

FY 2025-26 LABOR AND ECONOMIC OPPORTUNITY BUDGET

H.B. 4706 (P.A. 22 of 2025): INITIAL APPROPRIATIONS

Article 9



FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2024-25 YEAR-TO-DATE*	FY 2025-26 INITIAL APPROPRIATIONS	CHANGES FROM FY 2024-25 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	2,637.0	2,599.0	(38.0)	(1.4)
GROSS	2,669,494,500	1,731,079,700	(938,414,800)	(35.2)
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	2,669,494,500	1,731,079,700	(938,414,800)	(35.2)
Less:				
Federal Funds	1,191,165,800	1,188,234,200	(2,931,600)	(0.2)
Local and Private.....	23,284,600	14,288,200	(8,996,400)	(38.6)
TOTAL STATE SPENDING.....	1,455,044,100	528,557,300	(926,486,800)	(63.7)
Less:				
Other State Restricted Funds.....	661,474,700	312,373,700	(349,101,000)	(52.8)
GENERAL FUND/GENERAL PURPOSE	793,569,400	216,183,600	(577,385,800)	(72.8)
PAYMENTS TO LOCALS	75,654,900	49,464,000	(26,190,900)	(34.6)

*As of October 7, 2025.

Major Boilerplate Changes from FY 2024-25 Year-to-Date:

- Deleted Sections.** The Conference deleted several sections, which include: **208** (Legal Services), **220** (GF MSF Appropriation), **221** (SFRF), **303** (SIMGA Requirement), **351-353** (SOAR), **527** (RAP Program), **709** (Helmets to Hardhats), **716** (VITA), **906** (PASREP), and FY 2024-25 One-Time Appropriation sections. (**Secs 1001-1054**)
- Modified Sections.** The Conference made substantial changes to several sections, which includes: **222** (Grant Transparency), **304** (Private Grants), **305** (Registration Fees), **306** (Publication Fees), **307** (Radiological Health Administration), **401** (MSHDA Report), **403** (MSHDA FTEs), **503** (Pure Michigan), **509** (Land Purchases), **517** (Arts and Cultural Grants), **526** (Michigan Defense Center), **601** (Wage and Hour), **702** (Youth Entrepreneurship), **706** (Going Pro Administration), **804** (UIA In-Person Services), **805** (UIA Limited-Term Employees), **905** (Center for Independent Living), and **951** (Office of Global Michigan Report).
- New Sections.** The Conference included several new sections, which includes: **221** (Ad Board Transfers), **223** (In-person Work), **224** (Federal Policy Change Report), **225** (E-Verify), **226** (Website Reporting Format), **227** (Work Project Report), **228** (Legacy Costs), **229** (Department Scorecard), **230** (Court Settlement Report), **231** (Private Fund Report), **405** (Blight Reappropriation), **602** (First Responder Presumed Coverage Fund), **717** (Office of Rural Prosperity), **906** (WIOA Appropriation), **952** (Office of Global Michigan FTE), **954** (Black Leadership Council), **955** (Tribal Commission), and the One-Time sections (**1001 to 1021**).

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H.B. 4706 (P.A. 22 of 2025): INITIAL APPROPRIATIONS

FY 2024-25 Year-to-Date Appropriation	\$2,669,494,500	\$793,569,400		
	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>				
1. Technical Increases. The Conference included an additional \$5.4 million in available Federal dollars to support ongoing MRS IT costs, \$4.0 million in additional State Brownfield Redevelopment funds, and \$1.5 million Federal and \$100,000 Private funds for the Office of Rural Prosperity.	10,991,000	0	N/A	N/A
2. Technical Removals. The Conference removed \$50.0 million for Revitalization and Placemaking to align with statute.	(50,000,000)	0	0	0
3. Technical Adjustments. The Conference included numerous technical adjustments to align Federal and Restricted funds with projections.	(2,184,300)	0	N/A	N/A
4. Economic Adjustments. Includes an increase of \$9,899,500 Gross and \$1,535,000 GF/GP for total economic adjustments.	9,899,500	1,535,000	N/A	N/A
<u>New Programs/Program Increases</u>				
5. First Responders Presumed Coverage Fund. The Conference included an additional \$2.5 million from gaming revenue to the First Responders Presumed Coverage Fund.	2,500,000	0	6,500,000	0
<u>Eliminations/Reductions</u>				
6. Going Pro. The Conference removed all General Funds from the ongoing Going Pro line item.	(45,209,200)	(45,209,200)	9,540,800	9,540,800
7. Business Attraction and Community Revitalization. The Conference removed all General Funds from the Business Attraction and Community Revitalization line item.	(40,650,000)	(40,650,000)	59,350,000	59,350,000
8. Pure Michigan. The Conference reduced Local and Private funds for Pure Michigan to align with spending levels.	(9,000,000)	0	17,000,000	16,000,000
9. Arts and Cultural Grants. The Conference reduced the ongoing arts and cultural program line item by \$8.7 million GF/GP.	(8,685,200)	(8,685,200)	3,700,000	2,450,000
10. Administrative Reductions. The Conference reduced the Office of Global Michigan (\$2,011,700), reduced the Michigan office of defense and aerospace innovation (\$1.0 million), reduced the Office for Future	(4,340,300)	(4,340,100)	N/A	N/A

