



Senate Fiscal Agency
517-373-2768

Budget Overview: Licensing and Regulatory Affairs

https://www.senate.michigan.gov/sfa/Departments/DPlar_web.html

Department of Licensing and Regulatory Affairs

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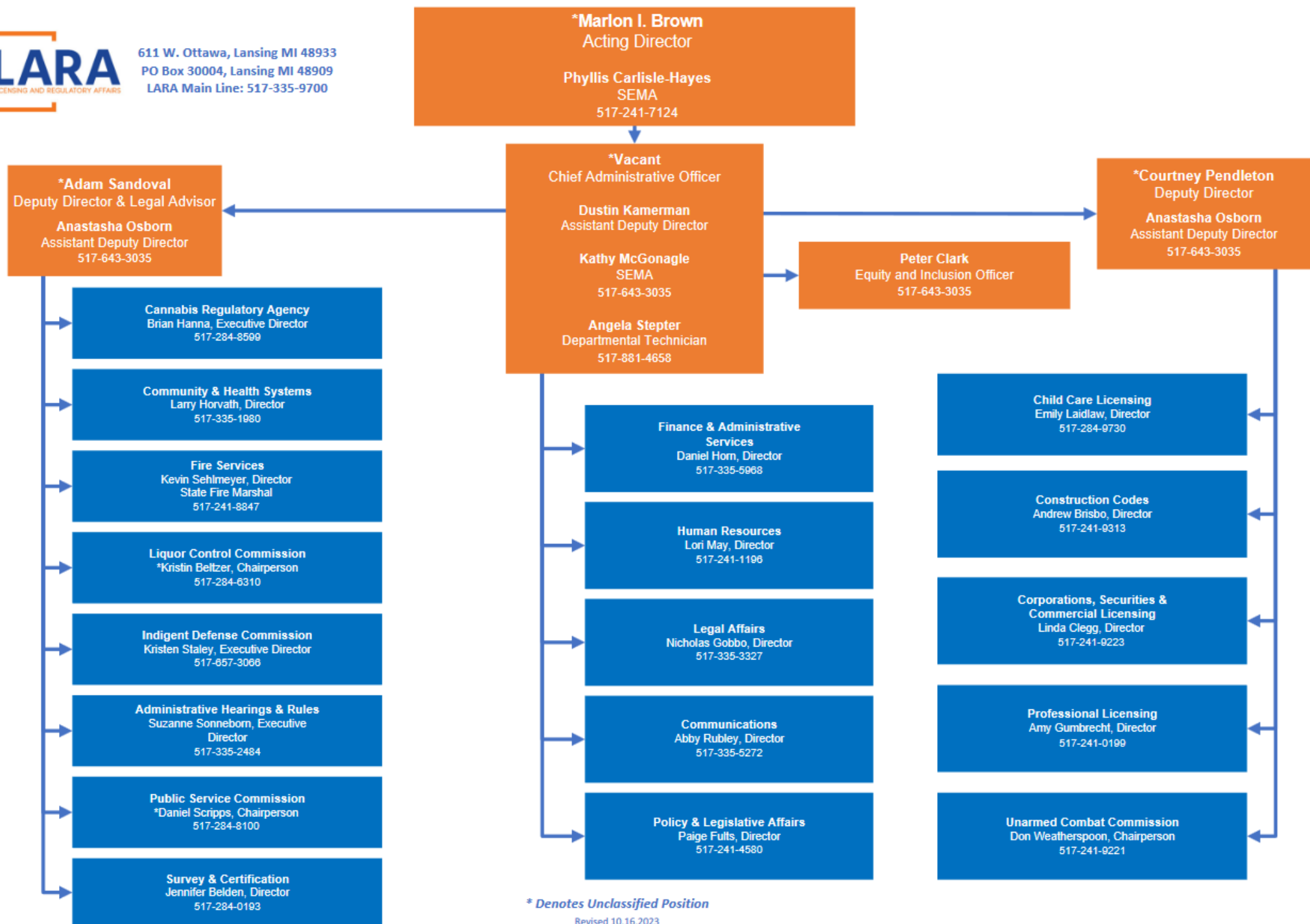
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* Denotes Unclassified Position

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Licensing and Regulatory Affairs General Overview

