

#### HFA Director: Mary Ann Cleary Associate Director: Robin R. Risko

# Overview

The House Substitute for Senate Bill 565 \*(H-1) contains supplemental appropriation adjustments to various state department budgets for FY 2021-22. The bill appropriates \$4.7 billion Gross. Of that, \$3.1 billion is from federal Coronavirus-related funds that were authorized through the various federal acts in an effort to support the economic recovery of individuals, families, and businesses struggling with effects of the COVID-19 pandemic and \$945.4 million is from the federal Infrastructure Investment and Jobs Act. The bill also appropriates \$571.6 million in state general fund. Expenditure of federal Coronavirus-related funds would be subject to federal rules and regulations, which generally limit expenditures to certain populations, purposes, and/or communities.

The bill includes priorities initiated by either the legislature or by the State Budget Office in Supplemental Request 2022-2 dated February 9, 2022. Appropriation and boilerplate priorities are identified following this overview.

		FY 2021-22 Year-to-Date	FY 2021-22 Supplemental	
Budget Area		Appropriations	Change	% Change
Environment, Great Lakes, and Energy	Gross	\$689,770,700	\$1,944,297,900	281.9
	GF/GP	\$153,375,400	\$129,569,900	84.5
Labor and Economic Opportunity	Gross	\$3,250,153,600	\$1,040,999,000	32.0
	GF/GP	\$1,517,995,600	\$76,120,000	5.0
Licensing and Regulatory Affairs	Gross	\$517,236,400	\$25,000,000	4.8
	GF/GP	\$184,195,900	\$25,000,000	13.6
Natural Resources	Gross	\$464,341,400	\$450,000,000	96.9
	GF/GP	\$48,612,500	\$0	0.0
Technology, Management, and Budget -	Gross	\$1,477,099,200	\$30,000,000	2.0
Operations	GF/GP	\$286,174,500	\$0	0.0
Transportation	Gross	\$5,429,855,500	\$644,746,200	11.9
	GF/GP	\$0	\$88,100,000	
Treasury - Operations	Gross	\$1,151,235,900	\$528,946,000	45.9
	GF/GP	\$241,014,200	\$206,800,000	85.8
Treasury - Revenue Sharing	Gross	\$1,412,735,300	\$46,000,000	3.3
	GF/GP	\$433,000	\$46,000,000	10,623.6
	Gross	\$14,392,428,000	\$4,709,989,100	32.7
TOTAL	GF/GP	\$2,431,801,100	\$571,589,900	23.5

# **FY 2021-22 APPROPRIATIONS SUMMARY**

### FY 2021-22 Supplemental Appropriation Items

#### ENVIRONMENT, GREAT LAKES, AND ENERGY

### 1. IIJA – Water State Revolving Funds

Appropriates year one and two of five years' worth of federal Infrastructure Investment and Jobs Act (IIJA) funding to support loans for wastewater infrastructure (\$154.3 million) and drinking water infrastructure (\$88.2 million); to address emerging contaminants in storm water and wastewater (\$8.1 million) and drinking water (\$37.0 million); to replace lead service lines (\$138.8 million); and to provide assistance to small and disadvantaged communities for drinking water infrastructure projects (\$43.3 million). Also appropriates year one and two of five years' worth of state matching funds required to access IIJA funding (\$36.4 million GF/GP).