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	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
Mobility (\$500,000), eliminated the Personal Assistance Services Reimbursement for Employment Program (\$400,000), reduced the Community and Worker Transition Office (\$273,700), reduced \$154,900 GF/GP throughout the department, and eliminated the two \$100 SOAR placeholders.				
11. Grant Programs. The Conference reduced 23+ High School Diploma Program (\$1.0 million), reduced Centers for Independent Living (\$1.0 million), eliminated Volunteer Income Tax Assistance Grants (\$1.0 million), reduced At-Risk Youth Grants (\$515,500), and eliminated Helmets-to-Hardhats (\$250,000).	(3,765,500)	(3,765,500)	N/A	N/A
12. FTE Reduction. The Conference removed 34.0 FTE positions from Jobs Creation Services, 2.0 FTE positions from Michigan Rehabilitation Services, and 2.0 FTE positions from Executive Direction.	0	0	N/A	N/A
<u>One-Time Appropriations</u>				
13. Individual Grants. The Conference included several One-Time individual grants, which include: Legislatively Directed Spending Items (\$28,013,700), Detroit Right to Counsel (\$1.5 million), Arts and Cultural Grants (\$1.0 million), Focus: HOPE (\$1.0 million), Michigan Black Business Alliance (\$1.0 million), Sheet Metal Training Center (\$1.0 million), Starfish Family Services (\$1.0 million), Food Pantry Supports (\$800,000), Wayne Metro (\$800,000), Michigan Women Forward (\$750,000), Redford Water Infrastructure (\$750,000), Empowerment (\$500,000), Habitat for Humanity (\$500,000), North Rosendale Park (\$500,000), SER Metro (\$500,000), and Reignite (\$250,000).	39,863,700	39,863,700	39,863,700	39,863,700
14. Replacement of Ongoing Reductions. The Conference included One-Time funding to replace items that were removed or reduced in ongoing, which include: Going Pro (\$22,263,800), Arts and Cultural Program (\$8,685,200), the Michigan office of defense and aerospace innovation (\$1.0 million), the Office of Global Michigan (\$500,000), the Community and Worker Transition Office (\$250,000), and Helmets-to-Hardhats (\$250,000).	32,949,000	32,949,000	32,949,000	32,949,000
15. Programs. The Conference included several One-Time programs, which include: Community Development Financial Institutions (\$5.0 million), Workforce and Employer Expansion (\$5.0 million), Emerging Community	15,728,500	15,728,500	15,728,500	15,728,500

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	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
Grants (\$2.0 million), Museum Support (\$1.5 million), Home Repair Grants (\$1,228,500), and an additional \$1.0 million for Wage and Hour.				
16. Removal of FY 2024-25 One-Time Appropriations and Transfers. The Conference removed \$638.8 million Gross and \$564.8 million GF/GP in One-Time appropriations and \$247.7 million in Legislative Transfers.	(886,512,000)	(564,812,000)	0	0
Total Changes.....	(\$938,414,800)	(\$577,385,800)		
FY 2025-26 INITIAL APPROPRIATIONS	\$1,731,079,700	\$216,183,600		

