chapter 1 of Mental Health Code of 1974.
Licensing and regulation fund	12,838,100	<u>Source:</u> Examination, inspection, licensure, registration, and other statutory fees for individuals and entities in regulated occupations under Occupational Code of 1980 and other statutes (e.g., accountants, architects, barbers, cosmetologists, funeral directors, engineers, realtors, and residential builders). <u>Use:</u> LARA's operational costs.
Liquor purchase revolving fund	151,100	<u>Source:</u> Wholesale markup (subject to statutory limits) on liquor products MLCC sells to retail licensees. <u>Use:</u> Replenishing, maintaining, warehousing, and distributing liquor inventory throughout the state and administration of Liquor Control Code of 1998; unexpended revenue lapses to general fund.
Marihuana regulatory fund	500,000	<u>Source:</u> Licensing fees and regulatory assessments levied on medical marihuana facilities. <u>Use:</u> Implementation, administration, and enforcement of Medical Marihuana Facilities Licensing Act of 2016.
Mobile home code fund	2,110,800	<u>Source:</u> Statutory licensure, permit, plan review, and transfer fees for mobile home dealers and installers, mobile home owners, and mobile home park developers and operators. <u>Use:</u> BCC and BFS operations and indirect LARA overhead expenses.
Nurse aide registration fund	597,500	<u>Source:</u> Registration and permit fees for nurse aides, nurse aide trainers, and nurse aide training programs. <u>Use:</u> Administration of nurse aide training and registration program under Article 17 of Public Health Code of 1978.
Nurse professional fund	1,967,200	<u>Source:</u> Portion of statutory licensure fees to practice as a registered nurse, licensed practical nurse, or trained attendant. <u>Use:</u> Promoting safe nursing practices and patient care; assuring high-quality nurses, nursing faculty, and nursing education; operating a nursing scholarship program.
Nursing home administrative penalties	100,000	<u>Source:</u> Statutory penalties assessed on health facilities and professionals for violations of licensure standards. <u>Use:</u> BCHS administration.

PMECSEMA fund	1,909,800	<u>Source:</u> Portion of statutory licensure fees to dispense, distribute, manufacture, prescribe, or research controlled substances. <u>Use:</u> Pain management education for health professionals; controlled substances diversion prevention; development and maintenance of electronic monitoring system for controlled substances data.
Property development fees	192,600	<u>Source:</u> Statutory plat review fee for proprietors submitting final plats to municipal clerks. <u>Use:</u> Administration of Land Division Act of 1967.
Real estate appraiser education fund	65,500	<u>Source:</u> Portion of statutory licensure and certification fees for individuals engaged in real estate appraisal. <u>Use:</u> Programs related to real estate appraisers' educational requirements.
Real estate education fund	347,700	<u>Source:</u> Portion of statutory licensure fees for engaging in real estate brokering, associate brokering, or sales. <u>Use:</u> Programs related to educational requirements of real estate brokers, associate brokers, and salespersons.
Real estate enforcement fund	554,400	<u>Source:</u> Portion of statutory licensure fees for engaging in real estate brokering, associate brokering, or sales. <u>Use:</u> Investigation and enforcement actions regarding unlicensed activity and real estate fraud.
Refined petroleum fund	2,704,100	<u>Source:</u> Statutory 1-cent per gallon regulatory fee levied on refined petroleum products. <u>Use:</u> Various programs within LARA, MDARD, and EGLE.
Securities fees	5,273,900	<u>Source:</u> Statutory filing and registration fees and administrative fines on individuals and entities (e.g., broker-dealers, agents, investment advisers, and adviser representatives) registered within securities industry. <u>Use:</u> Administration of CSCLB's statutory duties; unexpended revenue for administering Uniform Securities Act of 2008 lapses to general fund.
Securities investor education and training fund	497,000	<u>Source:</u> Statutory civil fines, costs of investigations, and administrative assessments for individuals and entities (e.g., broker-dealers, agents, investment advisers, and adviser representatives) registered within securities industry. <u>Use:</u> Education and training of Michigan residents in matters concerning securities laws and investment issues; balance exceeding \$1.0 million lapses to general fund.
Security business fund	238,200	<u>Source:</u> Statutory licensure fees for persons and entities providing private security or security alarm services. <u>Use:</u> Enforcement and administration of Private Security Business and Security Alarms Act of 1968.
Survey and remonumentation fund	892,600	<u>Source:</u> Statutory fee on county registers of deeds for recording of any instrument. <u>Use:</u> Implementation, directly or through annual grants to counties, of county plans under State Survey and Remonumentation Act of 1990.
STATE GENERAL FUND/ GENERAL PURPOSE	\$30,708,900	Unrestricted state revenue from taxes and other sources.

SECTION 106: CANNABIS REGULATORY AGENCY

This appropriation unit supports the Cannabis Regulatory Agency (CRA), which is responsible for licensing, regulation, and enforcement activity in the medical and adult-use marijuana sectors and administration of the medical marijuana program.

Full-time equated classified positions	168.0	Full-time equated (FTE) positions in the state classified service.
Medical marijuana facilities licensing and tracking – 50.0 FTE positions	\$6,546,100	Supports staff and operations of Cannabis Regulatory Agency responsible for licensing and enforcement activities for medical marijuana facilities and associated licensees (growers, processors, transporters, provisioning centers, and safety compliance facilities). Funding Source(s): Restricted 6,546,100 <i>Related Boilerplate Section(s): 601, 602,</i>
Medical marijuana program – 25.0 FTE positions	5,031,900	Supports staff and operations of Medical Marijuana Program (administered by Cannabis Regulatory Agency), which maintains medical marijuana registry, receives and verifies medical marijuana applications and forms, issues and renews medical marijuana registry cards to qualified patients and caregivers, and promulgates relevant administrative rules. Funding Source(s): Restricted 5,031,900 <i>Related Boilerplate Section(s): 601</i>
Recreational marijuana regulation – 93.0 FTE positions	14,594,100	Supports staff and operations of Cannabis Regulatory Agency responsible for licensing and enforcement activities for adult-use marijuana facilities and associated licensees (growers, processors, transporters, provisioning centers, safety compliance facilities, and microbusinesses). Funding Source(s): Restricted 14,594,100 <i>Related Boilerplate Section(s): 601, 602, 603, 604</i>
GROSS APPROPRIATION	\$26,172,100	Total of all applicable line item appropriations.
Marijuana registry fund	5,031,900	<u>Source:</u> Medical marijuana registry identification card application and renewal fees. <u>Use:</u> Operation and oversight of Michigan Medical Marijuana Program.
Marijuana regulation fund	14,594,100	<u>Source:</u> Licensing and other fees levied under Michigan Regulation and Taxation of Marijuana Act of 2018 and revenues from 10% excise tax on marijuana sales made by adult-use establishments. <u>Use:</u> Implementation, administration, and enforcement of Michigan Regulation and Taxation of Marijuana Act of 2018, with other statutorily required distributions.
Marijuana regulatory fund	6,546,100	<u>Source:</u> Licensing fees and regulatory assessments levied on medical marijuana facilities. <u>Use:</u> Implementation, administration, and enforcement of Medical Marijuana Facilities Licensing Act of 2016.
STATE GENERAL FUND/ GENERAL PURPOSE	\$0	Unrestricted state revenue from taxes and other sources.