#### Appropriation Change

Gross	\$506,097,900
Federal	469,728,000
GF/GP	\$36,369,900

FY 2021-22 Supplemental Appropriation Items		Appropriation <u>Change</u>
<b>2. Healthy Hydration</b> Appropriates \$50.0 million federal Coronavirus State Fiscal Recovery Fund for the purchase of drinking water filtration devices in schools and child cares centers located in areas of need.	<b>Gross</b> Federal GF/GP	<b>\$50,000,000</b> 50,000,000 \$0
<b>3. Drinking Water Asset Management</b> Appropriates \$20.0 million federal Coronavirus State Fiscal Recovery Fund for grants to create asset management plans or distribution system material inventories for drinking water systems.	<b>Gross</b> Federal GF/GP	<b>\$20,000,000</b> 20,000,000 \$0
<b>4. Michigan Water Use Advisory Council</b> Appropriates \$10.0 million federal Coronavirus State Fiscal Recovery Fund to address recommendations of the Michigan Water Use Advisory Council's 2020 report.	<b>Gross</b> Federal GF/GP	<b>\$10,000,000</b> 10,000,000 \$0
<b>5.</b> ARP – Water State Revolving Funds Appropriates \$1.3 billion in federal Coronavirus State Fiscal Recovery Fund for wastewater and storm water (\$515.0 million) as well as drinking water (\$750.0 million) infrastructure improvement projects. Boilerplate earmarks include public health risk mitigation grants, sewer infrastructure, regional water authority, lead service line replacements, water main improvements, water treatment plant upgrades, and PFAS remediation.	<b>Gross</b> Federal GF/GP	<b>\$1,265,000,000</b> 1,265,000,000 \$0
6. Dam Risk Reduction Program Appropriates \$43.2 million GF/GP for dam-related projects including \$15.0 million for inspection and review of the May 2020 dam failure and \$28.2 million for dam risk reduction loans.	<b>Gross</b> GF/GP	<b>\$43,200,000</b> \$43,200,000
<b>7.</b> Failing Septic System Loan Program Appropriates \$35.0 million GF/GP for loans to protect public health and the environment by addressing failing septic systems.	<b>Gross</b> GF/GP	<b>\$35,000,000</b> \$35,000,000
<b>8. PFAS Remediation Grant Program</b> Appropriates \$15.0 million GF/GP for contaminated site remediation in Muskegon County.	<b>Gross</b> GF/GP	<b>\$15,000,000</b> \$15,000,000
LABOR AND ECONOMIC OPPORTUNITY		
<b>9.</b> Homeowner Assistance Fund Appropriates \$121.4 million in federal funding to be allocated for programs to protect housing for individuals and families struggling to maintain their housing. The department would be required to collaborate with MSHDA to distribute funding to help prevent homeowner mortgage delinquencies, defaults, foreclosures, utility or internet service loss, or homeowner displacement because of financial hardship after January 21, 2020.	<b>Gross</b> Federal GF/GP	<b>\$121,406,100</b> \$121,406,100 \$0
<b>10. Housing and Community Development Fund: Affordable Housing</b> Allocates \$50.0 million federal Coronavirus State Fiscal Recovery Fund to be deposited into the Housing and Community Development Fund and used to expand affordable housing for individuals disproportionately impacted by the COVID-19 pandemic.	<b>Gross</b> Federal GF/GP	<b>\$50,000,000</b> 50,000,000 \$0
<b>11.</b> <i>Michigan Statewide Broadband Service Grant Program</i> Appropriates \$250.6 million federal ARP Capital Projects Fund to be used to provide competitive broadband infrastructure grants for the provision of broadband service in unserved areas. Up to 5% of funding would be required to be used to operate the Michigan High-Speed Internet Office (MIHI) and to support operations of the office while the remaining federal grant funding would be available with no additional state resources required; authorizes the department to hire up to 8.0 employees to support MIHI.	<b>Gross</b> Federal GF/GP	<b>\$250,630,400</b> 250,630,400 \$0
<b>12.</b> <i>Missing Middle Gap Program</i> Appropriates \$50.0 million federal Coronavirus State Fiscal Recovery Fund to create the Missing Middle Gap program to increase housing supply for households with incomes between 185% and 300% of the federal poverty level by helping defray costs to nonprofit developers for investing in, constructing, or substantially rehabilitating properties.	Gross Federal GF/GP	<b>\$50,000,000</b> 50,000,000 \$0