Date Completed: 10-2-25

Fiscal Analyst: Cory Savino

One Time Appropriation		88,541,200
Sec #	Line Item Name (Grant Item)	Amount
1000	Arts and cultural grants	1,000,000
	1 Concert of Colors	750,000
	2 MSU Traditional Arts Program	250,000
	Arts and cultural program	8,685,200
	Community and worker economic transition office	250,000
1002	Community development financial institutions fund grants	5,000,000
1003	Detroit right to counsel	1,500,000
1004	Emerging community grants	2,000,000
1005	Empowerment	500,000
1006	Focus: HOPE	1,000,000
1007	Food pantry support	800,000
	1 Brightmoor Food Pantry	300,000
	2 Gleaners Community Food Bank	500,000
	Going pro	22,263,800
1008	Habitat for humanity	500,000
1009	Helmets to hardhats	250,000
1010	Home repair grants	1,228,500
1011	Legislatively directed spending items	28,013,700
	1 Sheridan Twp. Bridge Repair	3,300,000
	2 Vassar Public Safety Building	2,000,000
	3 Utica Police Equipment	250,000
	4 Rochester Hills Park and Road Improvements	2,000,000
	5 Shelby Twp Community Pool	1,000,000
	6 Harbor Beach Campground Improvements	1,000,000
	7 Cascades Park (Jackson County)	1,500,000
	8 Marysville Seawall Improvements	750,000
	9 Springfield Police Carport	125,000
	10 Common Ground	175,000
	11 Hindu Community Relations Council	300,000
	12 US-127 Entrance Ramp Feasibility Study	250,000
	13 Microseria Wollei benthic cyanobacteria muck	800,000
	14 Washington Twp Guardrail	60,000
	15 Shiawassee County Ambulance Purchases	1,231,000
	16 Albion Police Body Worn Cameras	32,000
	17 Park Twp. Coast Guard	600,000
	18 Bronson UV Wastewater Upgrades	609,000
	19 Bronson Health Foundation Sexual Assault Training	31,700
	20 Four Lakes Task Force Dam Restoration	9,800,000
	21 City of Portage Stormwater Runoff	2,000,000
	22 Cadillac Culvert Facilities Replacements	200,000
1012	Michigan black business alliance	1,000,000
	Michigan office of defense and aerospace innovation	1,000,000
1013	Michigan women forward	750,000
	Museum support	1,500,000
1014	North Rosedale Park	500,000
	Office of global Michigan	500,000
1015	Redford water infrastructure	750,000
1016	Reignite	250,000
1017	SER metro	500,000
1018	Sheet metal training center	1,000,000
1019	Starfish family services	1,000,000
	Wage and hour program	1,000,000
1020	Wayne metro	800,000
1021	Workforce and employer expansion	5,000,000

