

**SUBSTITUTE FOR
HOUSE BILL NO. 5499**

A bill to make appropriations for the department of environment, Great Lakes, and energy for the fiscal year ending September 30, 2025; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of environment, Great Lakes, and energy for the fiscal year ending September 30, 2025, from the following funds:

**DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND
ENERGY**

APPROPRIATION SUMMARY

1	Full-time equated unclassified positions	6.0	
2	Full-time equated classified positions	1,649.0	
3	GROSS APPROPRIATION		\$ 1,074,249,100
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and		
6	intradepartmental transfers		4,085,900
7	ADJUSTED GROSS APPROPRIATION		\$ 1,070,163,200
8	Federal revenues:		
9	Total federal revenues		463,788,900
10	Special revenue funds:		
11	Total local revenues		0
12	Total private revenues		1,364,200
13	Total other state restricted revenues		347,149,300
14	State general fund/general purpose		\$ 257,860,800
15	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
16	SUPPORT		
17	Full-time equated unclassified positions	6.0	
18	Full-time equated classified positions	107.0	
19	Unclassified salaries--FTEs	6.0	\$ 964,100
20	Accounting service center		1,487,100
21	Administrative hearings officers		906,600
22	Environmental investigations--FTEs	12.0	2,419,800
23	Environmental support--FTEs	57.0	9,445,800
24	Executive direction--FTEs	20.0	4,459,500
25	Facilities management		1,000,000
26	Financial support--FTEs	18.0	10,347,100
27	Michigan geological survey		3,000,000
28	Property management		8,222,500

1	GROSS APPROPRIATION	\$	42,252,500
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from department of state police		82,700
5	IDG from state transportation department		108,300
6	Federal revenues:		
7	Federal funds		766,700
8	Special revenue funds:		
9	Private funds		711,600
10	Air emissions fees		1,050,700
11	Aquatic nuisance control fund		79,400
12	Campground fund		25,900
13	Cleanup and redevelopment fund		2,800,700
14	Coal ash care fund		17,100
15	Electronic waste recycling fund		36,200
16	Environmental education fund		184,100
17	Environmental pollution prevention fund		553,900
18	Fees and collections		19,800
19	Financial instruments		8,528,500
20	Great Lakes protection fund		545,400
21	Groundwater discharge permit fees		123,600
22	Infrastructure construction fund		2,700
23	Laboratory services fees		665,500
24	Land and water permit fees		198,500
25	Medical waste emergency response fund		36,200
26	Metallic mining surveillance fee revenue		5,800
27	Mineral well regulatory fee revenue		17,100
28	Nonferrous metallic mineral surveillance		16,200

1	NPDES fees		356,900
2	Oil and gas regulatory fund		463,400
3	Orphan well fund		71,100
4	Public swimming pool fund		50,200
5	Public utility assessments		743,400
6	Public water supply fees		382,100
7	Refined petroleum fund		3,367,200
8	Renew Michigan fund		4,670,500
9	Sand extraction fee revenue		2,700
10	Scrap tire regulatory fund		185,800
11	Septage waste program fund		48,400
12	Settlement funds		1,500,000
13	Sewage sludge land application fees		74,300
14	Soil erosion and sedimentation control training		
15	fund		11,700
16	Solid waste management fund - staff account		768,800
17	Stormwater permit fees		185,400
18	Technologically enhanced naturally occurring		
19	radioactive material		34,500
20	Underground storage tank cleanup fund		255,400
21	Wastewater operator training fees		44,800
22	Water quality protection fund		8,700
23	Water use reporting fees		19,900
24	State general fund/general purpose	\$	12,430,700
25	Sec. 103. WATER RESOURCES DIVISION		
26	Full-time equated classified positions	420.0	
27	Aquatic nuisance control program--FTEs	6.0	\$ 992,300

1	Federal - Great Lakes remedial action plan		
2	grants		583,800
3	Fish contaminant monitoring		316,100
4	Great Lakes restoration initiative--FTEs	9.0	11,267,700
5	Groundwater data collection--FTEs	3.0	2,013,600
6	Nonpoint source pollution prevention and		
7	control project program		4,083,300
8	Technology advancements for water monitoring		500,000
9	Water quality programs--FTEs	233.0	37,556,500
10	Water quality protection grants		100,000
11	Water resource programs--FTEs	169.0	28,282,900
12	Watershed council grants		600,000
13	GROSS APPROPRIATION		\$ 86,296,200
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG from state transportation department		2,037,300
17	Federal revenues:		
18	Federal funds		34,924,900
19	Special revenue funds:		
20	Aquatic nuisance control fund		992,300
21	Aquifer protection revolving fund		520,000
22	Environmental response fund		590,000
23	Groundwater discharge permit fees		2,235,600
24	Infrastructure construction fund		52,000
25	Land and water permit fees		2,450,500
26	NPDES fees		4,453,200
27	Refined petroleum fund		456,000
28	Sewage sludge land application fees		918,900

1	Soil erosion and sedimentation control training		
2	fund		143,500
3	Stormwater permit fees		2,335,000
4	Wastewater operator training fees		317,400
5	Water pollution control revolving fund		152,500
6	Water quality protection fund		100,000
7	Water use reporting fees		350,000
8	State general fund/general purpose	\$	33,267,100
9	Sec. 104. AIR QUALITY DIVISION		
10	Full-time equated classified positions	219.0	
11	Air quality programs--FTEs	219.0	\$ 36,992,200
12	GROSS APPROPRIATION	\$	36,992,200
13	Appropriated from:		
14	Federal revenues:		
15	Federal funds		7,680,100
16	Special revenue funds:		
17	Air emissions fees		10,952,600
18	Fees and collections		214,300
19	Oil and gas regulatory fund		148,700
20	Public utility assessments		150,000
21	Refined petroleum fund		2,138,500
22	State general fund/general purpose	\$	15,708,000
23	Sec. 105. REMEDIATION AND REDEVELOPMENT DIVISION		
24	Full-time equated classified positions	327.0	
25	Contaminated site remediation and redevelopment		
26	programs--FTEs	327.0	\$ 78,302,700
27	Emergency cleanup actions		2,000,000
28	Environmental cleanup and redevelopment program		27,600,000

