Senate Fiscal Agency

FY 2019-20 APPROPRIATIONS REPORT

Part II - Initial Appropriations

December 2019

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THE SENATE FISCAL AGENCY

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1. To provide technical, analytical, and preparatory support for all appropriations bills.

2. To provide written analyses of all Senate bills, House bills, and Administrative Rules considered by the Senate.

3. To review and evaluate proposed and existing State programs and services.

4. To provide economic and revenue analysis and forecasting.

5. To review and evaluate the impact of Federal budget decisions on the State.

6. To review and evaluate State issuance of long-term and short-term debt.

7. To review and evaluate the State's compliance with constitutional and statutory fiscal requirements.

8. To prepare special reports on fiscal issues as they arise and at the request of members of the Senate.

The Agency is located on the 8th floor of the Victor Office Center. The Agency is an equal opportunity employer.

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OVERVIEW

FY 2019-20 INITIAL APPROPRIATIONS OVERVIEW

On March 5, 2019, Governor Gretchen Whitmer presented her fiscal year (FY) 2019-20 and budget projections for FY 2020-21. Public Act (PA) 389 of 2018, requires the Governor to propose a budget for the upcoming fiscal year and the following fiscal year. Pursuant to an Attorney General's letter opinion issued on February 9, 2011, the Governor is allowed to propose a two-year budget and the Legislature can enact a two-year budget but the second year would only be an expression of an "intent to appropriate", not binding or legally enforceable. Beginning with FY 2020-21, the Governor also is required to produce a five-year strategic plan for the State when submitting a budget recommendation to the Legislature.

On September 12, 2019, the Legislature passed the FY 2019-20 School Aid Fund (SAF) budget bill. One week later, on September 19, 2019, the Legislature passed the remaining FY 2019-20 budget bills. The budget passed by the Legislature was balanced based on the consensus revenue estimates agreed to on May 17, 2019. There were some variations from previous fiscal years in the budget process for FY 2019-20. Both the House of Representatives and Senate initiated a complete FY 2019-20 budget in their respective chambers: the House with 16 individual department appropriation bills, and the Senate with 17 individual department appropriation bills. The Senate included a separate bill for the Department of Talent and Economic Development (TED) in its Senate-passed package, which was ultimately considered as a part of the General Government budget, as had been done in the House. In recent years, after considering these individual budget bills, the content of the individual bills were combined into two omnibus budget bills, one education bill and one general budget bill. For FY 2019-20, the Legislature instead reverted to a previous practice of reporting 16 individual appropriation bills (eight Senate-originated and eight House-originated) out of conference committee and to the Governor for her signature.

The budget bills presented to the Governor were signed on September 30, 2019, with veto messages returned to the Legislature. In total, the Governor's veto actions reduced the FY 2019-20 appropriations recommended by the Legislature by $947.1 million Gross[1] and by $554.8 million General Fund/General Purpose[2] (GF/GP). The individual budget bills for FY 2019-20 were enacted as Public Act 52 through Public Act 67 of 2019. Following the initial actions to approve a FY 2019-20 budget, the Governor exercised the authority extended to her under Section 3 of Public Act 2 of 1921 (MCL 17.3) to transfer appropriated dollars from specified line items into other line items within the same department budgets. Those transfers were approved at a special meeting of the State Administrative Board on October 1, 2019, and were not subject to legislative approval. These transfers were effective immediately and, because each approved transfer was intradepartmental, they did not change the Gross amounts approved by the Governor. For this reason, items listed as "Initial Appropriations" in this Initial Appropriations Report and future documents from the Senate Fiscal Agency (SFA) for FY 2019-20 reflect both the budgets as signed on September 30, 2019, and any actions taken by the State Administrative Board on October 1, 2019. The Appendices to this report provide an index of the FY 2019-20 appropriation bills and outline all the bills used in the budget development process. The Appendices also provide a detailed summary of the vetoed line items as well as the State Administrative Board transfers. This report does not include details related to supplemental budget actions taken in December 2019; the legislative originated transfer package to reverse certain State Administrative Board transfers or the supplemental appropriations included in Public Acts 154 and 162 of 2019.

On an overall basis, the initial level of FY 2019-20 Gross appropriations for State budget areas totals $59.0 billion, while State Spending from State Resources[3] appropriations total $34.3 billion. The Gross total includes $58.8 billion in ongoing appropriations and $227.8 million in one-time appropriations. Table 1 outlines the totals by department for the initial ongoing Gross appropriations of $58.8 billion and the ongoing GF/GP appropriations of $9.9 billion, as well as the one-time Gross appropriations of $227.8 million and the one-time GF/GP appropriations of $175.1 million. Table 2 provides the detail by budget area, program, and fund source, for the FY 2019-20 one-time appropriations.

This Senate Fiscal Agency report, *FY 2019-20 Appropriations Report Part II - Initial Appropriations*, is the middle SFA report in a series that includes *Part I - Governor's Recommendations* and *Part III - Year-End Appropriations*. This report provides a summary of the major issues that were part of the development of the initial appropriations for FY 2019-20.

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[1] Gross appropriations are defined as total appropriations from all fund sources.

[2] General Fund/General Purpose appropriations are State Spending from State Resources appropriations less State Restricted revenue.

[3] State Spending from State Resources appropriations are appropriations from State Restricted and GF/GP revenue.

Table 1

FY 2019-20 INITIAL ONGOING AND ONE-TIME APPROPRIATIONS
GROSS AND GENERAL FUND/GENERAL PURPOSE (GF/GP)

Department/Budget Area	Initial Ongoing Gross Appropriations	Initial Ongoing GF/GP Appropriations	Initial One-Time Gross Appropriations	Initial One-Time GF/GP Appropriations	Total Gross Appropriations	Total GF/GP Appropriations
Agriculture & Rural Development	$107,577,600	$52,350,000	$360,000	$150,000	$107,937,600	$52,500,000
Attorney General	105,982,800	41,736,300	0	0	105,982,800	41,736,300
Capital Outlay	0	0	0	0	0	0
Civil Rights	16,388,300	13,195,700	0	0	16,388,300	13,195,700
Community Colleges	414,719,000	0	0	0	414,719,000	0
Corrections	2,011,308,800	1,935,085,400	0	0	2,011,308,800	1,935,085,400
Education	419,783,700	87,212,000	0	0	419,783,700	87,212,000
Environment, Great Lakes, & Energy	494,665,700	48,577,400	105,000,100	105,000,000	599,665,800	153,577,400
Executive	7,114,300	7,114,300	0	0	7,114,300	7,114,300
Health & Human Services	26,148,389,700	4,645,930,400	70,017,900	33,707,200	26,218,407,600	4,679,637,600
Higher Education	1,647,373,500	1,204,023,400	0	0	1,647,373,500	1,204,023,400
Insurance & Financial Services	68,814,800	150,000	0	0	68,814,800	150,000
Judiciary	307,970,900	198,301,000	2,742,600	2,742,600	310,713,500	201,043,600
Labor & Economic Opportunity	1,012,233,100	97,794,200	0	0	1,012,233,100	97,794,200
Legislature	201,425,900	188,366,300	0	0	201,425,900	188,366,300
Licensing & Regulatory Affairs	565,764,000	124,030,700	530,000	0	566,294,000	124,030,700
Military & Veterans Affairs	200,000,000	69,182,400	65,100	65,100	200,065,100	69,247,500
Natural Resources	436,685,300	44,984,900	2,000,100	2,000,100	438,685,400	46,985,000
School Aid	15,106,763,600	62,270,000	0	0	15,106,763,600	62,270,000
State	250,393,000	13,451,200	0	0	250,393,000	13,451,200
State Police	705,185,500	464,292,500	9,409,200	9,409,200	714,594,700	473,701,700
Technology, Management, & Budget	1,521,306,700	445,480,500	5,000,100	5,000,000	1,526,306,800	450,480,500
Transportation	4,988,707,900	13,000,100	22,700,100	11,999,900	5,011,408,000	25,000,000
Treasury (Debt Service)	104,335,000	104,335,000	0	0	104,335,000	104,335,000
Treasury (Operations)	552,715,200	79,150,600	10,000,100	5,000,000	562,715,300	84,150,600
Treasury (Revenue Sharing)	1,355,474,600	0	0	0	1,355,474,600	0
TOTAL INITIAL APPROPRIATIONS	**$58,751,078,900**	**$9,940,014,300**	**$227,825,300**	**$175,074,100**	**$58,978,904,200**	**$10,115,088,400**

Table 2

FY 2019-20 INITIAL ONE-TIME APPROPRIATIONS BY FUND SOURCE

Department/Budget Area	Gross	Federal	Local	State Restricted	GF/GP
Agriculture & Rural Development					
Industrial hemp program	$360,000	$0	$0	$210,000	$150,000
Total Agriculture & Rural Development	**$360,000**	**$0**	**$0**	**$210,000**	**$150,000**
Environment, Great Lakes, & Energy					
Lead and Copper Rule implementation	$37,499,900	$0	$0	$0	$37,499,900
Drinking Water Revolving Fund loan forgiveness	35,000,000	0	0	0	35,000,000
PFAS and emerging contaminants	25,000,000	0	0	0	25,000,000
Affordability and Planning	7,500,000	0	0	0	7,500,000
Drinking water declaration of emergency placeholder	100	0	0	100	0
Private well testing	100	0	0	0	100
Total Environment, Great Lakes, & Energy	**$105,000,100**	**$0**	**$0**	**$100**	**$105,000,000**
Health & Human Services					
Information technology one-time funding	$47,000,000	$35,250,000	$0	$0	$11,750,000
One-Time: Drinking Water Emergency Response Services	4,621,100	0	0	0	4,621,100
Greenlawn (McLaren) Behavioral health pilot (10.0 FTEs)	4,000,000	0	0	0	4,000,000
Lead abatement (statewide)	3,434,500	0	0	0	3,434,500
One-Time: State Innovation Model	3,000,000	0	0	0	3,000,000
Property management projects	2,460,700	1,060,600	0	0	1,400,100
Sexual assault comprehensive services grant	2,000,000	0	0	0	2,000,000
Multicultural integration	1,981,100	0	0	0	1,981,100
MiHIN interoperability funding	500,100	0	0	0	500,100
Food Bank Western Michigan (Upper Peninsula)	470,000	0	0	0	470,000
Juvenile Justice property projects	300,000	0	0	0	300,000
Oakland Homelessness Elimination Blueprint	250,000	0	0	0	250,000
Cercarial dermatitis	100	0	0	0	100
Leaders Advancing Healthy Communities (Dearborn)	100	0	0	0	100
Human trafficking domestic violence shelter funding	100	0	0	100	0
Western Michigan unified clinics funding	100	0	0	0	100
Total Health & Human Services	**$70,017,900**	**$36,310,600**	**$0**	**$100**	**$33,707,200**
Judiciary					
Cybersecurity for supreme court website & customer relationship software	$1,475,000	$0	$0	$0	$1,475,000
SADO funding for juvenile lifers resentencing	841,900	0	0	0	841,900
Pretrial risk assessment	325,700	0	0	0	325,700
Judicial Tenure Commission	100,000	0	0	0	100,000
Total Judiciary	**$2,742,600**	**$0**	**$0**	**$0**	**$2,742,600**
Licensing & Regulatory Affairs					
Refugee services database	$520,000	$520,000	$0	$0	$0
Marijuana education materials	10,000	0	0	10,000	0
Total Licensing & Regulatory Affairs	**$530,000**	**$520,000**	**$0**	**$10,000**	**$0**

Table 2 - continued

FY 2019-20 INITIAL ONE-TIME APPROPRIATIONS BY FUND SOURCE

Department/Budget Area	Gross	Federal	Local	State Restricted	GF/GP
Military & Veterans Affairs					
Armory maintenance	$65,100	$0	$0	$0	$65,100
Total Military & Veterans Affairs	**$65,100**	**$0**	**$0**	**$0**	**$65,100**
Natural Resources					
Protect wildlife and public health by fighting Chronic Wasting Disease	$2,000,000	$0	$0	$0	$2,000,000
Wildlife and fisheries health study	100	0	0	0	100
Total Natural Resources	**$2,000,100**	**$0**	**$0**	**$0**	**$2,000,100**
School Aid					
Flint declaration of emergency - contingency funds	$100	$0	$0	$0	$0
Total School Aid	**$100**	**$0**	**$0**	**$0**	**$0**
State Police					
Trooper recruit school for FY 2019-20	$5,321,600	$0	$0	$0	$5,321,600
In-car camera streaming network	2,766,500	0	0	0	2,766,500
Sexual assault prevention and education initiative	1,321,000	0	0	0	1,321,000
First responder communication network	100	0	0	0	100
Total State Police	**$9,409,200**	**$0**	**$0**	**$0**	**$9,409,200**
Technology, Management, & Budget					
Enterprise special maintenance	$5,000,000	$0	$0	$0	$5,000,000
Drinking water declaration of emergency placeholder	100	0	0	100	0
Total Technology, Management, & Budget	**$5,000,100**	**$0**	**$0**	**$100**	**$5,000,000**
Transportation					
Rail grade separation project	$22,700,000	$10,700,000	$0	$100	$11,999,900
Carbide dock/Soo Locks project	100	0	0	100	0
Total Transportation	**$22,700,100**	**$10,700,000**	**$0**	**$200**	**$11,999,900**
Treasury - Operations					
Wrongful imprisonment compensation fund	$10,000,000	$0	$0	$5,000,000	$5,000,000
Drinking water declaration of emergency placeholder	100	0	0	100	0
Total Treasury - Operations	**$10,000,100**	**$0**	**$0**	**$5,000,100**	**$5,000,000**
TOTAL ONE-TIME APPROPRIATIONS	**$227,825,400**	**$47,530,600**	**$0**	**$5,220,600**	**$175,074,100**

GUBERNATORIAL VETOES

Constitutional line-item veto authority is granted to the Governor under Article V, Section 19 of the State Constitution of 1963. Governor Whitmer chose to veto specific FY 2019-20 line-item appropriations in many of the appropriation bills. The Governor's vetoes totaled $947.1 million Gross and $554.8 million GF/GP of the appropriations enrolled by the Legislature. Table 3 outlines the Gross and GF/GP amount vetoed by department. Appendix B provides a detailed account of each veto, including any affected boilerplate section numbers and a fund source breakdown of each individual veto.

Additionally, the Governor considered various boilerplate language provisions to be unenforceable. While the Governor provided many reasons for which certain sections were unenforceable, the Governor repeatedly cited three sections of the State Constitution: Article III, Section 2 (the separation of powers); Article IV, Section 24 (the prohibition of a change of title for legislation); and Article IV Section 25 (the prohibition of an amendment by reference). Appendix D provides a listing of each boilerplate section that the Governor has deemed as unenforceable and the reason cited for this designation. The Governor also

referred to boilerplate sections that include statements of legislative intent: "Those provisions of this bill that express merely the intent, advice, preferences, or wishes of the legislature do not impose conditions upon appropriations and are non-binding."

Table 3

Fiscal Year 2019-20 Gubernatorial Vetoes		
Department/Budget Area	**Gross**	**GF/GP**
Agriculture & Rural Development	$4,700,000	$4,700,000
Corrections	14,814,600	8,914,600
Education	10,800	0
Environment, Great Lakes, & Energy	16,475,000	15,000,000
Health & Human Services	233,942,000	79,290,700
Higher Education	38,171,500	4,075,900
Insurance & Financial Services	75,000	0
Judiciary	348,600	348,600
Labor & Economic Opportunity	84,760,900	23,588,800
Military & Veterans Affairs	4,552,500	4,552,500
Natural Resources	1,032,300	0
School Aid	128,580,000	12,730,000
State Police	14,348,800	2,620,000
Technology, Management, & Budget	750,300	300
Transportation	375,172,200	375,000,000
Treasury - Operations	29,351,600	23,991,200
GOVERNOR'S TOTAL VETOES	**$947,086,100**	**$554,812,600**

FY 2019-20 INITIAL APPROPRIATIONS

The initial level of FY 2019-20 Gross appropriations is $59.0 billion, which is $275.6 million or 0.5% more than the Gross appropriations for FY 2018-19, as outlined in Table 4. Table 5 and Figure A summarize these appropriations by department and by fund source. The initial level of FY 2019-20 Adjusted Gross[4] appropriations (the more accurate measure of total appropriations because interdepartmental grants (IDGs) are netted out) totals $57.9 billion. This level of Adjusted Gross appropriations includes $23.1 billion of Federal funds, $410.8 million of local and private revenue, $24.2 billion of State Restricted revenue, and $10.1 billion of State GF/GP revenue. Initial FY 2019-20 Adjusted Gross appropriations represent a $72.2 million or 0.1% increase from the year-to-date (as of September 30, 2019) level of FY 2018-19 appropriations. Initial State Spending from State Resources appropriations total $34.3 billion, an increase of $114.0 million or 0.3% from the year-to-date level of FY 2018-19 appropriations. Initial GF/GP appropriations total $10.1 billion, a decrease of $326.6 million or 3.1% from the year-to-date level of FY 2017-18 appropriations. Tables 6, 7, and 8 and Figures B, C, and D provide a department-by-department comparison of FY 2019-20 initial appropriations to FY 2018-19 year-to-date appropriations in terms of Adjusted Gross, State Spending from State Resources, and GF/GP appropriations, respectively. The FY 2019-20 Flint drinking water emergency appropriations are summarized in Table 9.

It should be noted that a FY 2018-19 supplemental appropriation was included as a component of the FY 2019-20 General Government budget, PA 56 of 2019. Details of the FY 2018-19 supplemental appropriations will be included in the Senate Fiscal Agency publication: *FY 2018-19 Appropriations Report Part III - Year-End Appropriations*.

[4] Adjusted Gross appropriations are defined as Gross appropriations less interdepartmental grants received.

HIGHLIGHTS OF CHANGES IN STATE APPROPRIATIONS

There are various elements that account for the $275.6 million Gross appropriation increase and the $326.6 million GF/GP decrease noted previously. These elements include new programs, program increases, program eliminations and reductions, fund shifts, and economic adjustments. The $275.6 million of Gross appropriation changes consists of $138.7 million for new programs, $2.2 billion for program funding increases, $2.1 billion of savings due to program eliminations and funding reductions, $31.7 million in reductions from other technical program adjustments and transfers, $97.7 million for standard economic adjustments, and $791,400 for unclassified salary increases. A summary of the Gross and GF/GP appropriation changes from FY 2018-19 to FY 2019-20 is presented in Table 10. Tables 11 through 17 provide details on the appropriation changes.

There are few new programs for FY 2019-20, and other funding increases are primarily attributable to caseload and cost issues in the Department of Health and Human Services (DHHS) and School Aid budgets. Table 11 summarizes FY 2019-20 Gross and GF/GP funding for new programs by department. New programs in various departments account for $138.7 million of Gross and $124.5 million of GF/GP appropriations. The single largest Gross piece of the new programs' total is $105.0 million, all from GF/GP revenue, for drinking water protection and innovation in the Department of Environment, Great Lakes, and Energy (EGLE). The second largest GF/GP new program appropriation is $12.0 million in the Department of Transportation (MDOT) for a rail grade separation project. There also is a $3.4 million appropriation in the Legislature budget to fund the independent citizens redistricting commission approved by voters as a constitutional amendment in 2018.

In addition to new programs, there are Gross program increases of $2.2 billion and GF/GP increases of $289.6 million, which are outlined in Table 12. The largest Gross funding increase is $269.0 million ($0 GF/GP) for foundation allowance increases for traditional school districts ranging from $120 to $240 per pupil, using a 2x formula. The second-largest Gross increase is $235.0 million in the Department of Transportation for road and bridge revenue adjustments that are the result of restricted fund revenue increases and statutory earmarks. The next-largest Gross increase is $214.9 million in the Department of Health and Human Services to recognize Medicaid and behavioral health actuarial soundness. The Gross appropriation increase for the Community Colleges budget is $6.5 million. The Higher Education budget was reduced by $6.5 million Gross and increased by $158.0 million GF/GP. For FY 2019-20, Community College appropriations are supported entirely with School Aid Fund dollars while the total Higher Education budget use of SAF is reduced from $500.0 million in FY 2018-19 to $349.4 million.

Table 13 outlines the programs eliminated in the FY 2019-20 initial appropriations. Of the total $628.0 million in Gross program eliminations, $434.8 million GF/GP, the largest area of eliminations is a $145.5 million elimination of spending from FY 2018-19 for special grants in the Department of Labor and Economic Opportunity (previously TED). The second largest elimination removes one-time funding for support of the Soo Locks in the Department of Transportation. The next largest program eliminations are the result of gubernatorial vetoes: tuition grants funded in the Higher Education budget ($38.0 million Gross; $3.9 million GF/GP), Going Pro ($37.9 million; $12.0 million GF/GP), and the Pure Michigan program ($36.0 million Gross; $1.0 million GF/GP) funded in the Department of Labor and Economic Opportunity.

Table 14 lists program reductions in the FY 2019-20 initial appropriations. Of the total $1.5 billion Gross, $586.9 million GF/GP program reductions, $300 million Gross and GF/GP is for MDOT for support of roads and bridges. The second largest program reduction is a $201.7 million Gross ($78.2 million GF/GP) for Medicaid caseload adjustments.

Fund shifts affecting the General Fund are listed on Table 15. These shifts represent increases and decreases to GF/GP appropriations totaling $231.7 million. The largest fund shift replaces $151.1 million of School Aid Fund in the Higher Education budget with GF/GP support for FY 2019-20.

Table 16 lists other technical program adjustments and program transfers that reduce FY 2019-20 Gross appropriations by $31.7 million and reduce GF/GP appropriations by $5.0 million. Table 17 summarizes the FY 2019-20 initial appropriations economic adjustments, which reflect an overall increase of $97.7 million Gross and $54.1 million GF/GP. In addition to the economic adjustments, there is a Gross increase for unclassified salaries of

$791,400 and a GF/GP increase of $213,500, resulting in total FY 2019-20 Gross appropriations for unclassified salaries of $21.6 million. State employee compensation changes are discussed in the next section of this report.

All of the changes listed in Tables 11 through 17 result in an overall appropriation increase from FY 2018-19 to FY 2019-20 of $275.6 million Gross and an appropriation decrease of $326.6 million GF/GP.

Table 4

GROSS APPROPRIATIONS
FY 2018-19 VERSUS FY 2019-20

Department/Budget Area	FY 2018-19 Year-to-Date Appropriations[1)]	FY 2019-20 Initial Appropriations	Dollar Difference	Percent Change
Agriculture & Rural Development	$113,475,100	$107,937,600	($5,537,500)	(4.9%)
Attorney General	106,035,200	105,982,800	(52,400)	(0.0)
Capital Outlay	15,000,900	0	(15,000,900)	(100.0)
Civil Rights	16,201,100	16,388,300	187,200	1.2
Community Colleges	408,215,500	414,719,000	6,503,500	1.6
Corrections	2,019,056,200	2,011,308,800	(7,747,400)	(0.4)
Education	396,134,900	419,783,700	23,648,800	6.0
Environment, Great Lakes, & Energy	501,302,600	599,665,800	98,363,200	19.6
Executive	6,980,100	7,114,300	134,200	1.9
Health & Human Services	25,989,004,900	26,218,407,600	229,402,700	0.9
Higher Education	1,669,732,600	1,647,373,500	(22,359,100)	(1.3)
Insurance & Financial Services	67,971,900	68,814,800	842,900	1.2
Judiciary	305,329,100	310,713,500	5,384,400	1.8
Labor & Economic Opportunity	1,260,746,100	1,012,233,100	(248,513,000)	(19.7)
Legislature	211,450,500	201,425,900	(10,024,600)	(4.7)
Licensing & Regulatory Affairs	558,496,800	566,294,000	7,797,200	1.4
Military & Veterans Affairs	200,639,300	200,065,100	(574,200)	(0.3)
Natural Resources	505,530,900	438,685,400	(66,845,500)	(13.2)
Natural Resources Trust Fund	26,044,000	0	(26,044,000)	(100.0)
School Aid	14,811,203,800	15,106,763,600	295,559,800	2.0
State	250,362,800	250,393,000	30,200	0.0
State Police	780,027,600	714,594,700	(65,432,900)	(8.4)
Technology, Management, & Budget	1,438,408,600	1,526,306,800	87,898,200	6.1
Transportation	5,013,880,800	5,011,408,000	(2,472,800)	(0.0)
Treasury (Debt Service)	107,080,000	104,335,000	(2,745,000)	(2.6)
Treasury (Operations)	595,291,500	562,715,300	(32,576,200)	(5.5)
Treasury (Revenue Sharing)	1,329,672,100	1,355,474,600	25,802,500	1.9
TOTAL BUDGET AREA APPROPRIATIONS	**$58,703,274,900**	**$58,978,904,200**	**$275,629,300**	**0.5%**

[1)] Appropriations as of September 30, 2019

Table 5

APPROPRIATIONS BY SOURCE OF FUNDS
FY 2019-20 INITIAL APPROPRIATIONS

Department/Budget Area	Gross	IDGs	Adjusted Gross	Federal	Local & Private	State Restricted	General Fund/ General Purpose
Agriculture & Rural Development	$107,937,600	$1,315,700	$106,621,900	$12,636,400	$101,800	$41,383,700	$52,500,000
Attorney General	105,982,800	34,373,000	71,609,800	9,713,700	0	20,159,800	41,736,300
Capital Outlay	0	0	0	0	0	0	0
Civil Rights	16,388,300	298,500	16,089,800	2,816,900	18,700	58,500	13,195,700
Community Colleges	414,719,000	0	414,719,000	0	0	414,719,000	0
Corrections	2,011,308,800	0	2,011,308,800	5,323,700	11,687,200	59,212,500	1,935,085,400
Education	419,783,700	0	419,783,700	315,342,100	7,929,600	9,300,000	87,212,000
Environment, Great Lakes, & Energy	599,665,800	3,176,600	596,489,200	175,269,900	1,201,800	266,440,100	153,577,400
Executive	7,114,300	0	7,114,300	0	0	0	7,114,300
Health & Human Services	26,218,407,600	13,857,600	26,204,550,000	18,260,183,200	295,081,100	2,969,648,100	4,679,637,600
Higher Education	1,647,373,500	0	1,647,373,500	93,930,800	0	349,419,300	1,204,023,400
Insurance & Financial Services	68,814,800	723,100	68,091,700	1,017,600	0	66,924,100	150,000
Judiciary	310,713,500	1,551,700	309,161,800	5,748,400	7,573,800	94,796,000	201,043,600
Labor & Economic Opportunity	1,012,233,100	0	1,012,233,100	762,145,800	6,128,300	146,164,800	97,794,200
Legislature	201,425,900	6,068,400	195,357,500	0	400,000	6,591,200	188,366,300
Licensing & Regulatory Affairs	566,294,000	49,014,200	517,279,800	91,988,300	211,800	301,049,000	124,030,700
Military & Veterans Affairs	200,065,100	101,800	199,963,300	106,177,200	630,000	23,908,600	69,247,500
Natural Resources	438,685,400	197,200	438,488,200	75,501,200	7,431,600	308,570,400	46,985,000
Natural Resources Trust Fund	0	0	0	0	0	0	0
School Aid	15,106,763,600	0	15,106,763,600	1,749,578,500	0	13,294,915,100	62,270,000
State	250,393,000	20,000,000	230,393,000	1,460,000	50,100	215,431,700	13,451,200
State Police	714,594,700	24,933,900	689,660,800	75,728,500	4,801,200	135,429,400	473,701,700
Tech., Management, & Budget	1,526,306,800	950,488,800	575,818,000	4,968,400	2,452,300	117,916,800	450,480,500
Transportation	5,011,408,000	3,974,300	5,007,433,700	1,352,350,100	51,932,000	3,578,151,600	25,000,000
Treasury (Debt Service)	104,335,000	0	104,335,000	0	0	0	104,335,000
Treasury (Operations)	562,715,300	12,905,600	549,809,700	27,242,500	13,215,800	425,200,800	84,150,600
Treasury (Revenue Sharing)	1,355,474,600	0	1,355,474,600	0	0	1,355,474,600	0
TOTAL BUDGET AREA APPROPS	**$58,978,904,200**	**$1,122,980,400**	**$57,855,923,800**	**$23,129,123,200**	**$410,847,100**	**$24,200,865,100**	**$10,115,088,400**

Figure A

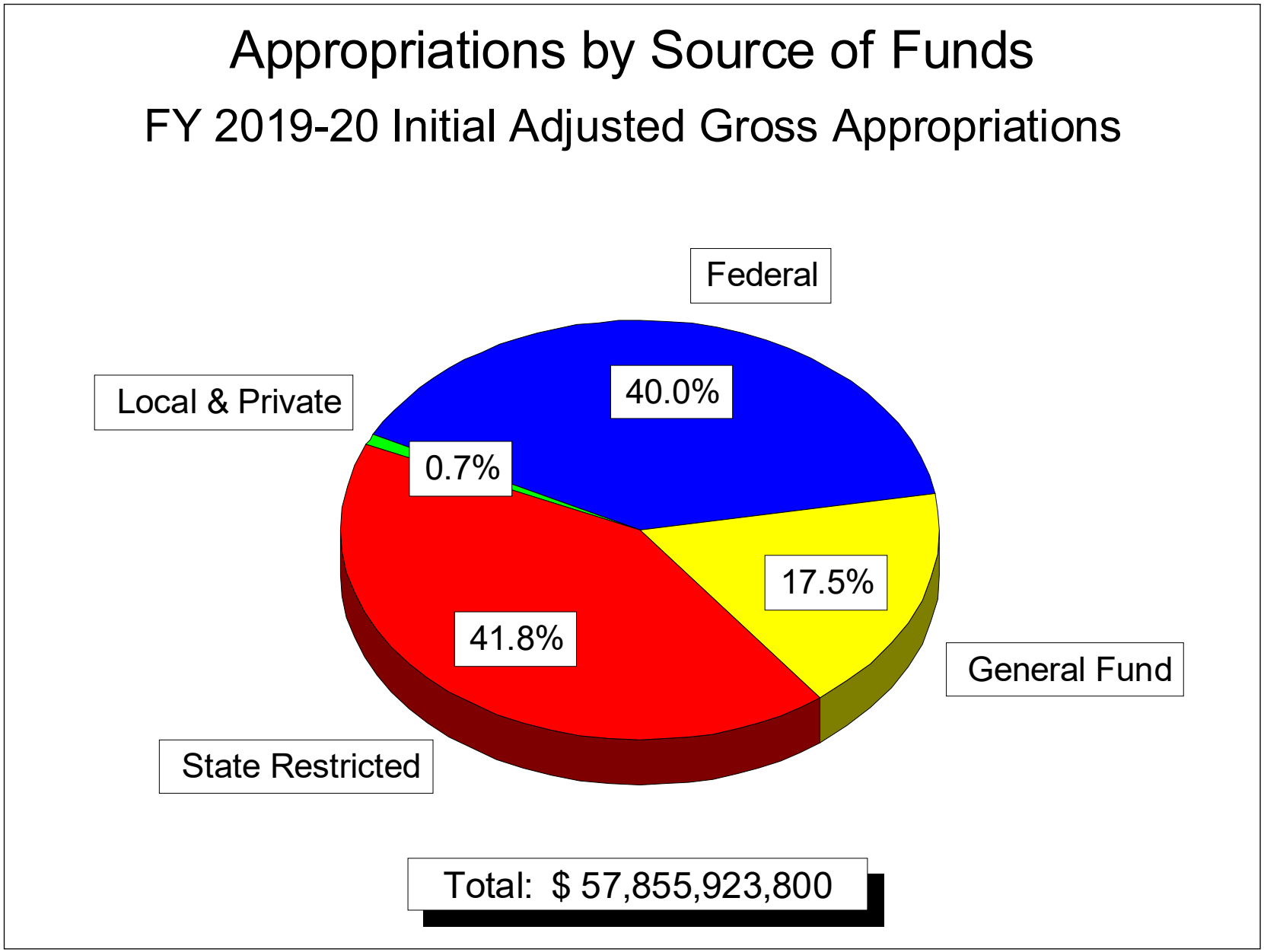
Appropriations by Source of Funds
FY 2019-20 Initial Adjusted Gross Appropriations
Federal
40.0%
Local & Private
0.7%
17.5%
41.8%
General Fund
State Restricted
Total: $ 57,855,923,800