FY 2021-22 Supplemental Appropriation Items		Appropriation <u>Change</u>
<b>13. Residential Clean Energy Improvements</b> Allocates \$50.0 million in federal funding to incentivize energy efficiency and health improvements for single or multi-family properties and to provide energy assistance. Properties could be owner-occupied or rental properties. Allocations would be as follows: \$10.0 million for rehabilitation of certain structural or mechanical repairs for both existing owner-occupied and rental properties; \$20.0 million for activities that stabilize and enhance neighborhoods by nonprofits and local governments; \$15.0 million to invest in and repair homes in the City of Detroit; and \$5.0 million for a low income energy assistance program administered by a non- profit in the City of Detroit.	<b>Gross</b> Federal GF/GP	<b>\$50,000,000</b> 50,000,000 \$0
14. Community Development Block Grant – Disaster Recovery Appropriates \$59.9 million in federal disaster recovery funding to help mid-Michigan address the May 2020 flooding disaster.	<b>Gross</b> Federal GF/GP	<b>\$59,898,000</b> 59,898,000 \$0
<b>15. COVID-19 Emergency Rental Assistance</b> Includes \$382.9 million in federal grant funding for emergency rental assistance to support low income renters that have experienced significant financial hardship from the COVID-19 pandemic and are at risk of becoming homeless or of experiencing housing instability.	<b>Gross</b> Federal GF/GP	<b>\$382,944,500</b> 382,944,500 \$0
<b>16.</b> Demolition of Former Deerfield Correctional Facility Includes \$1.1 million GF/GP to be allocated to the Land Bank Fast Track Authority for demolition and environmental remediation costs related to clearing and cleaning the area of the former Deerfield Correctional Facility for future redevelopment. Funds would be used to demolish all structures and abate contamination.	<b>Gross</b> GF/GP	<b>\$1,120,000</b> \$1,120,000
<b>17.</b> <i>Michigan One-Time Grant</i> Appropriates \$50.0 million GF/GP for a grant to a company for potash extraction operations.	<b>Gross</b> GF/GP	<b>\$50,000,000</b> \$50,000,000
<b>18.</b> Mobility Futures Initiative Includes \$25.0 million GF/GP for the Mobility Futures Initiative to support the state's efforts to grow the mobility workforce and industry and to develop and commercialize mobility technologies.	<b>Gross</b> GF/GP	<b>\$25,000,000</b> \$25,000,000
LICENSING AND REGULATORY AFFAIRS		
<b>19.</b> Low Carbon Energy Infrastructure Enhancement and Development Includes \$25.0 million GF/GP for grants to businesses, nonprofit organizations, and local government units for planning, developing, designing, acquiring, or constructing low carbon energy facilities, which could include natural gas facilities, combined heat and power facilities, and electrification programs.	<b>Gross</b> GF/GP	<b>\$25,000,000</b> \$25,000,000
NATURAL RESOURCES		
<b>20.</b> Local Parks and Trail Infrastructure Grants Appropriates \$200.0 million federal Coronavirus State Fiscal Recovery Fund for recreational greenways in Detroit (\$60.0 million) and Grand Rapids (\$55.0 million); the Northern Michigan Tourism and Sports Fund for facilities, sports-related tourism, and recreation in northern Michigan (\$20.0 million); and a local parks and recreation grant program (\$65.0 million).	<b>Gross</b> Federal GF/GP	<b>\$200,000,000</b> 200,000,000 \$0
<b>21.</b> State Parks and Trail Infrastructure Appropriates \$250.0 million federal Coronavirus State Fiscal Recovery Fund to develop, improve, repair, and maintain state parks, state recreation areas, and state-designated trails.	<b>Gross</b> Federal GF/GP	<b>\$250,000,000</b> 250,000,000 \$0
TECHNOLOGY, MANAGEMENT, AND BUDGET		
<b>22.</b> <i>Michigan Infrastructure Office</i> Appropriates \$5.0 million federal Coronavirus State Fiscal Recovery Fund to establish an office that will coordinate efforts across state department agencies and other federal and local partners to help ensure federal funding provided from the Infrastructure Investment and Jobs Act is used effectively and efficiently. Funds would be available to support 5.0 limited-term FTE positions until funding is exhausted.	<b>Gross</b> Federal GF/GP	<b>\$5,000,000</b> 5,000,000 \$0