FY 2025-26 Gross and GF/GP Changes to FY 2024-25

Item #	Budget Area/Line Items	Gov Changes to FY 2024-25			House Changes to FY 2024-25			Senate Changes to FY 2024-25			Conference Changes to FY 2024-25		
		FTE	GROSS	GF/GP	FTE	GROSS	GF/GP	FTE	GROSS	GF/GP	FTE	GROSS	GF/GP
DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY													
	Ongoing Changes	2,637.0	2,669,494,500	793,569,400	2,637.0	2,669,494,500	793,569,400	2,637.0	2,669,494,500	793,569,400	2,637.0	2,669,494,500	793,569,400
1	Talent partnership					0	0		40,000,000	40,000,000		0	0
2	Pre-employment transition services for students with disabilities		40,375,600	8,390,900		0	0		33,521,700	1,000,000		0	0
3	Small business development initiative					0	0		10,000,000	10,000,000		0	0
4	Michigan rehabilitation services - federal match		9,217,800	1,963,400		0	0		9,217,800	0		0	0
5	Prevailing wage fund					0	0	24.0	8,000,000	0		0	0
6	Rural jobs and capital investment					7,500,000	0		0	0		0	0
7	Michigan rehabilitation services - federal adjustment		5,391,000	0		0	0		5,391,000	0		5,391,000	0
8	State brownfield redevelopment fund		4,000,000	0		0	0		4,000,000	0		4,000,000	0
9	Land bank stabilization					0	0		3,000,000	3,000,000		0	0
10	Barrier removal employment services					0	0		3,000,000	3,000,000		0	0
11	Land Bank Authority increase					0	0		2,500,000	2,500,000		0	0
12	First responders presumed coverage fund		2,500,000	0		0	0		2,500,000	0		2,500,000	0
13	CDFI					0	0		2,000,000	2,000,000		0	0
14	Office of rural prosperity federal and private funds		1,600,000	0		0	0		1,600,000	0		1,600,000	0
15	Wage and hour	10.0	1,500,000	1,500,000		0	0	10.0	1,500,000	1,500,000		0	0
16	Center for Employment Opportunity					0	0		1,000,000	1,000,000		0	0
17	Michigan Future Force Grants					0	0		1,000,000	1,000,000		0	0
18	Black Leadership Council					0	0	1.0	220,000	220,000		0	0
19	Tribal Commission					0	0	1.0	220,000	220,000		0	0
20	Global Talent Initiative					0	0		100,000	100,000		0	0
21	Michigan high-speed internet office				1.0	100,000	100,000						
22	Office of rural prosperity	3.0	0	0		0	0	1.0	0	0		0	0
23	Removal of FY 25 one-time and transfers		(886,512,000)	(564,812,000)		(886,512,000)	(564,812,000)		(886,512,000)	(564,812,000)		(886,512,000)	(564,812,000)
24	FTE/Appropriation reduction				(88.0)	(328,810,900)	(8,084,700)					0	0
25	Line item removals				(51.0)	(136,005,600)	(68,595,300)					0	0
26	Revitalization and placemaking removal		(50,000,000)	0		(50,000,000)	0		(50,000,000)	0		(50,000,000)	0
27	Business attraction and community revitalization					(100,000,000)	(40,650,000)		(59,350,000)	0		(40,650,000)	(40,650,000)
28	Going pro											(45,209,200)	(45,209,200)
29	Pure Michigan					(9,000,000)	(16,000,000)		(5,000,000)	(5,000,000)		(9,000,000)	0
30	Arts and cultural program		(1,250,000)	(1,250,000)		(12,379,200)	(11,129,200)		(250,000)	(250,000)		(8,685,200)	(8,685,200)
31	Technical adjustments		(2,184,300)	0		(57,500)	0		(2,184,300)	0		(2,184,300)	0
32	Office of Global Michigan					0	0	1.0	150,000	150,000		(2,011,700)	(2,011,700)
33	Michigan office of defense and aerospace innovation					(5,000,000)	(5,000,000)					(1,000,000)	(1,000,000)
32	23 + high school diploma program											(1,000,000)	(1,000,000)
34	Centers for independent living											(1,000,000)	(1,000,000)
33	Volunteer income tax assistance grants		(1,000,000)	(1,000,000)		(1,000,000)	(1,000,000)		1,000,000	1,000,000		(1,000,000)	(1,000,000)
35	At-risk youth grants											(515,500)	(515,500)
35	Office of Future mobility											(500,000)	(500,000)
36	Personal assistance services reimbursement for employment program		(400,000)	(400,000)		0	0		0	0		(400,000)	(400,000)
36	Community and worker economic transition office											(273,700)	(273,700)
37	Helmets to hardhats											(250,000)	(250,000)
37	Information technology					(8,009,000)	(190,100)					(70,600)	(70,600)
38	Property management											(36,400)	(36,400)
38	Michigan community service commission											(18,900)	(18,900)
39	Unclassified salaries											(12,500)	(12,500)
39	MISTEM advisory council											(8,400)	(8,400)
40	Workers comp board of magistrates											(6,200)	(6,200)
40	Executive direction and operations											(1,700)	(1,700)
41	SOAR earmarks											(200)	0
41	Entrepreneurship ecosystem					(15,650,000)	0		(15,650,000)	0		0	0
42	Job Creation Services		0	0		(3,049,500)	(3,049,500)	(14.0)	(590,000)	(590,000)	(34.0)	0	0
42	Michigan rehabilitation services											(2.0)	0
43	Insurance funds administration											(2.0)	0
43	Unclassified salaries		142,200	12,500					142,200	12,500		142,200	12,500
44	Economic adjustments		9,757,300	1,522,500					9,757,300	1,522,500		9,757,300	1,522,500
	Subtotal - Ongoing change	13.0	(866,862,400)	(554,072,700)	(138.0)	(1,547,873,700)	(718,410,800)	24.0	(879,716,300)	(502,427,000)	(38.0)	(1,026,956,000)	(665,927,000)
	Ongoing Total	2,650.0	1,802,632,100	239,496,700	2,499.0	1,121,620,800	75,158,600	2,661.0	1,789,778,200	291,142,400	2,599.0	1,642,538,500	127,642,400