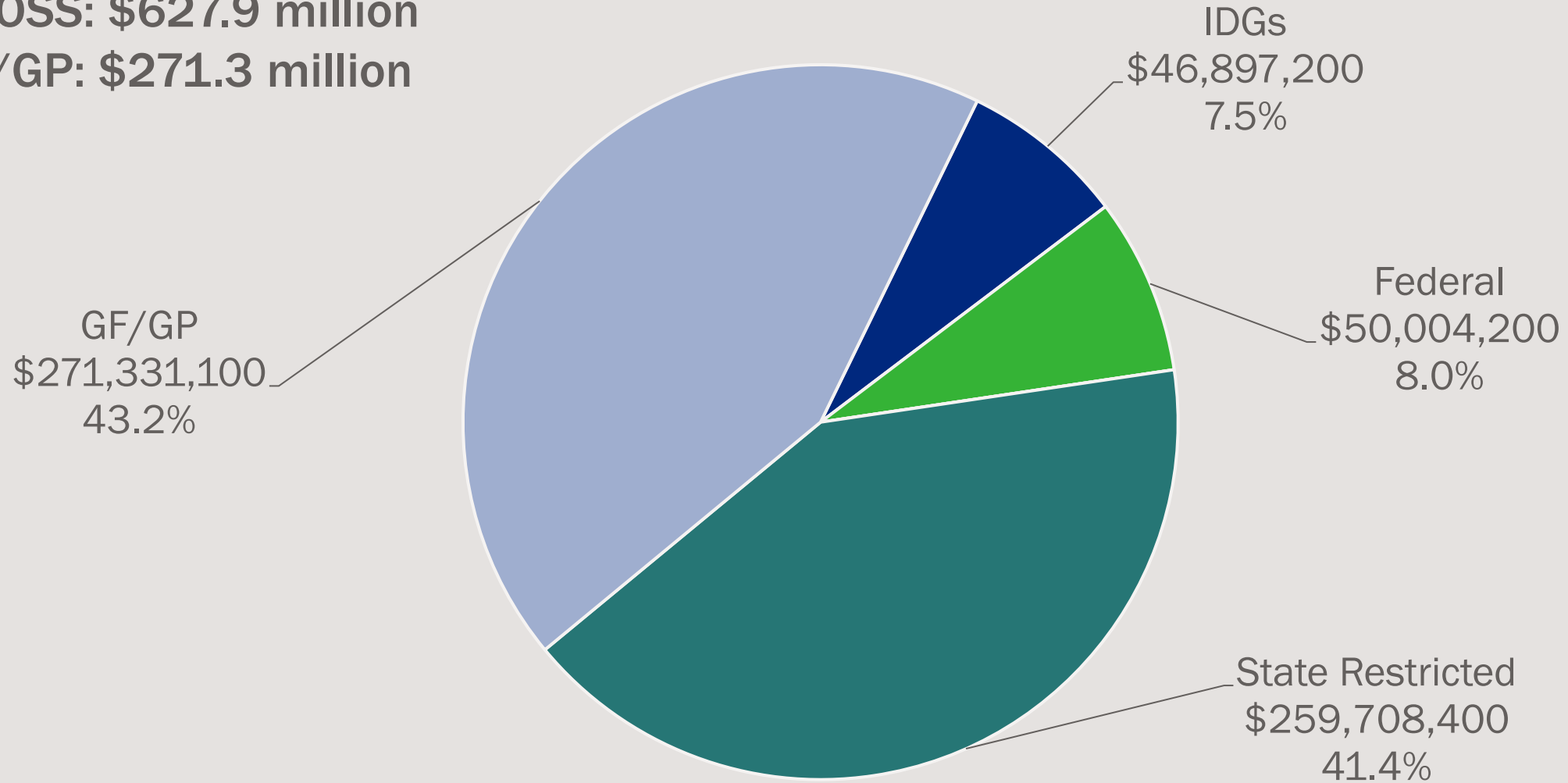
- Major Functions/Programs:

- Public Service Commission (PSC)
- Michigan Liquor Control Commission (MLCC)
- Cannabis Regulatory Agency (CRA)
- Michigan Indigent Defense Commission (MIDC)
- Michigan Office of Administrative Hearings and Rules (MOAHR)