Table 6

ADJUSTED GROSS APPROPRIATIONS
FY 2018-19 VERSUS FY 2019-20

Department/Budget Area	FY 2018-19 Year-to-Date Appropriations[1)]	FY 2019-19 Initial Appropriations	Dollar Difference	Percent Change
Agriculture & Rural Development	$113,161,200	$106,621,900	($6,539,300)	(5.8%)
Attorney General	74,276,300	71,609,800	(2,666,500)	(3.6)
Capital Outlay	15,000,900	0	(15,000,900)	(100.0)
Civil Rights	15,902,000	16,089,800	187,800	1.2
Community Colleges	408,215,500	414,719,000	6,503,500	1.6
Corrections	2,019,056,200	2,011,308,800	(7,747,400)	(0.4)
Education	396,134,900	419,783,700	23,648,800	6.0
Environment, Great Lakes, & Energy	498,158,900	596,489,200	98,330,300	19.7
Executive	6,980,100	7,114,300	134,200	1.9
Health & Human Services	25,975,191,200	26,204,550,000	229,358,800	0.9
Higher Education	1,669,732,600	1,647,373,500	(22,359,100)	(1.3)
Insurance & Financial Services	67,258,100	68,091,700	833,600	1.2
Judiciary	303,777,800	309,161,800	5,384,000	1.8
Labor & Economic Opportunity	1,260,746,100	1,012,233,100	(248,513,000)	(19.7)
Legislature	205,627,100	195,357,500	(10,269,600)	(5.0)
Licensing & Regulatory Affairs	510,082,500	517,279,800	7,197,300	1.4
Military & Veterans Affairs	200,537,500	199,963,300	(574,200)	(0.3)
Natural Resources	505,298,700	438,488,200	(66,810,500)	(13.2)
Natural Resources Trust Fund	26,044,000	0	(26,044,000)	(100.0)
School Aid	14,811,203,800	15,106,763,600	295,559,800	2.0
State	230,362,800	230,393,000	30,200	0.0
State Police	755,279,300	689,660,800	(65,618,500)	(8.7)
Technology, Management, & Budget	686,631,600	575,818,000	(110,813,600)	(16.1)
Transportation	5,009,788,300	5,007,433,700	(2,354,600)	(0.0)
Treasury (Debt Service)	107,080,000	104,335,000	(2,745,000)	(2.6)
Treasury (Operations)	582,511,200	549,809,700	(32,701,500)	(5.6)
Treasury (Revenue Sharing)	1,329,672,100	1,355,474,600	25,802,500	1.9
TOTAL BUDGET AREA APPROPRIATIONS	**$57,783,710,700**	**$57,855,923,800**	**$72,213,100**	**0.1%**

[1)] Appropriations as of September 30, 2019

Figure B

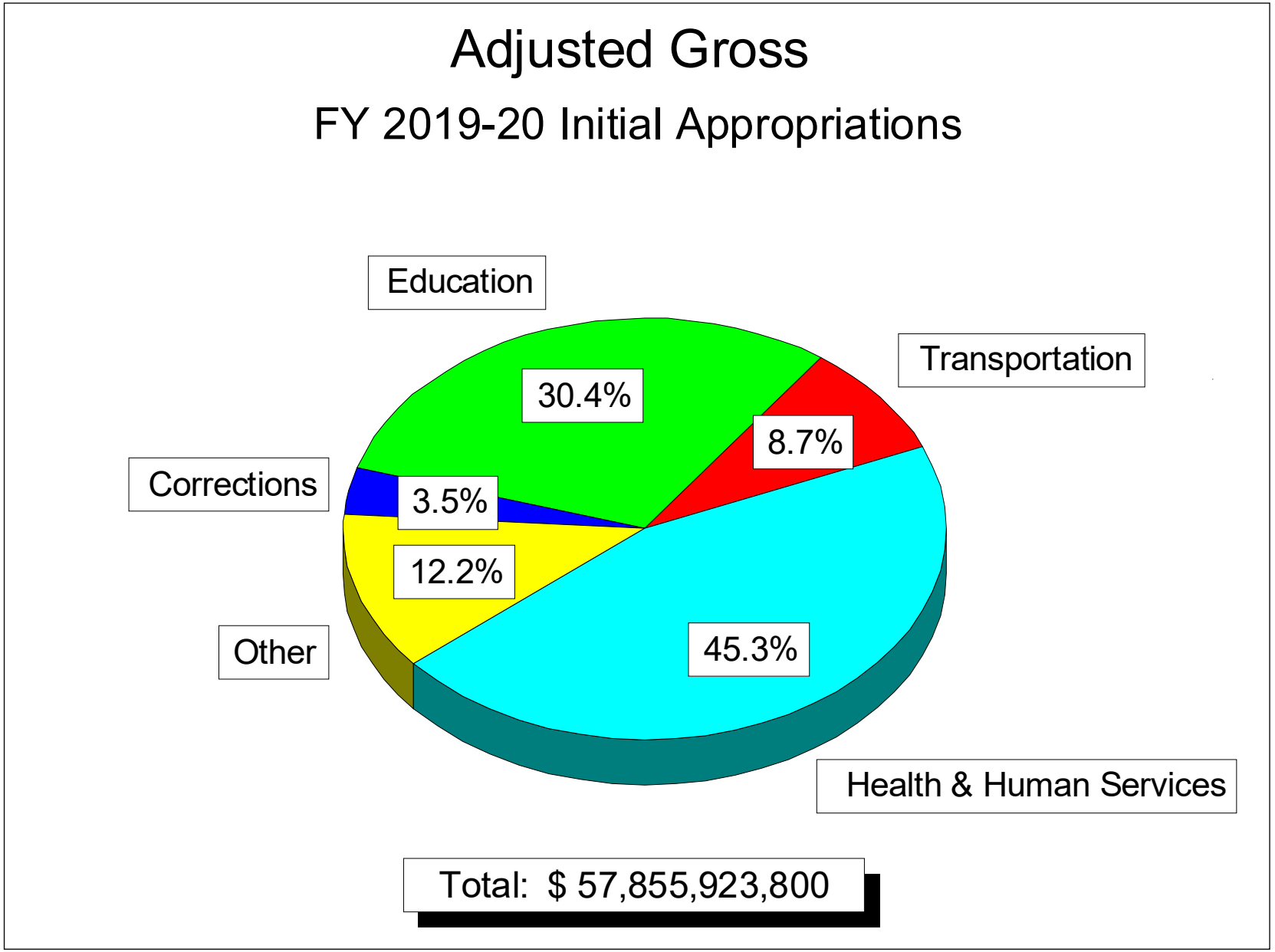
Adjusted Gross
FY 2019-20 Initial Appropriations
Education
30.4%
Transportation
8.7%
Corrections
3.5%
12.2%
Other
45.3%
Health & Human Services
Total: $ 57,855,923,800

Table 7

STATE SPENDING FROM STATE RESOURCES
FY 2018-19 VERSUS FY 2019-20

Department/Budget Area	FY 2018-19 Year-to-Date Appropriations[1)]	FY 2019-20 Initial Appropriations	Dollar Difference	Percent Change
Agriculture & Rural Development	$101,284,200	$93,883,700	($7,400,500)	(7.3%)
Attorney General	64,269,000	61,896,100	(2,372,900)	(3.7)
Capital Outlay	15,000,900	0	(15,000,900)	(100.0)
Civil Rights	13,080,600	13,254,200	173,600	1.3
Community Colleges	408,215,500	414,719,000	6,503,500	1.6
Corrections	2,004,780,900	1,994,297,900	(10,483,000)	(0.5)
Education	100,426,000	96,512,000	(3,914,000)	(3.9)
Environment, Great Lakes, & Energy	336,871,800	420,017,500	83,145,700	24.7
Executive	6,980,100	7,114,300	134,200	1.9
Health & Human Services	7,363,153,200	7,649,285,700	286,132,500	3.9
Higher Education	1,546,206,200	1,553,442,700	7,236,500	0.5
Insurance & Financial Services	65,240,800	67,074,100	1,833,300	2.8
Judiciary	290,309,000	295,839,600	5,530,600	1.9
Labor & Economic Opportunity	491,978,600	243,959,000	(248,019,600)	(50.4)
Legislature	205,227,100	194,957,500	(10,269,600)	(5.0)
Licensing & Regulatory Affairs	418,116,700	425,079,700	6,963,000	1.7
Military & Veterans Affairs	99,191,900	93,156,100	(6,035,800)	(6.1)
Natural Resources	403,927,600	355,555,400	(48,372,200)	(12.0)
Natural Resources Trust Fund	26,044,000	0	(26,044,000)	(100.0)
School Aid	13,065,260,300	13,357,185,100	291,924,800	2.2
State	228,852,700	228,882,900	30,200	0.0
State Police	649,368,700	609,131,100	(40,237,600)	(6.2)
Technology, Management, & Budget	679,126,900	568,397,300	(110,729,600)	(16.3)
Transportation	3,640,084,600	3,603,151,600	(36,933,000)	(1.0)
Treasury (Debt Service)	107,080,000	104,335,000	(2,745,000)	(2.6)
Treasury (Operations)	542,220,000	509,351,400	(32,868,600)	(6.1)
Treasury (Revenue Sharing)	1,329,672,100	1,355,474,600	25,802,500	1.9
TOTAL BUDGET AREA APPROPRIATIONS	**$34,201,969,400**	**$34,315,953,500**	**$113,984,100**	**0.3%**

[1)] Appropriations as of September 30, 2019

Figure C

State Spending From State Resources

FY 2019-20 Initial Appropriations

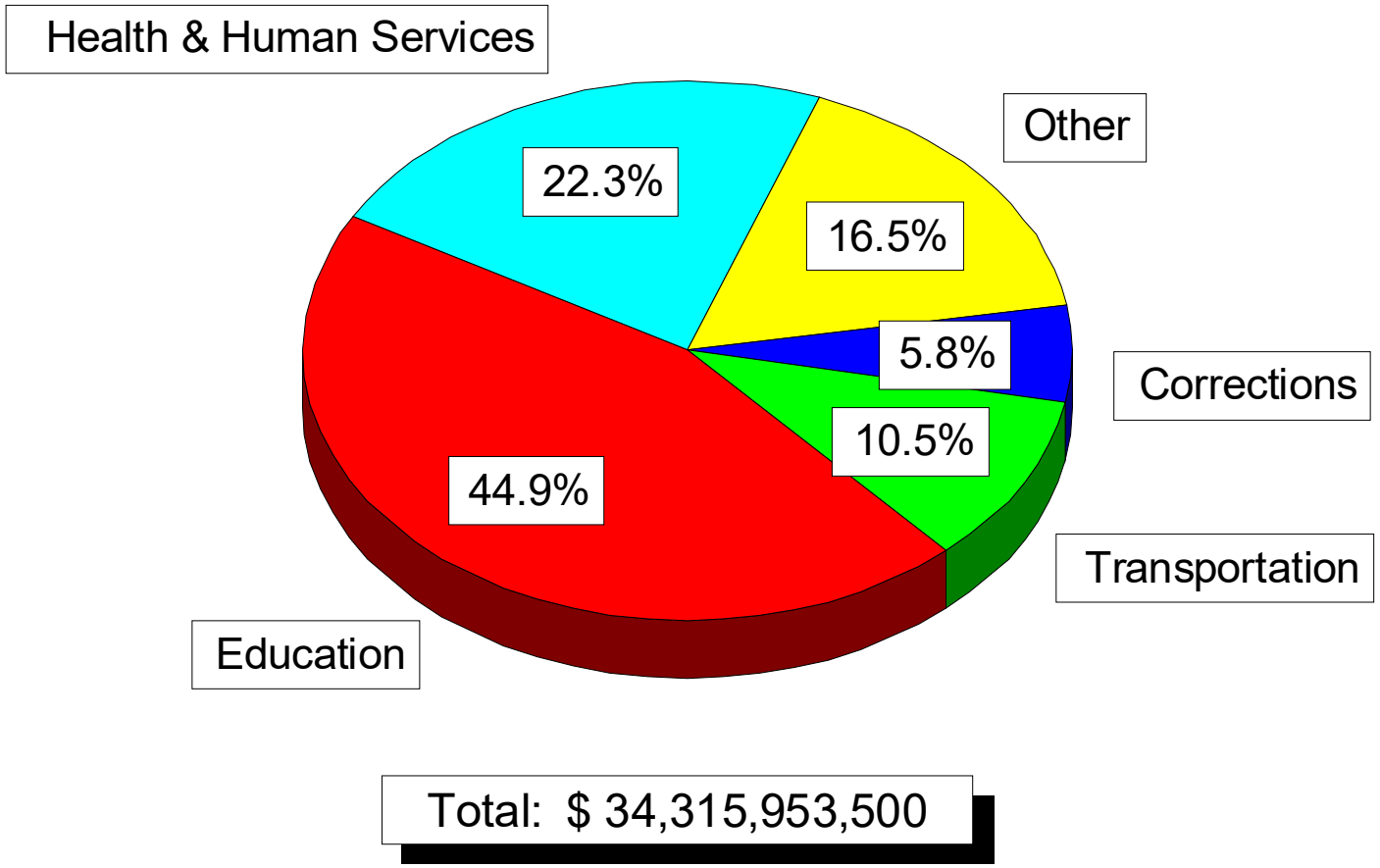

Table 8

GENERAL FUND/GENERAL PURPOSE APPROPRIATIONS
FY 2018-19 VERSUS FY 2019-20

Department/Budget Area	FY 2018-19 Year-to-Date Appropriations[1)]	FY 2019-20 Initial Appropriations	Dollar Difference	Percent Change
Agriculture & Rural Development	$64,112,200	$52,500,000	($11,612,200)	(18.1%)
Attorney General	41,841,800	41,736,300	(105,500)	(0.3)
Capital Outlay	15,000,900	0	(15,000,900)	(100.0)
Civil Rights	13,022,100	13,195,700	173,600	1.3
Community Colleges	0	0	0	0.0
Corrections	1,963,841,300	1,935,085,400	(28,755,900)	(1.5)
Education	91,757,800	87,212,000	(4,545,800)	(5.0)
Environment, Great Lakes, & Energy	58,546,500	153,577,400	95,030,900	162.3
Executive	6,980,100	7,114,300	134,200	1.9
Health & Human Services	4,410,375,200	4,679,637,600	269,262,400	6.1
Higher Education	1,046,017,900	1,204,023,400	158,005,500	15.1
Insurance & Financial Services	550,000	150,000	(400,000)	(72.7)
Judiciary	196,079,500	201,043,600	4,964,100	2.5
Labor & Economic Opportunity	286,546,300	97,794,200	(188,752,100)	(65.9)
Legislature	198,824,000	188,366,300	(10,457,700)	(5.3)
Licensing & Regulatory Affairs	140,845,300	124,030,700	(16,814,600)	(11.9)
Military & Veterans Affairs	75,912,400	69,247,500	(6,664,900)	(8.8)
Natural Resources	77,241,800	46,985,000	(30,256,800)	(39.2)
Natural Resources Trust Fund	0	0	0	0.0
School Aid	87,920,000	62,270,000	(25,650,000)	(29.2)
State	20,966,300	13,451,200	(7,515,100)	(35.8)
State Police	495,265,000	473,701,700	(21,563,300)	(4.4)
Technology, Management, & Budget	557,009,500	450,480,500	(106,529,000)	(19.1)
Transportation	356,790,900	25,000,000	(331,790,900)	(93.0)
Treasury (Debt Service)	107,080,000	104,335,000	(2,745,000)	(2.6)
Treasury (Operations)	129,131,300	84,150,600	(44,980,700)	(34.8)
Treasury (Revenue Sharing)	0	0	0	0.0
TOTAL BUDGET AREA APPROPRIATIONS	**$10,441,658,100**	**$10,115,088,400**	**($326,569,700)**	**(3.1%)**

[1)] Appropriations as of September 30, 2019

Figure D

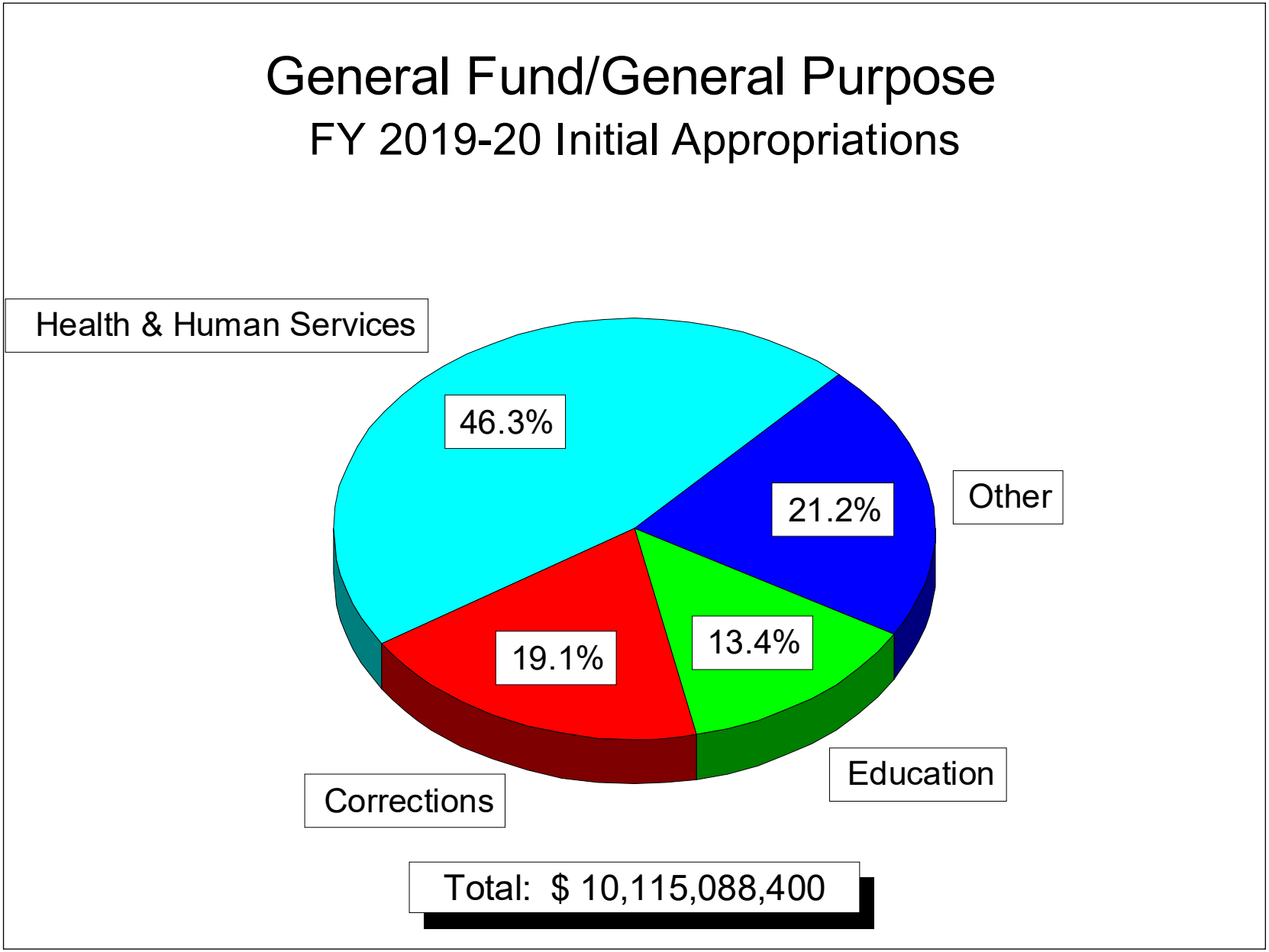
General Fund/General Purpose
FY 2019-20 Initial Appropriations
Health & Human Services
46.3%
Other
21.2%
13.4%
19.1%
Education
Corrections
Total: $ 10,115,088,400

Table 9

PUBLIC ACTS 56, 57, 58, and 67 of 2019: FY 2019-20 FLINT DRINKING WATER EMERGENCY INITIAL APPROPRIATIONS

Department/Program	Gross	Federal	Reserve Fund	Other State Restricted	GF/GP
Attorney General					
Legal costs (Lawsuit settlement fund)	$2,600,000	$0	$0	$2,600,000	$0
Total Attorney General	**$2,600,000**	**$0**	**$0**	**$2,600,000**	**$0**
Environment, Great Lakes, & Energy					
Drinking water declaration of emergency	$100	$0	$100	$0	$0
Total Environment, Great Lakes, & Energy	**$100**	**$0**	**$100**	**$0**	**$0**
Health & Human Services					
Medicaid waiver	$30,352,500	$24,254,400	$0	$0	$6,098,100
Drinking water emergency response	3,821,100	0	0	0	3,821,100
Federally qualified health centers	300,000	0	0	0	300,000
Rides to wellness	500,000	0	0	0	500,000
Total Health & Human Services	**$34,973,600**	**$24,254,400**	**$0**	**$0**	**$10,719,200**
School Aid					
Flint declaration of emergency	$8,075,100	$0	$100	$8,075,000	$0
Total School Aid	**$8,075,100**	**$0**	**$100**	$8,075,000	**$0**
Technology, Management, & Budget					
Drinking water declaration of emergency	$100	$0	$100	$0	$0
Total Technology, Management, & Budget	**$100**	**$0**	**$100**	**$0**	**$0**
Treasury					
Drinking water declaration of emergency	$100	$0	$100	$0	$0
Total Treasury	**$100**	**$0**	**$100**	**$0**	**$0**
Total FY 2019-20 Initial Appropriations	**$45,649,000**	**$24,254,400**	**$400**	**$10,675,000**	**$10,719,200**

Table 10

SUMMARY OF FY 2019-20 APPROPRIATION CHANGES	Gross	GF/GP
FY 2018-19 Year-To-Date Appropriation[1]	$58,703,274,900	$10,441,658,100
Changes for FY 2019-20:		
New Programs	$138,723,500	$124,513,300
Program Increases	2,172,605,600	289,609,000
Program Eliminations	(627,950,500)	(434,842,000)
Program Reductions	(1,474,563,400)	(586,912,800)
Major Fund Shifts Affecting GF/GP	0	231,749,300
Other Technical Program Adjustments	(31,682,700)	(4,987,400)
Economic Adjustments	97,705,400	54,087,400
Unclassified Salaries Adjustments (Executive Branch)	791,400	213,500
Total Changes	$275,629,300	($326,569,700)
FY 2019-20 INITIAL APPROPRIATION	**$58,978,904,200**	**$10,115,088,400**

[1] Appropriation as of September 30, 2019.

Table 11

FY 2019-20 INITIAL APPROPRIATIONS NEW PROGRAMS		
Budget Area/Program	**Gross**	**GF/GP**
Environment, Great Lakes, & Energy		
Drinking water protection and innovation	$105,000,000	$105,000,000
Drinking water compliance assistance - 10 FTEs	1,900,000	1,900,000
Coal ash care fund	260,000	0
Technologically Enhanced Naturally Occurring Radioactive Material (TENORM)	250,000	0
Judiciary		
Kalamazoo county trauma court	$250,000	$250,000
Labor & Economic Opportunity		
Special grants	$250,300	$250,300
Legislature		
Independent citizens redistricting commission	$3,362,800	$3,362,800
State Police		
Recreational marihuana implementation	$3,000,000	$0
Office of school safety	500,000	500,000
First responder communication network	100	100
Transportation		
Rail grade separation project	$22,700,000	$11,999,900
Carbide dock/Soo Locks project	100	0
General fund fixing roads and bridges	100	100

Table 11 - continued

FY 2019-20 INITIAL APPROPRIATIONS NEW PROGRAMS		
Budget Area/Program	**Gross**	**GF/GP**
Treasury (Operations)		
Municipal cost sharing grant	$1,250,000	$1,250,000
Feasibility study	100	100
TOTAL NEW PROGRAMS	**$138,723,500**	**$124,513,300**

Table 12

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM INCREASES		
Budget Area/Program	**Gross**	**GF/GP**
Agriculture & Rural Development		
Agriculture preservation conservation easement grant program funding	$2,000,000	$0
Environmental stewardship	1,020,000	0
Double Up Food Bucks expansion	1,000,000	1,000,000
Pesticide and plant pest management	1,000,000	0
Qualified forest program	997,300	0
Animal disease prevention and response	382,600	382,600
Food safety and quality assurance	300,000	0
Industrial Hemp Program	210,000	0
Attorney General		
Marihuana legal services	$935,400	$0
DTMB legal services	670,000	0
Child abuse and neglect	340,000	0
MSHDA legal services	335,500	0
Community Colleges		
MPSERS normal costs - adjust for assumed rate of return	$5,781,000	$0
Community college operations	2,436,800	0
North American Indian tuition waiver (ITW) adjustment	785,700	0
Corrections		
Hepatitis C treatment	$6,965,200	$6,965,200
Corizon health care contract	2,723,200	2,723,200
Detroit Detention Center	2,623,600	0
Millage rate increase	324,100	324,100
Prisoner transportation	102,300	102,300
Water/Sewer rate increase	97,000	97,000
Grandview Plaza security	42,000	42,000
Prison industries transportation costs	10,000	0

Table 12 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM INCREASES		
Budget Area/Program	**Gross**	**GF/GP**
Education		
Child development and care public assistance	$25,000,000	$0
Office of great start operations	1,800,000	0
Child development and care external support	323,200	0
Information technology	300,000	0
Low incident outreach program	250,000	0
Adolescent and school health	0	0
Environment, Great Lakes, & Energy		
Air quality fees	$2,000,000	$2,000,000
Contaminated site investigations, cleanup, and revitalization	307,000	307,000
Executive		
Operational 2% overall increase	$107,500	$107,500
Health & Human Services		
Medicaid HMO/behavioral health actuarial soundness	$214,852,000	$63,108,700
Recognition of Medicaid Provider Assessment Adjustments	122,083,800	(8,127,700)
Adjustment for Medicaid special payments	118,355,000	0
Realization of State retention of unallocated DSH funds	40,696,000	(4,500,000)
Recognition of increased Federal authorization for crime victim services	40,000,000	0
Medicaid behavioral health program base and caseload adjustments	38,225,600	13,738,300
Federal State opioid response grant	31,914,700	0
Medicaid Adult Home Help 2019 and 2020 minimum wage adjustment	31,233,800	11,225,500
Implementation of Healthy Michigan Plan Work Requirement & Health Behavior Administration	26,215,400	13,107,700
Healthy Michigan Plan behavioral health base/caseload	23,003,000	2,127,800
Medicare premium payment adjustment	21,642,900	7,809,700
State Pays First implementation	18,600,400	(4,211,400)
Annualize direct care worker increase	16,000,000	5,311,300
Autism services base and caseload	15,066,600	5,414,900
Children's special health care services base/caseload	11,317,500	4,979,700
Community psychiatric bed funding	11,221,500	5,000,000
Response to environmental and public health hazards	7,260,700	7,260,700
Changes in Federal grants	6,683,900	0
Workforce and training support for Healthy Michigan Plan work requirement	6,075,600	6,075,600
Essential local public health hold harmless funding	6,000,000	6,000,000
Annualization of child protective services staff expansion	5,000,100	5,000,100
Drinking water emergency response services - ongoing investment	4,621,100	4,621,100
Greenlawn psychiatric bed funding (one-time) - 10 FTEs	4,000,000	4,000,000
Statewide lead exposure and response (one-time)	3,434,500	3,434,500
Annualization of new Caro State Hospital staff	3,023,300	3,023,300
Foster care supportive visitation/parent-child visit assistance	3,012,500	0
State innovation model (one-time)	3,000,000	3,000,000
Property management project funding	2,460,700	1,400,100

Table 12 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM INCREASES		
Budget Area/Program	**Gross**	**GF/GP**
Health & Human Services (continued)		
County Child Care Fund program base and caseload adjustments	1,516,800	(257,900)
Lead and copper rule funding	1,500,000	1,500,000
Non-State owned building lease adjustments	1,388,900	855,300
Center for Forensic Psychiatry - increased staffing	1,270,900	1,270,900
Kalamazoo Hospital staff	1,000,000	1,000,000
Increase for Michigan essential health provider	1,000,000	1,000,000
Strong beginnings program	1,000,000	1,000,000
Crime Victims Rights services funding	999,900	0
Continuation of building community partnership program	975,000	0
Annualization of homeless services per diem increase	950,000	950,000
Child support pass-through to FIP recipients	946,000	946,000
Newborn screening fee CPI increase	560,800	0
MiHIN interoperability funding	500,100	500,100
Feeding American-West Michigan (Upper Peninsula)	470,000	470,000
Adoption incentive payments rate increase	400,100	100
State Psychiatric Hospitals/Centers Pharmacy inflation cost	316,600	261,800
Domestic violence prevention staff	315,000	0
Relative foster parent licensure incentive	250,000	250,000
Oakland County homelessness study (one-time)	250,000	250,000
Guardianship base and caseload	238,300	171,900
Fingerprinting costs for Federal Families First Prevention Services Act	231,100	167,500
Provide no-cost birth certificates for homeless individuals	226,000	226,000
Increased funding for free clinics	150,000	150,000
Mandated IRS background investigation	130,200	44,300
Actuarial costs for foster care rates	100,000	72,500
Child advocacy center funding	100	100
Court appointed special advocates	100	100
Cercarial dermatitis (one-time)	100	100
Leaders advancing and helping communities (one-time)	100	100
Human trafficking funding for homeless shelters (one-time)	100	0
Western Michigan University unified clinics	100	100
Higher Education		
University operations increase	$7,882,000	$7,882,000
North American Indian tuition waiver shortfall	6,687,100	6,687,100
MPSERS normal costs - adjust for assumed rate of return	565,000	0
MSU AgBioResearch operations increase	345,900	345,900
MSU Extension operations increase	298,400	298,400
Insurance & Financial Services		
Anti-fraud unit	$499,300	$0

Table 12 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM INCREASES		
Budget Area/Program	**Gross**	**GF/GP**
Judiciary		
Supreme Court website modernization and cybersecurity ($1,475,000 one-time)	$1,929,100	$1,929,100
Increased spending authority for the e-file system	1,676,100	0
Expansion of online dispute resolution	450,000	450,000
SADO public defender caseload enhancement	228,600	228,600
Judicial tenure commission backlog ($100,000 one-time)	200,000	200,000
SADO funding for juvenile lifers resentencing	141,900	141,900
Increased spending authority for SADO	75,000	0
Pretrial risk assessment tool	20,000	20,000
Labor & Economic Opportunity		
Workforce development program	$9,048,500	$8,048,600
MSHDA legal fees	335,500	0
Legislature		
House operations	$1,233,300	$1,233,300
Senate operations	836,200	836,200
Legislative council	315,500	315,500
Auditor general	983,900	670,600
Property management and capitol historic site	640,900	545,100
Legislative retirement system	144,000	120,000
National association dues	138,000	138,000
Automated data processing	107,200	107,200
Senate fiscal agency	79,400	79,400
House fiscal agency	79,400	79,400
Legislative corrections ombudsman	19,700	19,700
Legislative council IT redesign funding	15,000	15,000
Michigan veterans facility ombudsman	6,200	6,200
Licensing & Regulatory Affairs		
Funding for research on the use of marihuana for veterans' treatment	$20,000,000	$0
Unaccompanied refugee minors assistance	3,790,900	0
Ongoing costs associated with Michigan Regulation and Taxation of Marihuana Act	1,000,000	0
Ongoing costs associated with Medical Marihuana Facilities and Licensing Act	900,000	0
Refugee services database	520,000	0
Testing support for the bureau of fire services	289,900	0
Statewide indigent defense training evaluation	205,200	205,200
Fire services increase	20,000	20,000
Marijuana education materials	10,000	0
Bureau of construct codes	5,000	(284,500)
Information technology services transfers and adjustments	100	(458,100)

