

HOUSE BILL NO. 4811

August 26, 2025, Introduced by Reps. O'Neal and Schuette and referred to Committee on Appropriations.

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2025; 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

2

LINE-ITEM APPROPRIATIONS

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Sec. 101. There is appropriated for various state departments

4

and agencies to supplement appropriations for the fiscal year

ending September 30, 2025, from the following funds:

APPROPRIATION SUMMARY

GROSS APPROPRIATION **\$ 11,500,000**

Interdepartmental grant revenues:

Total interdepartmental grants and
intradepartmental transfers 0

ADJUSTED GROSS APPROPRIATION **\$ 11,500,000**

Federal revenues:

Total federal revenues 0

Special revenue funds:

Total local revenues 0

Total private revenues 0

Total other state restricted revenues 0

State general fund/general purpose **\$ 11,500,000**

Sec. 102. DEPARTMENT OF TREASURY

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION **\$ 11,500,000**

Interdepartmental grant revenues:

Total interdepartmental grants and
intradepartmental transfers 0

ADJUSTED GROSS APPROPRIATION **\$ 11,500,000**

Federal revenues:

Total federal revenues 0

Special revenue funds:

Total local revenues 0

Total private revenues 0

Total other state restricted revenues 0

State general fund/general purpose **\$ 11,500,000**

(2) ONE-TIME APPROPRIATIONS

Back-office grant program	\$	11,500,000
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GROSS APPROPRIATION	\$	11,500,000
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Appropriated from:

State general fund/general purpose	\$	11,500,000
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PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year ending September 30, 2025 is \$11,500,000.00 and total state spending from state sources to be paid to local units of government is \$10,925,000.00.

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

DEPARTMENT OF TREASURY

Sec. 301. (1) The funds appropriated in part 1 for back office grant program must be used to establish and operate a back office grant program that provides grants to local units of government for 1 or more of the following related to finance, human resources, or information technology operations:

(a) Assistance with complex, unanticipated, or emergent needs.

(b) Investments in critical business operations.

1 (c) Human resource programs to improve recruitment and
2 retention.

3 (d) Cybersecurity and resiliency testing of information
4 technology infrastructure.

5 (e) Alternative staffing when recruitment or retention efforts
6 fail.

7 (2) The department of treasury shall contract with a qualified
8 nonprofit for the administration of the back office grant program.
9 The contract must provide for oversight of the back office grant
10 program by the department of treasury. Not more than 5% of the
11 funds appropriated in part 1 for back office grant program may be
12 paid to the qualified nonprofit for the administration of the back
13 office grant program.

14 (3) The qualified nonprofit, in consultation with the
15 department of treasury, shall do all of the following:

16 (a) Develop a detailed application, approval, and compliance
17 process for the back office grant program that is published and
18 available on the qualified nonprofit's website.

19 (b) Establish local match requirements for receipt of a grant
20 under the back office grant program. Local match requirements
21 established under this subdivision must take into account a local
22 unit of government's financial need.

23 (c) Authorize the expenditure of grant funds for the back
24 office grant program to the qualified accounting firm with which
25 the department of treasury contracts in accordance with section 301
26 of House Bill No. ____ (request no. H02443'25) of the 103rd
27 Legislature or 1 of the department of treasury approved qualified
28 accounting firms on behalf of the local unit of government approved
29 for the grant.

1 (4) The department of treasury shall disburse \$2,875,000.00 of
2 grant funds to the qualified nonprofit in advance and replenish all
3 utilized funds not later than 30 days after appropriate reporting
4 from the qualified nonprofit on the use of funds in accordance with
5 the application, approval, and compliance process developed under
6 subsection (3).

7 (5) The unexpended funds appropriated in part 1 for back
8 office grant program are designated as a work project
9 appropriation. Any unencumbered or unallotted funds do not lapse at
10 the end of the fiscal year and are available for expenditures for
11 projects under this section until the projects have been completed.
12 The following is in compliance with section 451a of the management
13 and budget act, 1984 PA 431, MCL 18.1451a:

14 (a) The purpose of the project is to establish and operate a
15 back office grant program to provide local units of government the
16 opportunity to enhance the functional areas of finance, human
17 resources, and information technology in a financial needs-based
18 cost-sharing arrangement with this state.

19 (b) The project will be accomplished by utilizing state
20 employees or contracts, or both.

21 (c) The total estimated cost of the project is \$11,500,000.00.

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

23 (6) As used in this section:

24 (a) "Back office grant program" means the grant program
25 established and operated under this section.

26 (b) "Local unit of government" means a city, village,
27 township, county, or any intergovernmental, metropolitan, or local
28 department, agency, or authority, or other local political
29 subdivision.

1 (c) "Qualified nonprofit" means a nonprofit association that
2 represents counties in this state.