		Appropriation
FY 2021-22 Supplemental Appropriation Items		Change
<b>23.</b> Coronavirus Response Activities Includes \$25.0 million federal Coronavirus State Fiscal Recovery Fund to support activities of the COVID-19 Office of Accountability, created under Executive Directive No. 2020-5, to help ensure resources are secured, monitored, and spent in response to the pandemic and in accordance with state and federal requirements.	<b>Gross</b> Federal GF/GP	<b>\$25,000,000</b> 25,000,000 \$0
TRANSPORTATION		
<b>24.</b> Road and Bridge Programs – IIJA Revenue Increase Appropriates \$316.7 million in federal funds for the following: \$237.5 million for state trunkline road and bridge capital construction programs and \$79.2 million for local federal-aid road construction programs. The allocation between state trunkline and local road programs is in accordance with provisions of Public Act 51 of 1951.	<b>Gross</b> Federal GF/GP	<b>\$316,666,700</b> 316,666,700 \$0
<b>25.</b> Public Transportation Programs – IIJA Revenue Increase Appropriates \$66.2 million in federal funds for the following: \$41.0 million for transit capital; \$9.8 million for rural area formula (nonurban operating/capital) grants; \$7.7 million for service initiatives; \$3.2 million for specialized services; \$1.6 million for intercity bus services; \$2.7 million for marine passenger program; and \$227,900 for MDOT transit program administration.	<b>Gross</b> Federal GF/GP	<b>\$66,161,000</b> 66,161,000 \$0
<b>26.</b> <i>IIJA Airport Infrastructure Grants</i> Includes \$97.8 million for capital assistance to public airports. Of that amount, \$92.8 million represents a new federal aid airport program established under IIJA, and \$5.0 million represents local matching funds associated with the existing Airport Safety, Protection, and Improvement Program.	<b>Gross</b> Federal Local GF/GP	<b>\$97,818,500</b> 92,827,000 4,991,500 \$0
<b>27.</b> <i>Pump Station Back-up Generators</i> Includes \$66.0 million federal Coronavirus State Fiscal Recovery Fund for pump station back- up generators to support a statewide program for implementation of redundant electrical service for stormwater pumping stations serving state trunkline highways.	<b>Gross</b> Federal GF/GP	<b>\$66,000,000</b> 66,000,000 \$0
<b>28.</b> Detroit New Center Intermodal Facility Includes \$10.0 million in federal RAISE grant funding for the construction of an intermodal facility (combined intercity bus and passenger rail) in the New Center area of Detroit.	<b>Gross</b> Federal GF/GP	<b>\$10,000,000</b> 10,000,000 \$0
<b>29.</b> <i>Michigan Infrastructure Grants</i> Includes \$88.1 million GF/GP for legislatively authorized projects. See associated boilerplate section 552 below for a list of the projects.	<b>Gross</b> GF/GP	<b>\$88,100,000</b> \$88,100,000
TREASURY		
<b>30.</b> 2020 Census City, Village, and Township Hold Harmless Includes \$46.0 million GF/GP to prevent negative retroactive adjustments to constitutional revenue sharing payments associated with population losses identified by the United States 2020 Census. Due to delays associated with the census, updated population data will not be applied to constitutional state revenue sharing payments until April 2022. According to provisions in the Glenn Steil State Revenue Sharing Act of 1971, the new population data is to be effective for all payments made starting October 1 of the year in which the census occurred. The act also requires the Department of Treasury to correct for overpayment or underpayment since October 1 by adjusting future payments. This funding will hold cities, villages, and townships harmless from negative adjustments being made to their revenue sharing payments.	Gross GF/GP	<b>\$46,000,000</b> \$46,000,000
<b>31. Grants for Dam Projects</b> Appropriates \$206.8 million GF/GP for dam-related projects including \$200.0 million for the Four Lakes Task Force and \$6.8 million for lake dredging and a dam emergency spillway in Clare County.	<b>Gross</b> GF/GP	<b>\$206,800,000</b> \$206,800,000
<b>32.</b> Nonentitlement Coronavirus Local Fiscal Recovery Fund Grants Includes \$322.1 million federal Coronavirus State Fiscal Recovery Fund Star to distribute to local units of government pursuant to federally designated allocations. According to federal guidelines, funding could be used for the following: to provide assistance to households, small businesses, and nonprofits; to aid industries such as tourism, travel, and hospitality; to provide premium pay for essential workers; to provide government services to the extent of the reduction in revenue relative to revenues collected in the most recent full fiscal year; and to make necessary investments in water, sewer, or broadband. Funding would be prohibited from being used for payments or deposits into any pension fund.	Gross Federal GF/GP	<b>\$322,146,000</b> 322,146,000 \$0

## ENVIRONMENT, GREAT LAKES, AND ENERGY

### Sec. 301. IIJA – Water State Revolving Funds – Clean Water Projects

Allocates \$154.3 million to be used to support wastewater systems; allocates \$8.1 million to be used to address emerging contaminants.

## Sec. 302. IIJA – Water State Revolving Funds – Drinking Water Projects

Requires funds to be allocated as follows: \$88.1 million for drinking water state revolving fund existing programs; \$138.8 million for lead service line replacement; \$37.0 million for addressing emerging contaminants; and \$43.3 million for providing assistance to small and disadvantaged communities.