SECTION 107: MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

This appropriation unit supports the Michigan Office of Administrative Hearings and Rules (MOAHR), which centralizes, coordinates, and conducts most administrative hearing functions and rulemaking processes for state government, and includes the Michigan Tax Tribunal.

Full-time equated classified positions	202.0	Full-time equated (FTE) positions in the state classified service.
Michigan office of administrative hearings and rules – 202.0 FTE positions	\$38,965,000	Supports staff and operations of Michigan Office of Administrative Hearings and Rules, which consolidates most administrative hearing functions of state agencies and departments into a single entity within LARA. MOAHR conducts hearings and adjudications of contested cases and appeals related to regulations and programs administered by the Departments of Civil Rights, Corrections; Education; Environment, Great Lakes, and Energy; Health and Human Services; Insurance and Financial Services; Labor and Economic Opportunity; Licensing and Regulatory Affairs; Natural Resources; State Police; and Transportation. MOAHR includes the Michigan Tax Tribunal, an administrative tax court that has authority over assessment disputes related to both property and non-property taxes (e.g., individual and corporate income, sales and use, business). MOAHR also contains the administrative rules division, which oversees administrative rulemaking for each state department.
		Funding Source(s): IDG/IDT 26,730,200 Restricted 11,539,000 GF/GP 695,800
		<i>Related Boilerplate Section(s): 228</i>
GROSS APPROPRIATION	\$38,965,000	Total of all applicable line item appropriations.
IDG revenues, administrative hearings and rules	26,730,200	<u>Source:</u> Various state departments for costs of conducting hearings and adjudicating cases. <u>Use:</u> Conducting hearings and adjudicating cases.
Construction code fund	26,700	<u>Source:</u> Certification, examination, inspection, licensure, registration, permit, plan review, and other fees assessed for building-, electrical-, mechanical-, or plumbing-related occupations, or installing building-, electrical-, mechanical-, or plumbing-related products. <u>Use:</u> BCC operational and LARA overhead expenses of regulating individuals and products within construction industry.
Corporation fees	4,373,600	<u>Source:</u> Statutory copy, examination, filing, franchise, registration, and other fees assessed on business and nonprofit entities (e.g., corporations, partnerships, and LLCs) within Michigan. <u>Use:</u> Administration of LARA's statutory duties.
Health professions regulatory fund	860,200	<u>Source:</u> Statutory licensure and examination fees for various health professions (e.g., physicians, pharmacists, psychologists, dentists, nurses). <u>Use:</u> Implementation, administration, and enforcement of Articles 7 and 15 of Public Health Code of 1978.
Health systems fees	165,100	<u>Source:</u> Statutory certification, licensure, and permit fees for licensed health care facilities (hospitals, hospices, nursing homes, freestanding surgical outpatient facilities, substance use disorder programs, etc.). <u>Use:</u> Implementation, administration, and enforcement of Articles 6 and 17 of Public Health Code of 1978 and Chapter 1 of Mental Health Code of 1974.

Licensing and regulation fund	903,300	<u>Source:</u> Examination, inspection, licensure, registration, and other statutory fees for individuals and entities in regulated occupations under Occupational Code of 1980 and other statutes (e.g., accountants, architects, barbers, cosmetologists, funeral directors, engineers, realtors, and residential builders). <u>Use:</u> LARA's operational costs.
Liquor purchase revolving fund	481,000	<u>Source:</u> Wholesale markup (subject to statutory limits) on liquor products MLCC sells to retail licensees. <u>Use:</u> Replenishing, maintaining, warehousing, and distributing liquor inventory throughout the state and administration of Liquor Control Code of 1998; unexpended revenue lapses to general fund.
Marihuana regulation fund	100,000	<u>Source:</u> Licensing and other fees levied under Michigan Regulation and Taxation of Marihuana Act of 2018 and revenues from 10% excise tax on marijuana sales made by adult-use establishments. <u>Use:</u> Implementation, administration, and enforcement of Michigan Regulation and Taxation of Marihuana Act of 2018, with other statutorily required distributions.
Marihuana regulatory fund	252,000	<u>Source:</u> Licensing fees and regulatory assessments levied on medical marihuana facilities. <u>Use:</u> Implementation, administration, and enforcement of Medical Marihuana Facilities Licensing Act of 2016.
Public utility assessments	2,490,700	<u>Source:</u> Statutory assessment on utilities (based on appropriation attributable to public utility regulation and in proportion to each utility's intrastate gross revenue) or fees in lieu of assessment prescribed by PSC. <u>Use:</u> Public utility regulation.
Securities fees	1,038,800	<u>Source:</u> Statutory filing and registration fees and administrative fines on individuals and entities (e.g., broker-dealers, agents, investment advisers, and adviser representatives) registered within securities industry. <u>Use:</u> Administration of CSCLB's statutory duties; unexpended revenue for administering Uniform Securities Act of 2008 lapses to general fund.
Tax tribunal fund	847,600	<u>Source:</u> Filing and other fees established in promulgated rules and assessed on individuals appealing state tax levies or assessments. <u>Use:</u> Michigan Tax Tribunal operations.
STATE GENERAL FUND/ GENERAL PURPOSE	\$695,800	Unrestricted state revenue from taxes and other sources.