1	Superfund cleanup		9,000,000
2	GROSS APPROPRIATION	\$	116,902,700
3	Appropriated from:		
4	Federal revenues:		
5	Federal funds		16,752,600
6	Special revenue funds:		
7	Brownfield development fund		1,100,000
8	Cleanup and redevelopment fund		55,122,300
9	Environmental response fund		1,442,100
10	Laboratory services fees		8,293,100
11	Public water supply fees		328,500
12	Refined petroleum fund		33,569,500
13	State general fund/general purpose	\$	294,600
14	Sec. 106. UNDERGROUND STORAGE TANK AUTHORITY		
15	Full-time equated classified positions	12.0	
16	Underground storage tank cleanup program--FTEs	12.0	\$ 20,117,300
17	GROSS APPROPRIATION	\$	20,117,300
18	Appropriated from:		
19	Special revenue funds:		
20	Underground storage tank cleanup fund		20,117,300
21	State general fund/general purpose	\$	0
22	Sec. 107. RENEWING MICHIGAN'S ENVIRONMENT		
23	Full-time equated classified positions	169.0	
24	Information management--FTEs	23.0	\$ 6,539,400
25	Renew Michigan program--FTEs	146.0	70,495,800
26	GROSS APPROPRIATION	\$	77,035,200
27	Appropriated from:		
28	Interdepartmental grant revenues:		

1	IDG from department of state police	6,800
2	IDG from state transportation department	6,300
3	Federal revenues:	
4	Federal funds	5,800
5	Special revenue funds:	
6	Air emissions fees	65,900
7	Aquatic nuisance control fund	4,600
8	Campground fund	1,200
9	Cleanup and redevelopment fund	182,400
10	Coal ash care fund	1,000
11	Electronic waste recycling fund	1,100
12	Environmental pollution prevention fund	39,800
13	Fees and collections	120,200
14	Financial instruments	277,300
15	Great Lakes protection fund	1,200
16	Groundwater discharge permit fees	10,700
17	Laboratory services fees	45,000
18	Land and water permit fees	14,400
19	Medical waste emergency response fund	1,100
20	Mineral well regulatory fee revenue	500
21	Nonferrous metallic mineral surveillance	1,300
22	NPDES fees	24,900
23	Oil and gas regulatory fund	33,300
24	Orphan well fund	5,500
25	Public swimming pool fund	1,400
26	Public water supply fees	26,900
27	Refined petroleum fund	228,500
28	Renew Michigan fund	70,807,500

1	Scrap tire regulatory fund		13,200
2	Septage waste program fund		1,600
3	Sewage sludge land application fees		4,600
4	Soil erosion and sedimentation control training		
5	fund		200
6	Solid waste management fund - staff account		57,100
7	Stormwater permit fees		12,300
8	Technologically enhanced naturally occurring		
9	radioactive material		2,000
10	Underground storage tank cleanup fund		17,000
11	Wastewater operator training fees		2,800
12	Water quality protection fund		500
13	Water use reporting fees		1,100
14	State general fund/general purpose	\$	5,008,200
15	Sec. 108. INFORMATION TECHNOLOGY		
16	Information technology services and projects	\$	10,367,000
17	GROSS APPROPRIATION	\$	10,367,000
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from department of state police		23,700
21	IDG from state transportation department		31,100
22	Federal revenues:		
23	Federal funds		2,062,300
24	Special revenue funds:		
25	Air emissions fees		246,800
26	Aquatic nuisance control fund		22,900
27	Campground fund		7,300
28	Cleanup and redevelopment fund		807,100

1	Coal ash care fund	5,000
2	Electronic waste recycling fund	10,600
3	Environmental pollution prevention fund	158,500
4	Fees and collections	5,700
5	Financial instruments	1,084,000
6	Great Lakes protection fund	11,400
7	Groundwater discharge permit fees	35,200
8	Infrastructure construction fund	800
9	Laboratory services fees	189,600
10	Land and water permit fees	56,400
11	Medical waste emergency response fund	10,600
12	Metallic mining surveillance fee revenue	1,700
13	Mineral well regulatory fee revenue	5,000
14	Nonferrous metallic mineral surveillance	5,000
15	NPDES fees	101,400
16	Oil and gas regulatory fund	131,600
17	Orphan well fund	20,400
18	Public swimming pool fund	14,800
19	Public utility assessments	19,600
20	Public water supply fees	108,600
21	Refined petroleum fund	961,200
22	Renew Michigan fund	1,386,300
23	Sand extraction fee revenue	800
24	Scrap tire regulatory fund	53,100
25	Septage waste program fund	13,900
26	Sewage sludge land application fees	21,200
27	Soil erosion and sedimentation control training	
28	fund	3,300