Table 12 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM INCREASES		
Budget Area/Program	**Gross**	**GF/GP**
Military & Veterans Affairs		
D.J. Jacobetti Home for Veterans CMS certification revenue adjustment	$900,000	($900,000)
Selfridge Air National Guard Base support increase	400,000	400,000
Land purchases and appraisals increase	400,000	0
IT/desktop fee increases	105,000	105,000
Armory maintenance - one-time	65,100	65,100
Natural Resources		
Improve state park infrastructure and employee recruitment and retention	$2,452,300	$0
Protect wildlife and public health by fighting chronic wasting disease	2,300,000	2,300,000
Ensure healthy and productive State forests	2,200,000	0
State boating infrastructure maintenance (capital outlay)	2,122,500	0
Local boating infrastructure maintenance and improvements (capital outlay)	1,270,500	0
Improve State forest camping & trail experiences	1,160,800	0
Preserve historical & cultural resources	755,500	(94,500)
Forest development infrastructure increase	650,000	0
Increase efficiency by deploying mobile devices	550,000	0
Promote outdoor recreation through local grants and marketing	350,000	0
Wildlife management	299,800	299,800
Replace aging forest management and survey equipment	250,000	0
Improve public safety through ORV safety education	30,800	0
Wildlife and fish health study	100	100
Deer habitat improvement initiative	100	100
School Aid		
Foundation allowance for traditional districts: $120-$240 (2x formula)	$269,000,000	$0
MPSERS hold harmless payment for reduced assumed rate of return	83,930,000	35,000
Special education (additional 2% payment)	60,207,000	0
Special education cost increase	36,200,000	0
Early literacy coaches	14,000,000	0
Federal school lunch funding	14,000,000	0
MPSERS hold harmless payment for PA 92 of 2017 costs	12,571,000	0
School aid fund cash flow borrowing costs	9,000,000	0
Bilingual education	7,000,000	0
Great start readiness program - more slots, more funding per child	5,050,000	50,000
At risk	5,000,000	0
Promise zone payments	5,000,000	0
Flint declaration of emergency	4,845,000	0
Early on	2,150,000	0
Child and adolescent health centers	1,942,700	0
Renaissance zone reimbursement	1,300,000	0
Career and technical education standard programming	1,000,000	0

Table 12 - continued

FY 2019-20 INITIAL APPROPRIATIONS
PROGRAM INCREASES

Budget Area/Program	Gross	GF/GP
School Aid (continued)		
Intermediate school district (ISD) operations increase (1%)	685,000	0
PILT reimbursement	221,000	0
Robotics for public schools	200,000	0
State		
Increased branch office funding totaling contract rate increases and general maintenance	$830,000	$0
"Look Twice Save a Life" motorcycle program	300,000	0
State Police		
Trooper recruit school	$11,983,600	$11,983,600
Annualize FY 2018-19 trooper school costs	8,098,300	8,098,300
In-car camera video streaming network	2,766,500	2,766,500
Forensic science	2,068,200	2,068,200
Credit card fee payments	578,700	4,200
Automated biometrics identification cost increases	510,200	510,200
Breath alcohol testing devices cost increase	300,100	300,100
Increased ammunition costs	258,600	258,600
Accounting service center increased costs	179,100	179,100
eWarrant system increased costs	130,000	130,000
Ongoing costs for combined strategic support module	123,000	123,000
Technology, Management, & Budget		
Alignment of information technology IDGs with agency CSB requests	$191,899,900	$0
MPSCS upgrades	7,000,000	7,000,000
Microsoft license agreement	5,000,000	5,000,000
Motor vehicle fleet adjustment	1,500,000	0
Attorney general legal counsel	670,000	0
Michigan State police accounting services	374,900	0
Michigan State police retirement system payments	10,000	10,000
Transportation		
Road and bridge revenue adjustments	$234,966,000	$0
Maintenance funding increases	68,534,000	0
Local bus operating	6,000,000	0
Service initiatives	5,999,900	0
Rail operations and infrastructure	4,808,700	0
Transit capital	3,008,100	13,000,000
Information technology modernization	3,000,000	0
Intercity services	2,099,800	0
Aeronautics revenue adjustments	989,100	0
Transportation economic development revenue adjustments	909,800	0
Local signal energy billing process improvement	600,000	0
Marine passenger	500,100	0
Specialized services	500,000	0

Table 12 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM INCREASES		
Budget Area/Program	**Gross**	**GF/GP**
Treasury - Debt Service		
Great Lakes water quality bond	$15,907,000	$15,907,000
Treasury - Operations		
Marihuana proposal 1 changes	$12,390,800	$0
Wrongful imprisonment compensation fund	10,000,000	5,000,000
Millionaire party regulation	3,000,000	0
Information technology	1,450,000	1,450,000
Michigan finance authority	300,000	0
Senior citizen cooperative	0	0
Treasury - Revenue Sharing		
City, village, and township revenue sharing	$17,984,600	$0
Constitutional State revenue sharing grants	14,841,300	0
County revenue sharing and county incentive program	6,092,600	0
TOTAL PROGRAM INCREASES	**$2,172,605,600**	**$289,609,000**

Table 13

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM ELIMINATIONS		
Budget Area/Program	**Gross**	**GF/GP**
Agriculture & Rural Development		
Elimination of one-time Michigan animal agriculture alliance grant	($2,000,000)	($2,000,000)
County Fairs, Shows, and Expositions Grants	(1,325,000)	(1,325,000)
Elimination of one-time dairy industry assistance program	(1,000,000)	(1,000,000)
Elimination of one-time agriculture industry research and development grant	(550,000)	(550,000)
Elimination of one-time ACRE agriculture incubator grant	(260,000)	(260,000)
Elimination of one-time ODC Network - project clarity grant	(120,000)	(120,000)
Corrections		
County Jail Reimbursement Program	($14,814,600)	($8,914,600)
Substance abuse parole certain sanction program	(1,440,000)	(1,440,000)
Supervising region incentive program	(1,000,000)	(1,000,000)
High school online equivalency pilot program	(500,000)	(500,000)
Federally qualified health center pilot	(250,000)	(250,000)
Prison kitchen inspection	(50,000)	(50,000)
Education		
Supplemental appropriation removal	($5,000,000)	($5,000,000)
Labor Day Study veto	(10,800)	0
Drinking water declaration of emergency	(100)	0
Environment, Great Lakes, & Energy		
Remove annual SWQIF bond appropriation	($15,000,000)	$0
Drinking Water Infrastructure	(4,000,000)	(4,000,000)
Lawsuit settlement fund	(3,000,000)	0

Table 13 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM ELIMINATIONS		
Budget Area/Program	**Gross**	**GF/GP**
Environment, Great Lakes, & Energy (continued)		
Wetlands mitigation banking program	(1,000,000)	0
Aquifer protection revolving fund	(524,000)	0
Health & Human Services		
Rural and Sole Community and OB/GYN hospital pools	($34,698,900)	($31,978,300)
Elimination of Sec 298 behavioral health integration pilots	(3,088,200)	(1,000,000)
Elimination of mental health hotline funding	(3,000,000)	(3,000,000)
Remove traumatic brain injury funding	(1,000,000)	(1,000,000)
Elimination of Funding for Real Alternatives Contract	(700,000)	(50,000)
Remove School Success Partnership Program funding	(525,000)	(75,000)
Elimination of island clinic funding	(525,000)	(525,000)
Elimination of early primary care incentive program	(500,000)	(500,000)
Dental registry funding	(500,000)	(500,000)
Removal of Covenant House funding	(280,000)	(280,000)
Elimination of the Adoptive Family Support Network Contract	(250,000)	(250,000)
Elimination of the Bone Marrow Registry Grant	(250,000)	(250,000)
Elimination of the SSI Advocacy Legal Services Grant	(250,000)	(250,000)
Higher Education		
Tuition grants	($38,021,500)	($3,925,900)
Insurance & Financial Services		
Removal of one-time funding for study of state innovation waiver	($400,000)	($400,000)
Judiciary		
Removal of one-time funding for treatment pilot program	($75,000)	($75,000)
Labor & Economic Opportunity		
Supplemental appropriations removal	($145,450,500)	($145,450,500)
Going pro	(37,920,700)	(12,001,900)
Pure Michigan	(36,000,000)	(1,000,000)
One-time appropriations removal	(5,850,100)	(5,850,000)
Michigan film office	(402,200)	0
Legislature		
Removal of FY 2018-19 Supplemental Funding for Townsend Garage	($18,000,000)	($18,000,000)
Licensing & Regulatory Affairs		
Removal of opioid treatment and community resource locator funding.	($1,200,000)	($1,200,000)
Military & Veterans Affairs		
County veteran service fund	($4,200,000)	($4,200,000)
Vietnam veterans outreach project - one-time	(600,000)	(600,000)
Grand Rapids Home for Veterans Video Project - one-time	(275,000)	(275,000)
Targeted grants for County veterans service officers	(200,000)	(200,000)
Natural Resources		
Michigan Conservation Corps	($1,000,000)	($1,000,000)
Cormorant mitigation program	(150,000)	(150,000)

Table 13 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM ELIMINATIONS		
Budget Area/Program	**Gross**	**GF/GP**
School Aid		
Additional payments for high school students ($25 per student)	($11,000,000)	$0
Computer adaptive tests	(9,200,000)	0
Isolated districts funding	(6,000,000)	0
Michigan Education Corps	(3,000,000)	(3,000,000)
Career and technical education equipment upgrade grants	(2,500,000)	(2,500,000)
Statewide value-added evaluation tool (EVAAS)	(2,500,000)	(2,500,000)
Information technology certifications	(2,300,000)	(2,300,000)
Dual enrollment incentive payments	(1,750,000)	0
Strict discipline academies	(1,600,000)	0
Online algebra tool (Algebra Nation)	(1,500,000)	(1,500,000)
Online mathematics tool (Imagine Math)	(1,500,000)	(1,500,000)
Reimbursement for financial analytical tools	(1,500,000)	0
Virtual reality for skilled trades	(1,200,000)	0
Imagine Learning (literacy)	(1,000,000)	(1,000,000)
Career and technical education counselors	(1,000,000)	0
Bus driver safety program	(810,000)	0
Dropout recovery program	(750,000)	0
Balanced calendar/year-round schools	(750,000)	0
10 Cents a Meal	(575,000)	(575,000)
Summer reading pilot project	(500,000)	(500,000)
Imagine Learning (Español)	(500,000)	(500,000)
Fitness foundation	(500,000)	(500,000)
Digital assessment preparation	(500,000)	(500,000)
Payment to MDE for administering Federal charter school grants	(500,000)	(500,000)
Teach for America	(300,000)	(300,000)
FIRST Robotics for nonpublic schools	(300,000)	(300,000)
Children's choice initiative	(250,000)	(250,000)
Conductive learning center	(250,000)	(250,000)
Nonpublic school reimbursement for mandates	(250,000)	(250,000)
Pipeline to promise	(200,000)	0
Early learning collaborative	(175,000)	0
Dropout prevention program (Grand Rapids)	(100,000)	0
Restaurant and culinary training	(100,000)	(100,000)
STEM entrepreneurship program	(60,000)	0
High demand jobs (St. Clair ISD)	(50,000)	0
K-14 transition supports (Dana Center)	(25,000)	(25,000)
State Police		
Elimination of one-time school safety grants	($25,000,000)	($25,000,000)
Secondary Road Patrol Grant Program	(13,072,200)	(2,000,000)
Trooper School FY 2018-19 one-time costs	(7,751,300)	(7,751,300)
Disaster and Emergency Contingency Fund one-time deposit	(7,500,000)	(7,500,000)

Table 13 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM ELIMINATIONS		
Budget Area/Program	**Gross**	**GF/GP**
State Police (continued)		
Active Violence Response Training - one-time	(1,927,600)	(1,927,600)
Michigan International Speedway Traffic Control - one-time	(725,000)	(725,000)
Training only to local units	(654,500)	0
Roadside Saliva Testing Project - one-time	(626,000)	(626,000)
Shiawassee County Emergency Relief - one-time	(163,600)	(163,600)
Civil Air Patrol	(20,000)	(20,000)
OK2SAY Technology Upgrade - onetime placeholder	(100)	(100)
Technology, Management, & Budget		
Regional prosperity grants	($4,000,000)	($4,000,000)
Transportation		
Remove one-time Soo Locks funding	($52,000,000)	($52,000,000)
Remove one-time Mackinac Straits Infrastructure funding	(4,490,900)	(4,490,900)
Remove one-time rail study funding	(250,000)	(250,000)
Treasury - Operations		
Swamp tax reverted lands	($15,305,600)	($15,305,600)
Qualified agriculture loan origination program	(15,000,000)	(15,000,000)
Wrongful imprisonment compensation fund	(11,500,000)	(11,500,000)
Purchased lands	(8,677,900)	(3,317,500)
Commercial forest reserve	(3,368,100)	(3,368,100)
Financial data analytic tool reimbursement	(500,000)	(500,000)
Beat the streets	(100,000)	(100,000)
Courageous cadets	(50,000)	(50,000)
Forensic science commission	(100)	(100)
Treasury - Revenue Sharing		
Supplemental City, Village, and Township Revenue Sharing	($6,200,000)	$0
City, Village, and Township Revenue Sharing (one-time)	(5,916,000)	0
Supplemental county revenue sharing	(1,000,000)	0
TOTAL PROGRAM ELIMINATIONS	**(627,950,500)**	**(434,842,000)**

Table 14

FY 2019-20 INITIAL APPROPRIATIONS
PROGRAM REDUCTIONS

Budget Area/Program	Gross	GF/GP
Agriculture & Rural Development		
Food and Agriculture Investment Program reduction.	($5,077,800)	($5,077,800)
Remove FY 2018-19 supplemental appropriations	(3,277,000)	(3,277,000)
Indemnification - Livestock Depredation payments	(25,000)	(25,000)
Attorney General		
Removal of FY 2018-19 Supplemental Funding	($2,386,300)	($635,000)
Elimination of FY 2018-19 one-time items	(800,000)	(100,000)
Removal of IDG grants from DHHS to the Attorney General	(535,000)	0
Capital Outlay		
Remove FY 2018-19 funding	($15,000,900)	($15,000,900)
Community Colleges		
MPSERS unfunded accrued liability stabilization	($2,200,000)	$0
Renaissance zone reimbursements	(300,000)	0
Corrections		
New Corrections Officer School. Removed prior-year one-time funding	($9,227,700)	($9,227,700)
Full-year reduction associated with Ojibway Correctional Facility closure	(6,805,700)	(6,805,700)
Administrative Reduction	(5,317,600)	(5,317,600)
Removal of prior-year one-time funding for higher custody level funding	(2,400,000)	(2,400,000)
Removal of FY 2018-19 Supplemental Funding	(2,000,000)	(2,000,000)
Education		
Renaissance zone reimbursement	($300,000)	($300,000)
Environment, Great Lakes, & Energy		
Vapor intrusion	($1,655,300)	($1,655,300)
Water quality and use initiative	(1,522,900)	(1,522,900)
Recycling grants	(1,032,000)	(1,032,000)
Lead remediation grants	(1,000,000)	(1,000,000)
Aquatic invasive species grants	(1,000,000)	(1,000,000)
Water withdrawal assessment program	(800,000)	0
Watershed grants	(675,000)	0
Michigan geological survey - one-time	(500,000)	(500,000)
Michigan geological survey	(500,000)	0
PFAS: MDOT clean water efforts	(400,000)	(400,000)
Environmental Rules Review Committee	(150,000)	0
Cooperative Lakes Monitoring Program	(150,000)	0
Landfill research, design, and demonstration project - one-time	(120,000)	(120,000)
Implementation of HB 5638 (water withdrawal assessment changes)	(100,000)	(100,000)
Health & Human Services		
Medicaid base, caseload and fund source adjustments (traditional Medicaid)	($201,732,500)	$78,196,400
Food Assistance Program (FAP) base and caseload adjustments	(57,154,000)	0
Healthy Michigan Plan work engagement savings	(50,000,000)	(5,000,000)

Table 14 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM REDUCTIONS		
Budget Area/Program	**Gross**	**GF/GP**
Health & Human Services (continued)		
Insurance Provider Assessment (IPA) funding adjustments	(49,289,700)	(10,232,000)
Reduction in state support for MiDocs GME Consortium	(28,129,400)	(5,000,000)
Office of the Inspector General Medicaid audit savings	(27,147,400)	(6,861,500)
Healthy Michigan Plan base and caseload	(26,827,100)	(3,292,300)
Adjust WIC Federal funding to actual	(25,000,000)	0
Remove other remaining one-time projects	(21,111,700)	(13,047,600)
Reduce HMO pharmacy administrative component	(19,853,000)	(5,000,000)
Remove sexual assault services Federal grant funding	(8,000,000)	0
Reduction to multicultural funding	(7,484,600)	(7,484,600)
Remove Hepatitis A funding - one-time	(7,121,200)	(7,121,200)
Reflect expiration of Federal grants	(6,142,200)	0
Adjust AIDS pharmaceutical rebate revenue to actual	(5,000,000)	0
Family Independence Program (FIP) base, caseload, and fund source adjustments	(5,000,000)	4,273,700
Remove funding for census related services - one-time	(5,000,000)	(1,000,000)
Remove medical resident loan repayment funding - one-time	(5,000,000)	(5,000,000)
Flint drinking water emergency funding - one-time	(4,621,100)	(4,244,400)
Adoption Subsidies (AS) Program base and caseload adjustments	(4,608,500)	(688,900)
Recognition of ongoing GF/GP lapses	(4,032,100)	(3,932,100)
Remove Lakeshore Regional Entity (PIHP) funding - one-time	(3,500,000)	(3,500,000)
Program of all-inclusive care for the elderly (PACE) actuarial soundness	(3,400,000)	(1,222,000)
Mental Health and Wellness Commission funding reduction	(2,800,000)	(2,800,000)
Foster care payment limitations	(2,169,800)	(1,053,700)
Reduction to centers for independent living	(1,999,900)	(1,999,900)
West Michigan partnership for children administration funding	(1,999,900)	(1,999,900)
Foster care payments base, caseload, and fund source	(1,916,000)	3,633,200
Realignment of funding in Community Services administration	(1,883,500)	0
Remove Community Mental Health Services Program (CMHSP) court-appointed Guardian reimbursement pool	(1,498,900)	(1,498,900)
Eliminate non-emergency medication transport pilot	(1,419,600)	(510,200)
Veto of recovery pilots	(1,200,000)	0
Remove excess Federal authorization from Hurley graduate medical education funding	(1,156,400)	0
Remove autism navigator funding - one-time	(1,025,000)	(1,025,000)
Remove Caro Center improvement funding - one-time	(1,000,000)	(1,000,000)
Remove one-time funding for U-D dental clinic	(1,000,000)	(1,000,000)
Remove laboratory opioid testing funding	(1,000,000)	(1,000,000)
Veto of funding for IT administration	(1,000,000)	(500,000)
Family Support Subsidy (FSS) Program base and caseload adjustments	(761,700)	0
Reversal of contingency fund transfers	(700,000)	0
Reduction in available medical marihuana revenue	(616,200)	0
State Disability Assistance (SDA) Program base and caseload adjustments	(578,600)	(578,600)

Table 14 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM REDUCTIONS		
Budget Area/Program	**Gross**	**GF/GP**
Health & Human Services (continued)		
Remove grant for St. Mary's Substance Use Disorder pilot	(500,000)	(500,000)
Remove Children's Trust Fund GF/GP backfill funding	(500,000)	(500,000)
Public assistance field staff capped federal funds	(467,800)	0
Remove funding for Autism Alliance - one-time	(466,000)	(466,000)
State Supplementation Payments (SSI) Program base and caseload adjustments	(450,400)	(450,400)
Backfill for county chargeback revenue for juvenile justice	(189,600)	(189,600)
Adjust Federal SCHIP funding for poison control	(155,200)	(860,100)
Long-term care study funding	(100,000)	(100,000)
Remove autism train the trainer pilot funding - one-time	(100,000)	(100,000)
Remove adoption rate actuarial study funding	(50,000)	(50,000)
Reduction to volunteer reimbursement line	(7,000)	0
Reduction in public health dental program	(3,300)	(3,300)
Civil service charges reduction	(1,800)	(1,800)
Transfer of Dec 2018 IT supplemental to one-time unit	(100)	(100)
Higher Education		
MPSERS unfunded accrued liability stabilization	($116,000)	$0
Insurance & Financial Services		
Insurance Marketplace Feasibility Study	($25,000)	$0
Anti-Fraud Unit Cost Savings Report	(25,000)	0
Marijuana Banking Materials	(25,000)	0
Judiciary		
Removal of one-time funding for problem solving courts	($750,000)	($750,000)
Swift and Sure	(400,000)	(400,000)
Judicial position adjustments	(436,300)	(451,900)
Labor & Economic Opportunity		
Business attraction and community revitalization	($26,000,000)	($26,000,000)
Community ventures	(3,999,900)	
At-risk youth grants	(2,999,900)	(2,999,900)
Defined calculation adjustment	(1,747,400)	0
Talent investment agency federal fund adjustment	(485,600)	0
Licensing & Regulatory Affairs		
Removal of one-time funding for Michigan indigent defense commission grants	($5,850,400)	($5,850,400)
Removal of medical marihuana excise tax to first responders presumed coverage fund	(5,195,000)	159,000
Removal of one-time funding for the implementation of Initiated Law 1 of 2018	(5,000,000)	(5,000,000)
Reduction of overstated restricted funds	(643,800)	0
Michigan office for new Americans adjustments	(211,200)	120,300
Removal of one-time funding for refugee assistance grant	(175,000)	(175,000)

Table 14 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM REDUCTIONS		
Budget Area/Program	**Gross**	**GF/GP**
Military & Veterans Affairs		
Reduction in National Guard Tuition Assistance Program	($2,500,000)	($2,500,000)
Reduction in operational support for military training sites and support facilities	(1,500,000)	(1,500,000)
Michigan veterans affairs agency reduction	(2,500)	(2,500)
Natural Resources		
Remove FY 2018-19 DNR Trust Fund dollars	($26,044,000)	$0
Ludington State Park land (Sargent Minerals Co.) purchase (pvt/restricted)	(9,000,000)	0
State parks repair and maintenance	(8,500,000)	0
Infrastructure fund (Brandon Rd. lock and dam to block Asian carp)	(8,000,000)	(8,000,000)
Dam management grant program	(8,000,000)	(8,000,000)
Iron Belle trail challenge grants	(5,000,000)	(5,000,000)
Snowmobile local grants program	(3,700,000)	0
2019 capital outlay project appropriations no longer needed	(3,536,000)	0
Keweenaw buffalo reef spawning	(3,000,000)	(3,000,000)
State parks repair and maintenance (capital outlay)	(2,500,000)	0
Remove current year one-time funds	(2,425,000)	(2,225,000)
Snowmobile trail development and maintenance	(2,300,000)	0
State parks preventive maintenance ($2 million camping revenue)	(2,000,000)	0
Grand River dredging	(2,000,000)	(2,000,000)
National recreational trails	(1,900,000)	0
UP forest roads bridge replacements (forest development fund)	(1,750,000)	0
Shooting range enhancement projects - capital outlay	(1,700,000)	0
Forest equipment/research/treatments (forest development fund)	(1,470,000)	0
Off-road vehicle trail development and maintenance	(1,425,000)	0
Off-road vehicle trail improvement grants	(764,500)	0
General law enforcement	(716,800)	0
Align wildlife management public education fund authorization with expected revenue	(500,000)	0
Leland/Good Harbor Bay reef fish spawning	(500,000)	(500,000)
Pheasant hunting initiative	(260,000)	(260,000)
Kalamazoo River study-grant to Battle Creek	(250,000)	(250,000)
Marketing and outreach	(163,000)	(150,000)
Nonmotorized trail development and maintenance grants	(150,000)	(150,000)
UP pocket park repair and maintenance	(150,000)	(150,000)
Finance and operations	(44,300)	0
Executive direction	(36,000)	0
Lake level assessments	(35,000)	0
School Aid		
Technical foundation allowance cost adjustments (pupils, taxable values)	($152,000,000)	$0
Reduction in cost of school bond loan fund debt service	(14,500,000)	0
Federal grants	(10,365,000)	0

Table 14 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM REDUCTIONS		
Budget Area/Program	**Gross**	**GF/GP**
School Aid (continued)		
MPSERS rate cap on the districts' payments toward unfunded accrued liabilities	(1,800,000)	(200,000)
Michigan Virtual High School	(1,075,000)	(1,075,000)
Partnership model districts	(1,000,000)	0
State assessments	(500,000)	0
State		
Removal of FY 2018-19 Supplemental Funding	($2,900,000)	($2,500,000)
Removal of Legislative Transfer for Branch Operations via legislative transfer 2019-2	(800,000)	0
State Police		
Medical marihuana funding authorization	($10,803,700)	$0
Fleet Leasing reduction - patrol and administrative vehicles	(2,300,000)	(2,300,000)
Special Operations reduction	(677,600)	(677,600)
Operating supplies and materials savings	(450,000)	(450,000)
Grants & Community Services reduction in outreach and education	(255,400)	(255,400)
Reductions in discretionary overtime	(100,000)	(100,000)
Reduction in Emergency Management and Homeland Security Training Center	(29,600)	(29,600)
Technology, Management, & Budget		
Remove one-time military and judicial retirement funding	($43,100,000)	($43,100,000)
Remove one-time deposit into statewide broadband fund	(20,000,000)	(13,620,000)
Information technology investment fund reduction	(20,000,000)	(20,000,000)
Removal and transfer of legislative retirement funds	(12,399,900)	(12,399,900)
Remove funding to help pay off Inkster school district debt	(8,200,000)	(8,200,000)
Remove FY 2019-20 supplemental and one-time items	(4,765,000)	(4,797,900)
Enterprise special maintenance of state facilities reduction	(3,100,000)	(3,100,000)
Net reduction in Michigan public safety communications system funding	(2,400,000)	(2,400,000)
Remove one-time funding for MSP/MPSERS retirement system changes	(1,185,000)	(1,185,000)
Remove one-time funding for CIO security officer	(450,000)	(450,000)
Remove one-time funding for job vacancy survey	(170,000)	(170,000)
Revenue alignment and reduction of overstated deducts	(115,400)	(167,100)
Remove one-time funding for Muskegon/Oceana county towers	(30,000)	(30,000)
Removal of prior year one-time funding	(10,100)	(10,100)
Transportation		
Remove one-time general fund for roads and bridges	($300,000,000)	($300,000,000)
Debt service reduction	(5,539,600)	0
Reduced interdepartmental grant payments	(317,600)	0
Boilerplate veto reductions	(122,000)	0
Remove funding for Detroit/Wayne port authority	(50,000)	(50,000)
Treasury (Debt Service)		
Clean Michigan initiative	($13,224,000)	($13,224,000)
Quality of life bond	(5,428,000)	(5,428,000)

Table 14 - continued

FY 2019-20 INITIAL APPROPRIATIONS PROGRAM REDUCTIONS		
Budget Area/Program	**Gross**	**GF/GP**
Treasury (Operations)		
Remove FY 19 contingency fund transfer to Flint drinking water declaration of emergency	($5,613,000)	$0
Supervision of the general property tax law line item	(2,600,100)	(2,600,100)
Administrative efficiencies	(650,000)	(650,000)
TOTAL PROGRAM REDUCTIONS	**($1,474,563,400)**	**($586,912,800)**

Table 15

FY 2019-20 INITIAL APPROPRIATIONS FUND SHIFTS TO INCREASE/(REDUCE) GF/GP	
Budget Area/Program	**GF/GP**
Agriculture & Rural Development	
Farmland and Open Spaces Program	($100,000)
Corrections	
Program and Special Equipment Fund Source Shift	($24,000,000)
Education	
Child development and care public assistance	$345,200
Environment, Great Lakes, & Energy	
Oil, Gas, and Minerals	($3,900,000)
Surface Water	(1,200,000)
Health & Human Services	
Traditional Medicaid Title XIX FMAP	$43,607,600
Healthy Michigan Plan FMAP	75,074,200
Medicaid state psychiatric DSH adjustment	(25,000,000)
Medicaid Benefits Trust Fund (MBTF)	10,000,000
Federal child support collection fee increase	956,300
Inspector general staff fund sourcing correction	1,236,500
SCHIP/MIChild/Title XXI funds	30,767,900
Child Support Incentive Payment Fund Source Swap	(105,000)
Family Preservation Funding Veto Fund Source Error	75,000
TANF fund source swap with GF/GP	(4,193,700)
Limitation on local CMH Match Funding	5,095,100
Use of surplus lab fee revenue to offset GF/GP	(1,000,000)
Higher Education	
Replace School Aid Fund dollars with GF/GP	$151,118,000
Children of Veterans Tuition Grant checkoff	100,000
Tuition incentive program	(4,500,000)
Judiciary	
Drug treatment courts funding	$280,000

Table 15 - continued

FY 2019-20 INITIAL APPROPRIATIONS FUND SHIFTS TO INCREASE/(REDUCE) GF/GP	
Budget Area/Program	**GF/GP**
Labor & Economic Opportunity	
Workforce development program	($1,000,000)
Land bank fund shift	(2,992,400)
Licensing & Regulatory Affairs	
Replacement of GF/GP with marihuana funds to implement Initiated Law 1 of 2018	($5,000,000)
Information technology services and projects	0
Property management	0
Michigan office of administrative hearings and rules	(15,000)
Military & Veterans Affairs	
Michigan Youth Challenge Academy	$1,557,800
Natural Resources	
Shift wildfire protection costs to Forest Development Fund	($1,203,800)
Wildlife management fund shift	(300,000)
School Aid	
Flint declaration of emergency	($3,230,000)
Special education task force - MiBLSI	(1,600,000)
Foundation allowance discretionary payment	(880,500)
State	
General Fund reduction of 25% replaced with restricted Transportation Administration Collection Fund (TACF)	($5,438,400)
State Police	
Secure cities program	($2,500,000)
Technology, Management, & Budget	
Statewide cost allocation adjustments	($131,300)
Adjustment of indirect charges and fund sources	(35,800)
Business support services	(138,400)
TOTAL FUND SHIFTS AFFECTING GF/GP	**$231,749,300**

Table 16

FY 2019-20 INITIAL APPROPRIATIONS TECHNICAL ADJUSTMENTS		
	Gross	**GF/GP**
Agriculture & Rural Development		
Align restricted authorization with available revenues	$111,800	$0
Environment, Great Lakes, & Energy		
Transfer of Office of Great Lakes	$12,057,000	$1,015,000
Transfer of Michigan Agency for Energy	7,253,500	562,400
Align restricted authorization with available revenue	(603,400)	0
Health & Human Services		
Adjustment to Transfer Refugee Services to LARA	$166,400	$175,000
Transfer of Campus Sexual Assault Grants	(1,321,700)	(1,321,700)

Table 16 - continued

FY 2019-20 INITIAL APPROPRIATIONS TECHNICAL ADJUSTMENTS	Gross	GF/GP
Judiciary		
Technical backout for FY 2018-19 supplemental	($1,250,000)	$0
Licensing & Regulatory Affairs		
Transfer of Office of Regulatory Reinvention	$650,000	$650,000
Medical marihuana regulatory fund – funding alignment	422,000	0
Unrolling and consolidation of Bureau of Community and Health Systems	409,800	(200)
Transfer of Urban Search and Rescue	100	0
Reflect Executive revision	(64,000)	0
Transfer of Michigan Agency for Energy	(7,132,800)	(559,600)
Military & Veterans Affairs		
Align Federal/restricted authorization with available revenues	$5,527,800	$0
Transfer of Military Retirement System	1,000,000	1,000,000
Adjustment for Contingency Transfer 2019-2	(1,000,000)	0
Natural Resources		
Transfer Michigan Registered Forester Program	$30,000	$0
Align spending with State Park Improvement Revenue Bond Debt Service	1,800	0
Transfer of Office of Great Lakes	(12,057,000)	(1,015,000)
School Aid		
Transfer of Youth ChalleNGe Academy	($1,625,400)	$0
State Police		
Transfer of Campus Sexual Assault Grants	$1,321,000	$1,321,000
Align Federal/restricted authorization with available revenues	(1,245,700)	0
Remove FY 2018-19 disaster/emergency Federal and Restricted dollars	(27,350,900)	0
Technology, Management, & Budget		0
Unrolling and consolidation of IT Investment Fund Projects	$400	$400
State Administrative Board GF/GP transfers	(19,900)	(19,900)
Transfer of Office of Regulatory Reinvention	(650,000)	(650,000)
Transfer of Military Retirement System	(5,244,800)	(5,244,800)
Transportation		
Transfer of Specified Accounting Services	($168,700)	$0
Treasury (Operations)		
Transfer of Urban Search and Rescue	($900,000)	($900,000)
TOTAL TECHNICAL ADJUSTMENTS	**($31,682,700)**	**($4,987,400)**

Table 17

FY 2019-20 INITIAL APPROPRIATIONS
ECONOMIC AND UNCLASSIFIED SALARIES ADJUSTMENTS BY FUND SOURCE

Department/Budget Area	Gross	IDGs	Adjusted Gross	Federal	Local & Private	State Restricted	General Fund/ General Purpose
Agriculture & Rural Development	$1,052,400	$4,500	$1,047,900	$61,200	$0	$269,900	$716,800
Attorney General	1,356,000	449,200	906,800	85,200	0	224,100	597,500
Civil Rights	159,100	(600)	159,700	14,200	0	0	145,500
Corrections	23,294,700	0	23,294,700	8,500	103,500	162,900	23,019,800
Education	1,251,400	0	1,251,400	751,400	41,000	77,100	381,900
Environment, Great Lakes, & Energy	3,036,400	32,900	3,003,500	669,900	100	1,665,900	667,600
Executive	0	0	0	0	0	0	0
Health & Human Services	28,761,900	43,900	28,718,000	8,824,100	283,800	513,200	19,096,900
Insurance & Financial Services	786,900	7,900	779,000	300	0	778,700	0
Judiciary	3,325,000	400	3,324,600	41,000	92,400	49,800	3,141,400
Labor & Economic Opportunity	2,664,300	0	2,664,300	1,654,800	6,600	764,200	238,700
Legislature	0	0	0	0	0	0	0
Licensing & Regulatory Affairs	4,699,900	575,600	4,124,300	763,400	0	2,786,700	574,200
Military & Veterans Affairs	1,244,800	0	1,244,800	707,000	12,400	201,300	324,100
Natural Resources	3,681,300	0	3,681,300	464,900	200	2,624,700	591,500
School Aid	118,500	0	118,500	0	0	18,000	100,500
State	2,573,500	0	2,573,500	0	0	2,176,900	396,600
State Police	3,379,200	182,800	3,196,400	347,100	22,800	618,000	2,208,500
Technology, Management, & Budget	7,246,700	4,496,700	2,750,000	50,100	(18,700)	1,425,000	1,300,900
Transportation	5,818,300	50,500	5,767,800	837,500	0	4,930,300	0
Treasury (Operations)	3,255,100	125,300	3,129,800	111,800	80,100	2,352,900	585,000
TOTAL ECONOMIC ADJUSTMENTS	**$97,705,400**	**$5,969,100**	**$91,736,300**	**$15,392,400**	**$624,200**	**$21,639,600**	**$54,087,400**
UNCLASSIFIED SALARIES ADJ.	**$791,400**	**$52,700**	**$738,700**	**$46,700**	**$0**	**$478,500**	**$213,500**

STATE EMPLOYEE COMPENSATION CHANGES AND EMPLOYMENT LEVELS

The FY 2019-20 initial budget reflects the recommendations for State employee compensation adopted by the Civil Service Commission on December 12, 2018. As part of a one-year agreement for employees who are exclusively represented by employee unions (AFSCME, MCO, MSEA, SEIU, and UAW), the Civil Service Commission approved for FY 2019-20 a 2.0% base wage increase and a 2.0% lump-sum payment effective October 1, 2019. Michigan State Police (MSP) enlisted members received a 1.0% base wage increase and a 1.0% lump-sum payment effective October 1, 2019. Contracts continue to require represented employees to pay 20.0% of their health care premiums.