SECTION 108: COMMISSIONS

This appropriation unit supports the Michigan Indigent Defense Commission and Michigan Unarmed Combat Commission. The Michigan Indigent Defense Commission creates and implements standards to improve indigent defense services and the Michigan Unarmed Combat Commission regulates boxing and mixed martial arts.

Full-time equated classified positions	16.0	Full-time equated (FTE) positions in the state classified service.
Michigan indigent defense commission – 16.0 FTE positions	\$2,763,000	Supports staff and administrative expenses of the commission, which develops, implements, enforces, and modifies minimum standards to ensure consistency and uniformity of indigent criminal defense services delivered in jurisdictions throughout the state. Funding Source(s): GF/GP 2,763,000 <i>Related Boilerplate Section(s): 801, 802, 803</i>
Michigan unarmed combat commission	126,200	Supports regulation of professional boxing, mixed martial arts, and associated events within the state. Funding Source(s): Restricted 126,200 <i>Related Boilerplate Section(s): None</i>
GROSS APPROPRIATION	\$2,889,200	Total of all applicable line item appropriations.
Michigan unarmed combat fund	126,200	<u>Source</u> : Fees for individuals licensed to engage in unarmed combat activities (e.g., boxers, mixed martial artists, judges, referees, managers, and promoters). <u>Use</u> : Administration and enforcement of Michigan Unarmed Combat Regulatory Act of 2004.
STATE GENERAL FUND/ GENERAL PURPOSE	\$2,763,000	Unrestricted state revenue from taxes and other sources.

SECTION 109: GRANTS

This appropriation unit supports various state grant programs – largely financing specified functions of local units of government – administered and awarded by agencies within LARA.

Firefighter training grants	\$2,300,000	Pursuant to Firefighter Training Council Act of 1966 and Michigan Fireworks Safety Act of 2011, supports grants administered by Firefighters Training Council and Bureau of Fire Services and awarded to counties (determined via population and land area subject to a \$5,000 minimum) to reimburse organized fire departments for firefighter training and other activities required under Firefighter Training Council Act of 1966.	
		Funding Source(s):	Restricted 2,300,000
		<i>Related Boilerplate Section(s): 902</i>	
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Liquor law enforcement grants	8,400,000	Pursuant to Michigan Liquor Control Code of 1998, supports grants administered by Michigan Liquor Control Commission and awarded to local law enforcement agencies (approximately equivalent to 55% of revenue generated by retail liquor licensure fees collected within each jurisdiction) for enforcement of Liquor Control Code of 1998 and associated rules.	
		Funding Source(s):	Restricted 8,400,000
		<i>Related Boilerplate Section(s): None</i>	
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Marihuana operation and oversight grants	3,000,000	Supports grants administered by LARA and awarded to counties (upon application and proportional to the number of medical marihuana registration cards issued or renewed in each county) for education and outreach programs relating to the medical marihuana program under the Michigan Medical Marihuana Act of 2008 and the adult-use program under the Michigan Regulation and Taxation of Marihuana Act of 2018.	
		Funding Source(s):	Restricted 3,000,000
		<i>Related Boilerplate Section(s): 901</i>	
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Michigan indigent defense commission grants	148,917,400	Supports grants distributed to funding units of district and circuit courts to implement MIDC-approved compliance plans. Compliance plans are intended to bring indigent defense systems into compliance with four standards approved by MIDC.	
		Funding Source(s):	Restricted 300,000 GF/GP 148,617,400
		<i>Related Boilerplate Section(s): None</i>	
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Remonumentation grants	6,800,000	Pursuant to State Survey and Remonumentation Act of 1990, supports grants administered by Office of Land Survey and Remonumentation and awarded to counties (upon application and subject to minimum allocations of recording fees collected by Register of Deeds for each county) for implementation of plans to survey, remonument, and maintain original national Public Land Survey System corners.	
		Funding Source(s):	Restricted 6,800,000
		<i>Related Boilerplate Section(s): None</i>	
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Utility consumer representation	850,000	Pursuant to Michigan Public Service Commission Act of 1939, supports grants administered by Utility Consumer Participation Board and awarded to nonprofit organizations and local units of government (upon application and approval) for representation and advancement of residential utility customers' interests in administrative and judicial proceedings.
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Funding Source(s): Restricted 850,000

Related Boilerplate Section(s): None

GROSS APPROPRIATION \$170,267,400 Total of all applicable line item appropriations.

Fireworks safety fund	2,300,000	<u>Source:</u> Consumer fireworks safety certificate fees and a statutory ad valorem fee on retail fireworks transactions. <u>Use:</u> Administration of Michigan Fireworks Safety Act of 2011 and firefighter training under direction of Firefighters Training Council.
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Liquor license revenue	8,400,000	<u>Source:</u> Statutory licensure and permit fees for retailers of beer, wine, and liquor. <u>Use:</u> MLCC administration of licensing and enforcement provisions of Liquor Control Code of 1998, enforcement of Code and associated rules by local law enforcement agencies, and programs to prevent and treat alcoholism.
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Local indigent defense reimbursement	300,000	<u>Source:</u> 20% of partially indigent reimbursements collected by indigent defense systems in district and circuit courts. <u>Use:</u> Supporting indigent criminal defense systems.
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Marihuana registry fund	100	<u>Source:</u> Medical marihuana registry identification card application and renewal fees. <u>Use:</u> Operation and oversight of Michigan Medical Marihuana Program.
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Marihuana regulation fund	2,999,900	<u>Source:</u> Licensing and other fees levied under Michigan Regulation and Taxation of Marihuana Act of 2018 and revenues from 10% excise tax on marijuana sales made by adult-use establishments. <u>Use:</u> Implementation, administration, and enforcement of Michigan Regulation and Taxation of Marihuana Act of 2018, with other statutorily required distributions.
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Survey and remonumentation fund	6,800,000	<u>Source:</u> Statutory fee on county registers of deeds for recording of any instrument. <u>Use:</u> Implementation, directly or through annual grants to counties, of county plans under State Survey and Remonumentation Act of 1990.
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Utility consumer representation fund	850,000	<u>Source:</u> Assessments on energy utilities applying to PSC for initiation of energy cost recovery proceedings, based on statutory formulae. <u>Use:</u> Operation of Utility Consumer Participation Board and grants to support representation of residential utility customers' interests in administrative and judicial proceedings.
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**STATE GENERAL FUND/ \$148,617,400 Unrestricted state revenue from taxes and other sources.
GENERAL PURPOSE**

SECTION 110: INFORMATION TECHNOLOGY

This appropriation unit supports department-wide information technology (IT) services and projects.