## Sec. 303. IIJA – Water State Revolving Funds – Work Project Authorization

Designates unexpended funding as work project appropriations; purpose of the program is to support clean water and drinking water projects.

# Sec. 304. Healthy Hydration

Requires the department to work with the Department of Education to purchase filtered drinking water stations or water filters to filter organic and manmade materials and chemicals from drinking water in schools and child care centers located in areas of need; requires schools to provide 50% matching funds; designates unexpended funding as a work project appropriation; purpose of the program is to implement a program to reimburse school districts, nonpublic schools, and child care centers for filtered drinking water stations, tap mounted water filters, water filter pitchers, or universal cartridge water filters.

# Sec. 305. Drinking Water Asset Management

Requires appropriation to be used for grants of up to \$1.0 million to create asset management plans or distribution system material inventories for drinking water systems; requires not less than 25% of the appropriation to be awarded to water systems serving a population of not more than 10,000, excluding state correctional facility prisoner populations; designates unexpended funding as a work project appropriation; purpose of the program is to create asset management plans or distribution system material inventories for drinking water systems.

# Sec. 306. Michigan Water Use Advisory Council

Requires the department to collaborate with the council to address recommendations included in the council's 2020 report; designates unexpended funding as a work project appropriation; purpose of the program is to address recommendations included in the Michigan Water Use Advisory Council's 2020 report.

# Sec. 307. ARP – Water State Revolving Funds – Clean Water

Allocates \$515.0 million to be used for clean water infrastructure improvements and public health risk reduction efforts; authorizes the department to hire 2.0 limited-term staff for clean water infrastructure improvements; requires the department to maximize geographic distribution of funds by meeting certain requirements; allocates up to \$20.0 million for substantial public health risk grants capped at \$2.0 million per project; allocates \$72.0 million to be used for priority wastewater infrastructure projects to address combined sewer overflows, pumping capacity, and sewer rehabilitation in Macomb County; allocates \$25.0 million to be used for the Great Lakes Water Authority; designates unexpended funding as a work project appropriation; purpose of the program is to improve clean water infrastructure.

### Sec. 308. ARP – Water State Revolving Funds – Drinking Water

Allocates \$750.0 million to be used for drinking water improvements including lead service line replacements, water main improvements, and water treatment plant upgrades; authorizes the department to hire 2.0 limited-term staff for drinking water improvements; requires the department to maximize geographic distribution of funds by meeting certain requirements; requires at least a quarter of the appropriation, aside from specific allocations, to be used for lead service line replacement and PFAS remediation; allocates \$18.0 million to be used for the consolidation and contamination risk reduction program to provide drinking water assistance to remove or reduce PFAS or other contaminants including extension of water main to residential properties impacted by contamination in losco County (\$8.6 million); allocates \$45.0 million to be used for drinking water infrastructure improvements in Benton Harbor; allocates \$75.0 million to be used for lead service line replacement in Detroit; allocates \$5.9 million to be used for a water tower and backup system in Genesee County; designates unexpended funding as a work project appropriation; purpose of the program is to improve drinking water infrastructure.

### Sec. 309. Dam Risk Reduction Program

Allocates \$15.0 million to be used by the department for expenses related to permitting, inspection, review, and consulting for projects associated with flooding and dam management related to dam failure in May 2020 and requires that \$3.0 million of this allocation be granted to Midland County for the creation of a water management plan related to flooding issues; requires appropriation to be disbursed as reimbursements for incurred costs; designates unexpended funding as a work project appropriation; purpose of the program is to support projects associated with flooding and dam management.

#### Sec. 310. Failing Septic System Loan Program

Requires appropriation to be used for loans to provide low or no interest loans to municipalities, residents, and other entities to protect public health and the environment through addressing failing septic systems; designates unexpended funding as a work project appropriation; purpose of the program is to protect public health by addressing failing septic systems.

#### Sec. 311. PFAS Remediation Grant Program

Requires appropriation to be used for contaminated site remediation in Muskegon County; designates unexpended funding as a work project appropriation; purpose of the program is for PFAS remediation activities at a former industrial site contiguous with Muskegon Lake with no viable ownership entity.

### LABOR AND ECONOMIC OPPORTUNITY

### Sec. 351. Homeowner Assistance Fund

Requires LEO to administer the Homeowner Assistance Fund and collaborate with MSHDA to distribute funding to help prevent homeowner mortgage delinquencies, defaults, foreclosures, utility loss, or homeowner displacement because of financial hardship after January 21, 2020; designates unexpended funding as a work project appropriation.