The Civil Service Commission also adopted a Coordinated Compensation Plan for nonexclusively represented State classified employees (NEREs) for FY 2019-20. Beginning on October 1, 2019, NEREs received a 2.0% general wage increase and a 2.0% lump-sum payment. They also continue to be required to pay an employee share of health insurance premiums of 20.0%.

Table 18 provides a summary of the incremental State employee cost changes for FY 2019-20, including employee salary increases of $124.2 million. The State's portion of the cost increase for employee health insurance is estimated at $7.7 million for FY 2019-20. The amount that needs to be contributed to the State employee retirement systems in FY 2019-20 results in an increase in costs for the FY 2019-20 budget. Retirement contributions will increase by $37.5 million Gross and $21.3 million GF/GP. Other employee retirement costs (OERC) for FY 2019-20 are less than the costs in FY 2018-19; OERC costs will decrease by $79.5 million Gross and $46.6 million GF/GP. The total impact of economic adjustments for FY 2019-20 is an estimated increase of $98.5 million Gross ($54.3 million GF/GP) on a total wage and salary base of approximately $5.6 billion.

Table 18

FY 2019-20 INITIAL APPROPRIATIONS
ESTIMATES OF ECONOMIC ADJUSTMENTS INCLUDED IN BUDGET
(millions of dollars)

	Gross	GF/GP
Wages and Salaries	$123.9	$70.0
Longevity and Employee Insurance Costs	7.7	4.5
Retirement Contributions	37.5	21.3
OERC	(79.5)	(46.6)
Workers' Compensation	0.9	0.4
All Other Economics	8.0	4.7
TOTAL ESTIMATED ECONOMIC INCREASES	**$98.5**	**$54.3**

Table 19 and Figure E provide a summary of State classified full-time equated positions (FTEs) appropriated in FY 2019-20 versus the year-to-date level of FTE positions appropriated in FY 2018-19. Total appropriated FTEs in FY 2019-20 equal 53,923.6, an increase of 134.6 or 0.3% from FY 2018-19. The largest FTE increase, 159.0 FTEs, is in the Department of Environment, Great Lakes, and Energy, and is primarily due to the reorganization of the Department pursuant to Executive Order 2019-2 and an additional 93.0 FTE positions added to the Renewing Michigan's Environment program for environmental cleanup and redevelopment, waste management, and recycling activities. The largest FTE decrease (184.9 FTEs) is in the Department of Corrections, and reflects the closure of the Ojibway Correctional Facility.

Table 19

FULL-TIME EQUATED POSITIONS
FY 2018-19 VERSUS FY 2019-20

Department/Budget Area	FY 2018-19 Year-to-Date Positions	FY 2019-20 Initial Positions	Position Change	Percent Change
Agriculture & Rural Development	502.5	508.0	5.5	1.1%
Attorney General	531.0	536.4	5.4	1.0
Civil Rights	110.0	110.0	0.0	0.0
Corrections	13,963.2	13,778.3	(184.9)	(1.3)
Education	614.5	614.5	0.0	0.0
Environment, Great Lakes, & Energy	1,257.0	1,416.0	159.0	12.6
Executive	79.2	79.2	0.0	0.0
Health & Human Services	15,968.2	16,005.0	36.8	0.2
Insurance & Financial Services	336.5	346.5	10.0	3.0
Judiciary	502.0	509.0	7.0	1.4
Labor & Economic Opportunity	1,450.0	1,450.0	0.0	0.0
Licensing & Regulatory Affairs	2,327.3	2,328.3	1.0	0.0
Military & Veterans Affairs	912.5	924.5	12.0	1.3
Natural Resources	2,334.3	2,334.1	(0.2)	(0.0)
State	1,586.0	1,586.0	0.0	0.0
State Police	3,518.0	3,579.0	61.0	1.7
Technology, Management, & Budget	3,116.0	3,126.0	10.0	0.3
Transportation	2,818.3	2,818.3	0.0	0.0
Treasury (Operations)	1,862.5	1,874.5	12.0	0.6
TOTAL POSITIONS	**53,789.0**	**53,923.6**	**134.6**	**0.3%**

Note: Full-Time Equated classified positions include exempt positions in Judiciary.

PROGRAM TRANSFERS

The initial FY 2019-20 appropriations reflect the transfer of various programs from one budget to another; the program transfers are listed in Table 20. The Office of the Great Lakes and Michigan Agency for Energy were transferred to the Department of Environment, Great Lakes, and Energy pursuant to Executive Order 2020-1. The Youth ChalleNGe Academy was transferred back to the Department of Military and Veterans Affairs (DMVA), where it resided before FY 2006-07, from the School Aid budget and is supported by General Fund dollars. Grants for prevention of campus sexual assault were transferred from the Department of Health and Human Services to the Michigan State Police. Funding for the military retirement system was transferred from the Department of Technology, Management, and Budget (DTMB) to the Department of Military and Veterans Affairs. The Office of Regulatory Reinvention was transferred from the Department of Technology, Management, and Budget to the Department of Licensing and Regulatory Affairs (LARA) pursuant to Executive Order 2019-6. Finally, Urban Search and Rescue grants were transferred from the Department of Treasury to LARA originally appropriated at $600,000. The State Administrative Board reduced the original appropriations to a $100 placeholder.

Figure E

Full-Time Equated Classified Positions

FY 2019-20 Initial Appropriations

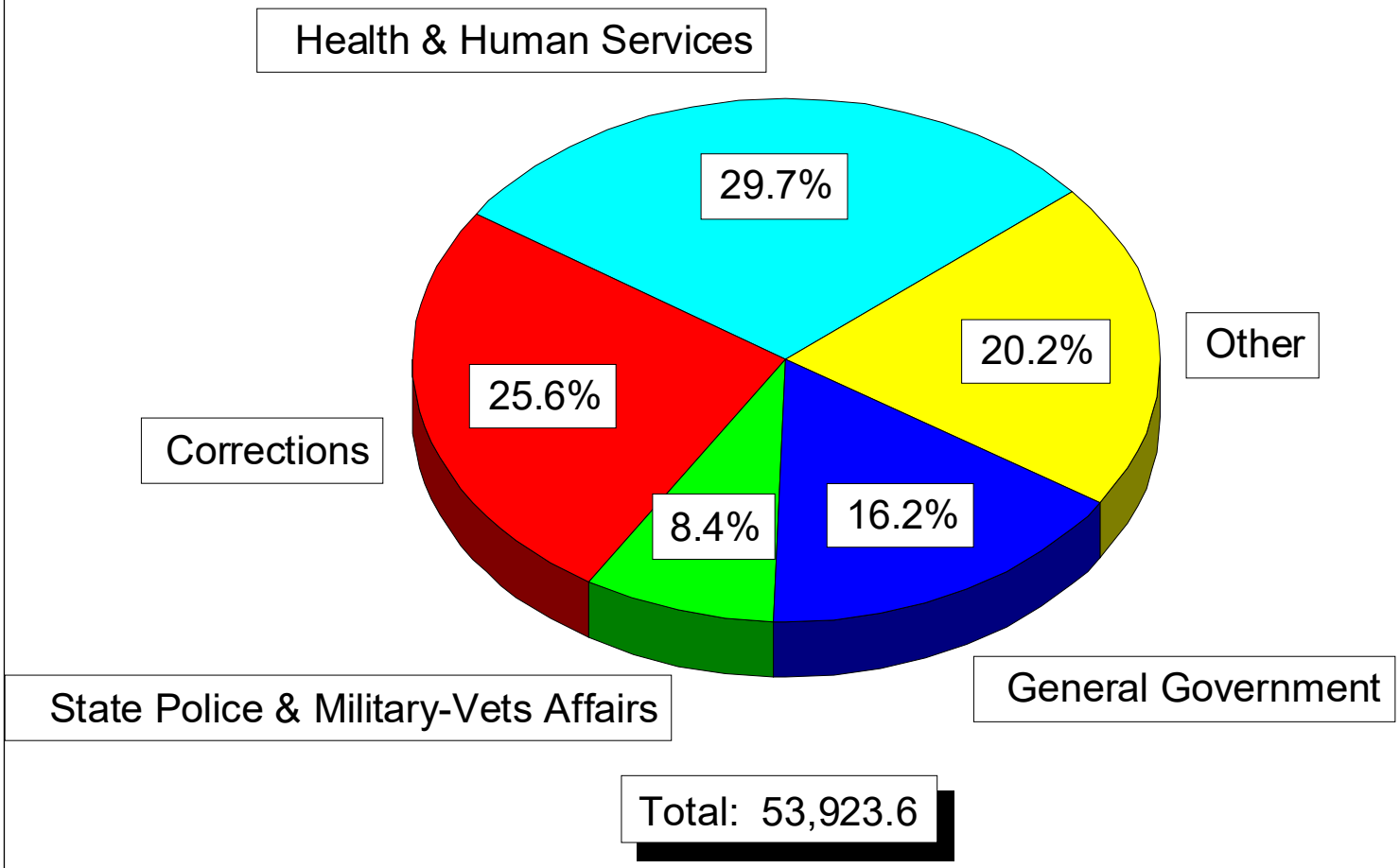

Table 20

FY 2019-20 INITIAL APPROPRIATIONS
SUMMARY OF PROGRAM TRANSFERS
(actual dollars)

Program/Sending Department	Fund Source	FY 2019-20	Receiving Department	Fund Source	FY 2019-20
Office of the Great Lakes					
Natural Resources	FTE	(11.0)	Environment, Great Lakes, and	FTE	23.0
	Gross	(12,057,000)	Energy	Gross	12,057,000
	Federal	(10,510,400)		Federal	10,510,400
	Restricted	(531,600)		Restricted	531,600
	GF/GP	(1,015,000)		GF/GP	1,015,000
Michigan Agency for Energy					
Licensing and Regulatory Affairs	FTE	(26.0)	Environment, Great Lakes, and	FTE	21.0
	Gross	(7,132,800)	Energy	Gross	7,253,500
	Federal	(3,795,000)		Federal	3,864,200
	Private	0		Private	140,000
	Restricted	(2,778,200)		Restricted	2,686,900
	GF/GP	(559,600		GF/GP	562,400
Youth ChalleNGe Academy					
School Aid	Gross	(1,625,400)	Military and Veterans Affairs	Gross	1,577,800
	Restricted	(1,625,400)		Restricted	0
	GF/GP	0		GF/GP	1,577,800
Campus Sexual Assault Grants					
Health and Human Services	Gross	(1,321,700)	State Police	Gross	1,321,700
	GF/GP	(1,321,700)		GF/GP	1,321,700
Military Retirement System					
DTMB	Gross	(5,244,800)	Military and Veterans Affairs	Gross	1,000,000
	GF/GP	(5,244,800)		GF/GP	1,000,000
Office of Regulatory Reinvention					
DTMB	FTE	(4.0)	Licensing and Regulatory Affairs	FTE	4.0
	Gross	(650,000)		Gross	650,000
	GF/GP	(650,000)		GF/GP	650,000
Urban Search and Rescue					
Treasury	Gross	(900,000)	Licensing and Regulatory Affairs	Gross	100
	Restricted	0		Restricted	100
	GF/GP	(900,000)		GF/GP	0

SCHOOL AID BUDGET HIGHLIGHTS

The FY 2019-20 K-12/School Aid budget totals more than $15.1 billion, an increase of $295.6 million over final FY 2018-19 appropriations. In addition to supporting the K-12 budget, the SAF continues to allocate revenue to support postsecondary budgets, with $414.7 million SAF allocated for community colleges and $349.4 million allocated for higher education. The total SAF allocated for postsecondary purposes is $764.1 million for FY 2019-20, a decrease of $144.2 million below FY 2018-19.

The K-12 portion of the budget includes spending of $269.0 million to provide a foundation allowance increase ranging from $120-$240 per pupil for traditional districts, bringing the minimum operational funding level from $7,871 to $8,111. The Governor vetoed the $240 per-pupil increase for public school academies, reducing proposed spending by $35.0 million. All public school academies, also called charter schools, will receive $7,871 per pupil in FY 2019-20, the same as received in FY 2018-19.

The budget includes a new increase in reimbursement for special education costs, separate and on top of the mandated reimbursements required by the State Supreme Court under the *Durant* case. The reimbursement is estimated at 2% of special education programming costs, and is appropriated at $60.2 million.

Significant increases in existing programs are found in funding for the Michigan Public School Employees Retirement System (MPSERS) (an additional $83.9 million for lowering the rate of return and $12.6 million for additional defined contribution costs), standard special education costs ($36.2 million), early literacy coaches ($14.0 million), and other required spending ($15.5 million). Smaller increases in existing programs include $7.0 million for bilingual education, $5.1 million for the Great Start Readiness Program (GSRP), $5.0 million for At Risk, $4.8 million for Flint, $2.2 million for Early On, and $1.9 million for child and adolescent health centers.

Technical cost reductions of $152.0 million are recognized, mainly from declining enrollment and rising taxable values (which reduces the State share of the foundation allowance). The debt service on the School Bond Loan Fund program was reduced $14.5 million. Other smaller reductions include $1.8 million for the MPSERS rate cap cost, $1.1 million for the Michigan Virtual High School, and $1.0 million for partnership districts.

Funding for a number of existing programs was eliminated, either through the legislative process or by gubernatorial veto. The larger eliminations include additional payments for high school students ($11.0 million), computer adaptive tests ($9.2 million), and funding for isolated districts ($6.0 million). Some of the smaller eliminations include $3.0 million for the Michigan Education Corps' reading program, $3.0 million for Imagine Learning, and $2.5 million for career and technical education equipment upgrades.

General Fund/General Purpose support of the K-12 portion of the budget is reduced from $87.9 million in FY 2018-19 to $62.3 million for FY 2019-20.

RETIREMENT COSTS AND BUDGETED APPROPRIATIONS

A significant aspect of the State budget, as well as the budgets of K-12 school districts and community colleges, is the amount employers are required to pay into the retirement accounts of their employees. The budget includes the required employer contribution rates to the two largest plans: the State Employees' Retirement System (SERS) and MPSERS. The State also has retirement plans for State Police, Judiciary, and the Legislature, but those systems are not discussed here as they are much smaller in scale. Public Acts 300 of 2012 and 136 of 2016 implemented a cap on the rate school employers in MPSERS pay toward the unfunded accrued liabilities in the system, and Public Act 92 of 2017 implemented a cap on the rate employers pay toward the optional defined contribution plan, with any payments above the cap paid by the State.

Public Act 300 of 2012

Public Act 300 of 2012 capped how much employers in MPSERS pay toward unfunded accrued liabilities (which measure the difference between assets in the system and the value of all earned benefits, if those benefits had to be paid out today). Employers pay 20.96% applied to payroll to pay off the legacy debt, and the State is required to pay any annual payments in excess of that cap. For FY 2019-20, the State's required payment for the rate cap (across the K-12, community colleges, and higher education budgets) is $1.1 billion.

Lowering the Assumed Rate of Return (AROR) and Public Act 92 of 2017

Beginning in FY 2017-18, the assumed rate of return (AROR) in most of the State's retirement plans was lowered from 8% to 7.5%. The AROR for MPSERS was lowered one-quarter point to 7.75%. Continuing in FY 2018-19, the MPSERS AROR was reduced another one-quarter point, from 7.75% to 7.5%. Due to the adoption of a "dedicated gains" policy by the various retirement system boards, beginning in FY 2019-20 for MPSERS, and in FY 2020-21 for the other State systems, the ARORs will be adjusted downward any time there are gains that exceed the AROR (i.e., excess gains will be "dedicated" to "buying down" the ARORs).

Any time the AROR is lowered, there are increases in both the payments for liabilities accrued in the past (legacy costs) and the amount required to pay for benefits earned today (normal cost). The State is required to pay any legacy costs that exceed the statutory caps for local employers in MPSERS; the State is not required to reimburse employers for increases in normal costs (however, the budget for FY 2019-20 continues the previous years' policy to hold districts harmless from all the costs, normal and legacy, related to lowering the AROR).

In FY 2019-20, the additional normal costs required to be paid by schools and colleges due to the dedicated gains policy are estimated at $90.3 million, and the budget holds local employers harmless from the AROR change by reimbursing those costs out of the School Aid budget. (The total cost in FY 2019-20 for this hold-harmless payment related to AROR is $185.5 million.) Beginning in FY 2020-21, there will be additional normal costs required to be paid by the State for the other State retirement systems. These costs will occur any time "dedicated gains" are used to "buy down" the AROR. The excess gains pay for the increase in legacy unfunded accrued liability (UAL) payments, but not the increase in normal costs.

Under Public Act 92 of 2017, the State is required to pay any additional defined contribution costs in excess of 4.0% of payroll for participating employees. This will cost $9.5 million for FY 2019-20, a decrease of $3.1 million below revised FY 2018-19 costs. Also, the budget includes funding to cover the increase in employer normal costs due to PA 92 of 2017 (which arise because the hybrid plan assumes a 6.0% rate of return, making the plan more expensive today but less expensive later), estimated to total $33.0 million for FY 2019-20, an increase of $15.6 million compared to the previous year.

Contribution Rates and Estimated Costs for SERS and MPSERS

Table 21 provides a three-year summary of the contribution rates for defined benefit (DB) and defined contribution (DC) retirement plans for SERS. Beginning in FY 2012-13, the unfunded accrued liability in SERS was spread across both DB and DC payroll, rather than just the declining DB payroll as had been the case previously. Also, beginning in FY 2011-12, the funding methodology for retiree health care was changed from a pay-as-you-go basis to a prefunding basis, requiring larger contributions up front to save money down the road by earning investment gains, and using those gains to assist in paying the cost of retiree healthcare. The State Employees' Retirement System pension component was closed to newly hired employees on March 31, 1997, and the retiree health care premium coverage component was closed to new employees on January 1, 2012.

Table 21

STATE RETIREMENT CONTRIBUTION RATES AS A PERCENTAGE OF PAYROLL

	FY 2017-18	FY 2018-19	FY 2019-20	2019-20 Change
State Employees' Retirement System[1)]				
Defined Benefit Pension	24.60%	21.97%	23.82%	1.85%
Defined Benefit Health Care	22.14	23.81	20.67	(3.14)
Total Defined Benefit Costs	46.74%	45.78%	44.49%	(1.29%)
Defined Contribution Retirement	26.43%	24.38%	23.69%	(0.69%)
Defined Contribution Health Care	22.14[2)]	23.81[2)]	20.69[2)]	(3.12)
Total Defined Contribution Costs	48.57%	48.19%	44.38%	(3.81%)

1) Public Act 264 of 2011 required the unfunded accrued liability to be spread across both DB and DC payroll. Also, FY 2019-20 will be the ninth year of prefunding retiree health.

2) For DC employees hired after January 1, 2012, cost is 2% higher to pay the 401k health match.

Table 22 provides a look at the FY 2019-20 contribution rates for the eight different retirement plan combinations in MPSERS. Before the enactment of significant MPSERS reforms in 2010 and 2012, there were two principal types of retirement plans available to school employees, based on hire date: the basic system and the Member Investment Plan (MIP) system. Since the passage of the reforms that began in 2010, there are now eight combinations of retirement and retiree health care plans in MPSERS, including the earlier basic and MIP plans (no longer available to new employees), the Pension Plus hybrid plan (available between July 2010 and January 2018), a straight defined contribution plan (available since September 2012), and a second hybrid plan (available since February 2018). Retiree health care for school employees first hired since September 4, 2012, is now strictly a personal health fund (401k or similar savings account) and does not contain any health care premium subsidy. All employees hired before September 4, 2012, also were given an opportunity to "cash out" the value of their health care premium subsidy and convert to a personal health fund. Similar to one of the SERS reforms, prefunding of retiree health care is now a component of MPSERS.

Table 22

FY 2019-20 MPSERS EMPLOYER CONTRIBUTION RATES

	Basic/MIP with Premium Subsidy	Pension Plus with Premium Subsidy	Pension Plus PHF	Pension Plus to DC with PHF	Basic/MIP to DC with Premium Subsidy	Basic/MIP to DC with PHF	Basic/MIP with PHF	Pension Plus 2 with PHF
Pension Contributions								
Pension Normal Cost	6.02%	3.07%	3.07%	0.00%	0.00%	0.00%	6.02%	6.20%
Pension UAL	12.03	12.03	12.03	12.03	12.03	12.03	12.03	12.03
Pension Early Retirement Incentive	1.36	1.36	1.36	1.36	1.36	1.36	1.36	1.36
Pension Total Rate	**19.41%**	**16.46%**	**16.46%**	**13.39%**	**13.39%**	**13.39%**	**19.41%**	**19.59%**
Health Contributions								
Health Normal Cost	0.52%	0.52%	0.00%	0.00%	0.52%	0.00%	0.00%	0.00%
Health UAL	7.57	7.57	7.57	7.57	7.57	7.57	7.57	7.57
Health Total Rate	**8.09%**	**8.09%**	**7.57%**	**7.57%**	**8.09%**	**7.57%**	**7.57%**	**7.57%**
DB CONTRIBUTION TOTAL	**27.50%**	**24.55%**	**24.03%**	**20.96%**	**21.48%**	**20.96%**	**26.98%**	**27.16%**
DC Contributions								
DC Employer Contributions	0.00%	1.00%	1.00%	3.00%	4.00%	4.00%	0.00%	0.00%
Personal Health Care Fund	0.00	0.00	2.00	2.00	0.00	2.00	2.00	2.00
DC CONTRIBUTION TOTAL	**0.00%**	**1.00%**	**3.00%**	**5.00%**	**4.00%**	**6.00%**	**2.00%**	**2.00%**
Total Uncapped Rate (w/o DC)	39.91%	36.96%	36.44%	33.37%	33.89%	33.37%	39.39%	39.57%
State Subsidy	12.41	12.41	12.41	12.41	12.41	12.41	12.41	12.41

DC = Defined Contribution; MIP = Member Investment Plan; PHF = Personal Health Fund

Source: State Budget Office

In addition to the $1.1 billion appropriated for the rate caps, the education budgets for FY 2019-20 appropriate $100.0 million to school districts to help offset a portion of their retirement costs, $185.5 million to assist school employers with higher costs due to lowering the assumed rate of investment returns, and $40.7 million for the additional costs to school employers related to Public Act 92 of 2017 (i.e., higher defined contribution costs and higher hybrid normal costs). Also, a total of $1.7 million for community colleges is appropriated in FY 2019-20 to help pay for the cost of retiree health care. Table 23 illustrates the FY 2019-20 MPSERS-related appropriations by budget area and purpose.

Table 23

FY 2019-20 APPROPRIATIONS RELATED TO MICHIGAN PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM (millions of dollars)

Budget Area	Statutory Rate Cap	Additional AROR Costs	Cost Offset Grants	Additional UAL or Retiree Health	New Costs PA 92 of 2017	Total
School Aid	$1,030.4	$172.0	$100.0	$0.0	$42.6	$1,345.0
Community Colleges	$73.1	$12.2	$0.0	$1.7	$0.0	$87.0
Higher Education	$5.0	$1.2	$0.0	$0.0	$0.0	$6.2
Libraries	$0.5	$0.1	$0.0	$0.0	$0.0	$0.6
TOTAL	**$1,109.0**	**$185.5**	**$100.0**	**$1.7**	**$42.6**	**$1,438.8**

Table 24 outlines the FY 2019-20 estimated contributions to SERS and MPSERS by the State and local employers. The total combined cost of the estimated employer (State and local) contributions is approximately $4.8 billion.

Table 24

FY 2019-20 ESTIMATED CONTRIBUTIONS TO TWO LARGEST RETIREMENT SYSTEMS (millions of dollars)

State Employees' Retirement System (SERS)[1]	
Defined Benefit Pension	$180.0
Defined Contribution	597.0
Retiree Health Care	713.0
Subtotal State Employees' Retirement System[2]	$1,490.0
Michigan Public School Employees' Retirement System (MPSERS)[3]	
Local Share	
Defined Benefit Pension[4]	$1,575.0
Defined Benefit Health Care	638.0
"401k" for Health Care	30.0
Subtotal Public School Employees' Retirement System (Local)	$2,243.0
Statutorily-Required State Share (Rate Cap)	
Unfunded Accrued Liabilities (Pension and Health)	$1,109.0
Subtotal Michigan Public School Employees' Retirement System	$3,352.0
TOTAL ESTIMATED RETIREMENT CONTRIBUTIONS	**$4,842.0**
FY 2019-20 Estimated Rate Cap Subsidy Per K-12 Pupil on Average	$705

1) Public Act 264 of 2011 required the unfunded accrued liability to be spread across both DB and DC payroll.
2) Excludes FICA.
3) Excludes DC contributions for pension; includes DC contributions for health.
4) Includes roughly $185.5 million reimbursed by the State due to AROR normal cost increases, and $101.7 million reimbursed by the State for general cost offsets.

For the fifth year, the budget includes a boilerplate section for each department identifying how much of the appropriation is in support of the legacy costs associated with the State Employees' Retirement System. As noted earlier, the total contributions made to a retirement system are a combination of a payment toward the past unfunded accrued liabilities for benefits already earned (legacy costs) and a payment toward the accrual of service credit in the future (normal costs). As shown on Table 24, the total contributions in the State Employees' Retirement System are estimated by the Senate Fiscal Agency at $1.5 billion, and of that total, $1.3 billion is estimated by the State Budget Office for legacy costs (both pension and health), with the remaining $242.0 million for normal costs including State DC contributions for SERS. Table 25 identifies the estimated legacy costs for pension and for retiree health care, and the total of the two, for each department.

Table 25

FY 2019-20
LEGACY COSTS BREAKOUT – PENSIONS AND HEALTH CARE

Department	Pension-Related Legacy Costs (Retirement) Gross	Health Care Legacy Costs (OPEB) Gross	Total Legacy Costs Gross
Agriculture & Rural Development	$5,847,300	$6,181,200	$12,028,500
Attorney General	8,372,900	8,850,900	17,223,800
Civil Rights	1,223,300	1,293,200	2,516,500
Corrections	143,458,300	151,648,700	295,107,000
Education	7,123,800	7,530,600	14,654,400
Environment, Great Lakes, & Energy	15,504,000	16,389,100	31,893,100
Health & Human Services	170,303,500	180,026,600	350,330,100
Insurance & Financial Services	4,408,200	4,659,900	9,068,100
Judiciary	6,369,500	6,733,200	13,102,700
Licensing & Regulatory Affairs	26,421,700	27,930,100	54,351,800
Military & Veterans Affairs	8,399,100	8,878,700	17,277,800
Natural Resources	22,266,700	23,537,900	45,804,600
State	14,129,400	14,936,000	29,065,400
State Police	74,914,400	62,357,900	137,272,300
Talent & Economic Development	14,073,500	14,877,000	28,950,500
Technology, Management, & Budget	40,670,000	42,992,000	83,662,000
Transportation	31,045,600	32,818,100	63,863,700
Treasury	20,434,600	21,601,300	42,035,900
TOTAL	**$614,965,800**	**$633,242,400**	**$1,248,208,200**

STATE PAYMENTS TO LOCAL UNITS OF GOVERNMENT

Article IX, Section 30 of the State Constitution of 1963 prohibits the State from reducing the portion of State appropriations paid to local units of government below the FY 1978-79 level of 48.97%. It is estimated that the initial FY 2019-20 appropriations exceed this minimum constitutional requirement by more than $2.4 billion. Table 26 provides a summary of the calculations used to determine the State's compliance with this constitutional requirement for FY 2018-19 and FY 2019-20. Table 27 lists State payments to local units of government that are appropriated in each State department or budget area.

Table 26

STATE PAYMENTS TO LOCAL UNITS OF GOVERNMENT
ARTICLE IX, SECTION 30 REQUIREMENT
FY 2018-19 AND FY 2019-20 ESTIMATES
(millions of dollars)

	FY 2018-19 Estimate	FY 2019-20 Estimate
State Spending from State Resources	$34,217.8[a)]	$34,313.0[a)]
Required Payments to Local Units of Government (48.97%)	$16,756.4	$16,803.1
Estimated Payments to Local Units of Government	$18,901.9	$19,223.7
Estimated Payments as a Percentage of Total State Spending	55.2%	56.0%
Surplus of Section 30 Payments	$2,145.5	$2,420.6

[a)] Does not include $2.911 million of Federal aid counted as GF/GP revenue.