Licensing and Regulatory Affairs

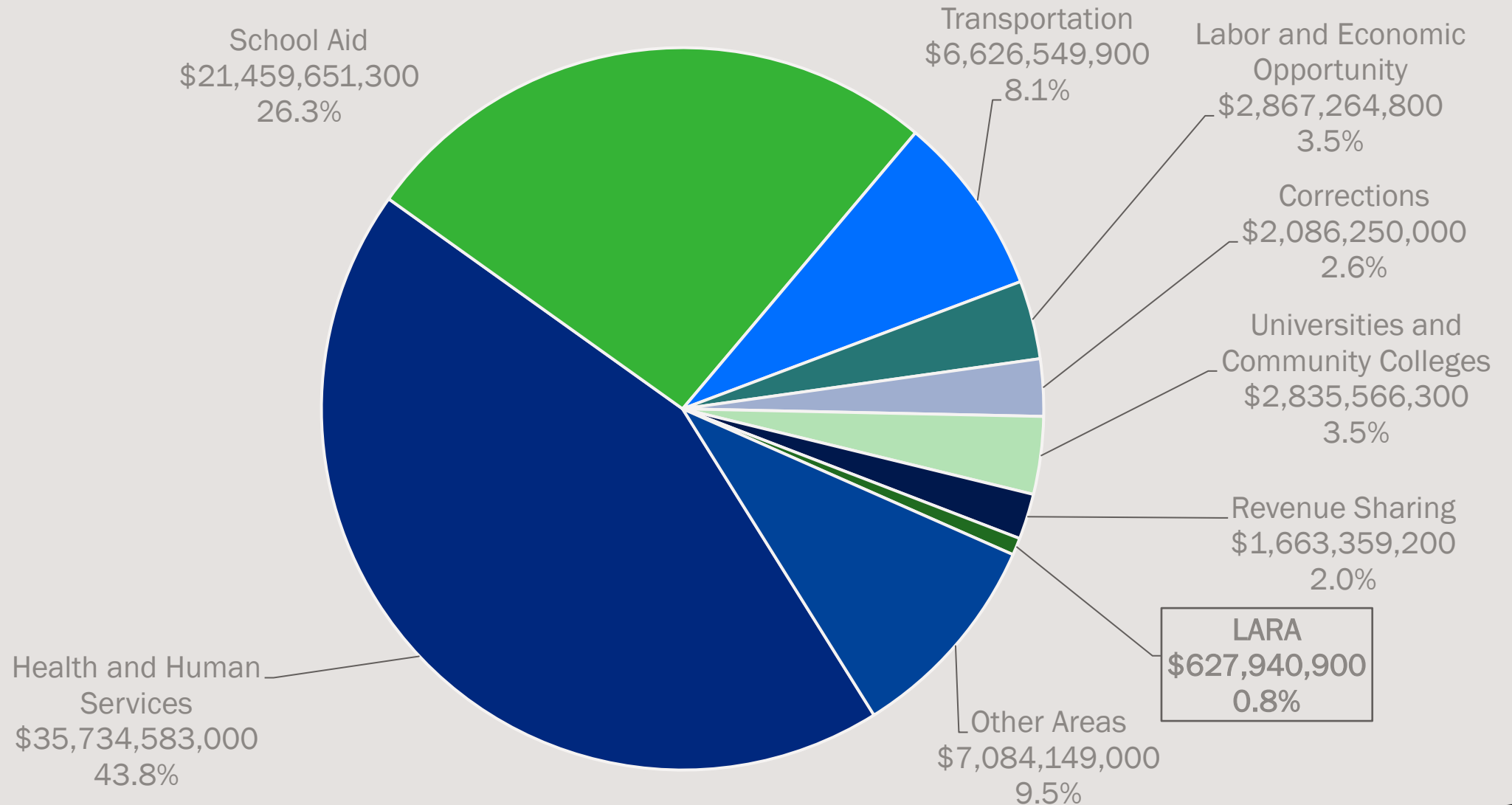
GROSS: \$627.9 million