Information technology services and projects	\$19,807,100	Supports various information technology services and projects provided by the Department of Technology, Management, and Budget for LARA; individual programmatic line items also incur IT-related charges.
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Funding Source(s):	Federal	1,087,300
	Restricted	17,455,800
	GF/GP	1,264,000

Related Boilerplate Section(s): None

GROSS APPROPRIATION \$19,807,100 Total of all applicable line item appropriations.

DOT, gas pipeline safety	45,000	<u>Source:</u> U.S. Dept. of Transportation, Pipeline and Hazardous Materials Safety Administration. <u>Use:</u> Development, support, and maintenance of state gas and hazardous liquid pipeline safety programs.
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EPA, underground storage tanks	100,200	<u>Source:</u> U.S. Environmental Protection Agency, Office of Solid Waste and Emergency Response. <u>Use:</u> Development and implementation of underground storage tank programs and for leak prevention, detection, and compliance.
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HHS – Medicaid, certification of health care providers and suppliers	358,300	<u>Source:</u> U.S. Dept. of Health and Human Services, Center for Medicaid and Medicare Services. <u>Use:</u> Determining healthcare provider and supplier compliance with federal health and safety standards and conditions.
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HHS – Medicare, certification of health care providers and suppliers	583,800	<u>Source:</u> U.S. Dept. of Health and Human Services, Center for Medicaid and Medicare Services. <u>Use:</u> Determining healthcare provider and supplier compliance with federal health and safety standards and conditions.
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Aboveground storage tank fees	34,600	<u>Source:</u> Statutory fees for applications and tank certifications for firms maintaining filling locations or specified aboveground storage tanks for flammable compressed gases, liquefied petroleum, or flammable or combustible liquids. <u>Use:</u> Enforcement of Fire Prevention Code of 1941, and rules regarding delivery, dispensing, noncommercial transportation, or storage of hazardous materials.
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Accountancy enforcement fund	1,100	<u>Source:</u> Portion of statutory licensure and registration fees and all peer-review fees for practice of public accounting. <u>Use:</u> Enforcement, disciplinary, and prosecution expenses for unlicensed accountancy activities under Occupational Code of 1980.
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Boiler inspection fund	328,100	<u>Source:</u> Examination, licensure, permit, registration, and inspection fees for boiler-related occupations and facilities operating boilers. <u>Use:</u> BCC Boiler Division operations and LARA indirect overhead expenses.
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Construction code fund	1,290,900	<u>Source:</u> Certification, examination, inspection, licensure, registration, plan review, permit, and other fees assessed for building-, electrical-, mechanical-, or plumbing-related occupations, or installing building-, electrical-, mechanical-, or plumbing-related products. <u>Use:</u> BCC operational and LARA overhead expenses for regulating individuals and products within construction industry.
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Corporation fees	4,240,100	<u>Source:</u> Statutory copy, examination, filing, franchise, registration, and other fees assessed on business and nonprofit entities (e.g., corporations, partnerships, and LLCs) within Michigan. <u>Use:</u> Administration of LARA's statutory duties.
Elevator fees	476,900	<u>Source:</u> Examination, inspection, licensure, and permit fees for elevator-related occupations and facilities operating elevators. <u>Use:</u> Issuing elevator certificates, licenses, and permits; conducting inspections.
Fire safety standard and enforcement fund	3,000	<u>Source:</u> Triennial statutory fee on cigarette manufacturers for fire safe cigarette certification. <u>Use:</u> Enforcement, oversight, processing, and testing activities under Fire Safety Standard and Firefighter Protection Act of 2009.
Fire service fees	538,300	<u>Source:</u> Inspection and plan review fees charged to hospitals and schools. <u>Use:</u> Operation and maintenance inspections of hospitals and plan reviews and construction inspections of hospitals and schools.
Fireworks safety fund	52,000	<u>Source:</u> Consumer fireworks safety certificate fees and a statutory ad valorem fee on retail fireworks transactions. <u>Use:</u> Administration of Michigan Fireworks Safety Act of 2011 and firefighter training under direction of Firefighters Training Council.
Health professions regulatory fund	1,854,100	<u>Source:</u> Statutory licensure and examination fees for various health professions (e.g., physicians, pharmacists, psychologists, dentists, nurses). <u>Use:</u> Implementation, administration, and enforcement of Articles 7 and 15 of Public Health Code of 1978.
Health systems fees	298,200	<u>Source:</u> Statutory licensure, certification, and permit fees for licensed health care facilities (hospitals, hospices, nursing homes, freestanding surgical outpatient facilities, substance use disorder programs, etc.). <u>Use:</u> Implementation, administration, and enforcement of Articles 6 and 17 of Public Health Code of 1978 and Chapter 1 of Mental Health Code of 1974.
Licensing and regulation fund	1,101,700	<u>Source:</u> Examination, inspection, licensure, registration, and other statutory fees for individuals and entities regulated in occupations under Occupational Code of 1980 and other statutes (e.g., accountants, architects, barbers, cosmetologists, funeral directors, engineers, realtors, and residential builders). <u>Use:</u> LARA's operational costs.
Liquor purchase revolving fund	3,518,000	<u>Source:</u> Wholesale markup (subject to statutory limits) on liquor products the MLCC sells to retail licensees. <u>Use:</u> Replenishing, maintaining, warehousing, and distributing liquor inventory throughout the state and administration of Liquor Control Code of 1998; unexpended revenue lapses to general fund.
Marihuana registry fund	447,100	<u>Source:</u> Medical marihuana registry identification card application and renewal fees. <u>Use:</u> Operation and oversight of Michigan Medical Marihuana Program.
Marihuana regulation fund	361,600	<u>Source:</u> Licensing and other fees levied under Michigan Regulation and Taxation of Marihuana Act of 2018 and revenues from 10% excise tax on marijuana sales made by adult-use establishments. <u>Use:</u> Implementation, administration, and enforcement of Michigan Regulation and Taxation of Marihuana Act of 2018, with other statutorily required distributions.