Table 27

STATE PAYMENTS TO LOCAL UNITS OF GOVERNMENT
FY 2018-19 VERSUS FY 2019-20

Department/Budget Area	FY 2018-19 Year-to-Date Appropriations	FY 2019-20 Initial Appropriations	Dollar Difference	Percent Change
Agriculture & Rural Development	$6,350,000	$9,650,000	$3,300,000	52.0%
Attorney General	0	0	0	0.0
Capital Outlay	0	0	0	0.0
Civil Rights	0	0	0	0.0
Community Colleges	408,215,500	414,719,000	6,503,500	1.6
Corrections	122,169,600	107,821,100	(14,348,500)	(11.7)
Education	14,567,700	14,517,700	(50,000)	(0.3)
Environment, Great Lakes, & Energy	9,701,000	19,646,000	9,945,000	102.5
Executive	0	0	0	0.0
Health & Human Services	1,514,197,500	1,562,925,200	48,727,700	3.2
Higher Education	0	0	0	0.0
Insurance & Financial Services	0	0	0	0.0
Judiciary	149,864,500	145,951,300	(3,913,200)	(2.6)
Labor & Economic Opportunity	31,400,000	37,598,800	6,198,800	19.7
Legislature	0	0	0	0.0
Licensing & Regulatory Affairs	105,251,900	102,451,400	(2,800,500)	(2.7)
Military & Veterans Affairs	2,242,400	315,000	(1,927,400)	(86.0)
Natural Resources	9,829,100	8,122,200	(1,706,900)	(17.4)
Natural Resources Trust Fund	18,859,400	0	(18,859,400)	(100.0)
School Aid	12,833,016,000	13,151,465,300	318,449,300	2.5
State	1,129,000	1,127,500	(1,500)	(0.1)
State Police	19,231,300	2,460,500	(16,770,800)	(87.2)
Technology, Management, & Budget	0	0	0	0.0
Transportation	2,106,336,600	2,125,605,800	19,269,200	0.9
Treasury (Debt Service)	0	0	0	0.0
Treasury (Operations)	219,903,600	163,877,600	(56,026,000)	(25.5)
Treasury (Revenue Sharing)	1,329,672,200	1,355,474,600	25,802,500	1.9
TOTAL BUDGET AREA APPROPRIATIONS	**$18,901,937,300**	**$19,223,729,000**	**$321,791,700**	**1.7%**

FEE AND REVENUE ADJUSTMENTS

Fee Adjustments

Department of Environment, Great Lakes, and Energy User Fees

Approximately half of the Department of Environment, Great Lakes, and Energy budget comes from State Restricted funds, most of which are supported by user fees. Public Acts 77, 79, 84, 85, 88, and 119 of 2019 extend the sunset dates for 13 fees generating $27.8 million in annual revenue. Public Act 119 of 2019 also adjusts and increases annual air emissions fees and creates a new categorical fee structure. Table 28 lists the fee sunset dates for the following 13 fees that were extended until 2023.

Table 28

Department of Environment, Great Lakes, and Energy Fee Sunset Extensions

Fee	Public Act / Senate Bill	Annual Revenue
Groundwater Discharge Permit	PA 79 of 2019	$1,190,000
Sewer Expedited Permit	PA 79 of 2019	31,800
Air Emission Fees	PA 119 of 2019	9,600,000
Electronic Device Manufacturer's Registration	PA 85 of 2019	230,000
Electronic Device Recycler Registration	PA 85 of 2019	50,000
Solid Waste Surcharge	PA 77 of 2019	6,000,000
Great Lakes Shoreline Permits	PA 84 of 2019	2,100,000
Inland Lakes and Streams Application Fee	PA 84 of 2019	
Ordinary High Water Mark Establishment	PA 84 of 2019	
Submerged Lands Application Fees	PA 84 of 2019	
Stormwater Discharge Fee	PA 84 of 2019	1,625,100
Surface Water Discharge Permit - National Pollutant Discharge Elimination System (NPDES)	PA 84 of 2019	2,816,800
Tire Disposal Surcharge	PA 88 of 2019	4,200,000
Total Annual Revenue		**$27,843,700**

DEBT SERVICE APPROPRIATIONS

Table 29 provides a summary of debt service appropriations for FY 2019-20. These include State park improvement revenue bonds appropriated in the Department of Natural Resources (DNR); School Bond Loan Fund bonds in K-12 School Aid; debt service costs related to the Facility for Rare Isotope Beams and the Community College Skilled Trades Equipment Program appropriated in the Department of Labor and Economic Opportunity; State Building Authority rent payments appropriated in the Department of Technology, Management, and Budget; various transportation-related bonds in the Department of Transportation; and general obligation bonds in the Department of Treasury. Gross appropriations for debt service on these bonds total $688.9 million for FY 2019-20. This represents a $22.8 million (3.2%) decrease from the $711.7 million debt service appropriations in FY 2018-19.

Table 29

DEBT SERVICE APPROPRIATIONS
FY 2019-20 COMPARED WITH FY 2018-19

Department/Program	FY 2018-19 Gross Appropriation	FY 2019-20 Gross Appropriation	Dollar Change	Percent Change
Natural Resources				
State Park Improvement Revenue Bonds	$1,195,700	$1,197,500	$1,800	0.2%
Subtotal Natural Resources	**$1,195,700**	**$1,197,500**	**$1,800**	**0.2%**
School Aid				
School Bond Loan	$125,500,000	$111,000,000	($14,500,000)	(11.6%)
Subtotal School Aid	**$125,500,000**	**$111,000,000**	**($14,500,000)**	**(11.6%)**
Talent & Economic Development[1]				
Facility For Rare Isotope Beams (MSF)	$7,300,000	$7,300,000	$0	0.0%
Community College Skilled Trades Equipment Program (MSF)	4,600,000	4,600,000	0	0.0
Subtotal Talent & Economic Development	**$11,900,000**	**$11,900,000**	**$0**	**0.0%**
DTMB - State Building Authority Rent				
State Agencies	$49,665,800	$47,024,300	($2,641,500)	(5.3%)
Department of Corrections	21,029,900	20,369,400	(660,500)	(3.1)
Universities	144,995,300	144,995,300	0	0.0
Community Colleges	30,879,600	34,181,600	3,302,000	10.7
Subtotal Technology, Management, & Budget	**$246,570,600**	**$246,570,600**	**$0**	**0.0%**
Transportation				
State Trunkline	$175,580,400	$178,660,600	$3,080,200	1.8%
Economic Development	11,595,300	11,638,000	42,700	0.4
Local Bridge Fund	2,315,700	2,380,700	65,000	2.8
Blue Water Bridge Fund	7,106,300	6,886,400	(219,900)	(3.1)
Airport Safety and Protection Plan	3,437,900	3,435,800	(2,100)	(0.1)
Comprehensive Transportation	19,401,500	10,896,000	(8,505,500)	(43.8)
Subtotal Transportation	**$219,437,100**	**$213,897,500**	**($5,539,600)**	**(2.5%)**
Treasury				
Clean Michigan Initiative	$62,251,000	$49,027,000	($13,224,000)	(21.2%)
Great Lakes Water Initiative	22,865,000	38,772,000	15,907,000	69.6
Quality of Life Bond	21,964,000	16,536,000	(5,428,000)	24.7
Subtotal Treasury	**$107,080,000**	**$104,335,000**	**($2,745,000)**	**(2.6%)**
TOTAL	**$711,683,400**	**$688,900,600**	**($22,782,800)**	**(3.2%)**

[1] Does not include Michigan Strategic Fund (MSF) bonding for the Cadillac Place, House Office Building, or Senate Office Building, or debt issued by authorities other than the State Building Authority (such as MSHDA or the Michigan Finance Authority).

TOBACCO SETTLEMENT REVENUE AND APPROPRIATIONS

In 1998, a Master Settlement Agreement was reached between 46 states, including Michigan, and certain U.S. tobacco manufacturers, to provide annual payments to states. The payments began in 2000 and will continue in perpetuity. As Table 30 illustrates, there are several transfers out of the tobacco settlement revenue before it is deposited into the Merit Award Trust Fund, where it is available for appropriation by the Legislature. Pursuant to law, $75.0 million of the tobacco settlement revenue is earmarked each fiscal year, from FY 2007-08 through FY 2022-23, for the 21st Century Jobs Trust Fund. Also pursuant to law, $17.5 million of the tobacco settlement revenue is deposited each fiscal year, from FY 2014-15 through FY 2034-35, into the Budget Stabilization Fund (BSF) as repayment for a FY 2013-14 State appropriation of $194.8 million to the Settlement Administration Fund to help mitigate the impact of the City of Detroit bankruptcy on its pensioners. A statutory earmark for the Community District Trust Fund of $72.0 million annually for 10 years was enacted in FY 2016-17 to implement a new system for schools in Detroit.

The other transfer of funds from tobacco settlement revenue is for debt service on the securitization of a portion of the tobacco settlement revenue in 2006 and 2007. The debt service amount for FY 2019-20 is estimated to be $67.8 million.

Pursuant to the Michigan Trust Fund Act (Public Act 489 of 2000), tobacco settlement revenue available after the required transfers are netted out is retained in the Michigan Merit Award Trust Fund, from which appropriations may be made. For FY 2019-20, net revenue for the Michigan Merit Award Trust Fund is $62.7 million. The initial FY 2019-20 budget includes the appropriation of $52.3 million of tobacco settlement funds through the Michigan Merit Award Trust Fund to four State budget areas. The largest appropriation is $45.7 million for the Medicaid program in the Department of Health and Human Services, followed by an appropriation of $4.1 million for the Department's Office of Aging respite services. If the Merit Award Trust Fund appropriations are deducted from the Merit Award Trust Fund net revenue, there is an estimated FY 2019-20 Merit Award Trust Fund year-end balance of $10.3 million.

Table 30

TOBACCO SETTLEMENT REVENUE AND APPROPRIATIONS ESTIMATES
FY 2018-19 COMPARED TO FY 2019-20
(actual dollars)

	FY 2018-19 Year-To-Date	FY 2019-20 Initial	Initial Chg. From FY 2018-19
Revenue			
Unreserved Balance From Prior Fiscal Year	$14,913,370	$16,317,770	$1,404,400
Total Annual Payments	303,042,320	295,787,300	(7,255,020)
Assumed Withheld Payments	(12,320,880)	(17,962,345)	(5,641,465)
Settlement Credit to Manufacturers	0	0	0
Correction of prior year expenditures/other	37,900	0	(37,900)
Interest Earnings	47,500	29,800	(17,700)
Total Tobacco Settlement Revenue	$305,720,210	$294,172,525	($11,547,685)
Less Transfers Out For:			
21st Century Jobs Trust Fund	($75,000,000)	($75,000,000)	$0
Detroit Public Schools Trust Fund	(72,000,000)	(72,000,000)	0
Payment to Budget Stabilization Fund (Detroit)	(17,500,000)	(17,500,000)	0
Payment on 2006 Bond Securitization	(38,782,240)	(37,061,850)	1,720,390
Payment on 2007 Bond Securitization	(31,310,700)	(29,921,750)	1,388,950
Total Transfers Out	($234,592,940)	($231,483,600)	$3,109,340
Net Revenue To Merit Award Trust Fund	**$71,127,270**	**$62,688,925**	**($8,438,345)**
Appropriations			
Attorney General			
Operations	$506,700	$515,600	$8,900
Health and Human Services			
Medicaid Base-Long-term Care	48,200,000	45,700,000	(2,500,000)
Aging-Respite Care	4,068,700	4,068,700	0
State Police			
Tobacco Tax Enforcement	846,800	851,500	4,700
Department of Treasury			
Student Financial Services Administration	1,187,300	1,203,500	16,200
Total Merit Award Trust Fund Appropriations	**$54,809,500**	**$52,339,300**	**($2,470,200)**
MERIT AWARD TRUST FUND YEAR-END BALANCE	**$16,317,770**	**$10,349,630**	**($5,968,140)**

PROJECTED GF/GP YEAR-END BALANCES

The FY 2018-19 projected year-end GF/GP balance of $640.1 million is based on the May 2019 consensus estimate of GF/GP revenue and other revenue adjustments agreed upon as part of the budget process. The FY 2018-19 estimated GF/GP expenditures are based on initial appropriations and enacted supplemental appropriations that include caseload and cost adjustments, an additional $100.0 million for the State's Budget Stabilization Fund, and anticipated lapses of $9.5 million.

The second column of Table 31 presents the SFA's estimate of the FY 2019-20 GF/GP year-end balance of $649.9 million. The FY 2019-20 projections also are based on the May 2019 consensus estimate of GF/GP revenue. The FY 2018-19 one-time discretionary State revenue sharing payments are converted into ongoing payments and total payments are increased by 2.3% resulting in a GF/GP revenue reduction of $490.1 million. Additionally, the FY 2019-20 balance sheet is based on a change to current income tax statute by directing $171.9 million from the General Fund to the School Aid Fund. Based on these assumptions, and including the $640.1 million estimated beginning balance, total FY 2019-20 estimated GF/GP revenue is $10.8 billion.

The FY 2019-20 estimated GF/GP expenditures are based on initial ongoing appropriations of $9.9 billion and initial one-time appropriations of $168.6 million. When GF/GP estimated revenue is compared to GF/GP estimated expenditures, there is a projected FY 2019-20 ending balance of $649.9 million.

PROJECTED SCHOOL AID FUND YEAR-END BALANCES

The FY 2018-19 projected year-end SAF balance of $49.3 million is based on the May 2019 consensus estimate of SAF revenue and other revenue adjustments agreed upon as part of the budget process. The FY 2018-19 estimated SAF expenditures are based on initial ongoing and one-time appropriations, enacted supplemental appropriations, and consensus cost adjustments.

The second column of Table 32 presents the SFA's estimate of the FY 2019-20 SAF year-end balance of $79.3 million. The FY 2019-20 projections also are based on the May 2019 consensus estimate of SAF revenue and other revenue adjustments. For FY 2019-20, SAF revenue adjustments include: a $62.3 million GF/GP grant; $75.4 million from the Community District Education Trust Fund to pay the additional foundation allowance costs while the Detroit Public Schools' existing 18-mill property tax levy is diverted to pay off debt; $171.9 million in estimated additional revenue by amending income tax statutes to direct funds to the SAF instead of the General Fund; and $1.7 billion of Federal aid. Based on these assumptions, and including the $49.3 million estimated beginning balance, total FY 2019-20 estimated School Aid revenue is $16.0 billion.

The FY 2019-20 estimated SAF expenditures are based on initial ongoing K-12 appropriations of $15.1 billion. The SAF balance sheet reflects the continued use of SAF revenue to support the Community Colleges and Higher Education budgets. In the Community Colleges budget, the SAF allocation for FY 2019-20 (including both ongoing and one-time funding) is increased by $6.5 million over FY 2018-19 to fully fund community colleges with SAF revenue at a level of $414.7 million in FY 2019-20. The SAF allocation in the Higher Education budget for FY 2019-20 (including both ongoing and one-time funding) is $349.5 million, $150.7 million less than FY 2018-19 when the total SAF allocation was $500.1 million. Across the two budgets, SAF support of postsecondary purposes totals $764.2 million for FY 2019-20.

Table 31

FY 2018-19 AND FY 2019-20 GENERAL FUND/GENERAL PURPOSE REVENUE, EXPENDITURES, AND YEAR-END BALANCE ESTIMATES (millions of dollars)

	FY 2018-19 Year-to-Date	FY 2019-20 Initial
Beginning Balance	$788.3	$640.1
Ongoing Revenue:		
May 2019 Consensus Revenue Estimate	$10,851.7	$10,776.9
Other Revenue Adjustments:		
Revenue Sharing Payments	($466.0)	($490.1)
Adjustment to Income Tax Earmark	0.0	(171.9)
Subtotal Ongoing Revenue	$10,385.7	$10,114.9
Non-Ongoing Revenue:		
One-Time Appropriation for Revenue Sharing	($13.1)	$0.0
Revenue from sale of Farnum Building	4.5	0.0
Legal Settlements/Redirection of Restricted Revenue	6.8	0.0
Reimbursement for Implementation of Recreational Marihuana	0.0	10.0
Subtotal Non-Ongoing Revenue	($1.8)	$10.0
Total Estimated GF/GP Revenue	**$11,172.2**	**$10,765.0**
Expenditures:		
Ongoing Appropriations:		
Initial Ongoing Appropriations	$9,614.6	$9,946.5
Subtotal Ongoing Appropriations	$9,614.6	$9,946.5
One-Time and Other Appropriations:		
Estimated One-Time Appropriations	$406.8	$168.6
Appropriation to Budget Stabilization Fund	100.0	0.0
Enacted Supplementals	420.2	0.0
Estimated Lapses	(9.5)	0.0
Subtotal One-Time and Other Appropriations	$917.5	$168.6
Total Estimated GF/GP Expenditures	**$10,532.1**	**$10,115.1**
PROJECTED YEAR-END GF/GP BALANCE	**$640.1**	**$649.9**

Table 32

FY 2018-19 AND FY 2019-20 SCHOOL AID FUND
REVENUE, EXPENDITURES, AND YEAR-END BALANCE ESTIMATES
(millions of dollars)

	FY 2018-19 Year-to-Date	FY 2019-20 Initial
Beginning Balance	$320.5	$49.3
Ongoing Revenue:		
May 2019 Consensus Revenue Estimate	$13,482.3	$13,839.8
Other Revenue Adjustments:		
General Fund/General Purpose Grant	$87.9	$62.3
Community District Education Trust Fund	72.2	75.4
Federal Ongoing Aid	1,745.9	1,749.6
Adjustment to Income Tax Earmark	0.0	171.9
Subtotal Ongoing Revenue	$15,388.3	$15,899.0
Non-Ongoing Revenue:		
Reserve Fund for MPSERS	$30.0	$1.9
SAF Deposit into Mental Health Services and Support Fund	30.0	0.0
Subtotal Non-Ongoing Revenue	$60.0	$1.9
Total Estimated School Aid Fund Revenue	**$15,768.8**	**$15,950.2**
Expenditures:		
Ongoing Appropriations:		
Initial Ongoing K-12 Appropriations	$14,653.2	$15,139.6
Consensus Cost Adjustments (May 2019)	(56.4)	(18.3)
School Bond Loan Fund Adjustment	0.0	(14.5)
Additional Cash Flow Borrowing Costs	14.0	0.0
Enacted Supplementals (PA 265 of 2018)	0.5	0.0
Fund Community Colleges with SAF	401.8	408.3
Higher Education with SAF	499.4	348.8
Subtotal Ongoing Appropriations	$15,512.5	$15,863.8
One-Time and Other Appropriations:		
Initial One-Time K-12 Appropriations	$120.8	$0.0
Initial One-Time Community College Appropriations	6.4	6.4
Initial One-Time Higher Education Appropriations	0.7	0.7
Enacted Supplementals	79.1	0.0
Subtotal One-Time and Other Appropriations	$207.0	$7.1
Total Estimated School Aid Fund Expenditures	**$15,719.5**	**$15,870.9**
PROJECTED YEAR-END SCHOOL AID FUND BALANCE	**$49.3**	**$79.3**

ECONOMIC FORECAST AND REVENUE ESTIMATES

A. ECONOMIC FORECAST

The economic forecast on which the enacted FY 2019-20 State budget was based is the consensus economic forecast adopted at the May 2019 Consensus Revenue Estimating Conference. Under this consensus economic forecast, the United States economy (as measured by inflation-adjusted Gross Domestic Product (GDP)) will grow 2.4% in 2019, 1.8% in 2020, and 1.6% in 2021. Slow declines in total vehicle sales and Detroit 3 market share will combine with slow but steady economic growth nationally to result in Michigan employment growing, but more slowly than any time since 2010. Michigan personal income, adjusted for inflation, is expected to rise over the forecast, as wages rise in response to low unemployment rates and tight labor markets. Low inflation and the employment situation are expected to result in inflation-adjusted personal income rising 2.1% in 2019, 1.6% in 2020, and 1.8% in 2021. Highlights of the economic outlook for both the U.S. and Michigan economies are as follows:

1. U.S. Economy

Real GDP will rise an estimated 2.4% in 2019 and 1.8% in 2020, compared with 2.9% growth in 2018. While consumer spending and wage growth are expected to improve, the growth will remain weak by historical standards. In contrast, light vehicle sales are expected to decline and productivity growth is forecasted to remain very low. When combined with an improving housing market, the forecast predicts modest increases in the rate of economic growth.

Employment is expected to grow, although at a progressively slower rate each year of the forecast, and the U.S. unemployment rate is predicted to decline from 3.9% in 2018 to 3.7% in 2019 and 3.6% in 2020, before rising to 3.7% in 2021.

Light vehicle sales are expected to continue the decline from the all-time record high of 17.5 million units in 2016, with sales decreasing from 17.2 million units in 2018 to 16.8 million units in 2019, 16.6 million units in 2020, and 16.5 million units in 2021. By comparison, during the most recent recession in 2009, 10.4 million units were sold.

Housing starts are expected to decrease 2.0% in 2019, to 1.23 million starts. Housing starts will grow slowly in later years, rising 1.9% in 2020 and 1.8% in 2021, with total starts reaching 1.27 million in 2021. By comparison, starts totaled 2.1 million in 2006 and 554,000 in 2009.

Inflation, as measured by the U.S. Consumer Price Index, rose 2.4% in 2018. Despite higher energy prices, gains in economic activity, tariffs, and tight labor markets, the forecast expects limited inflation as prices rise 1.8% in 2019, 2.0% in 2020, and 2.1% in 2021.

2. Michigan Economy

On an annual basis, payroll employment in Michigan steadily declined between 2000 and 2010, but has increased in every year since 2010. After rising 1.1% during both 2017 and 2018, payroll employment is expected to increase at a slowing rate, rising 0.8% in 2019, 0.4% in 2020, and 0.3% in 2021.

Michigan's unemployment rate is projected to decrease from 4.1% in 2018 to 4.0% in 2019, then rise to 4.1% in 2020 and 4.2% in 2021.

Tight labor markets will help increase total wage and salary payments to workers in Michigan over the forecast period. Total wage and salary income is expected to increase 3.8% during 2019, 3.5% in 2020, and 3.6% in 2021.

Personal income, the total income received by individuals, will increase at an estimated rate of 3.6% in both 2019 and 2020, compared with a 3.3% increase in 2018, and then rise 3.7% in 2021. Adjusted for inflation, personal income is projected to increase 2.1% in 2019, 1.6% in 2020, and 1.8% in 2021.

Inflation in Michigan, as measured by the Detroit Consumer Price Index, is expected to increase 1.5% in 2019, and 1.9% in both 2020 and 2021. In comparison, inflation rose 2.4% in 2018.

B. GENERAL FUND/GENERAL PURPOSE AND SCHOOL AID FUND REVENUE ESTIMATES

General Fund/General Purpose and School Aid Fund revenue from ongoing sources is expected to total $24.6 billion in FY 2019-20, up 1.2% from the $24.3 billion predicted to be received during FY 2018-19. The total revenue collected in a fiscal year includes two major types of revenue: 1) revenue from ongoing revenue sources, and 2) revenue from various revenue adjustments (such as tax changes and one-time sources, including beginning balances carried over from the previous year). The projected levels of revenue from ongoing revenue sources for these two fiscal years are the estimates adopted at the May 2019 Consensus Revenue Estimating Conference. Although combined GF/GP and SAF ongoing revenue is expected to increase 1.2% in FY 2019-20, total combined GF/GP and SAF revenue is expected to decrease 0.7%. The decline in total revenue reflects changes in revenue that is not ongoing, such as the substantial decline in the GF/GP and SAF beginning balances and changes in the redirection of funds to or from the School Aid Fund. The estimates of total revenue, as well as a breakdown between these two types of revenue, are presented in Table 33 for both the General Fund/General Purpose budget and the School Aid Fund for FY 2018-19 and FY 2019-20.

Table 33

GENERAL FUND/GENERAL PURPOSE AND SCHOOL AID FUND REVENUE ESTIMATES FOR FY 2018-19 AND FY 2019-20 (millions of dollars)

	FY 2018-19	FY 2019-20	$ Change	% Change
GENERAL FUND/GENERAL PURPOSE				
Beginning Balance	$788.3	$640.1	($148.2)	----
Consensus Estimate From Ongoing Sources[1]:				
Net Income	7,118.5	7,027.9	(90.6)	(1.3%)
Michigan Business/Corporate Income Tax	578.7	445.9	(132.8)	(22.9)
Sales & Use Taxes	2,038.9	2,094.6	55.7	2.7
Tobacco Taxes	179.2	177.0	(2.2)	(1.2)
Insurance Company Premiums	376.5	381.8	5.3	1.4
Telephone & Telegraph	32.0	32.0	0.0	0.0
Oil & Gas Severance	26.0	28.0	2.0	7.7
All Other Taxes	147.5	224.8	77.3	52.4
Subtotal Taxes	10,497.3	10,412.0	(85.3)	(0.8)
Nontax Revenue	354.4	364.9	10.5	3.0
Subtotal Consensus Estimates Ongoing Revenue[1]	10,851.7	10,776.9	(74.8)	(0.7)
Revenue Adjustments:				
Revenue Sharing Payments	(466.0)	(490.1)	(24.1)	5.2
One-time Appropriation for Revenue Sharing	(13.1)	0.0	13.1	----
Adjustment to Income Tax Earmark	0.0	(171.9)	(171.9)	----
Revenue from Farnum Bldg. Sale	4.5	0.0	(4.5)	----
Reimbursement, Implementation Med. Marihuana	0.0	10.0	10.0	----
Net Redirection of Revenue from Other Funds	6.8	0.0	(6.8)	----
Subtotal Revenue Adjustments	(467.8)	(652.0)	(184.2)	39.4
TOTAL GF/GP REVENUE	**$11,172.2**	**$10,765.0**	**($407.2)**	**(3.6%)**

Table 33 - continued

GENERAL FUND/GENERAL PURPOSE AND SCHOOL AID FUND
REVENUE ESTIMATES FOR FY 2018-19 AND FY 2019-20
(millions of dollars)

	FY 2018-19	FY 2019-20	$ Change	% Change
SCHOOL AID FUND				
Beginning Balance	$320.5	$49.3	($271.2)	----
Consensus Estimate From Ongoing Sources[1]:				
Sales & Use Taxes	6,644.3	6,890.0	245.7	3.7%
Income Tax	2,826.1	2,836.4	10.3	0.4
State Education Property Tax	2,099.6	2,166.9	67.3	3.2
Real Estate Transfer Tax	350.9	356.5	5.6	1.6
Tobacco Taxes	340.2	335.1	(5.1)	(1.5)
Casino Wagering Tax	118.3	119.3	1.0	0.8
Other Tax Revenue	120.9	145.6	24.7	20.4
Subtotal Taxes	12,500.3	12,849.8	349.5	2.8
Lottery	982.0	990.0	8.0	0.8
Subtotal Consensus Estimates Ongoing Revenue[1]	13,482.3	13,839.8	357.5	2.7
Other Revenue:				
General Fund Grant	87.9	62.3	(25.6)	(29.1)
Community District Education Trust Fund	72.2	75.4	3.2	4.4
Adjustment to Income Tax Earmark	0.0	171.9	171.9	----
Reserve Fund for MPSERS	30.0	1.9	(28.1)	(93.7)
SAF Deposit to Mental Health Services & Support Fund	30.0	0.0	(30.0)	----
Federal Aid	1,745.9	1,749.6	3.7	0.2
Subtotal Other Revenue	1,966.0	2,061.1	95.1	4.8
TOTAL SAF REVENUE	**$15,768.8**	**$15,950.2**	**$181.4**	**1.2%**
TOTAL GF/GP AND SAF:				
Beginning Balances	$1,108.8	$689.4	($419.4)	(37.8)
Consensus Estimate Ongoing Revenue	24,334.0	24,616.7	282.7	1.2
Other Revenue[2]	1,410.3	1,346.8	(63.5)	(4.5)
TOTAL REVENUE[2]	**$26,853.1**	**$26,652.9**	**($200.2)**	**(0.7%)**

[1] Revenue estimates adopted at the May 2019 Consensus Revenue Estimating Conference.
[2] Total and other revenue excludes GF/GP grant to SAF.

1. General Fund/General Purpose Revenue

In FY 2019-20, GF/GP revenue is projected to total an estimated $10.8 billion, representing a decrease of 3.6% or $407.2 million from the revenue estimated for FY 2018-19, as shown in Table 33. The decrease in total GF/GP revenue reflects a $148.2 million decline in the beginning balance and a $204.0 million increase in the earmark of individual income tax revenue to the Michigan Transportation Fund (the earmark will increase from $264.0 million in FY 2018-19, to $468.0 million in FY 2019-20, and $600.0 million in FY 2020-21). The decline in ongoing revenue during FY 2019-20, due to greater Michigan Business Tax (MBT) credits, exacerbates the impact of those two GF/GP revenue reductions.

The balance carried over from FY 2018-19 is expected to total $640.1 million, which is down $148.2 million from the $788.3 million that was carried over from FY 2017-18.

Revenue from ongoing sources during FY 2019-20 will total an estimated $10.8 billion, which is down 0.7% or $74.8 million from the forecasted FY 2018-19 level.

The decrease in GF/GP ongoing revenue in FY 2019-20 primarily reflects several factors:

- Policy changes. Legislation enacted with personal property tax reform in 2012 and 2014 is expected to increase General Fund revenue by $107.0 million in FY 2018-19 and $114.0 million in FY 2019-20 through an Essential Services Assessment, which levies a new assessment on property that was exempted as part of the tax reform, in order to support ambulance, police and fire services. However, the increase is more than offset by a $438.0 million decline in FY 2018-19 and a $465.9 million decline in FY 2019-20 in State use tax revenue which is being converted into a local use tax that generates revenue to reimburse local units for other losses associated with the personal property tax reform. Finally, part of the budget agreement is to reverse a 2018 change that reduced the earmark of individual income tax revenue to the School Aid Fund. Reversing this change will lower FY 2019-20 GF/GP revenue by $171.9 million, but increase SAF revenue by $171.9 million.
- Individual income tax. Legislation enacted in 2015 as part of a road funding package both increased Homestead Property Tax Credits and redirected $150.0 million in individual income tax revenue in FY 2018-19 and $325.0 million in FY 2019-20 from the General Fund to the Michigan Transportation Fund. During 2018, those earmarks were increased to $264.0 million in FY 2018-19, and $268.0 million in FY 2019-20, and additional earmark of $69.0 million per year was added to transfer revenue to the Renew Michigan Fund. While modest employment gains and tight labor markets will result in baseline individual income tax revenue growing 1.8% in FY 2019-20, the additional $208.5 million in increased Homestead Property Tax Credit refunds and the revenue transferred to other funds will more than offset the growth. As a result, net GF/GP revenue from the individual income tax is expected to decline 1.3% in FY 2019-20.
- Certificated Credits. While the Michigan Business Tax was effectively eliminated for most taxpayers beginning in 2012, some taxpayers continue to file an MBT return in order to claim certain tax credits that were awarded under the MBT and/or the Single Business Tax, which preceded the MBT. Net MBT is expected to total approximately negative $607.7 million in FY 2018-19, as refunds exceed collections, but will total approximately negative $691.0 million in FY 2019-20, increasing the subtraction from (thus decreasing) GF/GP revenue by $83.3 million in FY 2019-20.

2. School Aid Fund

Revenue going to the School Aid Fund will total an estimated $16.0 billion in FY 2019-20, an increase of 1.2% or $181.4 million from the SAF revenue estimate for FY 2018-19. The SAF revenue estimate is presented in Table 33.

Revenue from ongoing taxes and net lottery revenue earmarked to the SAF will total an estimated $13.8 billion in FY 2019-20, up 2.7% or $357.5 million from FY 2018-19, reflecting the continued economic growth during 2019 and 2020.

In addition to the revenue from the ongoing earmarked taxes, the SAF will receive an estimated $2.1 billion during FY 2019-20. The majority of this additional revenue reflects Federal aid totaling an estimated $1.7 billion. Additional SAF revenue also includes $62.3 million in grants from the General Fund in FY 2019-20, down from $87.9 million in FY 2018-19, and $171.9 million from reversing the 2018 changes of individual income tax revenue earmarked to the School Aid Fund. The SAF will also receive $75.4 million in revenue from the Community District Education Trust Fund in FY 2018-19, up from $72.2 million in FY 2018-19, but $58.1 million less from deposits from other funds.

C. BUDGET AND ECONOMIC STABILIZATION FUND

Michigan's cyclical economy can produce significant swings in the rate of growth, or decline, in tax revenue from one year to the next. To help smooth the flow of revenue over the economic cyclical swings, Michigan created the Counter-Cyclical Budget and Economic Stabilization Fund in 1977. This Fund, more commonly referred to as the Budget Stabilization Fund, is designed to be a cash reserve to which the State adds money during good economic

times and from which it withdraws money during poor economic years. Having the money available during poor economic years helps the State avoid having to cut spending and/or increase taxes, and therefore helps stabilize the State budget and the tax structure.

Two formulas, based on personal income growth and the unemployment rate, are used to indicate when economic conditions justify transfers into and out of the BSF. However, all transfers into and out of the BSF must be appropriated by the Legislature and approved by the Governor. In addition, the Legislature and the Governor may appropriate funds into and from the BSF even if these formulas do not trigger a transfer. Historically, most of the BSF transactions have not been directly tied to the formulas, but have been made at the will of the Legislature and Governor.