GF/GP: \$271.3 million



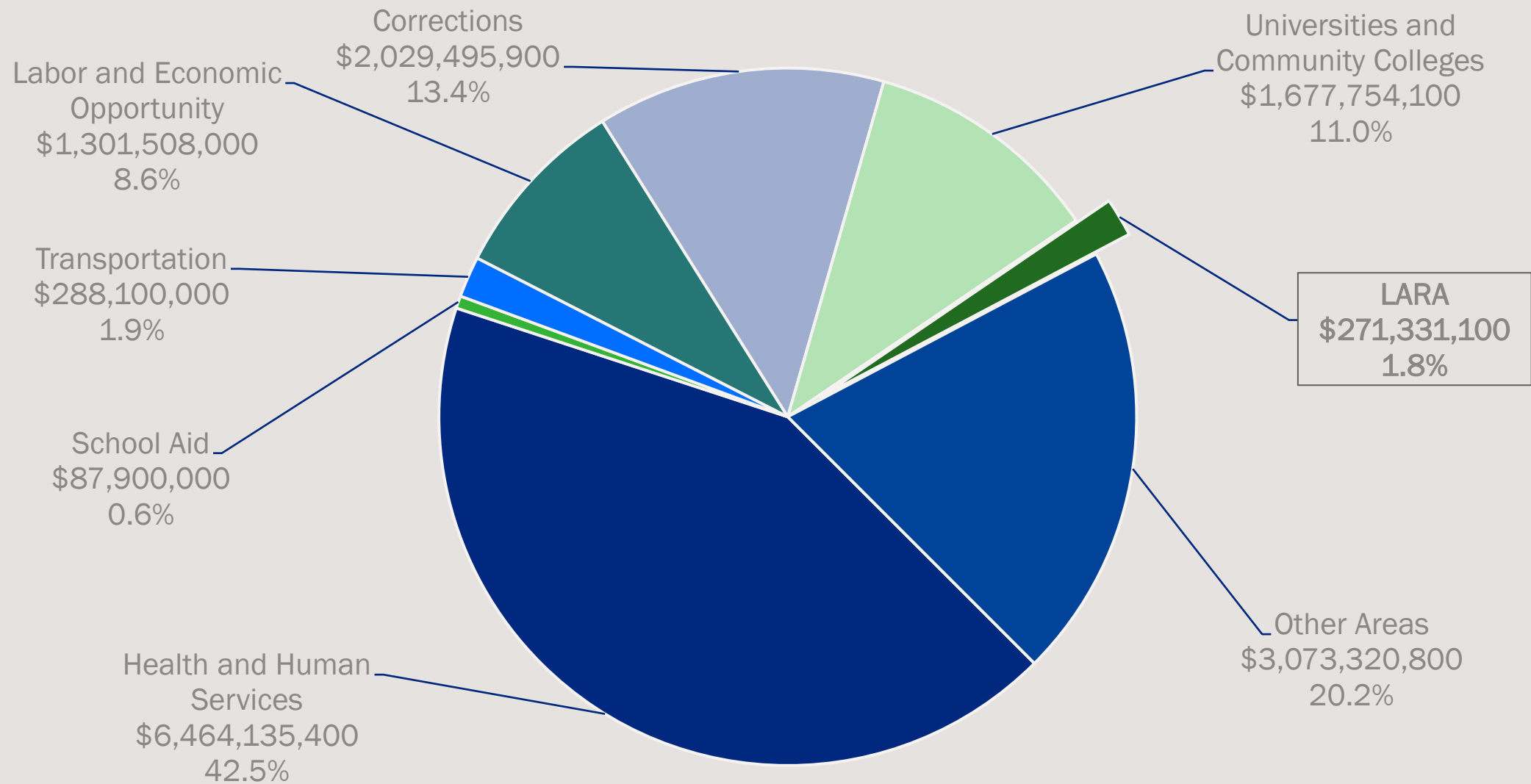
LARA's Slice of the Michigan Budget:

Accounts for 0.8% of the \$81.7B State budget

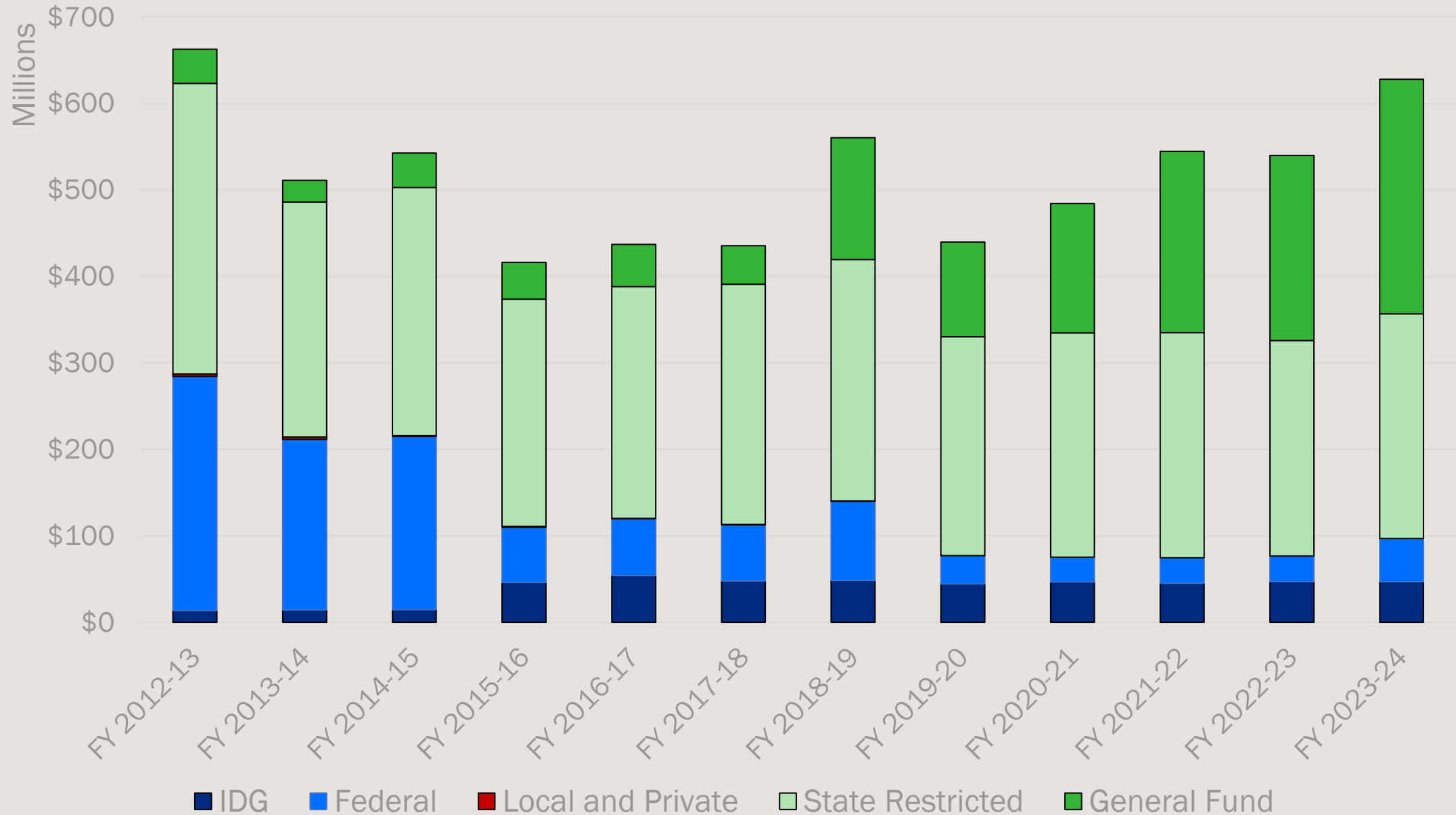


LARA's Slice of Michigan GF/GP Budget:

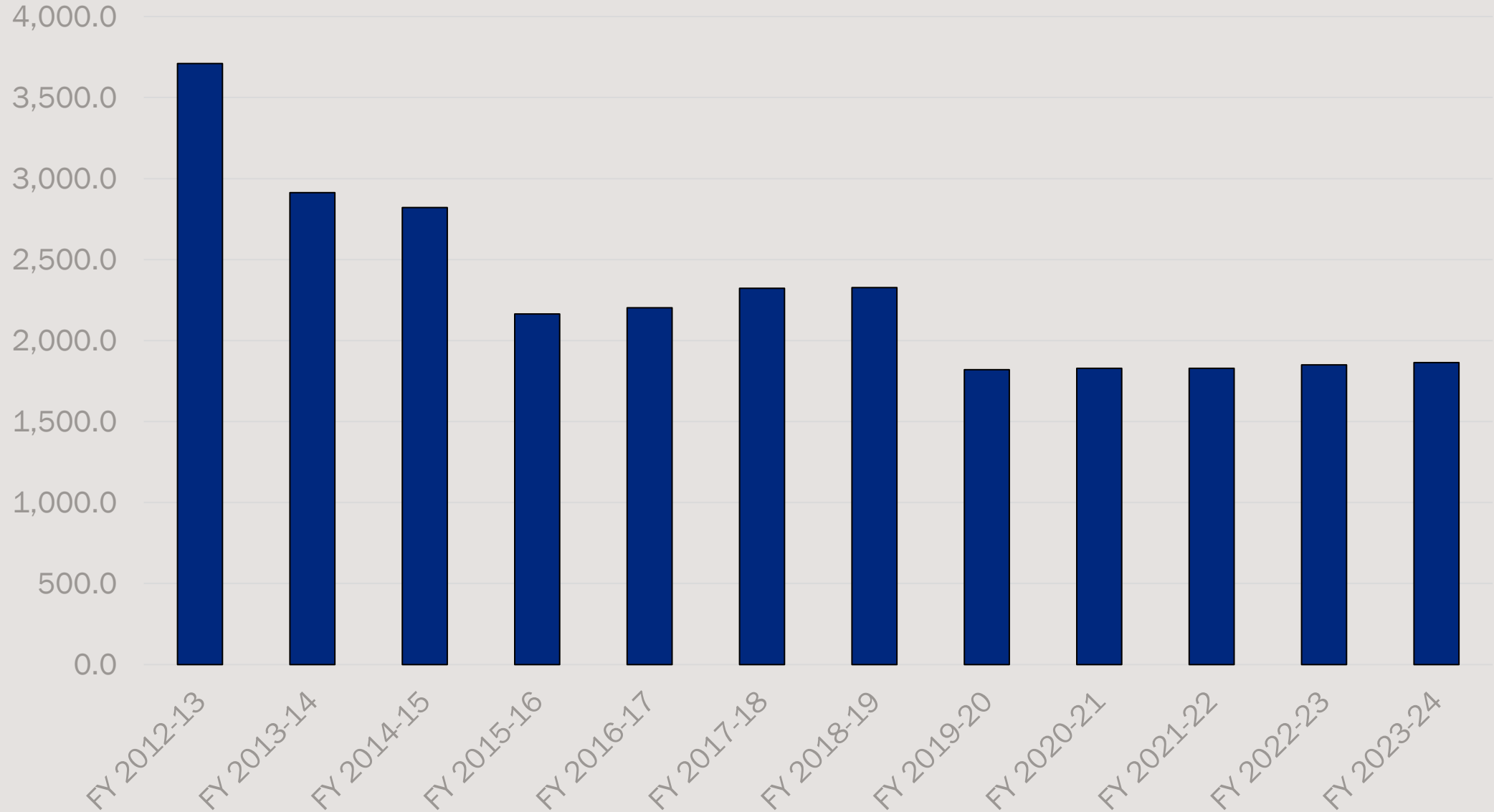
Accounts for 1.8% of the \$15.2B GF/GP in the State budget