1	Solid waste management fund - staff account		211,700
2	Stormwater permit fees		53,100
3	Technologically enhanced naturally occurring		
4	radioactive material		9,800
5	Underground storage tank cleanup fund		73,600
6	Wastewater operator training fees		13,100
7	Water pollution control revolving fund		33,200
8	Water quality protection fund		2,400
9	Water use reporting fees		5,700
10	State general fund/general purpose	\$	2,347,500
11	Sec. 109. DRINKING WATER AND ENVIRONMENTAL		
12	HEALTH		
13	Full-time equated classified positions	167.0	
14	Drinking water and environmental health--FTEs	167.0	\$ 38,877,200
15	GROSS APPROPRIATION	\$	38,877,200
16	Appropriated from:		
17	Federal revenues:		
18	Federal funds		13,702,900
19	Special revenue funds:		
20	Campground fund		377,500
21	Fees and collections		34,500
22	Public swimming pool fund		751,500
23	Public water supply fees		5,034,000
24	Refined petroleum fund		761,100
25	Septage waste program fund		618,000
26	Wastewater operator training fees		267,700
27	State general fund/general purpose	\$	17,330,000
28	Sec. 110. MATERIALS MANAGEMENT DIVISION		

1	Full-time equated classified positions	135.0	
2	Energy programs--FTEs	13.0	\$ 6,278,500
3	Material management programs--FTEs	122.0	24,871,900
4	GROSS APPROPRIATION		\$ 31,150,400
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from department of state police		1,566,600
8	Federal revenues:		
9	Federal funds		7,281,100
10	Special revenue funds:		
11	Private funds		652,600
12	Cleanup and redevelopment fund		1,072,600
13	Coal ash care fund		268,100
14	Community pollution prevention fund		250,000
15	Electronic waste recycling fund		333,700
16	Energy efficiency and renewable energy		
17	revolving loan fund		250,100
18	Environmental pollution prevention fund		4,110,100
19	Medical waste emergency response fund		454,500
20	Public utility assessments		1,806,200
21	Retired engineers technical assistance program		
22	fund		491,200
23	Scrap tire regulatory fund		5,008,300
24	Small business pollution prevention revolving		
25	loan fund		134,400
26	Solid waste management fund - staff account		6,117,200
27	Technologically enhanced naturally occurring		
28	radioactive material		458,800

1	State general fund/general purpose		\$	894,900
2	Sec. 111. OIL, GAS, AND MINERALS DIVISION			
3	Full-time equated classified positions	63.0		
4	Oil, gas, and mineral services--FTEs	63.0	\$	22,711,600
5	GROSS APPROPRIATION		\$	22,711,600
6	Appropriated from:			
7	Interdepartmental grant revenues:			
8	IDG from department of licensing and regulatory			
9	affairs			223,100
10	Federal revenues:			
11	Federal funds			153,100
12	Infrastructure investment and jobs act fund			5,155,400
13	Special revenue funds:			
14	Metallic mining surveillance fee revenue			92,500
15	Mineral well regulatory fee revenue			216,000
16	Native copper mine fund			50,000
17	Nonferrous metallic mineral surveillance			385,800
18	Oil and gas regulatory fund			3,881,800
19	Orphan well fund			2,351,500
20	Sand extraction fee revenue			91,100
21	State general fund/general purpose		\$	10,111,300
22	Sec. 112. WATER INFRASTRUCTURE			
23	Full-time equated classified positions	30.0		
24	Lead service line replacement		\$	13,601,300
25	Municipal assistance--FTEs	30.0		11,695,300
26	Water state revolving funds			481,200,200
27	GROSS APPROPRIATION		\$	506,496,800
28	Appropriated from:			

1	Federal revenues:	
2	Federal funds	105,304,000
3	Infrastructure investment and jobs act fund	270,000,000
4	Special revenue funds:	
5	Make it in Michigan competitiveness fund	5,000,000
6	Revolving loan revenue bonds	15,000,000
7	Water pollution control revolving fund	774,300
8	State general fund/general purpose	\$ 110,418,500
9	Sec. 113. ONE-TIME APPROPRIATIONS	
10	Clean fleets	\$ 10,000,000
11	Clean fuel and charging infrastructure	15,000,000
12	Composting acceleration program	2,500,000
13	Drinking water infrastructure	45,000,000
14	Drinking water intake monitoring program	1,500,000
15	State employees' retirement system	
16	implementation costs	50,000
17	Water infrastructure initiative	10,000,000
18	Wetlands mapping	1,000,000
19	GROSS APPROPRIATION	\$ 85,050,000
20	Appropriated from:	
21	Special revenue funds:	
22	Make it in Michigan competitiveness fund	35,000,000
23	State general fund/general purpose	\$ 50,050,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2024-2025

GENERAL SECTIONS

Sec. 201. In accordance with section 30 of article IX of the

1 state constitution of 1963, for the fiscal year ending September
 2 30, 2025, total state spending under part 1 from state resources is
 3 \$605,010,100.00 and state spending under part 1 from state sources
 4 to be paid to local units of government is \$85,933,300.00. The
 5 following itemized statement identifies appropriations from which
 6 spending to local units of government will occur:

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND	
ENERGY	
Brownfield grants	\$ 1,000,000
Drinking water and environmental health	8,786,000
Drinking water infrastructure	25,000,000
Emergency cleanup actions	116,000
Energy programs	460,000
Lead service line replacement	13,601,300
Material management programs	1,270,000
Municipal assistance	5,000,000
Renew Michigan program	20,000,000
Water infrastructure initiative	10,000,000
Water quality programs	200,000
TOTAL	\$ 85,933,300

21 Sec. 202. The appropriations under this part and part 1 are
 22 subject to the management and budget act, 1984 PA 431, MCL 18.1101
 23 to 18.1594.

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

25 (a) "Department" means the department of environment, Great
 26 Lakes, and energy.

27 (b) "Director" means the director of the department.

28 (c) "FTE" means full-time equated.

29 (d) "IDG" means interdepartmental grant.

1 (e) "NPDES" means the national pollutant discharge elimination
2 system.