As shown in Table 34, the BSF ended FY 2017-18 with a balance of $1,006.0 million. The current budget for FY 2018-19 appropriates $117.5 million to the BSF, although the formulas do not calculate either a payment or withdrawal. The enacted budget for FY 2019-20 only appropriates $17.5 million of tobacco settlement revenue to repay the BSF for money withdrawn from the BSF as part of the Detroit bankruptcy settlement agreement, and the formulas do not calculate either a pay-in or withdrawal. The BSF is expected to end FY 2019-20 with a balance of $1,218.3 million.

D. CONSTITUTIONAL REVENUE LIMIT

The Michigan Constitution places a limit on the amount of revenue State government may collect in any fiscal year. The limit essentially requires that total revenue, excluding Federal aid, not exceed 9.49% of personal income.

As shown in Table 35, revenue subject to the limit has been well below the limit in recent years and revenue is expected to remain considerably below the constitutional limit through FY 2019-20.

In FY 2008-09, revenue subject to the limit fell below the limit by the greatest margin in the history of the limit: approximately $8.0 billion or 24.3%; although the greatest absolute amount by which revenue was below the limit was in FY 2016-17, when revenue was $9.2 billion or 22.8% below the limit.

In FY 2017-18, the gap between revenue and the limit decreased from $9.2 billion in FY 2016-17 to $8.7 billion or 21.0%, reflecting revenue growing faster than personal income during 2016—the base year used to compute the FY 2017-18 revenue limit.

In FY 2018-19, the gap between revenue and the limit is estimated to increase to $10.5 billion or 22.8%, reflecting 0.6% revenue growth during FY 2018-19 combined with 4.8% growth in personal income in 2017—the base year used to compute the FY 2018-19 revenue limit.

It is estimated that the gap between revenue and the limit will increase to $11.4 billion or 25.3% in FY 2019-20, reflecting revenue subject to the limit continuing to grow more slowly than personal income. If the estimate is correct, the gap between revenue and the limit in FY 2019-20 will be a new record for both the absolute size of the gap as well as the percentage by which revenue is below the limit.

Table 34

BUDGET AND ECONOMIC STABILIZATION FUND TRANSFERS, EARNINGS, AND FUND BALANCE FY 1997-98 TO FY 2019-20 ESTIMATE (millions of dollars)

Fiscal Year	Pay-In	Interest Earned	Pay-Out	Fund Balance
1997-98	$0.0	$60.1	$212.0	$1,000.5
1998-99	244.4	51.2	73.7	1,222.5
1999-2000	100.0	73.9	132.0	1,264.4
2000-01	0.0	66.7	337.0	994.2
2001-02	0.0	20.8	869.8	145.1
2002-03	0.0	1.8	147.0	0.0
2003-04	81.3	0.0	0.0	81.3
2004-05	0.0	2.0	81.3	2.0
2005-06	0.0	0.0	0.0	2.0
2006-07	0.0	0.1	0.0	2.1
2007-08	0.0	0.1	0.0	2.2
2008-09	0.0	0.0	0.0	2.2
2009-10	0.0	0.0	0.0	2.2
2010-11	0.0	0.0	0.0	2.2
2011-12	362.7	0.2	0.0	365.1
2012-13	140.0	0.5	0.0	505.6
2013-14	75.0	0.4	194.8	386.2
2014-15	111.5	0.4	0.0	498.1
2015-16	112.5	1.8	0.0	612.4
2016-17	92.5	5.1	0.0	710.0
2017-18	282.5	13.5	0.0	1,006.0
Estimates:				
2018-19	117.5	32.2	0.0	1,155.7
2019-20	17.5	45.1	0.0	1,218.3

Table 35

COMPLIANCE WITH CONSTITUTIONAL REVENUE LIMIT
FY 1997-98 TO FY 2019-20
(millions of dollars)

Fiscal Year	Revenue Subject to Limit	Revenue Limit	Under (Over) Limit
1997-98	$22,072.3	$22,712.4	$640.1
1998-99	23,208.5	23,186.8	(21.7)
1999-2000	24,362.9	24,203.2	(159.7)
2000-01	23,907.6	26,315.4	2,407.8
2001-02	23,546.0	27,463.1	3,917.1
2002-03	24,061.6	28,243.1	4,181.5
2003-04	24,384.7	28,825.4	4,440.7
2004-05	25,626.8	29,842.3	4,215.5
2005-06	25,814.2	30,760.3	4,946.1
2006-07	26,118.4	31,440.7	5,322.3
2007-08	27,716.3	32,368.0	4,651.7
2008-09	24,838.6	32,824.5	7,985.9
2009-10	25,572.6	33,178.2	7,605.6
2010-11	27,248.2	32,829.0	5,580.8
2011-12	27,288.3	32,518.7	5,230.4
2012-13	28,102.0	33,988.6	5,886.6
2013-14	27,432.5	35,914.2	8,481.7
2014-15	29,277.6	36,676.1	7,398.5
2015-16	30,188.4	38,313.6	8,125.2
2016-17	31,109.2	40,314.2	9,205.0
2017-18	32,956.1	41,695.4	8,739.3
Estimates:[1)]			
2018-19	33,161.6	43,679.6	10,518.0
2019-20	33,709.2	45,136.9	11,427.7

[1)] May 2019 Consensus revenue estimates.

BUDGET AREA DETAIL

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT
PA 65 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	502.5	503.5	503.0	501.5	508.0	5.5	1.1
GROSS	113,475,100	109,830,500	112,745,500	109,231,600	107,937,600	(5,537,500)	(4.9)
Less:							
Interdepartmental Grants Received	313,900	318,400	318,400	1,315,700	1,315,700	1,001,800	319.1
ADJUSTED GROSS	113,161,200	109,512,100	112,427,100	107,915,900	106,621,900	(6,539,300)	(5.8)
Less:							
Federal Funds	11,775,200	11,836,400	11,836,400	11,836,400	12,636,400	861,200	7.3
Local and Private	101,800	101,800	101,800	101,800	101,800	0	0.0
TOTAL STATE SPENDING	101,284,200	97,573,900	100,488,900	95,977,700	93,883,700	(7,400,500)	(7.3)
Less:							
Other State Restricted Funds	37,172,000	39,653,700	39,653,700	41,634,400	41,383,700	4,211,700	11.3
GENERAL FUND/GENERAL PURPOSE	64,112,200	57,920,200	60,835,200	54,343,300	52,500,000	(11,612,200)	(18.1)
PAYMENTS TO LOCALS	6,350,000	8,450,000	10,950,000	9,150,000	9,650,000	3,300,000	52.0

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Agriculture Preservation Conservation Easement Grant Program.** The budget includes $2.0 million in Michigan Agriculture Preservation Funds to reestablish a statutory grant program for local government acquisition of permanent easements on farmland.	Gross Restricted GF/GP	2,000,000 2,000,000 0
2.	**Double Up Food Bucks/Fair Food Network.** The budget includes $1.0 million GF/GP in ongoing funding for the Double Up Food Bucks Program (which provides support for the purchase of healthier foods by food assistance program recipients).	Gross GF/GP	1,000,000 1,000,000
3.	**Environmental Stewardship/MAEAP.** The enacted budget included a fund shift of $520,000 GF/GP to Restricted and added $500,000 in available Federal funds. Resolution 2019-2, approved by the State Administrative Board on October 1, 2019, transferred $520,000 GF/GP to this line item.	Gross Federal Restricted GF/GP	1,020,000 500,000 520,000 0
4.	**Pesticide and Plant Pest Management.** The enacted budget included a $1.0 million fund switch from GF/GP to Restricted and a $500,000 GF/GP reduction. Resolution 2019-2, approved by the State Administrative Board on October 1, 2019, transferred $1.5 million GF/GP to this line item, resulting in a total appropriation of $13,609,200.	Gross Restricted GF/GP	1,000,000 1,000,000 0
5.	**Qualified Forest Program.** The enacted budget includes a fund switch of $997,300 from GF/GP to an IDG from the Department of Natural Resources. Resolution 2019-2, approved by the State Administrative Board on October 1, 2019, transferred $997,300 GF/GP to this line item, leaving a total appropriation of $3,678,400.	Gross IDG GF/GP	997,300 997,300 0
6.	**Animal Disease Prevention and Response.** The enacted budget included a $400,000 GF/GP reduction. Resolution 2019-2, approved by the State Administrative Board on October 1, 2019, transferred $782,600 GF/GP to this line item, leaving a total appropriation of $9,847,700.	Gross GF/GP	382,600 382,600
7.	**Food Safety and Quality Assurance.** The budget includes the addition of 2.0 FTEs and $300,000 in available Federal funds for food inspection activities.	FTE Gross Federal GF/GP	2.0 300,000 300,000 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
8.	**Industrial Hemp Program.** The budget includes $120,000 in licensing revenue and $90,000 in testing fees along with 3.5 FTEs to provide a FY 2019-20 appropriation of 4.5 FTEs and $360,000 ($150,000 GF/GP) for the regulation of industrial hemp in the state. Public Act 56 of 2019 provided $1,277,000 GF/GP in one-time appropriations for industrial hemp research and development.	FTE Gross Restricted GF/GP	3.5 210,000 210,000 0

C. PROGRAM ELIMINATIONS

1.	**County Fairs, Shows, and Expositions Grants.** The enrolled budget bill included $1.0 million GF/GP in appropriations for this grant program for FY 2019-20, but funding was vetoed by the Governor.	Gross GF/GP	(1,325,000) (1,325,000)
2.	**Michigan Animal Agriculture Alliance - One-Time.** The enrolled budget bill included $3.0 million GF/GP in appropriations for this grant program for FY 2019-20, but funding was vetoed by the Governor.	Gross GF/GP	(2,000,000) (2,000,000)
3.	**Dairy Industry Assistance Program - One-Time.** The budget includes the elimination of a one-time appropriation from supplemental appropriations PA 618 of 2018.	Gross GF/GP	(1,000,000) (1,000,000)
4.	**Agriculture Industry Research and Development Grant - One-Time.** The budget includes the elimination of a one-time appropriation from supplemental appropriations PA 618 of 2018.	Gross GF/GP	(550,000) (550,000)
5.	**ACRE Agriculture Incubator Grant - One-Time.** The budget includes the elimination of a one-time grant from FY 2018-19.	Gross GF/GP	(260,000) (260,000)
6.	**ODC Network, Project Clarity Grant - One-Time.** The budget includes the elimination of a one-time grant from FY 2018-19.	Gross GF/GP	(120,000) (120,000)

D. PROGRAM REDUCTIONS

1.	**Food and Agriculture Investment Grant Program.** The enacted budget included an appropriation of $4.0 million for the program. Resolution 2019-2, approved by the State Administrative Board on October 1, 2019, transferred $3,999,900 out of this line item, leaving a total appropriation of $100.	Gross GF/GP	(5,077,800) (5,077,800)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
2. **Indemnification - Livestock Depredation Payments.** The budget includes a reduction of $25,000 GF/GP for the payment program, reducing its appropriation by half from FY 2018-19.	Gross	(25,000)
	GF/GP	(25,000)
3. **Adjustments for Supplemental Appropriations.** The budget includes an adjustment for FY 2018-19 supplemental appropriations from PA 28 and PA 56 of 2019.	Gross	(3,277,000)
	GF/GP	(3,277,000)
E. FUNDING SHIFTS		
Farmland and Open Spaces Program. The budget includes a fund switch for the program for FY 2019-20, supplanting $100,000 GF/GP with available Restricted revenue.	Gross	0
	Restricted	100,000
	GF/GP	(100,000)
F. PROGRAM TRANSFERS - NONE		
G. OTHER ISSUES		
Adjustment for Alignment of Restricted Authorization with Anticipated Revenue. The budget adjusts Restricted funding to actual.	Gross	111,800
	Restricted	111,800
	GF/GP	0
H. UNCLASSIFIED SALARIES		
The budget increases Gross funding for the unclassified salaries line item from $573,500 to $596,700.	Gross	23,200
	GF/GP	23,200
I. FEE INCREASES - NONE		
J. ECONOMIC ADJUSTMENTS		
The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective October 1, 2019.	Gross	1,052,400
	IDG	4,500
	Federal	61,200
	Restricted	269,900
	GF/GP	716,800

FY 2019-20 Change From FY 2018-19 Year-to-Date

K. ONE-TIME APPROPRIATIONS

The budget identifies $360,000 of FY 2019-20 one-time appropriations, shifts $200,000 of appropriations from one-time to ongoing, and eliminates $8,382,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Industrial hemp program	$360,000	$150,000
Subtotal	**$360,000**	**$150,000**
FY 2019-20		
Emergency management	$200,000	$200,000
Subtotal	**$200,000**	**$200,000**
FY 2018-19		
Animal agriculture initiative	($2,000,000)	($2,000,000)
County fairs, shows, and expositions	(925,000)	(925,000)
ACRE agriculture incubator	(260,000)	(260,000)
Agriculture development	(150,000)	(150,000)
Agriculture industry research and development	(550,000)	(550,000)
Dairy industry assistance program	(1,000,000)	(1,000,000)
Emergency management	(200,000)	(200,000)
Fair food network - double up food bucks	(2,000,000)	(2,000,000)
Industrial hemp research and development	(1,277,000)	(1,277,000)
ODC network - project clarity	(120,000)	(120,000)
Subtotal	**($8,382,000)**	**($8,382,000)**

FY 2019-20 Change From FY 2018-19 Year-to-Date

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
Michigan animal agriculture alliance	$3,000,000	$3,000,000
County fairs, shows, and expositions	1,000,000	1,000,000
Farm stress program	500,000	500,000
Local conservation districts pilot project	200,000	200,000
Subtotal	**$4,700,000**	**$4,700,000**

DEPARTMENT OF ATTORNEY GENERAL
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	531.0	539.0	539.0	537.0	536.4	5.4	1.0
GROSS	**106,035,200**	**106,517,800**	**102,344,200**	**98,902,000**	**105,982,800**	**(52,400)**	**(0.0)**
Less:							
Interdepartmental Grants Received	31,758,900	34,908,000	34,908,000	34,373,000	34,373,000	2,614,100	8.2
ADJUSTED GROSS	**74,276,300**	**71,609,800**	**67,436,200**	**64,529,000**	**71,609,800**	**(2,666,500)**	**(3.6)**
Less:							
Federal Funds	10,007,300	9,713,700	9,713,700	9,669,500	9,713,700	(293,600)	(2.9)
Local and Private	0	0	0	0	0	0	0.0
TOTAL STATE SPENDING	**64,269,000**	**61,896,100**	**57,722,500**	**54,859,500**	**61,896,100**	**(2,372,900)**	**(3.7)**
Less:							
Other State Restricted Funds	22,427,200	20,159,800	20,159,800	19,383,600	20,159,800	(2,267,400)	(10.1)
GENERAL FUND/GENERAL PURPOSE	**41,841,800**	**41,736,300**	**37,562,700**	**35,475,900**	**41,736,300**	**(105,500)**	**(0.3)**
PAYMENTS TO LOCALS	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Marihuana Legal Services.** The budget increases IDG funding to provide legal services for marihuana regulation due to adoption of Proposal 1 in November 2018.	Gross IDG Restricted GF/GP	935,400 1,442,600 (507,200) 0
2.	**Michigan State Housing Development Authority (MSHDA) Legal Services.** The budget increases IDG funding and added 2.0 FTEs to provide adequate funding for legal staffing for MSHDA.	FTE Gross IDG GF/GP	2.0 335,500 335,500 0
3.	**Department of Technology, Management, and Budget Legal Services.** The budget increases IDG funding and added 4.0 FTEs for additional attorneys for DTMB related activities.	FTE Gross IDG GF/GP	1.4 670,000 670,000 0
4.	**Child Abuse and Neglect.** The budget increases IDG funding and adds 2.0 FTEs for attorneys for the DHHS for investigations and prosecutions of child abuse and neglect cases in Wayne County.	FTE Gross IDG GF/GP	2.0 340,000 340,000 0
C.	**PROGRAM ELIMINATIONS - NONE**		
D.	**PROGRAM REDUCTIONS**		
1.	**DHHS - Human Services.** The budget removes IDG grants from the DHHS totaling $535,000 that were not included in the DHHS budget, which requires the identical removal of the associated funding from the Attorney General budget.	Gross IDG GF/GP	(535,000) (535,000) 0
2.	**Elimination of FY 2018-19 One-Time Items.** The budget removes FY 2018-19 one-time funding totaling $800,000; $100,000 GF/GP. Funding removed as follows: $700,000 in Restricted lawsuit settlement funds for the Prosecuting Attorneys Coordinating Council (PACC) for juvenile life without parole cases and $100,000 in GF/GP for the PACC for forensic interviewing trainings.	Gross Restricted GF/GP	(800,000) (700,000) (100,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
3. Removal of FY 2018-19 Supplemental Funding - PA 618 of 2018. The budget removes FY 2018-19 supplemental funding for the PACC totaling $378,800 (all Federal funding) added via PA 618 of 2018. Funding was used to complete the replacement and updating of the NextGen electronic case management system.	Gross Federal GF/GP	(378,800) (378,800) 0
4. Removal of FY 2018-19 Supplemental Funding - PA 28 of 2019. The budget removes FY 2018-19 one-time supplemental funding totaling $635,000 (all GF/GP) added for clergy investigations via PA 28 of 2019. Funding of $400,000 was appropriated for costs associated with the management of documents while the remaining $235,000 was used for victim advocacy costs. All funding was used for costs associated with investigating sexual abuse allegations by various clergy across Michigan.	Gross GF/GP	(635,000) (635,000)
5. Removal of FY 2018-19 Supplemental Funding - PA 56 of 2019. The budget removes FY 2018-19 supplemental funding totaling $1.4 million in IDG funding. Supplemental IDG funding of $700,000 from the Department of Environment, Great Lakes, and Energy was provided to cover costs associated with investigating environmental contaminants, including PFAS. Another $672,500 in supplemental IDG funding was provided for legal services pertaining to the following departments: $335,000 for the DTMB; $170,000 for the DHHS; and $167,500 for MSHDA.	Gross IDG GF/GP	(1,372,500) (1,372,500) 0

E. FUNDING SHIFTS

Alignment of Funding Sources with Expenditures. The budget includes the alignment of funding sources for the Department of Attorney General between the estimated figures used in the budget process and the actual figures allocated during the fiscal year. The changes net to zero but added $1.3 million in IDG funding with a corresponding reduction of $1.3 million in restricted funds. There was a zero effect on GF/GP spending.	Gross IDG Restricted GF/GP	0 1,284,300 (1,284,300) 0

F. PROGRAM TRANSFERS - NONE

G. OTHER ISSUES - NONE

H. UNCLASSIFIED SALARIES

The budget increases Gross funding for the unclassified salaries line item from $792,100 to $824,100.	Gross GF/GP	32,000 32,000

FY 2019-20 Change From FY 2018-19 Year-to-Date

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	1,356,000
IDG	449,200
Federal	85,200
Restricted	224,100
GF/GP	597,500

K. ONE-TIME APPROPRIATIONS

The budget eliminates $1,435,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2018-19		
PACC Forensic Interviewing	($100,000)	($100,000)
PACC Juvenile Life without Parole	(700,000)	0
Clergy Special Investigation Victim Advocacy	(235,000)	(235,000)
Clergy Special Investigation Document Management	(400,000)	(400,000)
Subtotal	**($1,435,000)**	**($735,000)**

L. VETOES - NONE

DEPARTMENT OF CIVIL RIGHTS
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	110.0	110.0	110.0	110.0	110.0	0.0	0.0
GROSS	**16,201,100**	**16,388,300**	**15,068,800**	**15,660,800**	**16,388,300**	**187,200**	**1.2**
Less:							
Interdepartmental Grants Received	299,100	298,500	298,500	298,500	298,500	(600)	(0.2)
ADJUSTED GROSS	**15,902,000**	**16,089,800**	**14,770,300**	**15,362,300**	**16,089,800**	**187,800**	**1.2**
Less:							
Federal Funds	2,802,700	2,816,900	2,816,900	2,816,900	2,816,900	14,200	0.5
Local and Private	18,700	18,700	18,700	18,700	18,700	0	0.0
TOTAL STATE SPENDING	**13,080,600**	**13,254,200**	**11,934,700**	**12,526,700**	**13,254,200**	**173,600**	**1.3**
Less:							
Other State Restricted Funds	58,500	58,500	58,500	40,000	58,500	0	0.0
GENERAL FUND/GENERAL PURPOSE	**13,022,100**	**13,195,700**	**11,876,200**	**12,486,700**	**13,195,700**	**173,600**	**1.3**
PAYMENTS TO LOCALS	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date
A.	**NEW PROGRAMS - NONE**	
B.	**PROGRAM INCREASES - NONE**	
C.	**PROGRAM ELIMINATIONS - NONE**	
D.	**PROGRAM REDUCTIONS - NONE**	
E.	**FUNDING SHIFTS - NONE**	
F.	**PROGRAM TRANSFERS - NONE**	
G.	**OTHER ISSUES**	
	Unrolling of Civil Rights Operations. The enrolled bill includes five new line items unrolled from the Civil Rights Operations line, Complaint Investigation and Enforcement ($4.9 million), Executive Office ($3.1 million), Law and Policy ($3.2 million), Museums Support ($1.5 million), and Public Affairs ($1.6 million). The State Administrative Board transferred the funding for Museums Support to the Complaint Investigation and Enforcement line, leaving a $100 GF/GP placeholder.	Gross 0 GF/GP 0
H.	**UNCLASSIFIED SALARIES**	
	The budget increases Gross funding for the unclassified salaries line item from $693,700 to $721,800.	Gross 28,100 GF/GP 28,100
I.	**FEE INCREASES - NONE**	
J.	**ECONOMIC ADJUSTMENTS**	
	The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, other employment retirement costs, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.	Gross 159,100 IDG (600) Federal 14,200 GF/GP 145,500
K.	**ONE-TIME APPROPRIATIONS - NONE**	
L.	**VETOES - NONE**	

COMMUNITY COLLEGES
PA 52 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	N/A	N/A	N/A	N/A	N/A	N/A	N/A
GROSS	**408,215,500**	**421,164,000**	**416,330,200**	**414,719,000**	**414,719,000**	**6,503,500**	**1.6**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	0.0
ADJUSTED GROSS	**408,215,500**	**421,164,000**	**416,330,200**	**414,719,000**	**414,719,000**	**6,503,500**	**1.6**
Less:							
Federal Funds	0	0	0	0	0	0	0.0
Local and Private	0	0	0	0	0	0	0.0
TOTAL STATE SPENDING	**408,215,500**	**421,164,000**	**416,330,200**	**414,719,000**	**414,719,000**	**6,503,500**	**1.6**
Less:							
Other State Restricted Funds	408,215,500	408,215,500	411,496,500	414,719,000	414,719,000	6,503,500	1.6
GENERAL FUND/GENERAL PURPOSE	**0**	**12,948,500**	**4,833,700**	**0**	**0**	**0**	**0.0**
PAYMENTS TO LOCALS	**408,215,500**	**421,164,000**	**416,330,200**	**414,719,000**	**414,719,000**	**6,503,500**	**1.6**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Community College Operations.** The budget includes a 0.8% increase in community college operations. The increase is distributed through the existing performance funding formula developed by the 2016 Performance Indicators Review Task Force, but revised to allocate additional funds to the six community college districts with the lowest taxable property values. The formula allocates the money as follows: 30% proportional to FY 2018-19 base appropriation, 25% weighted contact hours, 10% performance improvement, 10% performance completion number, 10% performance completion rate, 5% administrative costs, 5% local strategic value, and 5% lowest taxable values.	Gross Restricted GF/GP	2,436,800 2,436,800 0
2.	**North American Indian Tuition Waiver (ITW) Adjustment.** The budget provides additional funds to offset costs incurred by community colleges under Public Act 174 of 1976. Some community colleges historically have received more ITW funds than they incurred in costs, and hence received a negative adjustment. Collectively, though, community colleges had not received sufficient funds to cover these costs so the gross adjustment is positive.	Gross Restricted GF/GP	785,700 785,700 0
3.	**MPSERS Normal Cost Offset.** The budget moves the $6.4 million one-time FY 2018-19 funding for this purpose to an ongoing appropriation and increased the amount by an additional $5.8 million for a total normal cost offset of $12.2 million. This amount supports the additional costs associated with decreasing the assumed rate of return for MPSERS from 7.5% to 7.05%.	Gross Restricted GF/GP	5,781,000 5,781,000 0
C.	**PROGRAM ELIMINATIONS - NONE**		
D.	**PROGRAM REDUCTIONS**		
1.	**MPSERS Unfunded Accrued Liability Stabilization Adjustment.** The budget reduces this item to reflect a reduction in the amount of the State's share of costs above the statutory cap. This reduction brings total MPSERS unfunded actuarial accrued liability (UAAL) payments to $74.8 million.	Gross Restricted GF/GP	(2,200,000) (2,200,000) 0
2.	**Renaissance Zone Reimbursements.** The budget reduces these payments to reflect a reduced estimate for the amount necessary to reimburse community colleges for lost property tax revenue because of renaissance zones.	Gross Restricted GF/GP	(300,000) (300,000) 0

FY 2019-20 Change From FY 2018-19 Year-to-Date

E. FUNDING SHIFTS - NONE

F. PROGRAM TRANSFERS - NONE

G. OTHER ISSUES - NONE

H. UNCLASSIFIED SALARIES - NONE

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS - NONE

K. ONE-TIME APPROPRIATIONS

The budget identifies $0 of FY 2019-20 one-time appropriations, shifts $6,431,000 of appropriations from one-time to ongoing, and eliminates $0 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
MPSERS Normal Cost Offset from One-Time to Ongoing.....	($6,431,000)	$0
Subtotal.....	**($6,431,000)**	**$0**

L. VETOES - NONE

Table 1: FY 2019-20 Community College Appropriations - Initial Appropriations

College	TOTAL Year-To-Date	FY 2019-20 Adjustments: 30.% Sustainability*	10.0% Performance Improvement	10.0% Performance Completion #	10.0% Performance Completion Rate	25.0% Contact Hours	5.0% Administrative Costs	5.0% Local Strategic Value	5.0% Adjustment for Lowest TV	Total Formula Distribution	ITW/Other Adjustments	Total Adjustments	FY 2019-20 Total Appropriation	Percent Change
Alpena	$5,707,600	$12,948	$3,797	$2,773	$7,579	$5,148	$4,527	$2,158	$17,600	$56,500	$8,500	$65,000	$5,772,600	1.1%
Bay de Noc	5,624,800	12,760	4,194	3,191	3,403	5,741	4,015	2,127	18,800	54,200	61,700	115,900	5,740,700	2.1
Delta	15,104,300	34,265	9,137	12,430	9,137	25,942	5,283	5,711	0	101,900	(4,800)	97,100	15,201,400	0.6
Glen Oaks	2,620,000	5,944	3,410	1,256	5,491	3,976	642	991	12,900	34,600	(2,200)	32,400	2,652,400	1.2
Gogebic	4,844,300	10,990	2,931	1,529	7,292	4,150	2,821	1,832	13,500	45,000	44,300	89,300	4,933,600	1.8
Grand Rapids	18,709,300	42,443	11,318	14,611	11,318	52,385	5,241	7,074	0	144,400	159,700	304,100	19,013,400	1.6
Henry Ford	22,463,600	50,960	13,589	11,522	17,996	43,814	4,732	8,493	0	151,100	(40,000)	111,100	22,574,700	0.5
Jackson	12,698,200	28,806	8,894	6,042	7,682	15,145	5,009	4,801	0	76,400	28,300	104,700	12,802,900	0.8
Kalamazoo Valley	13,046,600	29,597	7,892	8,470	7,892	26,303	5,307	4,933	0	90,400	18,900	109,300	13,155,900	0.8
Kellogg	10,214,400	23,172	6,179	7,309	6,179	15,360	5,474	3,862	0	67,500	64,600	132,100	10,346,500	1.3
Kirtland	3,321,600	7,535	7,120	2,513	2,009	5,846	4,519	1,256	16,000	46,800	24,600	71,400	3,393,000	2.1
Lake Michigan	5,672,100	12,867	3,431	3,283	3,431	11,410	2,825	2,145	0	39,400	2,500	41,900	5,714,000	0.7
Lansing	32,725,800	74,240	21,370	21,932	19,797	45,139	4,871	12,373	0	199,700	80,400	280,100	33,005,900	0.9
Macomb	34,124,000	77,412	20,643	21,528	24,672	70,417	5,410	12,902	0	233,000	(44,900)	188,100	34,312,100	0.6
Mid Michigan	5,112,400	11,598	3,093	5,508	3,093	12,050	3,675	1,933	43,100	84,000	128,100	212,100	5,324,500	4.1
Monroe	4,708,600	10,682	5,927	3,382	2,848	10,011	5,090	1,780	0	39,700	(1,200)	38,500	4,747,100	0.8
Montcalm	3,542,900	8,037	5,075	2,773	2,143	5,447	4,377	1,340	0	29,200	4,200	33,400	3,576,300	0.9
Mott	16,381,600	37,162	9,910	14,344	13,791	27,938	4,817	6,194	0	114,200	(42,400)	71,800	16,453,400	0.4
Muskegon	9,264,700	21,017	5,605	4,116	5,605	13,276	5,468	3,503	0	58,600	43,100	101,700	9,366,400	1.1
North Central	3,402,600	7,719	2,058	2,584	5,975	6,885	4,715	1,286	0	31,200	133,400	164,600	3,567,200	4.8
Northwestern	9,625,400	21,836	9,103	5,990	5,823	13,125	4,202	3,639	0	63,700	124,700	188,400	9,813,800	2.0
Oakland	22,093,000	50,119	24,985	23,140	13,365	53,605	5,067	8,353	0	178,600	(36,200)	142,400	22,235,400	0.6
Schoolcraft	13,112,900	29,747	15,802	12,567	12,196	34,979	5,375	4,958	0	115,600	34,700	150,300	13,263,200	1.1
Southwestern	6,946,900	15,759	5,392	4,626	8,047	7,592	2,628	2,627	0	46,700	25,500	72,200	7,019,100	1.0
St. Clair	7,358,700	16,694	5,039	5,121	8,469	12,872	4,483	2,782	0	55,600	(20,600)	35,000	7,393,700	0.5
Washtenaw	13,764,000	31,224	8,326	22,592	12,375	40,755	5,116	5,204	0	125,600	(2,700)	122,900	13,886,900	0.9
Wayne County	17,487,200	39,670	17,903	17,004	14,513	33,669	4,329	6,612	0	133,700	(19,000)	114,700	17,601,900	0.7
West Shore	2,573,400	5,838	1,557	1,546	1,557	6,220	1,822	973	0	19,500	12,500	32,000	2,605,400	1.2
Subtotal Operations:	$322,250,900	$731,040	$243,680	$243,680	$243,680	$609,200	$121,840	$121,840	$121,900	$2,436,800	$785,700	$3,222,500	$325,473,400	1.0%
MPSERS Normal Cost Offset	$0										$12,212,000	$12,212,000	$12,212,000	N/A
MPSERS Retiree Health Care	1,733,600										0	0	1,733,600	0.0%
MPSERS Reform Costs	75,300,000										(2,200,000)	(2,200,000)	73,100,000	(2.9)
Renaissance Zone Reimbursements	2,500,000										(300,000)	(300,000)	2,200,000	(12.0)
MPSERS Normal Cost Offset (one-time)	6,431,000										(6,431,000)	(6,431,000)	0	(100.0)
Total Appropriations:	$408,215,500	$731,040	$243,680	$243,680	$243,680	$609,200	$121,840	$121,840	$121,900	$2,436,800	$4,066,700	$6,503,500	$414,719,000	1.6%
State School Aid Fund	408,215,500	731,040	243,680	243,680	243,680	609,200	121,840	121,840	121,900	2,436,800	4,066,700	6,503,500	414,719,000	1.6
GF/GP	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	N/A

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Table 2: FY 2019-20 Community College Appropriations: House, Senate, and Initial Appropriations Compared to Governor