Marihuana regulatory fund	741,300	<u>Source:</u> Licensing fees and regulatory assessments levied on medical marihuana facilities. <u>Use:</u> Implementation, administration, and enforcement of Medical Marihuana Facilities Licensing Act of 2016.
Michigan unarmed combat fund	6,800	<u>Source:</u> Fees for individuals licensed to engage in unarmed combat activities (e.g., boxers, mixed martial artists, judges, referees, managers, and promoters). <u>Use:</u> Administration and enforcement of Michigan Unarmed Combat Regulatory Act of 2004.
Mobile home code fund	176,100	<u>Source:</u> Statutory licensure, permit, plan review, and transfer fees for mobile home dealers and installers, mobile home owners, and mobile home park developers and operators. <u>Use:</u> BCC and BFS operations and LARA indirect overhead expenses.
PMECSEMA fund	38,600	<u>Source:</u> Portion of statutory licensure fees to dispense, distribute, manufacture, prescribe, or research controlled substances. <u>Use:</u> Pain management education for health professionals; controlled substances diversion prevention; development and maintenance of electronic monitoring system for controlled substances data.
Public utility assessments	1,242,900	<u>Source:</u> Statutory assessment on utilities (based on appropriation attributable to public utility regulation and in proportion to each utility's intrastate gross revenue) or fees in lieu of assessment prescribed by PSC. <u>Use:</u> Public utility regulation.
Real estate appraiser education fund	1,000	<u>Source:</u> Portion of statutory licensure and certification fees for individuals engaged in real estate appraisal. <u>Use:</u> Programs related to real estate appraisers' educational requirements.
Real estate education fund	1,900	<u>Source:</u> Portion of statutory licensure fees for engaging in real estate brokering, associate brokering, or sales. <u>Use:</u> Programs related to educational requirements of real estate brokers, associate brokers, and salespersons.
Refined petroleum fund	170,800	<u>Source:</u> Statutory 1-cent per gallon regulatory fee levied on refined petroleum products. <u>Use:</u> Various programs within LARA, MDARD, and EGLE.
Restructuring mechanism assessments	28,100	<u>Source:</u> Monthly assessments (based on statutory formula) on providers of retail intrastate telecommunications services and commercial mobile services. <u>Use:</u> Administration of restructuring mechanism to compensate local exchange carriers for reduced intrastate access charges.
Securities fees	244,000	<u>Source:</u> Statutory filing and registration fees and administrative fines on individuals and entities (e.g., broker-dealers, agents, investment advisers, and adviser representatives) registered within securities industry. <u>Use:</u> Administration of CSCLB's statutory duties; unexpended revenue for administering Uniform Securities Act of 2008 lapses to general fund.
Securities investor education and training fund	1,000	<u>Source:</u> Statutory civil fines, costs of investigations, and administrative assessments for individuals and entities (e.g., broker-dealers, agents, investment advisers, and adviser representatives) registered within securities industry. <u>Use:</u> Education and training of Michigan residents in matters concerning securities laws and investment issues; balance exceeding \$1.0 million lapses to general fund.

Survey and remonumentation fund	74,100	<u>Source</u> : Statutory fee on county registers of deeds for recording any instrument. <u>Use</u> : Implementation, directly or through annual grants to counties, of county plans under State Survey and Remonumentation Act of 1990.
Tax tribunal fund	183,500	<u>Source</u> : Filing and other fees established in promulgated rules and assessed on individuals appealing state tax levies or assessments. <u>Use</u> : Michigan Tax Tribunal operations.
STATE GENERAL FUND/ GENERAL PURPOSE	\$1,264,000	Unrestricted state revenue from taxes and other sources.

SECTION 111: ONE-TIME APPROPRIATIONS

This appropriation unit contains FY 2022-23 appropriations that are intended by the legislature to be one-time allocations and may or may not be reauthorized in future fiscal years.

Bureau of fire services – smoke detectors	\$1,000,000	Provides funding for the Bureau of Fire Services to purchase and distribute sealed-battery smoke detectors to Michigan residents.
		Funding Source(s): GF/GP 1,000,000
		<i>Related Boilerplate Section(s): 1001</i>
Cannabis market taxation and regulatory compliance analysis pilot program	500,000	Provides funding for a pilot program to analyze tax reporting, collection, and regulatory compliance within the Michigan cannabis market.
		Funding Source(s): Restricted 500,000
		<i>Related Boilerplate Section(s): 1002</i>
Corporations online filing modernization	2,343,600	Provides funding to modernize the Corporations Online Filing System, which is used to process and store millions of records for entities regulated by the Corporations, Securities, and Commercial Licensing Bureau.
		Funding Source(s): Restricted 2,343,600
		<i>Related Boilerplate Section(s): None</i>
Michigan saves	2,500,000	Grant funding for a nonprofit green bank to provide credit enhancement tools for renewable energy and energy efficiency improvement loans to commercial, residential, and public entities.
		Funding Source(s): GF/GP 2,500,000
		<i>Related Boilerplate Section(s): 1003</i>
Michigan task force on foreign trained medical professional licensing	1,000,000	Supports costs associated with a task force to create proposals for reducing licensure barriers for medical professionals who were trained outside the United States and to implement the task force's recommendations.
		Funding Source(s): Restricted 1,000,000
		<i>Related Boilerplate Section(s): None</i>
Urban search and rescue	1,000,000	Provides funding for the Michigan Task Force-1, which provides technical rescue operations expertise and equipment in the event of disasters or emergencies causing structural damage to buildings or trapping people in collapsed structures.
		Funding Source(s): GF/GP 1,000,000
		<i>Related Boilerplate Section(s): None</i>
GROSS APPROPRIATION	\$8,343,600	Total of all applicable line item appropriations.
Corporation fees	2,343,600	<u>Source:</u> Statutory copy, examination, filing, franchise, registration, and other fees assessed on business and nonprofit entities (e.g., corporations, partnerships, and LLCs) within Michigan. <u>Use:</u> Administration of LARA's statutory duties.

