

SENATE BILL NO. 885

February 23, 2022, Introduced by Senators VICTORY, LAUWERS, LASATA, DALEY, BUMSTEAD, HUIZENGA, WOZNIAK, BIZON, HORN, ZORN, OUTMAN, MCBROOM, VANDERWALL, MACDONALD and SCHMIDT and referred to the Committee on Appropriations.

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2022; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for various state departments

1 and agencies to supplement appropriations for the fiscal year
 2 ending September 30, 2022, from the following funds:

3 APPROPRIATION SUMMARY		
4	GROSS APPROPRIATION	\$ 1,415,800,000
5	Interdepartmental grant revenues:	
6	Total interdepartmental grants and	
7	intradepartmental transfers	0
8	ADJUSTED GROSS APPROPRIATION	\$ 1,415,800,000
9	Federal revenues:	
10	Total federal revenues	0
11	Special revenue funds:	
12	Total local revenues	0
13	Total private revenues	0
14	Total other state restricted revenues	0
15	State general fund/general purpose	\$ 1,415,800,000
16	Sec. 102. DEPARTMENT OF AGRICULTURE AND RURAL	
17	DEVELOPMENT	
18	(1) APPROPRIATION SUMMARY	
19	GROSS APPROPRIATION	\$ 1,415,800,000
20	Interdepartmental grant revenues:	
21	Total interdepartmental grants and	
22	intradepartmental transfers	0
23	ADJUSTED GROSS APPROPRIATION	\$ 1,415,800,000
24	Federal revenues:	
25	Total federal revenues	0
26	Special revenue funds:	
27	Total local revenues	0
28	Total private revenues	0

1	Total other state restricted revenues	0
2	State general fund/general purpose	\$ 1,415,800,000
3	(2) ONE-TIME APPROPRIATIONS	
4	Agriculture infrastructure grants	\$ 350,000,000
5	Agriculture labor housing grants	150,000,000
6	Agriculture technical training grants	10,000,000
7	Bovine tuberculosis mitigation grants	144,000,000
8	Farmers market grants	45,000,000
9	Food distribution security and stability grants	350,000,000
10	Local food bank support grants	15,000,000
11	Michigan center for agriculture innovation	5,000,000
12	Michigan State University dairy barn	45,800,000
13	Michigan State University greenhouse	50,000,000
14	Protein processor grants	75,000,000
15	Rural development broadband completion grants	100,000,000
16	Statewide fair support grants	25,000,000
17	Sustainability infrastructure grants	50,000,000
18	Upper Peninsula state fair	1,000,000
19	GROSS APPROPRIATION	\$ 1,415,800,000
20	Appropriated from:	
21	State general fund/general purpose	\$ 1,415,800,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

26 Sec. 201. Pursuant to section 30 of article IX of the state
27 constitution of 1963, total state spending from state sources under
28 part 1 for fiscal year ending September 30, 2022 is
29 \$1,415,800,000.00 and total state spending from state sources to be

1 paid to local units of government is \$475,000,000.00. The itemized
2 statement below identifies appropriations from which spending to
3 local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT	
Agriculture infrastructure grants	\$ 350,000,000
Rural development broadband completion grants	100,000,000
Statewide fair support grants	10,000,000
Sustainability infrastructure grants	15,000,000
TOTAL	\$ 475,000,000

10 Sec. 202. The appropriations made and expenditures authorized
11 under this part and part 1 and the departments, commissions,
12 boards, offices, and programs for which appropriations are made
13 under this part and part 1, are subject to the management and
14 budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

15 Sec. 203. From the funds appropriated in part 1 for grants,
16 the department shall expend no more than 3% of funds appropriated
17 for administrative purposes.

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19 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

20 Sec. 301. Funds appropriated in part 1 for agriculture
21 infrastructure grants shall be used to create a grant program to
22 support agriculturally beneficial infrastructure projects,
23 including, but not limited to, water, wastewater, natural gas,
24 biodigester, electric, bridge, railway, and harbor/port
25 infrastructure projects and any infrastructure project that
26 facilitates new or increased production or export of Michigan grown
27 or processed agricultural products.

28 Sec. 302. Funds appropriated in part 1 for agriculture labor
29 housing grants shall be used to create a grant program to support

1 the building of housing units for seasonal and year-round employees
2 of Michigan's agricultural industry. The department shall encourage
3 agricultural businesses to work in partnership with the local
4 municipalities and regional transit hubs to secure appropriate
5 locations for these housing units.

6 Sec. 303. Funds appropriated in part 1 for agriculture
7 technical training grants shall be used to create a grant program
8 to support the training and educational costs for current and new
9 agricultural employees and managers.

