

FY 2026-27 DEPARTMENT OF CORRECTIONS BUDGET

GOVERNOR'S RECOMMENDATION

Article 4

Committee: Appropriations



FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2025-26 YEAR-TO-DATE*	FY 2026-27 GOVERNOR'S RECOMMENDATION	CHANGES FROM FY 2025-26 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	12,758.0	12,758.0	0.0	0.0
GROSS	2,163,994,500	2,198,138,100	34,143,600	1.6
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	2,163,994,500	2,198,138,100	34,143,600	1.6
Less:				
Federal Funds	5,203,700	5,222,600	18,900	0.4
Local and Private.....	275,000	275,000	0	0.0
TOTAL STATE SPENDING.....	2,158,515,800	2,192,640,500	34,124,700	1.6
Less:				
Other State Restricted Funds.....	30,304,100	30,559,800	255,700	0.8
GENERAL FUND/GENERAL PURPOSE	2,128,211,700	2,162,080,700	33,869,000	1.6
PAYMENTS TO LOCALS	118,042,500	122,497,200	4,454,700	3.8

*As of February 11, 2026.

Major Boilerplate Changes from FY 2025-26 Year-to-Date:

- 1. Items with major changes:** Secs. 307 and 714 (Telephone charges) are combined; Sec. 402 (Offender Success Programming and Recruiting) expands language to apply to more OS programs; Sec. 604 (Hepatitis C) language revised.
- 2. Items deleted:** Prohibiting employee discipline for communicating with legislature (Sec. 206), restricted fund report (Sec. 212), allows changes to Ad Board transfers via legislative resolution (Sec.216), retention of reports (Sec. 217), report on policy changes (Sec. 218), priority on spending down of work projects (Sec. 219), requires use of E-verify in contracting (Sec. 221), legacy costs report (Sec. 223), Department strategic plan (Sec. 224), internet reporting requirements (Sec. 225), report on court settlements (Sec. 226), report on private and third part funds received (Sec. 227), legislatively-directed spending items (Sec. 228), Swift and Sure (Sec. 322); Lapse of \$30 million for health care costs in FY 2025-26 (Sec. 323); rolled into Sec. 402 (Secs. 403 and 410); Faith-based initiative (Sec. 412); deleted report (Sec. 413); Alternatives to Prison (Sec. 501); deleted Medicaid report (Sec. 605); Public Works Service Contracts (Sec. 703); Pregnant Prisoners (Sec. 708); Legislators prior notice to visit a facility (Sec. 720); and Strip Search Protocol (Sec. 721).

FY 2026-27 DEPARTMENT OF CORRECTIONS BUDGET
GOVERNOR'S RECOMMENDATION

FY 2025-26 Year-to-Date Appropriation	\$2,163,994,500	\$2,128,211,700		
	CHANGE FROM FY 2025-26 Y-T-D		FY 2026-27 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>				
1. Healthcare Corrections Plans and Services. The Governor provided \$4.2 million for increased health care costs including a 3% contract increase and continued increased costs for health care services and pharmacy services.	4,200,000	4,200,000	252,517,500	252,260,300
2. Community Corrections Plans and Services. The Governor included \$1.0 million to provide sufficient funding for programs as the number of participants have increased, grant expenditure rates have increased, and grant application amounts exceed appropriations.	1,000,000	1,000,000	15,198,100	15,198,100
3. Economic Adjustments. Includes \$35,693,600 Gross and \$35,419,000 GF/GP for total economic adjustments.	35,693,600	35,419,000	N/A	N/A
<u>New Programs/Program Increases - NONE</u>				
<u>Eliminations/Reductions - NONE</u>				
<u>One-Time Appropriations</u>				
4. Elimination of FY 2025-26 One-Time Appropriations. Governor included the elimination of one-time appropriations from FY 2025-26, which would include: \$3.2 million for Financial Support for Correctional Facilities; \$1.5 million for Correctional Facility Count and Callout Process Automation; \$850,000 for Higher Education in Prison; \$650,000 for Peer Recovery Coaches; and \$533,400 for Women's Huron Valley Correctional Complex - Ypsilanti.	(6,750,000)	(6,750,000)	0	0
<u>Other - NONE</u>				
Total Changes.....	\$34,143,600	\$33,869,000		
FY 2026-27 GOVERNOR'S RECOMMENDATION.....	\$2,198,138,100	\$2,162,080,700		

Date Completed: 2-17-26

Fiscal Analyst: Joe Carrasco

FY 2026-27 Gross and GF/GP Changes to FY 2025-26

Budget Area/Line Items	Gov Changes to FY 2025-26		
	FTE	GROSS	GF/GP
DEPARTMENT OF CORRECTIONS			
<u>Non-CSB Ongoing Changes</u>			
NONE			
Subtotal - Non-CSB Ongoing	0.0	0	0
<u>CSB Ongoing Changes</u>			
Economic adjustments		35,622,700	35,348,100
Unclassified salaries		70,900	70,900
Healthcare economic asjument		4,200,000	4,200,000
Community corrections plans and services		1,000,000	1,000,000
Subtotal - CSB Ongoing	0.0	40,893,600	40,619,000
<u>One-Time Changes</u>			
Remove FY26 one-time and supplemental appropriations		(6,750,000)	(6,750,000)
Subtotal - One-Time	0.0	(6,750,000)	(6,750,000)
TOTAL DEPARTMENT OF CORRECTIONS	0.0	34,143,600	33,869,000