FY 2025-26 Gross and GF/GP Changes to FY 2024-25

Item #	Budget Area/Line Items	Gov Changes to FY 2024-25		House Changes to FY 2024-25		Senate Changes to FY 2024-25		Conference Changes to FY 2024-25					
		FTE	GROSS	GF/GP	FTE	GROSS	GF/GP	FTE	GROSS	GF/GP			
	One-Time Changes												
1	Economic relief and tariff impact fund						100,000,000	100,000,000					
2	Housing relief fund						75,000,000	75,000,000					
3	Emergency housing						50,000,000	50,000,000					
4	Community support hubs		10,000,000	10,000,000			30,000,000	5,000,000					
5	MICAP						20,000,000	0					
6	Michigan Future Force						15,000,000	15,000,000					
7	Re-Emerging workforce						10,000,000	10,000,000					
8	Statewide registered apprenticeships		19,000,000	19,000,000			5,000,000	5,000,000					
9	Michigan Veteran Wraparound Services						3,000,000	3,000,000					
10	Fire station infrastructure upgrades						3,000,000	3,000,000					
11	Short term loan assistance						2,500,000	2,500,000					
12	ADA small business compliance						2,000,000	2,000,000					
13	Arts and culture facility upgrades						2,000,000	2,000,000					
14	Michigan Works						1,000,000	1,000,000					
15	My Pay Today pilot program						1,000,000	1,000,000					
16	Economic impact study						500,000	500,000					
17	Women in the workplace						250,000	250,000					
18	Community infrastructure grants						1,400	1,400					
19	Community health and services grants						1,200	1,200					
20	Community public safety grants						900	900					
21	Community workforce development grants						600	600					
22	Arts and cultural grants								1,000,000	1,000,000			
23	Arts and cultural program								8,685,200	8,685,200			
24	Community and worker economic transition office								250,000	250,000			
25	Community development financial institutions fund grants								5,000,000	5,000,000			
26	Detroit right to counsel								1,500,000	1,500,000			
27	Emerging community grants						2,750,000	2,750,000	2,000,000	2,000,000			
28	Empowerment								500,000	500,000			
29	Focus HOPE		1,000,000	1,000,000					1,000,000	1,000,000			
30	Food pantry support								800,000	800,000			
31	Going Pro								22,263,800	22,263,800			
32	Habitat for humanity								500,000	500,000			
33	Helmets to hardhats								250,000	250,000			
34	Home repair grants								1,228,500	1,228,500			
35	Legislatively directed spending items						100,000,000	100,000,000	28,013,700	28,013,700			
36	Michigan black business alliance								1,000,000	1,000,000			
37	Michigan office of defense and aerospace innovation								1,000,000	1,000,000			
38	Michigan women forward								750,000	750,000			
39	Museum support								1,500,000	1,500,000			
40	North Rosedale park								500,000	500,000			
41	Office of Global Michigan								500,000	500,000			
42	Redford water infrastructure								750,000	750,000			
43	Reignite								250,000	250,000			
44	SER Metro								500,000	500,000			
45	Sheet metal training center								1,000,000	1,000,000			
46	Starfish family services								1,000,000	1,000,000			
47	Wage and hour								1,000,000	1,000,000			
48	Wayne metro								800,000	800,000			
49	Workforce and employer expansion								5,000,000	5,000,000			
50	Wakefield township infrastructure investment						50,000,000	50,000,000					
51	Skilled trades workforce training grants						20,000,000	20,000,000					
52	Employer assisted housing financing program		25,000,000	25,000,000									
53	Talent action teams		10,000,000	10,000,000									
54	Growth Programming and Initiatives		10,000,000	10,000,000									
55	Removing barriers to work		7,500,000	7,500,000									
56	Office of rural prosperity		1,000,000	1,000,000									
	One-Time Total	0.0	83,500,000	83,500,000	0.0	170,000,000	170,000,000	0.0	323,004,100	278,004,100	0.0	88,541,200	88,541,200
	TOTAL CHANGES	13.0	(783,362,400)	(470,572,700)	(138.0)	(1,377,873,700)	(548,410,800)	24.0	(556,712,200)	(224,422,900)	(38.0)	(938,414,800)	(577,385,800)
	TOTAL LABOR AND ECONOMIC OPPORTUNITY	2,650.0	1,886,132,100	322,996,700	2,499.0	1,291,620,800	245,158,600	2,661.0	2,112,782,300	569,146,500	2,599.0	1,731,079,700	216,183,600