3 (f) "Standard report recipients" means the senate
4 appropriations subcommittee on environment, Great Lakes, and
5 energy; the house appropriations subcommittee on environment, Great
6 Lakes, and energy; the senate and house fiscal agencies; the senate
7 and house policy offices; and the state budget office.

8 Sec. 204. The department shall use the internet to fulfill the
9 reporting requirements of this part. This requirement includes
10 transmitting reports to the required recipients by email and
11 posting the reports on an internet site.

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

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

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

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

26 Sec. 206. The department shall not take disciplinary action
27 against an employee of the department for communicating with a
28 member of the legislature or legislative staff, unless the
29 communication is prohibited by law and the department is exercising

1 its authority as provided by law.

2 Sec. 207. Consistent with section 217 of the management and
3 budget act, 1984 PA 431, MCL 18.1217, the department shall prepare
4 a report on out-of-state travel expenses not later than January 1.
5 The report must list travel outside of this state by classified and
6 unclassified employees in the previous fiscal year that was funded
7 in whole or in part with funds appropriated in the department's
8 budget. The department shall submit the report to the standard
9 report recipients and to the senate and house appropriations
10 committees. The report must include all of the following
11 information:

12 (a) The dates of each travel occurrence.

13 (b) The total transportation and related expenses of each
14 travel occurrence and the proportions funded with state general
15 fund/general purpose revenues, state restricted revenues, federal
16 revenues, and other revenues.

17 Sec. 208. The department shall not use funds appropriated in
18 part 1 to hire a person to provide legal services that are the
19 responsibility of the attorney general. This section does not apply
20 to legal services for bonding activities or to outside legal
21 services that the attorney general authorizes.

22 Sec. 209. Not later than December 15, the state budget office
23 shall prepare and submit a report that provides estimates of the
24 total general fund/general purpose appropriation lapses at the
25 close of the previous fiscal year. The report must summarize the
26 projected year-end general fund/general purpose appropriation
27 lapses by major departmental program or program areas. The state
28 budget office shall submit the report to the standard report
29 recipients and to the chairpersons of the senate and house

1 appropriations committees.

2 Sec. 210. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$100,000,000.00 for
4 federal contingency authorization. Amounts appropriated under this
5 subsection are not available for expenditure until they have been
6 transferred to another line item in part 1 under section 393(2) of
7 the management and budget act, 1984 PA 431, MCL 18.1393.

8 (2) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$3,000,000.00 for state
10 restricted contingency authorization. Amounts appropriated under
11 this subsection are not available for expenditure until they have
12 been transferred to another line item in part 1 under section
13 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

14 (3) In addition to the funds appropriated in part 1, there is
15 appropriated an amount not to exceed \$10,000,000.00 for private
16 contingency authorization. Amounts appropriated under this
17 subsection are not available for expenditure until they have been
18 transferred to another line item in part 1 under section 393(2) of
19 the management and budget act, 1984 PA 431, MCL 18.1393.

20 Sec. 211. The department shall cooperate with the department
21 of technology, management, and budget to maintain a searchable
22 website accessible by the public at no cost that includes, but is
23 not limited to, all of the following for the department:

24 (a) Fiscal year-to-date expenditures by category.

25 (b) Fiscal year-to-date expenditures by appropriation unit.

26 (c) Fiscal year-to-date payments to a selected vendor,
27 including the vendor name, payment date, payment amount, and
28 payment description.

29 (d) The number of active department employees by job

1 classification.

2 (e) Job specifications and wage rates.

3 Sec. 212. Not later than 14 days after the release of the
4 executive budget recommendation, the department shall cooperate
5 with the state budget office to provide an annual report on
6 estimated state restricted fund balances, state restricted fund
7 projected revenues, and state restricted fund expenditures for the
8 previous 2 fiscal years. The report must be submitted to the
9 standard report recipients and to the chairpersons of the senate
10 and house appropriations committees.

11 Sec. 214. (1) Funds appropriated in part 1 must not be used to
12 restrict or impede a marginalized community's access to government
13 resources, programs, or facilities.

14 (2) From the funds appropriated in part 1, local governments
15 shall report any action or policy that attempts to restrict or
16 interfere with the duties of a local health officer.

17 Sec. 215. To the extent permissible under the management and
18 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall
19 take all reasonable steps to ensure geographically-disadvantaged
20 business enterprises compete for and perform contracts to provide
21 services or supplies, or both. The director shall strongly
22 encourage firms with which the department contracts to subcontract
23 with certified geographically-disadvantaged business enterprises
24 for services, supplies, or both. As used in this section,
25 "geographically-disadvantaged business enterprises" means that term
26 as defined in Executive Directive 2019-08.

27 Sec. 216. On a quarterly basis, the department shall report on
28 the number of full-time equated positions in pay status by civil
29 service classification, including a comparison by line item of the

1 number of full-time equated positions authorized from funds
2 appropriated in part 1 to the actual number of full-time equated
3 positions employed by the department at the end of the reporting
4 period. The report must be submitted to the standard report
5 recipients and the senate and house appropriations committees.

6 Sec. 217. It is the intent of the legislature that the
7 department maximize the efficiency of the state workforce, and, if
8 possible, prioritize in-person work, and post its in-person,
9 remote, or hybrid work policy on its website.

10 Sec. 219. The department shall receive and retain copies of
11 all reports funded from appropriations in part 1. The department
12 shall follow federal and state guidelines for short-term and long-
13 term retention of records. The department may electronically retain
14 copies of reports unless otherwise required by federal and state
15 guidelines.

16 Sec. 220. Not later than April 1, the department shall report
17 on each specific policy change made to implement a public act
18 affecting the department that took effect during the previous
19 calendar year. The department shall submit the report to the
20 standard report recipients, to the senate and house appropriations
21 committees, and to the joint committee on administrative rules.