#### Sec. 352. Housing and Community Development Fund: Affordable Housing

Requires funding be deposited into the Housing and Community Development Fund and be allocated to MSHDA to expand affordable housing for individuals disproportionately impacted by the COVID-19 pandemic; designates unexpended funding as a work project appropriation.

### Sec. 353. Housing and Community Development Fund: Middle Housing Gap Program

Requires that \$50.0 million from the Housing and Community Development Fund be used by MSHDA to create a Missing Middle Housing Gap program to increase the housing supply for households with incomes between 185% and 300% of the federal poverty level by helping defray the costs to nonprofit developers for investing in, constructing, or rehabilitating properties; requires that at least 30% of awards be allocated to projects in rural communities; requires that no more than 15% be allocated for projects in any single city, village, or township; designates unexpended funding as a work project appropriation.

#### Sec. 354. Residential Clean Energy Improvements

Requires funding to be allocated to MSHDA to incentivize energy efficiency and health improvements for single or multi-family properties and to provide energy assistance; authorizes properties to be owner-occupied or rental properties; allocates \$10.0 million for rehabilitation of certain structural or mechanical repairs for both existing owner-occupied and rental properties, \$20.0 million for activities that stabilize and enhance neighborhoods by nonprofits 501(c)3 agencies and local governments, \$15.0 million to invest in and repair homes which will promote public health and safety in the City of Detroit, and \$5.0 million for a low income energy assistance program administered by a non-profit in the City of Detroit; designates unexpended funding as a work project appropriation.

#### Sec. 355. Community Development Block Grant – Disaster Recovery

Designates unexpended funding as a work project appropriation; purpose of the program is to help mid-Michigan address the May 2020 flooding disaster.

## Sec. 356. COVID-19 Emergency Rental Assistance

Requires LEO to make emergency rental assistance and utility payments to support low-income renters that have experienced significant financial hardship from the COVID-19 pandemic; requires assistance payments to be paid directly to the landlord unless the landlord is unwilling to participate; requires a report.

### Sec. 357. Demolition of Former Deerfield Correctional Facility

Allocates funding to the Land Bank Fast Track Authority for demolition and environmental remediation costs of clearing and cleaning the site of the former Deerfield Correctional Facility for future redevelopment; authorizes funding to be used to support demolishing all structures and abating contamination.

## Sec. 358. Michigan One-Time Grant

Requires \$50.0 million grant to be awarded to a company for potash extraction operations.

### Sec. 359. Michigan Statewide Broadband Service Grant Program

Requires funding to be used to provide competitive broadband infrastructure grants for the provision of broadband service in unserved areas; requires grant awardees to submit semiannual reports; requires that up to 5% of funding be used to operate the Michigan High-Speed Internet Office (MIHI); specifies that funding is intended to support operations of the office while federal grant funding is available with no additional state resources required; authorizes the department to use the federal broadband service funding to hire up to 8.0 employees to support the broadband office; requires a report on the consolidation of the broadband office and on recommendations for corresponding staff reductions from other departments; designates unexpended funding as a work project appropriation.

### Sec. 360. Mobility Futures Initiative

Requires the Office of Future Mobility and Electrification in LEO to coordinate investments in the mobility sphere; requires funding to be allocated as follows: \$15.0 million for transition and growing the state's mobility workforce and industry; \$7.0 million for safer, greener, and more accessible mobility services, which may include grant and pilot programs; \$3.0 million to develop and commercialize mobility technologies through a new network of mobility innovation hubs; requires a report; designates unexpended funding as a work project appropriation.

## Sec. 361. Limited-Term Staff for MSHDA

Authorizes the department to hire or contract for 10.0 limited-term staff for MHSDA to administer programs funded in the bill.

# LICENSING AND REGULATORY AFFAIRS

### Sec. 401. Low Carbon Energy Infrastructure Enhancement and Development

Requires funding to 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; requires the Public Service Commission to develop and implement a grant application process within 6 months and establishes prioritization for grant approvals; establishes requirements for grant applicants, including submission of an impact study and proposal with a cost-benefit analysis and emissions details; establishes further requirements for grant applicants for renewable natural gas infrastructure projects; provides for 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; requires the PSC to award grants to applicants who have met the grant criteria; requires grant recipients to report to the PSC on how the money was used within 30 days after a project's completion; designates unexpended funding as a work project appropriation.

