

FY 2026-27 ENVIRONMENT, GREAT LAKES, AND ENERGY BUDGET

S.B. 878 (S-1): SENATE-PASSED

(as passed by the Senate)

Article 4

Committee: Appropriations



FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2025-26 YEAR-TO-DATE*	FY 2026-27 SENATE-PASSED	CHANGES FROM FY 2025-26 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	1,631.0	1,631.0	0.0	0.0
GROSS	967,719,600	947,617,200	(20,102,400)	(2.1)
Less:				
Interdepartmental Grants Received	4,129,100	4,237,600	108,500	2.6
ADJUSTED GROSS	963,590,500	943,379,600	(20,210,900)	(2.1)
Less:				
Federal Funds	464,268,500	464,743,400	474,900	0.1
Local and Private	1,404,200	1,892,500	488,300	34.8
TOTAL STATE SPENDING	497,917,800	476,743,700	(21,174,100)	(4.3)
Less:				
Other State Restricted Funds	327,853,700	362,305,500	34,451,800	10.5
GENERAL FUND/GENERAL PURPOSE	170,064,100	114,438,200	(55,625,900)	(32.7)
PAYMENTS TO LOCALS	59,133,300	18,433,300	(40,700,000)	(68.8)

*As of February 11, 2026.

- Major Boilerplate Changes from FY 2025-26 Year-to-Date:**
- The Senate's recommendation deleted the following sections from current-year boilerplate sections:** 218 (Publicly Available Reports), 227 (E-Verify Requirements), 249 (Prohibition on Rules on Small Businesses), 250 (Late Permits Report), 305 (Refined Petroleum Payback), 402 (Permitting Report), 925 (Fee Revenue Analysis), 1001-1006 (Removal of One-time sections)
 - Modified – The Senate's recommendation amended the following sections:** 204 (Internet Reporting Requirements) and 215 (Legislatively Directed Spending), 225 (Report on Federal Policy Changes)
 - NEW Sections - The Senate's recommendation included NEW boilerplate in the following sections:** 217 (SFRF Automatic Reappropriation), 218 (SFRF Expenditure Deadline), 230 (Boilerplate Appropriations Report), 252 (Asbestos Inspection Fund Carryforward), and 1001 (Geothermal Energy Network Revolving Loan Fund)

FY 2025-26 Year-to-Date Appropriation	\$967,719,600	\$170,064,100		
	CHANGE FROM FY 2025-26 Y-T-D		FY 2026-27 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>				
1. CSB Technical. The Senate includes internal funding and FTE transfers to reflect divisional structures. Aligns spending authorizations and cost allocations with current Restricted fund revenues.	28,688,400	0	N/A	N/A
2. Economic Adjustments. Includes \$7,609,200 Gross and \$2,679,100 GF/GP for total economic adjustments.	7,609,200	2,679,100	N/A	N/A
<u>New Programs/Program Increases - NONE</u>				
<u>Eliminations/Reductions - NONE</u>				
<u>One-Time Appropriations</u>				
3. Geothermal Energy Network Revolving Loan Fund. The Senate includes \$3.0 million one-time GF/GP to create a revolving loan fund	3,000,000	3,000,000	3,000,000	3,000,000
4. Local Infrastructure Preparedness and Protection Program. The Senate includes \$2.0 million one-time GF/GP to provide funding to local governments for conducting climate vulnerability assessments.	2,000,000	2,000,000	2,000,000	2,000,000
5. Michigan Geological Survey. The Senate includes \$2.6 million GF/GP one-time support for the Michigan geological survey.	2,600,000	2,600,000	2,600,000	2,600,000
6. Removal of FY 2025-26 One-Time and Supplemental Appropriations. The Senate removes FY 2025-26 one-time appropriations. These include: water state revolving funds (\$34.0 million), water infrastructure (\$17.4 million), document digitization, transparency, and modernization (\$5.0 million), Michigan geological survey (\$2.3 million), and permitting guidebooks (\$300,000).	(64,000,000)	(64,000,000)	0	0
<u>Other</u>				
7. Water Resources Program Fund Swap. Replaced \$1.9 million GF/GP with Restricted funds from the land and water permit fees fund.	0	(1,905,000)	33,870,100	17,017,800
Total Changes	(\$20,102,400)	(\$55,625,900)		
FY 2026-27 SENATE-PASSED	\$947,617,200	\$114,438,200		

Date Completed: 4-29-26

Fiscal Analyst: Jonah Houtz

Budget Area/Line Items	Gov Changes to FY 2025-26			Senate Changes to FY 2025-26		
	FTE	GROSS	GF/GP	FTE	GROSS	GF/GP
DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY						
<u>Non-CSB Ongoing Changes</u>						
1 Tipping fee adjustment		11,000,000	0		0	0
2 Water resource division fee increase		7,312,300	0		0	0
3 Hazardous waste fee increase		5,000,000	0		0	0
4 Michigan geological survey		0	0		0	0
5 Underground gas storage fee increase		465,500	0		0	0
6 Water resources program fund swap		0	(1,905,000)		0	(1,905,000)
Subtotal - Non-CSB Ongoing	0.0	23,777,800	(1,905,000)	0.0	0	(1,905,000)
<u>CSB Ongoing Changes</u>						
1 Economic adjustments		7,579,800	2,670,500		7,579,800	2,670,500
2 Unclassified salaries		29,400	8,600		29,400	8,600
3 CSB Technical	0.0	28,688,400	0	0.0	28,688,400	0
Subtotal - CSB Ongoing	0.0	36,297,600	2,679,100	0.0	36,297,600	2,679,100
<u>One-Time Changes</u>						
1 Remove FY26 one-time and supplemental appropriations		(64,000,000)	(64,000,000)		(64,000,000)	(64,000,000)
2 Local infrastructure preparedness and protection program		2,000,000	2,000,000		2,000,000	2,000,000
3 Geothermal energy network revolving loan fund		0	0		3,000,000	3,000,000
4 Michigan geological survey		0	0		2,600,000	2,600,000
Subtotal - One-Time	0.0	(62,000,000)	(62,000,000)	0.0	(56,400,000)	(56,400,000)
TOTAL EGLE	0.0	(1,924,600)	(61,225,900)	0.0	(20,102,400)	(55,625,900)