22 Sec. 222. To the extent possible, the department shall not
23 expend appropriations in part 1 until all existing authorized work
24 project funds available for the same purposes are exhausted.

25 Sec. 225. Funds appropriated under part 1 or this part **may** not
26 be used for construction, repair, or remodeling of a building or
27 structure owned or leased by this state unless the construction,
28 repair, or remodeling is performed by individuals who have
29 completed or are enrolled in a registered apprenticeship program,

1 as that term is defined in 29 USC 50c, that is certified as
2 approved by the United States Secretary of Labor as described in 29
3 USC 50c.

4 Sec. 227. (1) The department may expend amounts remaining from
5 the current and prior fiscal year appropriations to meet funding
6 needs of the environmental cleanup and redevelopment program,
7 environmental cleanup support, contaminated site cleanup,
8 contaminated site cleanup contingency reserve, premcor remediation
9 activities, PFAS remediation grant program the renew Michigan
10 program, the refined petroleum product cleanup program, brownfield
11 grants and loans, waterfront grants, and the environmental bond
12 site reclamation program.

13 (2) Unexpended and unencumbered amounts remaining from
14 appropriations from the clean Michigan initiative fund - response
15 activities contained in 2011 PA 63, 2013 PA 59, 2014 PA 252, 2015
16 PA 84, 2016 PA 268, and 2017 PA 107, are appropriated for
17 expenditure.

18 (3) Unexpended and unencumbered amounts remaining from
19 appropriations from the refined petroleum fund activities contained
20 in 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, 2017 PA 107,
21 2018 PA 207, 2019 PA 57, 2020 PA 166, 2021 PA 87, and 2022 PA 166
22 are appropriated for expenditure.

23 (4) Unexpended and unencumbered amounts remaining from the
24 appropriations from the strategic water quality initiatives fund
25 contained in 2011 PA 50, 2011 PA 63, 2012 PA 200, 2013 PA 59, 2014
26 PA 252, 2015 PA 84, 2016 PA 268, 2017 PA 107, and 2018 PA 207, are
27 appropriated for expenditure.

28 (5) For the strategic water quality initiatives fund, funds
29 not yet disbursed are appropriated for expenditure for the same

1 program under sections 5201, 5202, and 5204e of the natural
2 resources and environmental protection act, 1994 PA 451, MCL
3 324.5201, 324.5202, and 324.5204e.

4 (6) Unexpended and unencumbered amounts remaining from the
5 appropriations from the renew Michigan fund contained in 2018 PA
6 207, 2019 PA 57, 2020 PA 166, 2021 PA 87, and 2022 PA 166 are
7 appropriated for expenditure.

8 (7) Unexpended and unencumbered amounts remaining from the
9 appropriations from the general fund contained in 2021 PA 87 and
10 2022 PA 166 are appropriated for expenditure.

11 (8) Unexpended and unencumbered amounts remaining from the
12 appropriations from the contaminated site cleanup contingency fund
13 contained in 2021 PA 87 and 2022 PA 166, are appropriated for
14 expenditure.

15 Sec. 228. Revenues that remain in the settlements fund at the
16 end of the fiscal year carry forward into the succeeding fiscal
17 year.

18 Sec. 235. (1) Semiannually, the department shall prepare a
19 report that contains information regarding all remediation and
20 redevelopment efforts funded from part 1.

21 (2) The report must contain the following information:

22 (a) List of sites where work is planned to occur, including
23 the county for each site.

24 (b) The type of site, whether refined petroleum cleanup,
25 nonrefined petroleum cleanup, brownfield, or a combination of
26 types.

27 (c) A brief description of how the issue will be addressed,
28 including whether contractors will be utilized.

29 (d) The estimated date for project completion.

1 (e) The amount and funding source or sources allocated to the
2 site.

3 (3) The report must be submitted to the senate and house
4 subcommittees on the environment, Great Lakes, and energy and the
5 state budget director.

6 Sec. 236. The department shall provide a report to the
7 standard report recipients and to the senate and house
8 appropriations committees that details the expenditure of
9 departmental funds appropriated in 2015 PA 143, 2016 PA 3, 2016 PA
10 268, and 2016 PA 340. The report must include the following:

11 (a) The names and locations of entities receiving funds.

12 (b) The purpose for each expenditure.

13 (c) The status of programs supported by this funding.

14 (d) A brief description of how related problems have been or
15 will be resolved if expenditures are made for immediate response.

16 (e) The job titles and number of departmental FTEs engaged in
17 the Flint declaration of emergency response effort.

18 Sec. 238. The department shall submit a report to the senate
19 and house standing committees and appropriations subcommittees with
20 primary responsibility for issues under the jurisdiction of the
21 department that details departmental activities of the most recent
22 fiscal year in administering permitting programs. The report must
23 include, at a minimum, all of the following:

24 (a) The number of FTEs assigned to each permitting program and
25 the number of unfilled positions at the beginning and end of the
26 most recent fiscal year.

27 (b) The number of permit applications received by the
28 department in the preceding year, including applications for new
29 and increased uses and reissuances.

1 (c) The number of permits for each program approved.

2 (d) The number of permits for each program denied.

3 (e) The percentage and number of permit applications that were
4 reviewed for administrative completeness within statutory time
5 frames.

6 (f) The percentage and number of permit applications for which
7 a final action was taken by the department within statutory time
8 frames for new and increased uses and reissuances.

9 (g) Activities to reduce any backlog of permits that exceed
10 the statutory time frames and the average time frame for permit
11 approvals for each program.

12 (h) Activities to reduce the percentage of permit applications
13 submitted as incomplete, in need of modification, or additional
14 information before final determination.