College	FY 2018-19 Year-To-Date	FY 2019-20 Governor's Recommendation			FY 2019-20 Senate			FY 2019-20 House			FY 2019-20 Initial Appropriations		
		Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change
Alpena	$5,707,600	$158,500	$5,866,100	2.8%	$74,900	$5,782,500	1.3%	$74,800	$5,782,400	1.3%	$65,000	$5,772,600	1.1%
Bay de Noc	5,624,800	145,100	5,769,900	2.6	122,500	5,747,300	2.2	71,800	5,696,600	1.3	115,900	5,740,700	2.1
Delta	15,104,300	424,900	15,529,200	2.8	173,100	15,277,400	1.1	134,800	15,239,100	0.9	97,100	15,201,400	0.6
Glen Oaks	2,620,000	89,400	2,709,400	3.4	35,200	2,655,200	1.3	45,900	2,665,900	1.8	32,400	2,652,400	1.2
Gogebic	4,844,300	128,400	4,972,700	2.7	98,200	4,942,500	2.0	59,500	4,903,800	1.2	89,300	4,933,600	1.8
Grand Rapids	18,709,300	614,400	19,323,700	3.3	417,100	19,126,400	2.2	190,900	18,900,200	1.0	304,100	19,013,400	1.6
Henry Ford	22,463,600	634,200	23,097,800	2.8	225,600	22,689,200	1.0	199,800	22,663,400	0.9	111,100	22,574,700	0.5
Jackson	12,698,200	315,000	13,013,200	2.5	160,100	12,858,300	1.3	101,000	12,799,200	0.8	104,700	12,802,900	0.8
Kalamazoo Valley	13,046,600	379,500	13,426,100	2.9	177,900	13,224,500	1.4	119,500	13,166,100	0.9	109,300	13,155,900	0.8
Kellogg	10,214,400	280,100	10,494,500	2.7	181,900	10,396,300	1.8	89,300	10,303,700	0.9	132,100	10,346,500	1.3
Kirtland	3,321,600	126,800	3,448,400	3.8	77,700	3,399,300	2.3	61,900	3,383,500	1.9	71,400	3,393,000	2.1
Lake Michigan	5,672,100	165,300	5,837,400	2.9	71,700	5,743,800	1.3	52,100	5,724,200	0.9	41,900	5,714,000	0.7
Lansing	32,725,800	828,200	33,554,000	2.5	427,100	33,152,900	1.3	264,000	32,989,800	0.8	280,100	33,005,900	0.9
Macomb	34,124,000	980,200	35,104,200	2.9	365,500	34,489,500	1.1	308,000	34,432,000	0.9	188,100	34,312,100	0.6
Mid Michigan	5,112,400	172,000	5,284,400	3.4	200,100	5,312,500	3.9	111,100	5,223,500	2.2	212,100	5,324,500	4.1
Monroe	4,708,600	165,500	4,874,100	3.5	68,100	4,776,700	1.4	52,500	4,761,100	1.1	38,500	4,747,100	0.8
Montcalm	3,542,900	120,200	3,663,100	3.4	54,500	3,597,400	1.5	38,600	3,581,500	1.1	33,400	3,576,300	0.9
Mott	16,381,600	475,100	16,856,700	2.9	156,400	16,538,000	1.0	151,000	16,532,600	0.9	71,800	16,453,400	0.4
Muskegon	9,264,700	243,000	9,507,700	2.6	144,800	9,409,500	1.6	77,500	9,342,200	0.8	101,700	9,366,400	1.1
North Central	3,402,600	129,300	3,531,900	3.8	187,600	3,590,200	5.5	41,300	3,443,900	1.2	164,600	3,567,200	4.8
Northwestern	9,625,400	263,200	9,888,600	2.7	234,900	9,860,300	2.4	84,300	9,709,700	0.9	188,400	9,813,800	2.0
Oakland	22,093,000	751,200	22,844,200	3.4	278,400	22,371,400	1.3	236,200	22,329,200	1.1	142,400	22,235,400	0.6
Schoolcraft	13,112,900	486,500	13,599,400	3.7	238,300	13,351,200	1.8	152,900	13,265,800	1.2	150,300	13,263,200	1.1
Southwestern	6,946,900	191,200	7,138,100	2.8	105,500	7,052,400	1.5	61,700	7,008,600	0.9	72,200	7,019,100	1.0
St. Clair	7,358,700	230,200	7,588,900	3.1	75,800	7,434,500	1.0	73,300	7,432,000	1.0	35,000	7,393,700	0.5
Washtenaw	13,764,000	530,600	14,294,600	3.9	219,500	13,983,500	1.6	166,100	13,930,100	1.2	122,900	13,886,900	0.9
Wayne County	17,487,200	557,100	18,044,300	3.2	214,300	17,701,500	1.2	176,800	17,664,000	1.0	114,700	17,601,900	0.7
West Shore	2,573,400	82,400	2,655,800	3.2	47,000	2,620,400	1.8	25,900	2,599,300	1.0	32,000	2,605,400	1.2
Subtotal Operations:	**$322,250,900**	**$9,667,500**	**$331,918,400**	**3.0%**	**$4,833,700**	**$327,084,600**	**1.5%**	**$3,222,500**	**$325,473,400**	**1.0%**	**$3,222,500**	**$325,473,400**	**1.0%**
MPSERS Normal Cost Offset	$0	$12,212,000	$12,212,000	N/A	$12,212,000	$12,212,000	N/A	$12,212,000	$12,212,000	N/A	$12,212,000	$12,212,000	N/A
MPSERS Retiree Health Care	1,733,600	0	1,733,600	0.0%	0	1,733,600	0.0%	0	1,733,600	0.0%	0	1,733,600	0.0%
MPSERS Reform Costs	75,300,000	(2,200,000)	73,100,000	(2.9)	(2,200,000)	73,100,000	(2.9)	(2,200,000)	73,100,000	(2.9)	(2,200,000)	73,100,000	(2.9)
Renaissance Zone Reimbursements	2,500,000	(300,000)	2,200,000	(12.0)	(300,000)	2,200,000	(12.0)	(300,000)	2,200,000	(12.0)	(300,000)	2,200,000	(12.0)
MPSERS Normal Cost Offset (one-time)	6,431,000	(6,431,000)	0	(100.0)	(6,431,000)	0	(100.0)	(6,431,000)	0	(100.0)	(6,431,000)	0	(100.0)
Total Appropriations:	**$408,215,500**	**$12,948,500**	**$421,164,000**	**3.2%**	**$8,114,700**	**$416,330,200**	**2.0%**	**$6,503,500**	**$414,719,000**	**1.6%**	**$6,503,500**	**$414,719,000**	**1.6%**
State School Aid Fund	**408,215,500**	**0**	**408,215,500**	**0.0**	**3,281,000**	**411,496,500**	**0.8**	**6,503,500**	**414,719,000**	**1.6**	**6,503,500**	**414,719,000**	**1.6**
GF/GP	**$0**	**$12,948,500**	**$12,948,500**	**N/A**	**$4,833,700**	**$4,833,700**	**N/A**	**$0**	**$0**	**N/A**	**$0**	**$0**	**N/A**

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DEPARTMENT OF CORRECTIONS
PA 64 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE AMOUNT	CHANGES FROM FY 2018-19 YEAR-TO-DATE PERCENT
FTE Positions	13,963.2	13,793.8	13,778.3	13,778.3	13,778.3	(184.9)	(1.3)
GROSS	**2,019,056,200**	**2,049,998,200**	**2,021,964,800**	**2,007,503,300**	**2,011,308,800**	**(7,747,400)**	**(0.4)**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	0.0
ADJUSTED GROSS	**2,019,056,200**	**2,049,998,200**	**2,021,964,800**	**2,007,503,300**	**2,011,308,800**	**(7,747,400)**	**(0.4)**
Less:							
Federal Funds	5,315,200	5,323,700	5,323,700	5,323,700	5,323,700	8,500	0.2
Local and Private	8,960,100	11,687,200	11,687,200	11,687,200	11,687,200	2,727,100	30.4
TOTAL STATE SPENDING	**2,004,780,900**	**2,032,987,300**	**2,004,953,900**	**1,990,492,400**	**1,994,297,900**	**(10,483,000)**	**(0.5)**
Less:							
Other State Restricted Funds	40,939,600	41,112,500	41,112,500	57,992,400	59,212,500	18,272,900	44.6
GENERAL FUND/GENERAL PURPOSE	**1,963,841,300**	**1,991,874,800**	**1,963,841,400**	**1,932,500,000**	**1,935,085,400**	**(28,755,900)**	**(1.5)**
PAYMENTS TO LOCALS	**122,169,600**	**123,385,700**	**122,138,300**	**118,635,700**	**107,821,100**	**(14,348,500)**	**(11.7)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Corizon Health Care Contract.** The budget includes increased funding because of inflationary contract costs increases. Governor recommended an increase of $5.4 million to cover the full increased cost. Conference committee agreed to fund half of the increase at $2.7 million.	Gross GF/GP	2,723,200 2,723,200
2.	**Hepatitis C Treatment.** The budget includes increased funding to continue treatment costs and expand treatment to F1 and F0 offenders.	Gross GF/GP	6,965,200 6,965,200
3.	**Detroit Detention Center.** The budget includes increased funding because of a cost adjustment for a contract with the City of Detroit for the operation of the Center. Costs are reimbursed by the City of Detroit.	FTE Gross Local GF/GP	3.0 2,623,600 2,623,600 0
4.	**Mileage Rate Increase.** The budget includes increased funding by $324,100 because of increased mileage reimbursement rate set by the DTMB.	Gross GF/GP	324,100 324,100
5.	**Prisoner Transportation.** The budget includes increased funding by $102,300 for lease cost increases for prisoner transportation vehicles.	Gross GF/GP	102,300 102,300
6.	**Water/Sewer Rate Increase.** The budget includes increased funding by $97,000 because of rate increases for the St. Louis Correctional Facility.	Gross GF/GP	97,000 97,000
7.	**Grandview Plaza Security.** The budget includes increased funding by $42,000 because of increased cost of replacing unarmed security guards with armed guards at MDOC headquarters in Lansing.	Gross GF/GP	42,000 42,000
8.	**Prison Industries Transportation Costs.** The budget includes increased funding for transportation costs as Michigan State Industries has increased use of the transportation line-item to move MSI goods between correctional facilities.	Gross Restricted GF/GP	10,000 10,000 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
C.	**PROGRAM ELIMINATIONS**		
1.	**Prison Kitchen Inspections.** The budget eliminates the pilot program and the Conference Committee agreed.	Gross GF/GP	(50,000) (50,000)
2.	**Federally Qualified Health Centers Pilot.** The budget eliminates the pilot program and the Conference Committee agreed.	Gross GF/GP	(250,000) (250,000)
3.	**High School Online Equivalency Pilot.** The budget eliminates the pilot program and the Conference Committee agreed.	Gross GF/GP	(500,000) (500,000)
4.	**Supervising Region Incentive Program.** The budget eliminates the pilot program and the conference committee agreed.	Gross GF/GP	(1,000,000) (1,000,000)
5.	**Substance Abuse Parole Certain Sanction Program.** This program was funded at $1.4 million in FY 2018-19. The Governor and House eliminated the program for FY 2019-20 while the Senate retained current funding. The Conference Committee reduced funding to $1.0 million with repurposed work project funds. ***Governor vetoed this funding mechanism; program will not be funded in FY 2019-20.***	Gross GF/GP	(1,440,000) (1,440,000)
6.	**County Jail Reimbursement Program.** The Governor vetoed all funding for this program totaling $14.8 million Gross, $8.9 million GF/GP. The program reimburses counties for housing in county jails certain felons who otherwise would have been sentenced to prison.	Gross Restricted GF/GP	(14,814,600) (5,900,000) (8,914,600)
D.	**PROGRAM REDUCTIONS**		
1.	**Removal of FY 2018-19 Supplemental Funding.** The budget removes supplemental funding totaling $2.0 million provided for education, skilled trades, and career readiness programs added under PA 618 of 2018.	Gross GF/GP	(2,000,000) (2,000,000)
2.	**Higher Custody Level Staff Training.** The budget does not include one-time funding for training of staff that work with higher level inmates.	Gross GF/GP	(2,400,000) (2,400,000)
3.	**Administrative Reduction.** The budget reduces funding across several line items totaling $5.4 million ($3.6 million from historical lapses and $1.8 million in administrative reductions).	Gross GF/GP	(5,317,600) (5,317,600)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
4. **Ojibway Correctional Facility Closure Savings.** The budget includes the remaining balance of the full-year savings resulting from the closing of the Ojibway facility in December 2018.	Gross GF/GP	(6,805,700) (6,805,700)
5. **New Corrections Officer School.** The budget removes one-time funding for a new officer school to train 408 new corrections officers.	Gross GF/GP	(9,227,700) (9,227,700)

E. FUNDING SHIFTS

Program and Special Equipment Fund Source Adjustment. The budget shifted $24.0 million Restricted to offset GF/GP.	Gross Restricted GF/GP	0 24,000,000 (24,000,000)

F. PROGRAM TRANSFERS - NONE

G. OTHER ISSUES

FTE Adjustments. The budget removes a total of 187.9 FTEs from various line items because of internal adjustments and the closure of the Ojibway Correctional Facility in December 2018. Several line items contained an internal adjustment to both funding and FTE levels. The funding adjustments netted to zero; however, the total number of FTEs for the Department were increased by 13.2 FTEs because of internal adjustments. The closure of the Ojibway Correctional Facility resulted in the elimination of 201.1 FTEs which reduced the overall total of FTEs for the Department for FY 2019-20.	FTE Gross GF/GP	(187.9) 0 0

H. UNCLASSIFIED SALARIES

The budget decreases Gross funding for the unclassified salaries line item from $1,884,600 to $1,760,700.	Gross GF/GP	(123,900) (123,900)

I. FEE INCREASES - NONE

FY 2019-20 Change From FY 2018-19 Year-to-Date

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, other employment retirement costs (OERC), insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees will receive a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Non-exclusively represented employees (NERES) also will receive a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	23,294,700
Federal	8,500
Local	103,500
Restricted	162,900
GF/GP	23,019,800

K. ONE-TIME APPROPRIATIONS

The budget eliminates $11,627,700 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2018-19		
Higher Custody Level Programming	($2,400,000)	($2,400,000)
New Custody Training Staff - One-Time	(9,227,700)	(9,227,700)
Subtotal	**($11,627,700)**	**($11,627,700)**

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
County Jail Reimbursement Program	$14,814,600	$8,914,600
Subtotal	**$14,814,600**	**$8,914,600**

DEPARTMENT OF EDUCATION
PA 63 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	614.5	614.5	614.5	614.5	614.5	0.0	0.0
GROSS	**396,134,900**	**436,344,500**	**422,044,500**	**404,223,400**	**419,783,700**	**23,648,800**	**6.0**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	0.0
ADJUSTED GROSS	**396,134,900**	**436,344,500**	**422,044,500**	**404,223,400**	**419,783,700**	**23,648,800**	**6.0**
Less:							
Federal Funds	287,820,300	332,152,900	318,152,900	300,765,100	315,342,100	27,521,800	9.6
Local and Private	7,888,600	7,929,600	7,929,600	7,929,600	7,929,600	41,000	0.5
TOTAL STATE SPENDING	**100,426,000**	**96,262,000**	**95,962,000**	**95,528,700**	**96,512,000**	**(3,914,000)**	**(3.9)**
Less:							
Other State Restricted Funds	8,668,200	9,050,000	8,750,000	8,787,200	9,300,000	631,800	7.3
GENERAL FUND/GENERAL PURPOSE	**91,757,800**	**87,212,000**	**87,212,000**	**86,741,500**	**87,212,000**	**(4,545,800)**	**(5.0)**
PAYMENTS TO LOCALS	**14,567,700**	**14,267,700**	**14,267,700**	**14,517,700**	**14,517,700**	**(50,000)**	**(0.3)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A. NEW PROGRAMS - NONE			
B. PROGRAM INCREASES			
1.	**Child Development and Care Public Assistance.** The budget includes an additional $15.0 million Gross and Federal funds for the Child Development and Care program to increase the hourly provider reimbursement rate between $0.20 and $0.30. The budget also reverses a $10.0 million Gross and Federal fund reduction in FY 2018-19 because of changes in estimates presented at the May 2019 Consensus Revenue Estimating Conference.	Gross Federal GF/GP	25,000,000 25,000,000 0
2.	**Child Development and Care Administration.** The budget includes an additional $1.8 million in Gross and Federal funds for administration and oversight of the Child Development and Care program to meet Federal requirements. Of the total increase, $900,000 is appropriated in the Office of Great Start Operations line item and $900,000 is appropriated in the Child Development and Care Contracted Services line item.	Gross Federal GF/GP	1,800,000 1,800,000 0
3.	**Child Development and Care External Support.** The budget includes an additional $323,200 in Gross and Federal funds to account for economic adjustments made in the Department of Licensing and Regulatory Affairs and the Department of Health and Human Services.	Gross Federal GF/GP	323,200 323,200 0
4.	**Information Technology.** The budget includes an additional $300,000 Gross and Teacher Certification Fees to support increased IT charges to maintain the teacher certification portal.	Gross Restricted GF/GP	300,000 300,000 0
5.	**Low Incident Outreach Program.** The budget includes an additional $250,000 Gross and Low-Incidence Outreach funds for the Low-Incidence Outreach Program. The funding increase is to support the production of additional Braille textbooks.	Gross Restricted GF/GP	250,000 250,000 0
6.	**Adolescent and School Health.** The budget continues $320,000 in supplemental appropriations to replace lost Federal funding to the Department and School Aid Act budgets to support human immunodeficiency virus/sexually transmitted disease education prevention programs in schools.	Gross GF/GP	0 0
C. PROGRAM ELIMINATIONS			
1.	**Supplemental E-rate Enhancement.** The budget removes an FY 2018-19 one-time, supplemental appropriation that supports e-rate connection speed enhancements for schools and libraries.	Gross GF/GP	(5,000,000) (5,000,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
2.	**Labor Day Study.** The budget removes a report on the Labor Day school start date. The Legislature included the study and the Governor vetoed it.	Gross Federal GF/GP	(10,800) (10,800) 0
3.	**Drinking Water Declaration of Emergency Placeholder.** The budget removes the $100 one-time placeholder for the Drinking Water Declaration of Emergency Fund.	Gross Restricted GF/GP	(100) (100) 0

D. PROGRAM REDUCTIONS

Renaissance Zone Reimbursement. The budget reduces Renaissance Zone Reimbursement to libraries to align with current projections.	Gross GF/GP	(300,000) (300,000)

E. FUNDING SHIFTS

Child Development and Care Matching Requirement. The budget shifts $345,200 from Federal funds to GF/GP to meet Federal Child Development and Care matching requirements.	Gross Federal GF/GP	0 (345,200) 345,200

F. PROGRAM TRANSFERS - NONE

G. OTHER ISSUES

1.	**TEACH Program.** The budget transfers $3.75 million Gross and Federal funds from the TEACH Scholarship Program to Child Development and Care Contracted Services line item. This reduces the total appropriation for TEACH to $1.25 million.	Gross Federal GF/GP	0 0 0
2.	**Administrative Reserve Funds.** The budget includes three line item placeholders, that include $100 Gross and Federal in each line item. Prior to the Administrative Board Transfer, each line item included 25% of total Department appropriations. The Central Operations line item was reduced by $300 in Gross and Federal to support the three $100 placeholders.	Gross Federal GF/GP	0 0 0

H. UNCLASSIFIED SALARIES

The budget increases Gross funding for the unclassified salaries line item from $868,900 to $904,000.	Gross Federal Restricted GF/GP	35,100 3,200 4,800 27,100

FY 2019-20 Change From FY 2018-19 Year-to-Date

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	1,251,400
Federal	751,400
Local	40,600
Private	400
Restricted	77,100
GF/GP	381,900

K. ONE-TIME APPROPRIATIONS

The budget identifies $0 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $5.0 million of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2018-19		
Drinking Water Declaration of Emergency	($100)	$0
E-rate matching enhancement	(5,000,000)	(5,000,000)
Subtotal	**($5,000,100)**	**($5,000,000)**

L. VETOES

Line Item or Boilerplate Language	**Gross**	**GF/GP**
Labor Day Study	($10,800)	$0
Subtotal	**($10,800)**	**$0**

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY
PA 57 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	1,257.0	1,325.0	1,279.0	1,274.0	1,416.0	159.0	12.6
GROSS	**501,302,600**	**497,833,800**	**598,273,300**	**469,425,900**	**599,665,800**	**98,363,200**	**19.6**
Less:							
Interdepartmental Grants Received	3,143,700	3,176,600	3,176,600	3,148,600	3,176,600	32,900	1.0
ADJUSTED GROSS	**498,158,900**	**494,657,200**	**595,096,700**	**466,277,300**	**596,489,200**	**98,330,300**	**19.7**
Less:							
Federal Funds	160,225,400	175,269,900	160,895,300	160,432,600	175,269,900	15,044,500	9.4
Local and Private	1,061,700	1,201,800	1,061,800	1,061,800	1,201,800	140,100	13.2
TOTAL STATE SPENDING	**336,871,800**	**318,185,500**	**433,139,600**	**304,782,900**	**420,017,500**	**83,145,700**	**24.7**
Less:							
Other State Restricted Funds	278,325,300	262,815,100	259,346,600	262,263,700	266,440,100	(11,885,200)	(4.3)
GENERAL FUND/GENERAL PURPOSE	**58,546,500**	**55,370,400**	**173,793,000**	**42,519,200**	**153,577,400**	**95,030,900**	**162.3**
PAYMENTS TO LOCALS	**9,701,000**	**23,346,000**	**19,646,000**	**19,646,000**	**19,646,000**	**9,945,000**	**102.5**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS**		
1.	**Drinking Water Protection and Innovation.** The budget includes $105.0 million one-time GF/GP for Drinking Water Protection and Innovation efforts initially included in Supplemental Request 2019-4. Of the $105.0 million, $37.5 million is for Lead and Copper Rule implementation, $25.0 million is for PFAS and emerging contaminants, $35.0 million is for Drinking Water Revolving Fund loan forgiveness, $7.5 million is for affordability and planning, and a $100 placeholder is included for a new private well testing program.	Gross GF/GP	105,000,000 105,000,000
2.	**Drinking Water Compliance Assistance.** The budget includes GF/GP support to establish a drinking water compliance assistance unit to provide technical expertise to the Lead and Copper Rule requirements.	FTE Gross GF/GP	10.0 1,900,000 1,900,000
3.	**Coal Ash Care Fund.** The budget includes authorization for the new Coal Ash Care Fund established in PA 640 of 2018 to collect and expend revenue received from owners or operators of active coal ash landfills.	Gross Restricted GF/GP	260,000 260,000 0
4.	**Technologically Enhanced Naturally Occurring Radioactive Material (TENORM).** The budget includes authorization for the new TENORM fund source established in PA 689 of 2018 to collect and expend revenue received from fees on TENORM disposals in Michigan landfills.	Gross Restricted GF/GP	250,000 250,000 0
B.	**PROGRAM INCREASES**		
1.	**Air Quality Fees.** The budget includes GF/GP support in anticipation of an increase in fees charged per ton of air emissions at regulated facilities.	Gross GF/GP	2,000,000 2,000,000
2.	**Contaminated Site Investigations, Cleanup, and Revitalization.** The budget includes a GF/GP increase to the Contaminated Site Investigations, Cleanup, and Revitalization line item.	Gross GF/GP	307,000 307,000
C.	**PROGRAM ELIMINATIONS**		
1.	**Remove Annual Strategic Water Quality Initiative Fund (SWQIF) Bond Appropriation.** The budget reflects the removal of appropriations for the SWQIF as bond proceeds have been fully appropriated.	Gross Restricted GF/GP	(15,000,000) (15,000,000) 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date
2.	**Drinking Water Infrastructure.** The budget eliminates funding for the Drinking Water Infrastructure grant program established in PA 618 of 2018.	FTE (2.0) Gross (4,000,000) GF/GP (4,000,000)
3.	**Lawsuit Settlement Fund.** The budget eliminates lawsuit settlement proceeds related to the Drinking Water Emergency Declaration.	Gross (3,000,000) Restricted (3,000,000) GF/GP 0
4.	**Wetlands Mitigation Banking Program.** The budget reflects the removal of funding for the Wetlands Mitigation Banking Program, as bond proceeds have been fully appropriated.	Gross (1,000,000) Restricted (1,000,000) GF/GP 0
5.	**Aquifer Protection Revolving Fund.** The budget eliminates aquifer protection revolving funds that were intended to be one-time.	Gross (524,000) Restricted (524,000) GF/GP 0

D. PROGRAM REDUCTIONS

1.	**Vapor Intrusion.** The budget removes GF/GP funds for the 2017 initiative as the Renewing Michigan's Environment program contains funding for emerging contaminants.	Gross (1,655,300) GF/GP (1,655,300)
2.	**Water Quality and Use Initiative.** The budget removes GF/GP funds for the 2015 initiative and moved 5.0 FTEs to the Renewing Michigan's Environment program.	Gross (1,522,900) GF/GP (1,522,900)
3.	**Recycling.** The budget removes GF/GP funds for the 2015 initiative, as the Renewing Michigan's Environment program contains $15.0 million in funding for recycling grants.	Gross (1,032,000) GF/GP (1,032,000)
4.	**Lead Remediation Grants.** The budget eliminates GF/GP funds for the 2019 initiative.	Gross (1,000,000) GF/GP (1,000,000)
5.	**Water Withdrawal Assessment Program.** The budget removes funding for the Water Withdrawal Assessment Program, as bond proceeds have been fully appropriated.	Gross (800,000) Restricted (800,000) GF/GP 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
6.	**Watershed Grants.** The Governor vetoed funding for the Watershed grant program earmarked in boilerplate Section 412.	Gross Restricted GF/GP	(675,000) (675,000) 0
7.	**Michigan Geological Survey.** The Governor vetoes funding earmarked in Section 503 for the Michigan Geological Survey.	Gross Restricted GF/GP	(500,000) (500,000) 0
8.	**Environmental Rules Review Committee.** The Governor vetoed funding earmarked in Section 239 for the Environmental Rules Review Committee.	Gross Restricted GF/GP	(150,000) (150,000) 0
9.	**Cooperative Lakes Monitoring Program.** The Governor vetoed funding for the Cooperative Lakes Monitoring Program.	Gross Restricted GF/GP	(150,000) (150,000) 0
10.	**Removal of FY 2018-19 Supplemental Appropriations.** The budget removes several items that were not included as part of the Department's base budget.	Gross GF/GP	(1,500,000) (1,500,000)
11.	**Removal of FY 2018-19 One-Time Appropriations.** The budget removes one-time funding for the Michigan Geological Program and the Landfill Research, Design, and Demonstration project.	Gross GF/GP	(620,000) (620,000)
E.	**FUNDING SHIFTS**		
1.	**Oil, Gas, and Minerals.** The budget shifts $3.9 million in spending authorization from GF/GP to the Oil and Gas Regulatory Fund ($2.0 million) and Orphan Well Fund ($1.9 million).	Gross Restricted GF/GP	0 3,900,000 (3,900,000)
2.	**Surface Water.** The budget shifts $1.2 million in spending authorization from GF/GP to the Environmental Response Fund.	Gross Restricted GF/GP	0 1,200,000 (1,200,000)

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
F. PROGRAM TRANSFERS		
1. Office of the Great Lakes. The budget reflects Executive Order 2020-1, which transferred the Office of the Great Lakes from the DNR to the Department of Environment, Great Lakes, and Energy. This transfer affected 23.0 FTEs and related funding.	FTE	23.0
	Gross	12,057,000
	Federal	10,510,400
	Restricted	531,600
	GF/GP	1,015,000
2. Michigan Agency for Energy. The budget reflects Executive Order 2020-1, which transferred the Michigan Agency for Energy from the Department of Licensing and Regulatory Affairs to the Department of Environment, Great Lakes, and Energy. This transfer affected 21.0 FTEs and related funding.	FTE	21.0
	Gross	7,253,500
	Federal	3,864,200
	Private	140,000
	Restricted	2,686,900
	GF/GP	562,400
G. OTHER ISSUES		
1. Align Restricted Authorization with Available Revenue. The budget reflects an alignment of stormwater permit fee ($600,000) and septage waste contingency fund ($3,400) authorization with anticipated revenue.	Gross	(603,400)
	Restricted	(603,400)
	GF/GP	0
2. Renew Michigan Fund. The budget includes an additional 93.0 FTE authorization for the Renew Michigan Program.	FTE	93.0
	Gross	0
	GF/GP	0
3. Petroleum Contaminated Site Cleanups. The budget includes an additional 14.0 FTE authorization to implement and manage the direct cleanup of petroleum contaminated sites.	FTE	14.0
	Gross	0
	GF/GP	0
H. UNCLASSIFIED SALARIES	Gross	31,900
	Restricted	22,800
The budget increases Gross funding for the unclassified salaries line item from $792,200 to $824,100.	GF/GP	9,100
I. FEE INCREASES - NONE		

FY 2019-20 Change From FY 2018-19 Year-to-Date

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, other employment retirement costs, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	3,036,400
IDG	32,900
Federal	669,900
Private	100
Restricted	1,665,900
GF/GP	667,600

K. ONE-TIME APPROPRIATIONS

The budget identifies $105,000,100 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $620,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Lead and Copper Rule implementation	$37,499,900	$37,499,900
Drinking water revolving fund loan forgiveness	35,000,000	35,000,000
PFAS and emerging contaminants	25,000,000	25,000,000
Affordability and planning	7,500,000	7,500,000
Private well testing	100	100
Drinking water declaration of emergency	100	0
Subtotal	**$105,000,100**	**$105,000,000**
FY 2018-19		
Michigan geological survey	($500,000)	($500,000)
Landfill research, design, and demonstration project	(120,000)	(120,000)
Subtotal	**($620,000)**	**($620,000)**

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
Sec. 1002. PFAS and emerging contaminants - grants to municipal airports	$15,000,000	$15,000,000
Sec. 412. Grants to watershed councils	675,000	0
Sec. 503. Michigan geological survey	500,000	0
Sec. 239. Environmental rules review committee	150,000	0
Sec. 413. Cooperative Lakes Monitoring Program	150,000	0
Subtotal	**$16,475,000**	**$15,000,000**

EXECUTIVE OFFICE
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	79.2	79.2	79.2	79.2	79.2	0.0	0.0
GROSS	**6,980,100**	**7,114,300**	**7,114,300**	**6,980,100**	**7,114,300**	**134,200**	**1.9**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	0.0
ADJUSTED GROSS	**6,980,100**	**7,114,300**	**7,114,300**	**6,980,100**	**7,114,300**	**134,200**	**1.9**
Less:							
Federal Funds	0	0	0	0	0	0	0.0
Local and Private	0	0	0	0	0	0	0.0
TOTAL STATE SPENDING	**6,980,100**	**7,114,300**	**7,114,300**	**6,980,100**	**7,114,300**	**134,200**	**1.9**
Less:							
Other State Restricted Funds	0	0	0	0	0	0	0.0
GENERAL FUND/GENERAL PURPOSE	**6,980,100**	**7,114,300**	**7,114,300**	**6,980,100**	**7,114,300**	**134,200**	**1.9**
PAYMENTS TO LOCALS	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date
A. NEW PROGRAMS - NONE		
B. PROGRAM INCREASES		
Executive Office Operations. The budget includes an overall increase of 2.0% to reflect actual costs of operations and expenditures for the Executive Office. Total funding for the Executive Office is $7,114,300 for FY 2019-20.	Gross GF/GP	107,500 107,500
C. PROGRAM ELIMINATIONS - NONE		
D. PROGRAM REDUCTIONS - NONE		
E. FUNDING SHIFTS - NONE		
F. PROGRAM TRANSFERS - NONE		
G. OTHER ISSUES - NONE		
H. UNCLASSIFIED SALARIES		
The budget increases Gross funding for the unclassified salaries line item from $1,333,500 to $1,360,200.	Gross GF/GP	26,700 26,700
I. FEE INCREASES - NONE		
J. ECONOMIC ADJUSTMENTS		
There are no economic adjustments for the Executive Office for FY 2019-20.		
K. ONE-TIME APPROPRIATIONS - NONE		
L. VETOES - NONE		