Health professions regulatory fund	1,000,000	<u>Source:</u> Statutory licensure and examination fees for various health professions (e.g., physicians, pharmacists, psychologists, dentists, nurses). <u>Use:</u> Implementation, administration, and enforcement of Articles 7 and 15 of Public Health Code of 1978.
Marihuana regulation fund	500,000	<u>Source:</u> Licensing and other fees levied under Michigan Regulation and Taxation of Marihuana Act of 2018 and revenues from 10% excise tax on marijuana sales made by adult-use establishments. <u>Use:</u> Implementation, administration, and enforcement of Michigan Regulation and Taxation of Marihuana Act of 2018, with other statutorily required distributions.
STATE GENERAL FUND/ GENERAL PURPOSE	\$4,500,000	Unrestricted state revenue from taxes and other sources.

BOILERPLATE SECTION INFORMATION

GENERAL SECTIONS

Sec. 201. State Spending and Payments to Local Units of Government

Provides total state spending from state sources and payments to be made to local units of government.

Sec. 202. Applicability of Management and Budget Act

Subjects appropriations to Management and Budget Act, 1984 PA 431.

Sec. 203. Terms and Acronyms

Defines various terms and acronyms appearing in the article.

Sec. 204. Internet Reporting Requirements

Requires LARA to use internet to fulfill reporting requirements; authorizes transmission of reports via e-mail.

Sec. 205. Purchase of Foreign Goods

Prohibits purchase of foreign goods or services if competitively priced and comparable quality American goods or services are available; gives preference to goods and services from Michigan businesses and Michigan businesses owned and operated by veterans.

Sec. 206. Communication with the Legislature – UNENFORCEABLE

Prohibits LARA from taking disciplinary action against employees for communicating with legislators or their staff, unless the communication is prohibited by law. (*Governor's signing letter states this section is unenforceable.*)

Sec. 207. Out-of-State Travel

Requires LARA to report on out-of-state travel expenses in the prior fiscal year that were paid for, in whole or in part, with state appropriations.

Sec. 208. Hiring of External Counsel

Prohibits using appropriations to hire a person to provide legal services that are the responsibility of the attorney general; prohibition does not apply to legal services for bonding activities or services authorized by attorney general.

Sec. 209. General Fund Lapse Report

Requires SBO to report on estimated general fund lapses by major program or program areas at close of prior fiscal year.

Sec. 210. Contingency Authorization

Appropriates up to \$1.0 million in federal, \$1.5 million in state restricted, \$200,000 in local, and \$100,000 in private contingency authorization; authorizes expenditure of funds after legislative transfer to specific line items.

Sec. 211. Transparency Website

Requires LARA, in cooperation with DTMB, to maintain a searchable website accessible by public at no cost that includes information on expenditures, vendor payments, number of active employees, job specifications, and wage rates.

Sec. 212. Restricted Funds Report

Requires LARA to work with SBO to report on estimated restricted fund revenues, expenditures, and fund balances for the prior two fiscal years.

Sec. 213. Department Scorecard Website

Requires LARA to maintain, on a publicly accessible website, a scorecard that identifies, tracks, and regularly updates key metrics used to monitor and improve department performance.

Sec. 214. Legacy Costs

Identifies total funding estimated to be expended on legacy costs in FY 2022-23, \$40.4 million (\$24.5 million on pension related legacy costs and \$15.9 million on health care legacy costs).

Sec. 215. Deprived and Depressed Communities

Requires LARA director to make an effort to contract with businesses in deprived and depressed communities.

Sec. 216. FTE Vacancies and Remote Work Report

Requires LARA to submit quarterly reports containing FTE volumes and a comparison of actual and authorized FTE position counts; requires an annual report on the number of employees engaged in remote work in 2022, number of employees authorized to work remotely and actual number working remotely, and estimated net cost savings and reduced use of office space achieved by remote work.

BOILERPLATE SECTION INFORMATION

Sec. 217. Work Project Usage – UNENFORCEABLE

Stipulates that appropriations are not to be expended, if possible, until all existing work project authorization for the same purpose is exhausted. *(Governor's signing letter states this section is unenforceable.)*

Sec. 218. State Administrative Board Transfers – UNENFORCEABLE

Stipulates that the legislature may intertransfer funds via concurrent resolution if the State Administrative Board transfers funds. *(Governor's signing letter states this section is unenforceable.)*

Sec. 219. Retention of Reports

Requires LARA to receive and retain copies of all reports funded by the department's budget, while complying with federal and state guidelines for records retention.

Sec. 220. Report on Policy Changes for Public Act Implementation

Requires LARA to report on policy changes made to implement public acts that took effect during the prior calendar year.

Sec. 221. Severance Pay Reporting

Requires LARA to report any severance pay for a director or other high-ranking official not later than 14 days after a severance agreement is signed; requires LARA to maintain an internet site posting any severance pay in excess of 6 weeks of wages; requires report on total amount of severance pay remitted and number of LARA employees receiving severance pay in FY 2021-22.

Sec. 222. COVID-19 Vaccine Stipulations

Prohibits requiring proof of having received a COVID-19 vaccine as a condition of accessing any facility or services, except as required by federal law; prohibits producing, developing, issuing, or requiring a COVID-19 vaccine passport; prohibits developing a database or making an existing database publicly available to access an individual's COVID-19 vaccine status; prohibits requiring proof of having received a COVID-19 vaccine as a condition of employment, with exceptions for hospitals and medical facilities; prohibits adverse employment consequences due to an individual's COVID-19 vaccination status; requires that exemptions be created for individuals who medically cannot receive the vaccine or who have religious or consistently held objections to vaccination if a federal mandate requires establishment of a COVID-19 vaccine policy.

Sec. 223. In-Person Work

Expresses legislative intent that LARA maximize the efficiency of the state workforce and prioritize in-person work where possible; requires LARA to post its in-person, remote, or hybrid work policy on its website.

Sec. 224. Federal Funds Carry-Forward

Authorizes LARA to carry-forward federal pass-through funds to local governments into succeeding fiscal year, so long as no additional state matching funds are required; requires department to report the receipt of federal pass-through funds within 14 days of their receipt.

Sec. 225. Private Grant Funded Projects

Authorizes appropriation of private grant revenues, subject to a limitation of \$1.5 million; requires report to legislature within 10 days of receiving grants from private entities.

Sec. 226. Informational, Training, and Special Events Revenues and Expenditures

Authorizes LARA to charge registration fees for events sponsored by LARA; requires fees to reflect costs of sponsoring events; appropriates revenue generated by fees for sponsorship costs; authorizes excess revenue to be carried forward; limits appropriation to \$500,000.