15 (i) Under conditions in which the department states a permit
16 is incomplete or denied, the department shall provide an
17 explanation as to the reason or reasons the permit is insufficient
18 and how the permit can be strengthened or made complete.

19 Sec. 242. If the department responds to a significant incident
20 to protect life or property, as soon as possible and within 24
21 hours after the department responds to the significant incident,
22 the department shall notify, in writing, the senate and house
23 members whose district includes the site.

24 Sec. 244. In expending federal funds, the department shall
25 comply with the requirements of the Justice40 Initiative, where
26 applicable.

27

28 **REMEDICATION AND REDEVELOPMENT DIVISION**

29 Sec. 301. Revenues remaining in the laboratory services fees

1 fund at the end of the fiscal year carry forward into the
2 succeeding fiscal year.

3 Sec. 302. The unexpended funds appropriated in part 1 for
4 contaminated site investigations, cleanup and revitalization,
5 emergency cleanup actions, and environmental cleanup and
6 redevelopment program are designated as work project
7 appropriations, and any unencumbered or unallotted funds shall not
8 lapse at the end of the fiscal year and shall be available for
9 expenditures for projects under this section until the projects
10 have been completed. The following is in compliance with section
11 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

12 (a) The purpose of the projects is to provide contaminated
13 site cleanup.

14 (b) The projects will be accomplished by utilizing contracts
15 with service providers.

16 (c) The total estimated cost of all projects is identified in
17 each line-item appropriation.

18 (d) The tentative completion date is September 30, 2029.

19 Sec. 303. (1) Upon approval by the state budget director, the
20 department may expend from the general fund of the state an amount
21 to meet the cash-flow requirements of projects funded under any of
22 the following that are financed from bond proceeds and for which
23 bonds have been authorized but not yet issued:

24 (a) Part 52 of the natural resources and environmental
25 protection act, 1994 PA 451, MCL 324.5201 to 324.5206.

26 (b) Part 193 of the natural resources and environmental
27 protection act, 1994 PA 451, MCL 324.19301 to 324.19306.

28 (c) Part 196 of the natural resources and environmental
29 protection act, 1994 PA 451, MCL 324.19601 to 324.19616.

1 (2) Upon the sale of bonds for projects described in
2 subsection (1), the department shall credit the general fund of the
3 state an amount equal to that expended from the general fund.

4 Sec. 304. (1) In addition to the money appropriated in part 1,
5 the department may receive and expend money from the subaccounts of
6 the cleanup and redevelopment fund as described under section 20108
7 of the natural resources and environmental protection act, 1994 PA
8 451, MCL 324.20108, including the environmental response fund or
9 the natural resource damages fund, to provide funding for actions
10 by the department that are authorized by a court of competent
11 jurisdiction and set forth in a final court order or judgment in an
12 action to which the department is a party.

13 (2) By January 30, the department shall submit a report to the
14 appropriations subcommittees, the fiscal agencies, and the state
15 budget office that provides a summary of the expenditures incurred
16 under this section during the preceding fiscal year.

17
18 **WATER RESOURCES DIVISION**

19 Sec. 405. If a certified health department does not exist in a
20 city, county, or district or does not fulfill its responsibilities
21 under part 117 of the natural resources and environmental
22 protection act, 1994 PA 451, MCL 324.11701 to 324.11721, then the
23 department may spend funds appropriated in part 1 for drinking
24 water and environmental health in accordance with section 11716 of
25 the natural resources and environmental protection act, 1994 PA
26 451, MCL 324.11716.

27 Sec. 410. From the funds appropriated in part 1, the
28 department shall compile a report by November 1 of every fiscal
29 year ending in an odd number on the status of the implementation

1 plan for the western Lake Erie basin collaborative agreement. In an
2 effort to learn more about the presence and timing of harmful algal
3 blooms, the report shall contain all of the following:

4 (a) An estimated cost of removal of total phosphorus per pound
5 at the 4 major wastewater treatment plants.

6 (b) A description of the grants that have been awarded.

7 (c) A description of the work that has commenced on the issue
8 of dissolved reactive phosphorus, the expected objectives and
9 outcomes of that work, and a list of the parties involved in that
10 effort.

11 (d) A description of the efforts and outcomes aimed at the
12 total phosphorus reduction for the River Raisin watershed.

13

14 **UNDERGROUND STORAGE TANK AUTHORITY**

15 Sec. 701. The unexpended funds appropriated in part 1 for the
16 underground storage tank cleanup program are designated as a work
17 project appropriation, and any unencumbered or unallotted funds
18 shall not lapse at the end of the fiscal year and shall be
19 available for expenditures for projects under this section until
20 the projects have been completed. The following is in compliance
21 with section 451a of the management and budget act, 1984 PA 431,
22 MCL 18.1451a:

23 (a) The purpose of the project is to provide underground
24 storage tank cleanup.

25 (b) The project will be accomplished by utilizing contracts
26 with service providers.

27 (c) The total estimated cost of the project is \$20,000,000.00.

28 (d) The tentative completion date is September 30, 2029.

29

RENEWING MICHIGAN'S ENVIRONMENT

1 Sec. 801. The unexpended funds appropriated in part 1 for the
2 renewing Michigan's environment program are designated as a work
3 project appropriation, and any unencumbered or unallotted funds
4 shall not lapse at the end of the fiscal year and shall be
5 available for expenditures for projects under this section until
6 the projects have been completed. The following is in compliance
7 with section 451a of the management and budget act, 1984 PA 431,
8 MCL 18.1451a:
9

10 (a) The purpose of the project is for environmental cleanup
11 and redevelopment, waste management, and recycling.

12 (b) The project will be accomplished by utilizing state
13 employees or contracts with service providers, or both.