LARA Funding History

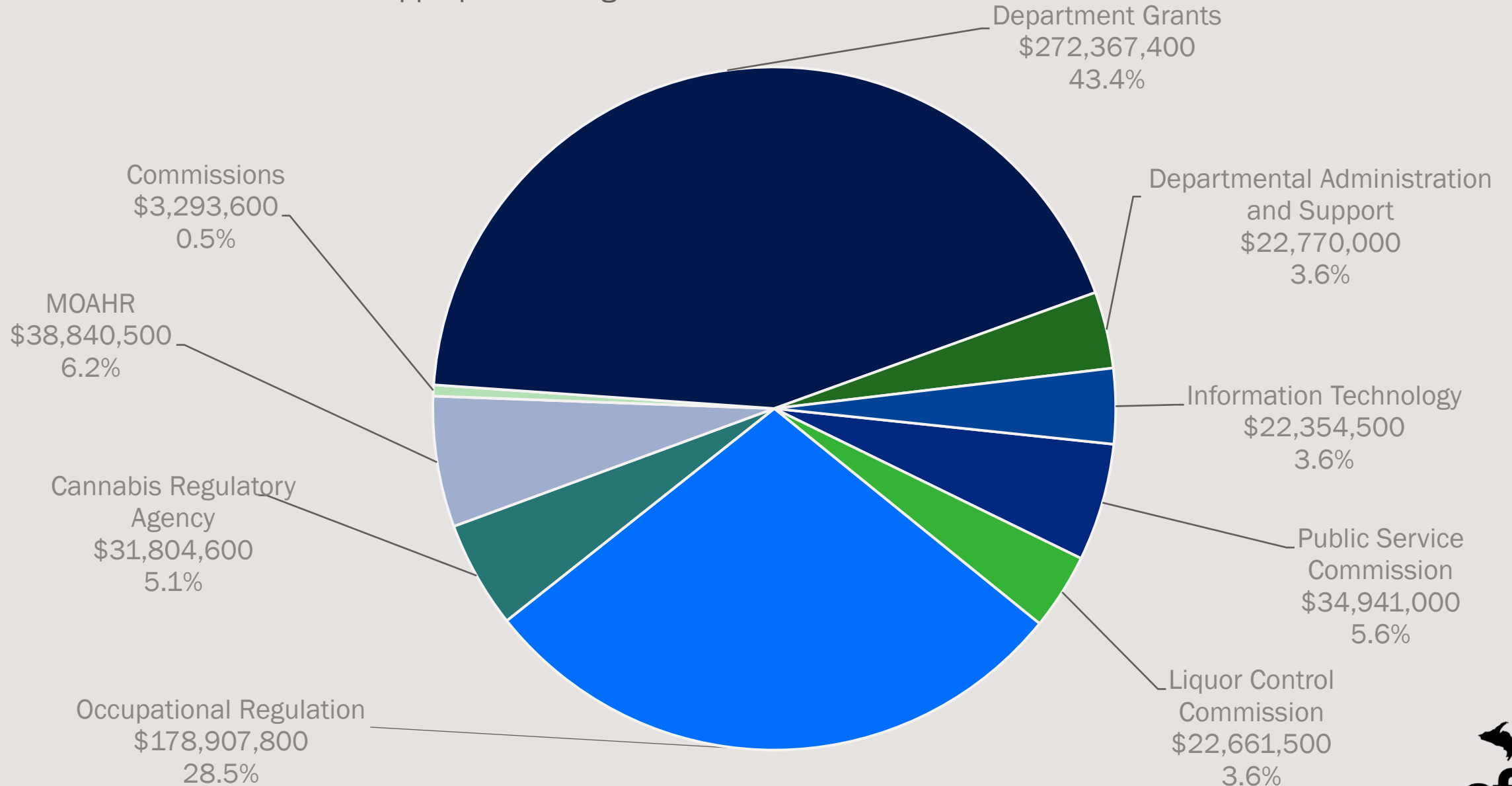


LARA FTE Appropriations History



Major Appropriations in the Department

One-time items included in appropriate categories



Major Areas of GF/GP Spending

- **Michigan Indigent Defense Commission grants** - \$220.9 million
 - Ongoing effort to implement Standards
- **Occupation Regulation**
 - Bureau of Community and Health Systems - \$17.9 million
 - Bureau of Fire Services - \$5.4 million
 - Bureau of Survey and Certification - \$4.2 million
 - Childcare Licensing and Regulation - \$3.1 million

Special Issues

- **Michigan Indigent Defense Commission**
 - New standards #6 and #7 approved in October 2023
 - Ongoing grant funding over next few fiscal years
 - Indigent defense of youth (not passed)
- **Renewable Energy and Electrification Infrastructure Enhancement and Development Grants**
 - FY 2024 one-time item - \$21.3 million
- **Occupation Regulation Staffing**
 - Added 13.0 FTEs to Child Care Licensing Bureau in FY 2023-24

Major Areas of GF/GP Spending

- Revenue from recreational marijuana sales
 - Distribution dictated by statute

Recreational Marijuana Revenue Collection, in Millions

<u>Fiscal Year</u>	<u>Excise Tax</u>	<u>Sales Tax (imputed)</u>	<u>Total Revenue</u>
2020	17.9	11.8	29.7
2021	101.6	67	168.6
2022	169.4	111.8	281.2
2023	266.2	17.3	283.5