Sec. 227. Fees for Customized Listings

Authorizes LARA to provide customized lists of non-confidential information to interested parties and to charge reasonable fees; requires funds to lapse to appropriate restricted fund accounts.

Sec. 228. Sale of Documents

Authorizes LARA to sell various agency documents at cost of production; requires revenue to carry forward; appropriates funds collected under 1969 PA 306 for cost of publication and distribution.

BOILERPLATE SECTION INFORMATION

Sec. 229. Regulatory Statistical Report

Requires LARA to submit annual report specifying and summarizing statistical information pertaining to fees, revenues, expenditures, application determinations, timeliness, examinations, complaints, investigations, enforcement actions, administrative hearings, and adjudications for regulatory products administered by specified agencies within LARA.

Sec. 230. Employee Performance Monitoring Process

Expresses legislative intent that LARA establish a consistent employee performance monitoring process and requires quarterly reports on planned or implemented changes to that process and the number of evaluations performed.

Sec. 231. Increased Payment Options

Authorizes LARA to receive payment for licenses, permits, and fees via credit card or other electronic payment means.

Sec. 232. Television and Radio Production Expenditure Report

Requires LARA to report any expenditure of funds to a third-party vendor for television or radio productions; delineates information to be included.

Sec. 233. Pending Litigation

Stipulates that pending litigation related to a licensee must not delay LARA investigations and licensing actions, unless prohibited by law.

Sec. 234. Training Materials Reporting

Requires LARA to report on materials that employees and contractors are required to review or complete for mandatory training; requires materials be made available to subcommittee members or their designees for review.

Sec. 235. Customer Service and Business Ethics Training – UNENFORCEABLE

Requires all LARA employees to participate in 2 hours of customer service and business ethics training; stipulates topics that must be included in the training; requires a report on the training. (*Governor's signing letter states this section is unenforceable.*)

PUBLIC SERVICE COMMISSION

Sec. 301. Low-Income Energy Assistance Grant Program

Stipulates PSC administers the low-income energy assistance grant program on behalf of MDHHS, and funds supporting the program are appropriated upon awarding of grants and may be used for grant payments or administrative program expenses.

Sec. 302. Low Carbon Energy Infrastructure Enhancement and Development

(1) Requires funding be used only for grants to businesses, nonprofit organizations, and local government units for planning, developing, designing, acquiring, or constructing low carbon energy facilities, which may include natural gas and combined heat and power facilities and electrification programs; (2) requires PSC to develop and implement a grant application process within 6 months and establishes prioritization criteria for grant approvals; (3) establishes requirements for grant applicants, including submission of an impact study and proposal with a cost-benefit analysis and emissions details; (4) establishes further requirements for grant applicants for renewable natural gas infrastructure projects; (5) provides a 45-day review period for affected entities to review and comment on an application and a 15-day period for an applicant to modify their initial proposal; (6) requires PSC award grants to applicants who have met the grant criteria; (7) requires grant recipients to report to PSC on how the money was used within 30 days after a project's completion; (8) defines "renewable natural gas"; (9) designates unexpended funding as a work project appropriation.

LIQUOR CONTROL COMMISSION

Sec. 401. Investigation of Direct Shipments of Wine and Report

Requires MLCC to use funds appropriated from Direct Shipper Enforcement Fund – as required under Section 203(11) of Michigan Liquor Control Code, 1998 PA 58 – to investigate illegal direct shipments of wine and that notice be sent to entities found to have illegally shipped wine into the state; requires MLCC to submit report detailing activities to investigate illegal shipping of wine.

OCCUPATIONAL REGULATION

Sec. 501. Fire Safety Fees

Establishes fee schedule for inspections of hospitals and plan reviews of hospitals and schools by Bureau of Fire Services, in accordance with Section 2c of 1941 PA 207.

BOILERPLATE SECTION INFORMATION

Sec. 502. Elevator Fees

Authorizes unexpended elevator regulation fee revenue, collected under 1967 PA 227 and 1976 PA 333, to be carried forward.

Sec. 503. Veteran Fee Exemption Report

Requires LARA to submit report providing number of veterans exempted from fees, specific fees and amount of revenue exempted, costs of services provided to exempted veterans during preceding fiscal year, and estimate of revenue lost due to exemptions in current and subsequent fiscal years.

Sec. 504. Health Systems Revenue Carryforward

Authorizes LARA to carry forward collected revenue in excess of appropriation for Health Systems Administration.

Sec. 505. Fireworks Safety Inspection Reimbursement Report

Requires LARA to submit report providing information on amount of reimbursements to local units of government for delegated inspections of fireworks retail locations pursuant to Michigan Fireworks Safety Act.

Sec. 506. Fees for False Final Inspections by the Bureau of Fire Services

Authorizes BFS to assess a fee not to exceed \$200 if BFS responds to multiple confirmed false inspection appointments; requires LARA to identify revenue generated by fee within state's accounting system; requires report pertaining to fee, its effect on BFS costs, and recommendations to legislature.

Sec. 507. Michigan Automated Prescription System (MAPS) Report

Requires LARA to submit report detailing usage statistics for MAPS, department actions resulting from information obtained from MAPS, and integrations between MAPS and electronic health record systems.

Sec. 508. Notice of AFC, HFA, and LTC Facility Closing

Requires LARA to serve a facility and notify offices of representing legislators and the subcommittees on MDHHS when an order of suspension is received for a licensed adult foster care home, home for the aged, or nursing home.

Sec. 509. Masking Requirement Prohibition

Prohibits LARA from enforcing masking requirements for children under 5 years of age and from taking any licensing or administrative action against licensees for not enforcing such a requirement.

Sec. 510. Carnival-Amusement and Ski Area Safety Inspections

Stipulates that at least \$900,000 of the BCC appropriation must be allocated for additional inspections and enforcement activities for the Carnival-Amusement Safety Act of 1966 and the Ski Area Safety Act of 1962.

Sec. 511. Homeowner Construction Lien Recovery Fund

Appropriates unexpended funds in Homeowner Construction Lien Recovery Fund for payment of court-ordered construction lien judgments entered prior to August 23, 2010.