14 (c) The total estimated cost of the project is \$70,495,800.00.

15 (d) The tentative completion date is September 30, 2029.
16

MATERIALS MANAGEMENT DIVISION

17 Sec. 901. In addition to the money appropriated in part 1, the
18 department may receive and expend money from the Volkswagen
19 Environmental Mitigation Trust Agreement to provide funding for
20 activities as outlined within the State's Mitigation Plan. The
21 department shall prepare a report to the appropriations
22 subcommittees, the fiscal agencies, and the state budget office by
23 February 1, 2026 of the expenditures incurred under this section
24 during the fiscal year ending September 30, 2025.
25

26 Sec. 902. (1) From the funds appropriated in part 1 for
27 municipal assistance, \$5,000,000.00 must be used for grants to
28 municipalities to support the implementation of stormwater projects
29 that reduce the impacts of climate change, such as increased

1 intensity and frequency of storm events. A minimum of 40% of funds
2 must be awarded to communities located within environmental
3 justice, overburdened, or significantly overburdened communities,
4 as those terms are defined or otherwise determined by the
5 department. Grants may be used for managing wet weather and
6 maintaining or restoring natural site hydrology or for similar
7 construction activities that reduce or mitigate stormwater impacts,
8 subject to subsection (2).

9 (2) Grants awarded under this section may be used for, but not
10 limited to, any of the following activities:

11 (a) Removal, replacement, or upsizing of inappropriately sized
12 culverts or bridges that impede or restrict stormwater flows,
13 leading to site degradation.

14 (b) Installation of buffer strips, bioswales, or rain gardens
15 to manage or treat stormwater.

16 (c) Urban forestry programs.

17 (d) Restoration of streambanks, or construction of wetlands
18 for stormwater management.

19 (e) Stormwater reuse projects.

20

21 **WATER INFRASTRUCTURE**

22 Sec. 951. The funds appropriated in part 1 for lead service
23 line replacement must be used to support lead service line
24 replacement and associated activities, including, but not limited
25 to, water main replacement to promote coordinated water
26 infrastructure work in overburdened and significantly overburdened
27 communities, as those terms are defined by the department in
28 accordance with the requirements under parts 53 and 54 of the
29 natural resources and environmental protection act, 1994 PA 451,

1 MCL 324.5301 to 324.5316 and 324.5401 to 324.5418.

2

3 **ONE-TIME APPROPRIATIONS**

4 Sec. 1001. (1) The funds appropriated in part 1 for clean
5 fleets must be used for grants to support the accelerated
6 deployment of battery electric, fuel cell electric, and hydrogen
7 vehicles. A minimum of 40% of the funds must be awarded to
8 communities located within environmental justice, overburdened, or
9 significantly overburdened communities, as those terms are defined
10 or otherwise determined by the department.

11 (2) The following entities are eligible for the clean fleets
12 program.

13 (a) Local units of government.

14 (b) Transit authorities.

15 (c) A public or private college or university in this state
16 that grants baccalaureate degrees.

17 (d) Ports.

18 (e) Airports.

19 (3) Grants awarded under this section may be used for, but not
20 limited to, any of the following activities:

21 (a) The purchase of battery electric, fuel cell electric, and
22 hydrogen vehicles.

23 (b) State technical assistance to the grantees on aligning the
24 clean fleets program with federal funding opportunities, including,
25 but not limited to, direct pay.

26 (4) The department shall partner with the department of
27 technology, management, and budget to establish a request for
28 proposal process to identify a Michigan-based fleet management
29 company to streamline the awarding of grants and deliver price

1 efficiencies for communities.

2 (5) Fifty percent of the funds appropriated in part 1 for
3 clean fleets must be expended by September 30, 2027.

4 (6) One hundred percent of the funds appropriated in part 1
5 for clean fleets must be expended by September 30, 2029.

6 (7) Unexpended funds appropriated in part 1 for clean fleets
7 are designated as a work project appropriation. Unencumbered or
8 unallotted funds shall not lapse at the end of the fiscal year and
9 shall be available for expenditure until the project has been
10 completed. The following is in compliance with section 451a of the
11 management and budget act, 1984 PA 431, MCL 18.1451a:

12 (a) The purpose of the project is to accelerate the adoption
13 of emission free vehicles to enable the transition to green
14 transportation options.

15 (b) The projects will be accomplished by utilizing state
16 employees or contracts with service providers, or both.

17 (c) The total estimated cost of the project is \$10,000,000.00.

18 (d) The tentative completion date is September 30, 2029.

19 Sec. 1002. (1) The funds appropriated in part 1 for clean fuel
20 and charging infrastructure must be used for grants to support the
21 accelerated deployment of electric vehicle charging stations and
22 hydrogen fueling infrastructure. A minimum of 40% of the funds must
23 be awarded to communities located within environmental justice,
24 overburdened, or significantly overburdened communities, as those
25 terms are defined or otherwise determined by the department.

26 (2) Grants awarded under this section may be used for, but not
27 limited to, any of the following activities:

28 (a) Deploying non-publicly available charging and fueling
29 stations, including, but not limited to, medium-and-heavy duty

1 fleet lots and public transit systems.

2 (b) Deploying non-publicly available charging and fueling
3 stations and supporting enabling upgrades to support deployment at
4 single and multifamily housing units.

5 (c) Filling gaps in fast charging systems outside of this
6 state's identified alternative fuel corridors.

7 (3) The department shall partner with the department of
8 technology, management, and budget to establish a request for
9 proposal process to identify a Michigan-based fleet management
10 company to streamline the awarding of grants and deliver price
11 efficiencies for communities.

12 (4) Fifty percent of the funds appropriated in part 1 for
13 clean fuel and charging infrastructure must be expended by
14 September 30, 2027.