10 Sec. 304. Funds appropriated in part 1 for bovine tuberculosis
11 mitigation grants shall be used to create a grant program to
12 support biosecurity upgrades for beef and dairy operations. Every
13 beef and dairy operation in this state is eligible for a bovine
14 tuberculosis mitigation grant, but grants shall be issued based
15 upon proximity to a bovine tuberculosis modified accredited zone 1
16 as referenced in the current memorandum of understanding between
17 the department and the United States Department of Agriculture.

18 Sec. 305. Funds appropriated in part 1 for farmers market
19 grants shall be used to create a grant program to support the
20 stability of Michigan farmers markets. Grants shall be used to
21 purchase utilities, technology, investments in infrastructure, and
22 other equipment necessary to operate and expand farm market
23 operations. Up to 10% of available grant funding may also be used
24 for advertisements and educational materials promoting the use of
25 SNAP and double up programs at farmers markets.

26 Sec. 306. Funds appropriated in part 1 for food distribution
27 security and stability grants shall be used to support food growth,
28 processing, and distribution services and facilities. Eligible
29 grantees include, but are not limited to, Michigan-based warehouses

1 and distribution centers for retail grocers, food banks, and other
2 food distribution locations and businesses. Grants may also be used
3 to offset costs for new facility construction, the purchase of
4 equipment for the growing, processing, transportation, storage, and
5 distribution of food items, and support. Eligible grantees include,
6 but are not limited to, mobile grocery programs, retail grocery
7 stores, food banks, greenhouses, growers, producers, processors,
8 and potash production and processing businesses.

9 Sec. 307. Funds appropriated in part 1 for local food bank
10 support grants shall be used to create a grant program to support
11 food banks and community and faith-based organizations for the
12 purchase of fresh produce, dairy products, fluid milk, and meat and
13 seafood products. Grants may also be used to offset costs
14 associated with preparing and distributing food. Grantees must be
15 required to prioritize Michigan products and to buy products
16 directly from the farmer or producer if possible.

17 Sec. 308. Funds appropriated in part 1 for Michigan center for
18 agriculture innovation shall be used to establish and begin
19 operation of the Michigan center for agriculture innovation.
20 Funding may be used to pay for up to 2.0 full-time equated
21 employees and costs related to establishing a virtual location. The
22 center shall operate as a public-private partnership through the
23 use of innovation funds supplied by both Michigan's agricultural
24 industry leaders and the department. The center shall address on-
25 site issues facing all sectors of Michigan's agriculture industry.

26 Sec. 309. Funds appropriated in part 1 for Michigan State
27 University dairy barn shall be used to support the creation of a
28 new dairy facility that is composed of the following 3 components:

29 (a) A modernized dairy training barn with robotic milking

1 machines and emerging industry technology.

2 (b) A controlled environment research barn.

3 (c) A multistage educational facility that will support
4 university academics and draw K-12 students and other outside
5 education programs.

6 Sec. 310. Funds appropriated in part 1 for Michigan State
7 University greenhouse shall be used to support the creation of new,
8 upscaled, state-of-the-art greenhouse facilities for teaching and
9 research.

10 Sec. 311. Funds appropriated in part 1 for protein processor
11 grants shall be used to create a grant program to support the
12 stability and expansion of Michigan's agriculture supply chain
13 businesses, including, but not limited to, processing plants,
14 abattoirs, and storage facilities. Grants may be used by a grantee
15 to purchase equipment, expand existing infrastructure, build new
16 infrastructure, provide training, provide overtime and bonus pay,
17 and purchase any other goods or services that facilitate the
18 stability and expansion of protein processing. Priority shall be
19 given to existing and new regionally based protein processing
20 facilities.

21 Sec. 312. Funds appropriated in part 1 for rural development
22 broadband completion grants shall be used to create a grant program
23 to support completion funding for communities receiving federal
24 broadband grants that did not receive enough funding to complete a
25 full-scale installation and are not able to provide the remaining
26 project costs. Municipalities receiving grant funding for projects
27 under this section are required to work with the Michigan
28 infrastructure council to coordinate project planning, purchases,
29 and completion.

1 Sec. 313. Funds appropriated in part 1 for statewide fair
2 support grants shall be used to create a grant program to support a
3 partial offset for lost revenue from 2020 COVID-19 shutdowns for
4 fairground operations in this state and for infrastructure support.

5 Sec. 314. Funds appropriated in part 1 for sustainability
6 infrastructure grants shall be used to create a grant program to
7 assist agricultural operations to meet Michigan agriculture
8 environmental assurance program (MAEAP) certifications or to adopt
9 other proven best practices for asset management.

10 Sec. 315. Funds appropriated in part 1 for Upper Peninsula
11 state fair shall be used to partially offset the fair for lost
12 revenue from 2020 COVID-19 shutdowns.