### NATURAL RESOURCES

### Sec. 451. Local Parks and Trail Infrastructure Grants – Detroit, Grand Rapids, and Northern Michigan

Allocates \$60.0 million to be used for a recreational greenway in Detroit; allocates \$55.0 million to be used for a recreational greenway in Grand Rapids; allocates \$20.0 million to be used for the Northern Michigan Tourism and Sports Fund for facilities, sports-related tourism, and recreation in northern Michigan; designates unexpended funding as a work project appropriation; purpose of the program is to support catalytic park and recreation projects and facilities that provide and promote outdoor recreation and the tourism industry.

# Sec. 452. Local Parks and Trail Infrastructure Grants – Local Parks and Recreation Grant Program

Allocates \$65.0 million to be used for a local parks and recreation grant program; specifies eligibility and possible projects; designates unexpended funding as a work project appropriation; purpose of the program is to establish a competitive grant program to modernize local parks and develop new local public recreation opportunities.

### Sec. 453. ARP – State Parks and Trail Infrastructure

Requires the department to develop, improve, repair, and maintain state parks, state recreation areas, and state-designated trails; allocates \$30.2 million to be used to develop a state park in Flint at the department's discretion; designates unexpended funding as a work project appropriation; purpose of the program is to develop, improve, repair, and maintain state parks, state recreation areas, and state-designated trails.

# TECHNOLOGY, MANAGEMENT, AND BUDGET

### Sec. 501. Coronavirus Response Activities

Requires appropriation to be used to support coronavirus response activities; authorizes funds to be used to support the COVID-19 Office of Accountability created in Executive Directive No. 2020-5; designates unexpended funds as a work project appropriation.

### Sec. 502. Michigan Infrastructure Office

Requires appropriation to be allocated to the Michigan Infrastructure Office to assist the coordination of activities related to infrastructure investments among state government agencies and federal and local partners; authorizes funds to be used by the office to support efforts to maximize investments from both already secured resources and from resources available to the state under the federal Infrastructure Investment and Jobs Act; authorizes 5.0 limited-term employees for the office; designates unexpended funds as a work project appropriation.

### TRANSPORTATION

# Sec. 551. Pump Station Back-Up Generators

Requires appropriation to support a statewide program for implementation of redundant electrical service for stormwater pumping stations serving state trunkline highways; subjects expenditures to the American Rescue Plan Act.

### Sec. 552. Michigan Infrastructure Project – Project Earmark

Allocates funding for the following infrastructure projects: (a) \$3.0 million for a congestion relief project on Secor Road in Monroe County; (b) \$25.0 million to the Wayne County Airport Authority; (c) \$8.0 million for a freeway sound mitigation project on I-69 in Genesee County; (d) ) \$4.0 million for a freeway sound mitigation project on I-75 in Oakland County; (e) \$2.2 million for Grand River/Telegraph road resurfacing project in Wayne County; (f) \$2.0 million to the Capital Region Airport Authority; (g) \$1.0 million for a freeway sound mitigation for Flint Township road project in Genesee County; (i) \$500,000 to the Michigan International Technology Center; (j) \$350,000 for Southfield M-39 service road sidewalk project in Oakland County; (k) \$1.1 million for Main Street bridge replacement in the Village of Mattawan in Van Buren County; and \$40.0 million for reconstruction and widening to a boulevard alignment for M-37 between 76th street and 92nd street in Kent County.

# TREASURY

### Sec. 601. Hold Harmless Revenue Sharing Payments

Requires the appropriation to be used to make hold harmless payments to cities, villages, and townships that experience a decline in population according to the 2020 census; requires payments to be made in an amount equal to the overpayment amount as described in the Glenn Steil State Revenue Sharing Act of 1971; authorizes payments to be prorated based on the total amount appropriated.

## Sec. 602. Grants for Dam Projects

Allocates \$200.0 million to the Four Lakes Task Force; allocates \$6.8 million to be used for lake dredging and a dam emergency spillway in Clare County; requires appropriation to be disbursed as reimbursements for approved costs; requires fund recipients to be able to demonstrate a 20% local match; designates unexpended funding as a work project appropriation; purpose of the program is to support projects associated with flooding and dam management.