15 (5) One hundred percent of the funds appropriated in part 1
16 for clean fuel and charging infrastructure must be expended by
17 September 30, 2029.

18 (6) The unexpended funds appropriated in part 1 for clean fuel
19 and charging infrastructure are designated as a work project
20 appropriation, and any unencumbered or unallotted funds shall not
21 lapse at the end of the fiscal year and shall be available for
22 expenditures for the projects under this section until the project
23 has been completed. The following is in compliance with section
24 451a of the management and budget act, 1984 PA 431, 23 MCL
25 18.1451a:

26 (a) The purpose of the project is to support the installation
27 of clean energy charging stations.

28 (b) The project will be accomplished by utilizing state
29 resources or contracts with service providers, or both.

1 (c) The total estimated cost of the project is \$15,000,000.00.

2 (d) The tentative completion date is September 30, 2029.

3 Sec. 1003. (1) The funds appropriated in part 1 for composting
4 acceleration program must be used to accelerate elective statewide
5 composting programs managed by local governments to reduce food
6 waste; advance and scale up the collection, management, and
7 marketing of compostable materials; and support compliance of all
8 composting operations.

9 (2) The unexpended funds appropriated in part 1 for composting
10 acceleration program are designated as a work project
11 appropriation, and any unencumbered or unallotted funds shall not
12 lapse at the end of the fiscal year and shall be available for
13 expenditures for the projects under this section until the project
14 has been completed. The following is in compliance with section
15 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

16 (a) The purpose of the project is to support and accelerate
17 composting operations.

18 (b) The project will be accomplished by utilizing state
19 resources or contracts with service providers, or both.

20 (c) The total estimated cost of the project is \$2,500,000.00.

21 (d) The tentative completion date is September 30, 2029.

22 Sec. 1004. (1) The funds appropriated in part 1 for drinking
23 water infrastructure must be used to support infrastructure
24 investments to achieve lead line replacement and associated
25 activities to promote coordinated water infrastructure work in
26 overburdened and significantly overburdened communities, as those
27 terms are defined by the department in accordance with the
28 requirements under parts 53 and 54 of the natural resources and
29 environmental protection act, 1994 PA 451, MCL 324.5301 to 324.5316

1 and 324.5401 to 324.5418.

2 (2) The unexpended funds appropriated in part 1 for drinking
3 water infrastructure are designated as a work project
4 appropriation, and any unencumbered or unallotted funds shall not
5 lapse at the end of the fiscal year and shall be available for
6 expenditures for the projects under this section until the project
7 has been completed. The following is in compliance with section
8 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

9 (a) The purpose of the project is to support the upgrade or
10 replacement of water infrastructure.

11 (b) The project will be accomplished by utilizing state
12 resources or contracts with service providers, or both.

13 (c) The total estimated cost of the project is \$45,000,000.00.

14 (d) The tentative completion date is September 30, 2029.

15 Sec. 1005. (1) The funds appropriated in part 1 for a drinking
16 water intake monitoring program are intended to protect drinking
17 water from potential spills and discharges and must be expended for
18 equipment, software, ongoing maintenance costs, and real-time
19 detection and communication of drinking water threats.

20 (2) Funds must be awarded to a regional planning commission
21 formed under 1945 PA 281, MCL 125.11 to 125.25, to serve a 7-county
22 region.

23 Sec. 1006. The funds appropriated in part 1 for state
24 employees' retirement system implementation costs must be expended
25 by the department to cover additional pension-related costs if the
26 following bills of the 102nd Legislature are enacted into law:

27 (a) House Bill No. 4665.

28 (b) House Bill No. 4666.

29 (c) House Bill No. 4667.

1 Sec. 1007. (1) The funds appropriated in part 1 for water
2 infrastructure initiative must be used for grants to municipalities
3 to support the implementation of stormwater projects that reduce
4 the impacts of climate change, such as increased intensity and
5 frequency of storm events. A minimum of 40% of funds must be
6 awarded to communities located within environmental justice,
7 overburdened, or significantly overburdened communities, as those
8 terms are defined or otherwise determined by the department.
9 Subject to subsection (2), grants may be used for managing wet
10 weather, maintaining or restoring natural site hydrology, or
11 similar construction activities that reduce or mitigate stormwater
12 impacts.

13 (2) Grants awarded under this section may be used for, but are
14 not limited to, any of the following activities:

15 (a) Removal, replacement, or upsizing of inappropriately sized
16 culverts or bridges that impede or restrict stormwater flows,
17 leading to site degradation.

18 (b) Installation of buffer strips, bioswales, or rain gardens
19 to manage or treat stormwater.

20 (c) Urban forestry programs.

21 (d) Restoration of streambanks, or construction of wetlands
22 for stormwater management.

23 (e) Stormwater reuse projects.

24 (3) The unexpended funds appropriated in part 1 for water
25 infrastructure initiative are designated as a work project
26 appropriation, and any unencumbered or unallotted funds shall not
27 lapse at the end of the fiscal year and shall be available for
28 expenditures for the project under this section until the project
29 has been completed. The following is in compliance with section

1 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

2 (a) The purpose of the project is to support the
3 implementation of stormwater projects that reduce the impacts of
4 climate change, such as increased intensity and frequency of storm
5 events.

6 (b) The project will be accomplished by utilizing state
7 resources or contracts with service providers, or both.

8 (c) The total estimated cost of the project is \$10,000,000.00.

9 (d) The tentative completion date is September 30, 2029.

10 Sec. 1008. The funds appropriated in part 1 for wetlands
11 mapping must be used to improve or expand wetlands identification
12 and mapping. The department may contract with local, state, or
13 government entities to accomplish the objectives under this
14 section.