Sec. 512. Inspections of Places of Public Assembly

Requires BFS to allocate \$228,900 to increase the number of inspections conducted at places of public assembly.

CANNABIS REGULATORY AGENCY

Sec. 601. Cannabis Regulatory Agency Programs Report

Requires LARA to submit report on all marijuana programs administered by the CRA, which must include information on application volumes and determinations, timeliness, revenues, expenditures, complaints, investigations, enforcement actions, and other topics.

Sec. 602. Cannabis Regulatory Agency Investigative Reports

Requires CRA to post quarterly reports on a publicly accessible website detailing the number of investigative reports identifying suspected illegal or irregular activity, number of reports that identify suspected product without required tracking numbers, number of public complaints regarding product without required tracking numbers, number of public complaints regarding unlicensed commercial production or sale of delta-8 THC, number and outcome of CRA disciplinary proceedings, and number and category of law enforcement agency referrals.

Sec. 603. Hemp Programs Report

Requires LARA to submit a report on all hemp programs administered by the CRA, which must include revenue collected from regulatory and licensing activities, total cost of administering hemp regulatory and licensing programs, number of hemp licensees by county, a description of any fees CRA assesses on hemp licensees, and a list and description of any personnel functions transferred to CRA under EO 2022-1.

BOILERPLATE SECTION INFORMATION

Sec. 604. CRA Inspection Activities

Requires CRA to use at least 5.0 FTEs to conduct in-person no-notice inspections of licensed processors, with priority given to facilities that produce distillate or other concentrates and those producing the most product; requires quarterly reporting on inspection outcomes, public complaints, and disciplinary proceedings; requires a report regarding disciplinary proceedings initiated against a licensee stemming from reports resulting from activities undertaken under the section.

COMMISSIONS

Sec. 801. Michigan Indigent Defense Commission Receipt of Federal Funding

Authorizes MIDC to receive and expend up to \$250,000 in federal Byrne grant funding and up to \$300,000 in other federal grant funding, if made available from U.S. Department of Justice.

Sec. 802. Michigan Indigent Defense Commission Report on Incremental Costs

Requires MIDC to submit report on incremental costs associated with standard development process, compliance plan process, and collection of data from all indigent defense systems and attorneys providing indigent defense.

Sec. 803. MIDC Construction Expenses Prohibition – UNENFORCEABLE

Prohibits an MIDC grant from being used by recipient to support construction expenses for new structures. (*Governor's signing letter states this section is unenforceable.*)

DEPARTMENT GRANTS

Sec. 901. Marihuana Operation and Oversight Grants

Requires LARA to award Marihuana Operation and Oversight Grants to counties; requires LARA to post a listing of available grant funds; requires report submission by counties and LARA pertaining to amounts, recipients, and uses of grants.

Sec. 902. Firefighter Training Grants

Requires appropriation to be expended for payments to counties for purposes pursuant to 1966 PA 291; specifies minimum disbursement to each county; requires annual report identifying potential and actual disbursements and other information.

ONE-TIME APPROPRIATIONS

Sec. 1001. Bureau of Fire Services – Smoke Detectors

Requires BFS to purchase and distribute sealed-battery smoke detectors to Michigan residents and allows BFS to purchase smoke detectors with additional capabilities for individuals with physical or psychological conditions that require an accommodative technology.

Sec. 1002. Cannabis Market Taxation and Regulatory Compliance Analysis Pilot Program

Requires CRA to award a grant to conduct a pilot program to analyze tax reporting, collection, and regulatory compliance within the cannabis market; provides qualifications that must be considered when awarding the grant; requires a report regarding program findings and plans of action.

Sec. 1003. Michigan Saves Appropriation Use

Allows PSC to award a \$2.5 million grant to a nonprofit green bank to make loans more affordable for families, businesses, and public entities in Michigan; stipulates grant funds may be used for a loan loss reserve fund or similar financial instrument.



Mary Ann Cleary, Director
 Kevin Koorstra, Deputy Director
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AREAS OF RESPONSIBILITY

Agriculture and Rural Development.....	William E. Hamilton
Attorney General	Michael Clossen
Auditor General	Viola Bay Wild
Bill Analysis	Rick Yuille
	Edith Best; Holly Kuhn; Josh Roesner; Alex Stegbauer; Sue Stutzky
Capital Outlay	Perry Zielak
Civil Rights	Michael Clossen
Community Colleges.....	Perry Zielak
Corrections	Robin R. Risko
Economic and Revenue Forecasting	Benjamin Gielczyk; Jim Stansell
Education (Department)	Michael Benson
Environment, Great Lakes, and Energy.....	Austin Scott
Executive Office	Viola Bay Wild
Fiscal Oversight, Audit, and Litigation	Mary Ann Cleary
Health and Human Services:	
Child Welfare, Child Support, Community Services	Sydney Brown
Medicaid, Physical and Behavioral Health.....	Kevin Koorstra
Public Assistance, Field Operations, Medicaid-backup	Kent Dell
Public Health and Aging.....	Victoria Amponsah
Higher Education.....	Perry Zielak
Insurance and Financial Services	Marcus Coffin
Judiciary.....	Robin R. Risko
Labor and Economic Opportunity.....	Viola Bay Wild
Legislature	Viola Bay Wild
Licensing and Regulatory Affairs.....	Marcus Coffin
Local Finance	Benjamin Gielczyk
Lottery	Viola Bay Wild; Benjamin Gielczyk
Michigan Strategic Fund	Viola Bay Wild
Military and Veterans Affairs.....	Michael Clossen
Natural Resources.....	Austin Scott
Natural Resources Trust Fund.....	Austin Scott
Retirement.....	Benjamin Gielczyk
Revenue Forecasting	Benjamin Gielczyk; Jim Stansell
Revenue Sharing	Benjamin Gielczyk; Jim Stansell
School Aid.....	Michael Benson; Jacqueline Mullen
State (Department)	Michael Clossen
State Police	Marcus Coffin
Supplemental Coordinator	Robin R. Risko
Tax Analysis	Benjamin Gielczyk; Jim Stansell
Technology, Management, and Budget.....	Michael Clossen
Transfer Coordinator	Viola Bay Wild
Transportation	William E. Hamilton
Treasury	Viola Bay Wild
Unemployment Insurance.....	Marcus Coffin



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