DEPARTMENT OF HEALTH AND HUMAN SERVICES
PA 67 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	15,968.2	16,001.0	15,972.0	15,967.0	16,005.0	36.8	0.2
GROSS	**25,989,004,900**	**26,178,757,500**	**26,130,808,300**	**25,882,022,400**	**26,218,407,600**	**229,402,700**	**0.9**
Less:							
Interdepartmental Grants Received	13,813,700	13,857,600	13,857,600	13,424,900	13,857,600	43,900	0.3
ADJUSTED GROSS	**25,975,191,200**	**26,164,899,900**	**26,116,950,700**	**25,868,597,500**	**26,204,550,000**	**229,358,800**	**0.9**
Less:							
Federal Funds	18,332,201,200	18,221,270,400	18,228,737,500	18,029,819,500	18,260,183,200	(72,018,000)	(0.4)
Local and Private	279,836,800	299,341,200	276,517,000	292,303,900	295,081,100	15,244,300	5.4
TOTAL STATE SPENDING	**7,363,153,200**	**7,644,288,300**	**7,611,696,200**	**7,546,474,100**	**7,649,285,700**	**286,132,500**	**3.9**
Less:							
Other State Restricted Funds	2,952,778,000	2,864,946,300	2,865,883,800	2,874,653,000	2,969,648,100	16,870,100	0.6
GENERAL FUND/GENERAL PURPOSE	**4,410,375,200**	**4,779,342,000**	**4,745,812,400**	**4,671,821,100**	**4,679,637,600**	**269,262,400**	**6.1**
PAYMENTS TO LOCALS	**1,514,197,500**	**1,554,203,600**	**1,551,936,700**	**1,543,857,200**	**1,562,925,200**	**48,727,700**	**3.2**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Changes in Federal Authorization.** The budget includes a net increase to Federal authorization to reflect several changes in Federal funding for the Department.	FTE Gross Federal GF/GP	4.0 6,683,900 6,683,900 0
2.	**Non-State Owned Building Lease Adjustment.** The budget provides an increase in funding for contractual increases in rental agreements for leases in non-State owned building space used by the Department.	Gross Federal GF/GP	1,388,900 533,600 855,300
3.	**Funding Shortfall in Property Management Projects.** The budget contains resources for property management projects at local Department county offices. Projects may include addressing health and safety issues, reconfiguring office space, and moving costs.	Gross Federal GF/GP	2,460,700 1,060,600 1,400,100
4.	**Internal Revenue Service (IRS) Background Check Charges.** The budget implements PA 427 of 2018 with funds for investigations required by IRS Publication 1075 for background checks for all State employee and contractors accessing IRS tax information.	Gross Federal GF/GP	130,200 85,900 44,300
5.	**Federal Crime Victims Assistance Grants.** The budget includes a recognition of an increase in Federal funding for crime victim services.	Gross Federal GF/GP	40,000,000 40,000,000 0
6.	**Domestic Violence Prevention Staff.** The budget reflects an increase in staff for domestic violence prevention. There was already sufficient FTE authorization, but a funding increase was required to onboard 2.0 additional FTEs.	Gross Restricted GF/GP	315,000 315,000 0
7.	**Annualize Homeless Services Per Diem Rate Increase.** The budget contains funding continuing the funding increase in Public Act 618 of 2018 that raised homeless services per diem from $16 to $18, effective April 1, 2019.	Gross GF/GP	950,000 950,000
8.	**Birth Certificate Service Fee Waiver.** The budget covers the cost of the provision of birth certificates for homeless individuals: $90,000 for community groups and $136,000 in the Department's Vital Records unit.	Gross GF/GP	226,000 226,000

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
9.	**Child Advocacy Center Funding.** The budget provides an increase in funding for Child Advocacy Centers that work with children who have been physically or sexually abused to provide therapy, medical exams, courtroom preparation, and victim advocacy. State Administrative Board Resolution 2019-7 reduced the increase from $1.0 million to $100.	Gross GF/GP	100 100
10.	**Crime Victims Right Service Funding.** The budget provides Crime Victims Restricted dollars to expand services after cutting funding for shelters for victims of human trafficking. This funding was included as a result of State Administrative Board Resolution 2019-7.	Gross Restricted GF/GP	999,900 999,900 0
11.	**Child Welfare Base, Caseload, and Fund Source Adjustments - Child Care Fund (CCF).** The budget reflects an increase in the expenditures from the CCF to approximately $209.0 million annually.	Gross Federal GF/GP	1,516,800 1,774,700 (257,900)
12.	**Child Welfare Base, Caseload, and Fund Source Adjustments - Guardianship Assistance Program (GAP).** The budget assumes minor growth in the GAP with an average caseload estimated of 1,188 cases at $709.26 monthly.	Gross Federal GF/GP	238,300 66,400 171,900
13.	**Actuarial Costs for Foster Care Rates.** The budget provides funds to provide actuarially sound administrative rates for foster care residential placements in order to comply with Qualified Residential Treatment Program (QRTP) requirements in the Federal Family First Prevention Services Act (FFPSA).	Gross Federal GF/GP	100,000 27,500 72,500
14.	**Fingerprinting Costs Implementation of Federal Families First Prevention Services Act.** The budget includes resources for compliance with fingerprinting requirements of the FFPSA.	Gross Federal GF/GP	231,100 63,600 167,500
15.	**Annualize Children Protective Services Staffing Enhancement Costs.** The budget funds the full-year implementation of the FY 2018-19 supplemental funding increase to hire additional Children's Protective Service workers.	Gross GF/GP	5,000,100 5,000,100
16.	**Implementation of 'State Pays First' Legislation for Child Welfare.** The budget includes funds for the implementation of State Pays First legislation, PA 22 of 2018. This will allow for payments to private child placing agencies made on behalf of abuse and neglect court wards who are placed in the care of the Department, to be paid first by the Department.	Gross Local GF/GP	18,600,400 22,811,800 (4,211,400)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
17.	**Building Community Partnership Funding**. The budget continues the Parent Partner Family Reunification Program.	Gross Federal GF/GP	975,000 975,000 0
18.	**Foster Care Supportive Visitation.** The budget includes increased funding for the supportive visitation program. The additional funding expands the program statewide and reduces current waitlists.	FTE Gross Federal GF/GP	1.0 3,012,500 3,012,500 0
19.	**Relative Foster Care Licensure Incentive Payments.** The budget contains resources to make a $1,000 one-time incentive payment to unlicensed relative foster caregivers who become licensed within 180 days of the relative child's initial placement.	Gross GF/GP	250,000 250,000
20.	**Adoption Incentive Payments Rate Increase.** The enacted budget includes funding for a 6.5% increase in reimbursement rates based on a report by a State-contracted actuary. Funding was reduced to $100 GF/GP because of State Administrative Board Resolution 2019-7.	Gross Federal GF/GP	400,100 400,000 100
21.	**Court Appointed Special Advocates.** The enacted budget provides $500,000 in funding for court appointed special advocates. These individuals advocate for abused and neglected children in courtroom situations. Funding was reduced to $100 GF/GP because of State Administrative Board Resolution 2019-7.	Gross GF/GP	100 100
22.	**Child Support Pass-Through to Family Independence Program (FIP) Recipients.** The budget supports a pass-through of child-support to current FIP recipients of whose current child-support is collected by the State to offset FIP costs. Funding was provided by State Administrative Board Resolution 2019-7.	Gross GF/GP	946,000 946,000
23.	**Food Bank Council Increase.** The budget contains funding to increase services for food distribution through Feeding America - West Michigan in the Upper Peninsula.	Gross GF/GP	470,000 470,000
24.	**Medicaid Base and Caseload Adjustments - Behavioral Health Services.** The budget reflects an increase for traditional Medicaid mental health based on the consensus estimate agreed to in May 2019.	Gross Federal Restricted GF/GP	38,225,600 22,388,000 2,099,300 13,738,300

		FY 2019-20 Change From FY 2018-19 Year-to-Date
25.	**Medicaid Base, Caseload, and Fund Source Adjustments - Healthy Michigan Plan (HMP) Behavioral Health.** The budget reflects an increase in the cost of the HMP behavioral health program.	Gross 23,003,000 Federal 22,974,500 Restricted (2,099,300) GF/GP 2,127,800
26.	**Medicaid Base and Caseload Adjustments - Medicaid Autism Services.** The budget reflects a fairly sizable increase in the cost of Medicaid autism services.	Gross 15,066,600 Federal 9,651,700 GF/GP 5,414,900
27.	**Medicaid Mental Health Services Actuarial Soundness Adjustment.** The budget reflects a 2.75% actuarial soundness adjustment to capitation rates paid to the prepaid inpatient health plans (PIHPs) for traditional Medicaid behavioral health services.	Gross 67,994,200 Federal 43,557,100 GF/GP 24,437,100
28.	**HMP Behavioral Health Actuarial Soundness Adjustment.** The budget reflects a 2.75% actuarial soundness adjustment to capitation rates paid to the PIHPs for expansion of Medicaid behavioral health services.	Gross 7,273,500 Federal 6,600,700 GF/GP 672,800
29.	**Medicaid Autism Services Actuarial Soundness Adjustment.** The budget contains a 5.75% increase in rates paid to PIHPs to cover autism services costs based on past cost history used to estimate FY 2019-20 cost increases.	Gross 13,761,300 Federal 8,815,500 GF/GP 4,945,800
30.	**Annualize Direct Worker Pay Increase Cost.** The budget annualizes the supplemental funding included in PA 618 of 2018 for an April 1, 2019, $0.25 per hour wage increase for direct care workers.	Gross 16,000,000 Federal 10,688,700 GF/GP 5,311,300
31.	**State Opioid Response Grant.** The budget contains Michigan's share of Federal funding to support access to medication-based treatment, increase availability of treatment, and reduce overdose deaths.	Gross 31,914,700 Federal 31,914,700 GF/GP 0
32.	**Community Psychiatric Bed Funding.** The budget provides new funding for community-based private psychiatric beds and Assertive Community Treatment services.	Gross 11,221,500 Federal 6,221,500 GF/GP 5,000,000

		FY 2019-20 Change From FY 2018-19 Year-to-Date
33.	**Pharmacy Inflation at State Facilities.** The budget reflects a 3.0% increase in State psychiatric hospital pharmacy costs.	Gross 316,600 Federal 23,700 Local 18,400 Restricted 12,700 GF/GP 261,800
34.	**Annualize Cost for New Caro Center Staff Funding.** The budget annualizes the costs of new staff for the "Caro Regional Mental Health Center - psychiatric hospital - adult - or regional mental health center located within 6 miles of the county seat of a county with a population between 55,000 and 57,000 in the 2010 decennial census" added in the December 2018 supplemental, PA 618 of 2018. The FY 2018-19 supplemental included $5.91 million dollars and 68.0 FTEs.	Gross 3,023,300 GF/GP 3,023,300
35.	**Additional Staffing at Forensic Center.** The budget contains funding for new staff at the State Center for Forensic Psychiatry to help reduce the backlog of case determinations. The Department indicates that the caseload backlog has grown to 138 persons, nearly doubling over the past 15 months.	FTE 7.0 Gross 1,270,900 GF/GP 1,270,900
36.	**Kalamazoo Hospital Staff.** The budget includes funding to increase the staff at Kalamazoo Psychiatric Hospital.	FTE 15.0 Gross 1,000,000 GF/GP 1,000,000
37.	**Early Primary Care Incentive Program/Michigan Essential Health Provider Program.** The budget assumes lapses of $500,000 apiece from FY 2017-18 and FY 2018-19 for Early Primary Care Incentive Program and includes increased funding for the Michigan Essential Health Provider program by $1.0 million.	Gross 1,000,000 GF/GP 1,000,000
38.	**Increased Funding for Free Clinics.** The budget includes funding for operational support services at free health clinics.	Gross 150,000 GF/GP 150,000
39.	**Additional Newborn Screening Fee Revenue.** The budget reflects a 3.6% inflationary increase in Newborn Screening Fee revenue. Funding is split between the Laboratory Services line ($289,500 Gross) in the Laboratory Services unit, and the Newborn Screening Follow-up and Treatment Services line ($271,300 Gross) in the Disease Control, Prevention, and Epidemiology Unit.	Gross 560,800 Restricted 560,800 GF/GP 0
40.	**Environmental and Public Health Hazards Staff and Funding.** The budget contains an increase in funding to hire new staff and to provide money to local health departments to combat various public health hazards such as PFAS, vapor intrusion, and lead exposure.	FTE 13.0 Gross 7,260,700 GF/GP 7,260,700

		FY 2019-20 Change From FY 2018-19 Year-to-Date
41.	**Lead and Copper Rule Funding.** The budget includes funding to provide resources to comply with July 2018 lead and copper rule. Funds were provided through State Administrative Board Resolution 2019-7.	Gross 1,500,000 GF/GP 1,500,000
42.	**Essential Local Public Health Services Hold Harmless Funding.** The budget includes an increase in funding for Local Public Health departments to hold harmless local health departments affected by the new funding formula.	Gross 6,000,000 GF/GP 6,000,000
43.	**Strong Beginnings Program.** The budget includes funding for the Strong Beginnings program in the Grand Rapids area. This program provides services to improve the health of and outcomes for minority families during pregnancy and early childhood.	Gross 1,000,000 GF/GP 1,000,000
44.	**Medical Care and Treatment Base, Fund Source, and Caseload.** The budget reflects an increase in the costs for the Children's Special Health Care Services program.	Gross 11,317,500 Federal 6,337,800 GF/GP 4,979,700
45.	**Adjustments Related to HMP Work Engagement Legislation.** The budget includes a continuation of the funding and FTEs included in the FY 2018-19 supplemental, PA 618 of 2018, to implement HMP work engagement legislation. State Administrative Board Resolution 2019-7 restored almost $6.1 million of the $10.0 million funding request, which was not included in the conference report.	FTE 0.0 Gross 32,291,000 Federal 13,107,700 GF/GP 19,183,300
46.	**Michigan Health Information Network (MIHN) Interoperability Funding.** The enacted budget contains $1.5 million in funding for a project to ensure interoperability of systems included on the MiHIN. State Administrative Board Resolution 2019-7 reduced funding contained in the conference report.	Gross 500,100 GF/GP 500,100
47.	**Adult Home Help Minimum Wage Adjustments.** The budget contains funding in the Adult Home Help line to provide a 25 cents per hour wage increase above the minimum wage adjustments, effective April 1, 2020.	Gross 31,233,800 Federal 20,008,300 GF/GP 11,225,500
48.	**Physician Adjustor and Specialty Network Access Fee (SNAF) Adjustments.** The budget includes adjustments to fee-for-service and managed care payments made to publically affiliated clinics through the Physician Adjuster and SNAF programs.	Gross 118,355,000 Federal 75,363,900 Local 9,441,300 Restricted 33,549,800 GF/GP 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
49.	**Long Term Care Quality Assurance Assessment Program (QAAP) Adjustments.** The budget includes adjustments associated with long term care provider tax (QAAP).	Gross Federal Restricted GF/GP	59,247,000 37,927,000 27,882,300 (6,562,300)
50.	**Hospital QAAP Adjustments.** The budget includes adjustments associated with the QAAP related to changes associated with FY 2019-20 disproportionate share hospital (DSH) cap.	Gross Federal Local Restricted GF/GP	62,836,800 52,915,800 (72,700) 11,559,100 (1,565,400)
51.	**Expansion of QAAP-Financed Hospital Special Financing Payments.** The budget includes an increase in QAAP-financed payments to hospitals.	Gross Federal Restricted GF/GP	40,696,000 26,069,900 19,126,100 (4,500,000)
52.	**Medicaid and HMP Actuarial Soundness.** The budget includes a 2.0% actuarial soundness adjustment for traditional and expansion Medicaid physical health.	Gross Federal GF/GP	125,823,000 92,770,000 33,053,000
53.	**Medicare Buy-In Compliance.** The budget includes information technology resources to ensure that all individuals dually eligible for Medicaid and Medicare receive premium assistance (financial coverage of their Medicare premiums). The Department estimates that about 25,000 people are eligible but are not receiving premium assistance.	Gross Federal GF/GP	21,642,900 13,833,200 7,809,700
54.	**Flint Senior Funding.** The budget includes funding to deliver bottled water, filters, and testing kits to seniors, and individuals with disabilities.	Gross GF/GP	200,000 200,000
55.	**Lead Abatement Investigation Contractor Outreach.** The budget contains funding to contract with certified lead abatement contractors for the investigation and abatement of properties in Flint.	Gross GF/GP	3,921,100 3,921,100
56.	**State Innovation Model Disparities Funding.** The budget reflects funding to support locally driven public health initiatives until a sustainable source of non-State funding is identified.	Gross GF/GP	3,000,000 3,000,000
57.	**Rides to Wellness.** The budget includes funding for a nonemergency medical transportation program in Flint.	Gross GF/GP	500,000 500,000

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
58.	**House Initiated One-Time Programs.** The budget includes funding for statewide lead exposure response and abatement. The remainder of House-initiated items either were vetoed or reduced to placeholder amounts by State Administrative Board Resolution 2019-7.	Gross Restricted GF/GP	3,434,800 100 3,434,700
59.	**Conference Initiated One-Time Programs.** The budget includes one-time funding for Greenlawn psychiatric bed funding at $4.0 million and an Oakland County homelessness study at $250,000.	FTE Gross GF/GP	10.0 4,250,100 4,250,100

C. PROGRAM ELIMINATIONS

1.	**School Success Partnership Program.** The budget does not include funding for this school based at-risk prevention program as the program was vetoed.	Gross Federal GF/GP	(525,000) (450,000) (75,000)
2.	**Adoption Family Support Contract.** The budget reflects the removal of the Parent to Parent adoption mentorship program, as the program was vetoed.	Gross GF/GP	(250,000) (250,000)
3.	**Covenant House Funding.** The budget does not include expired funding for capital expenses for a specialized child welfare prevention charter school in Muskegon as all three years of appropriations have been made.	Gross GF/GP	(280,000) (280,000)
4.	**SSI Advocacy Grant.** The budget does not contain funding for a third-party nonprofit to provide legal support for individuals applying and appealing for Federal disability status because of the Governor's veto.	Gross GF/GP	(250,000) (250,000)
5.	**Removal of December Supplemental Funding for Mental Health Hotline.** The budget removes funding for the development, operation, and maintenance of a Michigan community, access, resources, education, and safety hotline pilot established in December 2018 supplemental as the Governor vetoed this item.	Gross GF/GP	(3,000,000) (3,000,000)
6.	**Removal of Behavioral Health Integration Pilots - Sec. 298.** The budget eliminates the funding for boilerplate Section 298 behavioral health integration funding due to a veto by the Governor.	Gross Federal GF/GP	(3,088,200) (2,088,200) (1,000,000)
7.	**Early Primary Care Incentive Program.** The budget does not include funding for a six-year early primary care incentive program intended to place physicians in medically underserved areas.	Gross GF/GP	(500,000) (500,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
8.	**Elimination of Bone Marrow Registry Funding.** The budget removed funding for the bone marrow registry.	Gross GF/GP	(250,000) (250,000)
9.	**Island Clinic Funding.** The budget removes all funding for clinics on Beaver, Drummond, and Mackinac Islands because of a veto by the Governor.	Gross GF/GP	(525,000) (525,000)
10.	**Removal of Pediatric Traumatic Brain Injury (TBI) Pilot.** The budget reflects the exclusion of funding for pediatric TBI pilot that used a software system for hospitals to provide assessment and treatment as the funding was vetoed by the Governor.	Gross GF/GP	(1,000,000) (1,000,000)
11.	**Real Alternatives Program.** The funding for this program was not included in the budget as a result of a veto by the Governor.	Gross Federal GF/GP	(700,000) (650,000) (50,000)
12.	**Dental Registry.** The budget eliminates the funding for the third-party statewide oral health monitoring system after funding was vetoed by the Governor.	Gross GF/GP	(500,000) (500,000)
13.	**Funding for Rural and Sole Community and OB/GYN Hospital Pools.** The budget reflects the fact that all funding to provide funding pools that increases financial support to rural and sole community and OB/GYN hospitals was eliminated subsequent to veto by the Governor.	Gross Federal GF/GP	(34,698,900) (2,720,600) (31,978,300)

D. PROGRAM REDUCTIONS

1.	**Recognition of Ongoing GF/GP Lapses.** The budget removes historic lapses from various lines within the Department.	Gross Federal GF/GP	(4,032,100) (100,000) (3,932,100)
2.	**Reversal of Contingency Fund Transfers.** The budget reflects the removal of one-time revenue from FY 2018-19 contingency fund transfers reflecting specialized license plate revenue dedicated to cancer prevention services and additional civil monetary penalty revenue.	Gross Private GF/GP	(700,000) (700,000) 0
3.	**Removal of December 2018 Supplemental Funding for Sexual Assault Services.** The budget removes one-time Federal grant funding for sexual assault services added in PA 618 of 2018. The GF/GP used to pull down the Federal matching funds was maintained in the One-Time Appropriations unit.	Gross Federal GF/GP	(8,000,000) (8,000,000) 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
4.	**Realignment of Financing for Community Services and Outreach Administration.** The budget corrects fund sourcing in the Community Services and Outreach Administration line item.	Gross Federal Restricted GF/GP	(1,883,500) (1,568,500 (315,000) 0
5.	**Child Welfare Base, Caseload, and Fund Source Adjustments - Foster Care Payments.** The budget reflects a decrease in foster care costs with estimated caseload averaging 6,124 cases at an average annual cost of $37,100.	Gross Federal Local Private GF/GP	(1,916,000) (4,326,200) 919,200 (2,142,200) 3,633,200
6.	**Child Welfare Base, Caseload, and Fund Source Adjustments - Adoption Subsidies.** The budget reflects caseload consensus projections of 22,062 cases at a cost of $730.41 per case per month.	Gross Federal GF/GP	(4,608,500) (3,919,600) (688,900)
7.	**Removal of December 2018 Supplemental Funding Children's Trust Fund Backfill.** The budget removes funding included in PA 618 of 2018 that backfilled Children's Trust Fund money dedicated to anti-opioid efforts.	Gross GF/GP	(500,000) (500,000)
8.	**Removal of Adoption Rate Actuarial Study.** The budget removes funding for a study to derive actuarially sound rates for adoption services.	Gross GF/GP	(50,000) (50,000)
9.	**Federal Limitations on Title IV-E Foster Care Payments.** The budget reflects the net effect of Federal Family First Prevention Services Act Qualified Residential Treatment Program requirements. There will be a reduction in the number of foster care residential placements and an associated increase in in-home care costs for children in foster care.	Gross Federal GF/GP	(2,169,800) (1,116,100) (1,053,700)
10.	**West Michigan Partnership for Children Administration Funding.** The budget removes administrative funding for the performance-based foster care service delivery model in Kent County.	Gross GF/GP	(1,999,900) (1,999,900)
11.	**Financing Adjustment for County Chargeback Revenue for Juvenile Justice Services.** The budget reduces the local revenue fund source to reflect actual county chargeback revenue and increases one-time funding for property management projects for the Bay Pines and Shawano Centers, resulting in a net reduction in GF/GP.	Gross GF/GP	(189,600) (189,600)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
12.	**Public Assistance Base and Caseload Adjustments - FIP.** The budget reflects caseload consensus projections of 14,663 cases at a cost of $342.55 per case per month.	Gross (5,000,000) Federal (9,442,000) Restricted 168,300 GF/GP 4,273,700
13.	**Public Assistance Base and Caseload Adjustments - State Disability Assistance.** The budget reflects caseload consensus projections of 2,777 cases at a cost of $200.22 per case per month.	Gross (578,600) GF/GP (578,600)
14.	**Public Assistance Base and Caseload Adjustments - State Supplementation Income.** The budget reflects caseload consensus projections of 263,549 cases at a cost of $18.59 per case per month.	Gross (450,400) GF/GP (450,400)
15.	**Public Assistance Base and Caseload Adjustments - Food Assistance Program.** The budget reflects a decrease in food assistance program costs with an estimated caseload averaging 613,000 at an average monthly cost of $239.37.	Gross (57,154,000) Federal (57,154,000) GF/GP 0
16.	**Reduction to Ongoing Multicultural Integration Funding.** The budget reflects an $8.0 million decrease in the ongoing Multicultural Integration Funding line item due to the actions of the State Administrative Board, and the inclusion of a $600,000 increase in one-time funding for services to this population.	Gross (7,484,600) GF/GP (7,484,600)
17.	**Public Assistance Field Staff Capped Federal Grant Funding Decrease.** The budget reflects a decrease in the Social Services Block Grant.	Gross (467,800) Federal (467,800) GF/GP 0
18.	**Volunteer Reimbursement.** Although the Conference passed budget removes funding for the Volunteer Reimbursement line item, the Governor used the State Administrative Board transfer process to restore the GF/GP funding for this program in a different line. This resulted in a net reduction equal to the Federal revenue that was in the Volunteer Reimbursement line item.	Gross (7,000) Federal (7,000) GF/GP 0
19.	**Behavioral Health, Caseload, and Fund Source Adjustments - Family Support Subsidy.** The budget reflects caseload consensus projections of 5,414 cases at a cost of $229.31 per case per month.	Gross (761,700) Federal (761,700) GF/GP 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date
20.	**Mental Health and Wellness Commission Programming.** Due to the availability of carryforward funding from previous fiscal years, the budget removes GF/GP support for Mental Health and Wellness Commission initiatives.	Gross (2,800,000) GF/GP (2,800,000)
21.	**Decrease in Medical Marihuana Revenue.** The budget reflects a decrease in available medical marihuana revenue.	Gross (616,200) Restricted (616,200) GF/GP 0
22.	**CMH Court Appointed Guardian Funding.** The budget through State Administrative Board Resolution 2019-7, removes funding for a pool to reimburse counties for $50 per month for guardians and conservators for those receiving CMH services.	Gross (1,498,900) GF/GP (1,498,900)
23.	**St. Mary's Substance Use Disorder (SUD) Funding.** The budget removes two grants for SUD pilots at St. Mary's Hospital in Livonia.	Gross (500,000) GF/GP (500,000)
24.	**Reduction in Civil Service Charges.** The Governor used the State Administrative Board transfer process to restore all but a small portion of the historically lapsed funding in this line item.	Gross (1,800) GF/GP (1,800)
25.	**Recovery Pilots Funding.** The budget removes Federal State Response to the Opioid Crisis Grant revenue that had been earmarked for grants to high schools designated for students recovering from an SUD, and for grants to recovery community organizations.	Gross (1,200,000) Federal (1,200,000) GF/GP 0
26.	**Centers for Independent Living (CILs).** The budget removes funding for the CILs.	Gross (1,999,900) GF/GP (1,999,900)
27.	**Opioid Testing Laboratory Funding.** The budget removes funding to expand State laboratory and county medical examiner testing of opioids in drug overdose and drug poisoning deaths.	Gross (1,000,000) GF/GP (1,000,000)
28.	**Adjustment for AIDS Pharmaceutical Rebate Revenue.** The budget corrects AIDS pharmaceutical rebate revenue to reflect the actual amount of revenue received.	Gross (5,000,000) Private (5,000,000) GF/GP 0
29.	**Adjustment to WIC Federal Funding.** The budget adjusts Federal WIC revenue to reflect the actual amount available.	Gross (25,000,000) Federal (25,000,000) GF/GP 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date
30.	**Reduction in Public Health Dental Program.** The Governor used the State Administrative Board transfer process to restore all but a small portion of the GF/GP funding reduction in this line item.	Gross (3,300) GF/GP (3,300)
31.	**Long Term Care Study Funding.** The budget removes funding for a feasibility study and actuarial model for a long-term care benefit.	Gross (100,000) GF/GP (100,000)
32.	**Medicaid Base and Caseload Adjustments - Traditional Medicaid.** The budget reflects the May 2019 consensus agreement on adjustments to the traditional Medicaid line items.	Gross (201,732,500) Federal (183,863,900) Local (2,614,300) Restricted (93,450,700) GF/GP 78,196,400
33.	**Healthy Michigan Plan Base and Caseload.** The budget reflects the May 2019 consensus agreement on adjustments to the HMP line item.	Gross (26,827,100) Federal (23,534,800) GF/GP (3,292,300)
34.	**Hurley Graduate Medical Education (GME) Authorization and Removal of Excess Federal GME Authorization.** The budget reflects an adjustment to the GME agreement with Hurley Hospital to provide psychiatric services, and removes excess Federal authorization because of the expiration of an inter-governmental transfer with MSU that was used to pull down Federal match.	Gross (1,156,400) Federal (1,156,400) GF/GP 0
35.	**Effects of Title XXI Match Rate Change on Poison Control Funding.** The change in the match rate for the State Children's Health Insurance Program (SCHIP) would result in a decrease in funding for the poison control hotline. Additionally, the budget reflects a decrease in GF/GP support for this program, offset with Restricted revenue.	Gross (155,200) Federal (155,200) Restricted 860,100 GF/GP (860,100)
36.	**Program of All-Inclusive Care for the Elderly (PACE) Actuarial Soundness Reduction.** The budget includes a negative adjustment to rates paid to PACE programs.	Gross (3,400,000) Federal (2,178,000) GF/GP (1,222,000)
37.	**Insurance Provider Assessment (IPA) Adjustments.** The budget reflects the full implementation of the IPA and offsets additional GF/GP revenue with the remaining Health Insurance Claims Assessment revenue.	Gross (49,289,700) Federal (48,301,000) Restricted 9,243,300 GF/GP (10,232,000)

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
38. Work Engagement Requirement Reduction in HMP Caseload. The budget reflects an estimated reduction in the Healthy Michigan Plan caseload resulting from implementation of the work engagement legislation on January 1, 2020.	Gross	(50,000,000)
	Federal	(45,000,000)
	GF/GP	(5,000,000)
39. MiDocs GME Consortium. The budget eliminates funding for the MiDocs GME consortium, which was intended to increase the availability of primary care residencies in underserved areas.	Gross	(28,129,400)
	Federal	(18,129,400)
	Restricted	(5,000,000)
	GF/GP	(5,000,000)
40. Nonemergency Transportation Pilot. The budget eliminates funding for a nonemergency transportation pilot within the Medicaid program.	Gross	(1,419,600)
	Federal	(909,400)
	GF/GP	(510,200)
41. Expansion of Office of Inspector General (OIG) Activities - Savings. The budget reflects an increase of $3.4 million Gross and $1.7 million GF/GP to increase OIG efforts to reduce incorrect payment by Medicaid managed care organizations and resultant savings of $30.6 million Gross and $8.6 million GF/GP due to those efforts.	FTE	30.0
	Gross	(27,147,400)
	Federal	(20,285,900)
	GF/GP	(6,861,500)
42. Pharmacy Administration Component of Managed Care Rate Reduction. The budget reflects a reduction in reimbursement for Medicaid managed care organization pharmacy administration costs.	Gross	(19,853,000)
	Federal	(14,853,000)
	GF/GP	(5,000,000)
43. December 2018 IT Supplemental Funding. The budget reflects the continuation of IT funding that was first included in PA 618 of 2018 by making a technical correction and moving the funding from an ongoing unit to the one-time unit.	Gross	(100)
	GF/GP	(100)
44. Section 253 Veto. The budget reflects the removal of funding related to implementing a new approach to administering IT projects.	Gross	(1,000,000)
	Federal	(500,000)
	GF/GP	(500,000)
45. Removal of FY 2018-19 One-Time Projects. The budget reflects the removal of the majority of the items included in the one-time funding section. This includes projects such as Census Related Services funding, Refugee Assistance Grant, Autism Train the Trainer funding, U of D Dental Clinic funding, Hepatitis A funding, and Opioid Outreach Coordinator funding.	Gross	(56,587,200)
	Federal	(14,206,300)
	Private	(4,000,000)
	Restricted	(376,700)
	GF/GP	(38,004,200)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
E.	**FUNDING SHIFTS**		
1.	**Change in Base Medicaid Match Rate for FY 2019-20.** The base Medicaid match rate decreases from 64.45% to 64.06% in FY 2019-20, leading to an increase in GF/GP costs.	Gross Federal Local Restricted GF/GP	0 (49,937,800) 1,033,000 5,272,100 43,632,700
2.	**Change in Title XXI Match Rate for FY 2019-20.** The Federal Title XXI match rate, used to support the MIChild program, decreases from 98.12% to 86.34% in FY 2019-20, increasing GF/GP costs.	Gross Federal GF/GP	0 (30,767,900) 30,767,900
3.	**Reduction in Federal Medicaid Expansion Match Rate for FY 2019-20.** The expansion Medicaid match rate decreases from 93.0% to 90% on January 1, 2020, leading to an increase in GF/GP costs.	Gross Federal Local Restricted GF/GP	0 (91,001,200) 361,100 15,565,900 75,074,200
4.	**Correct Fund Sourcing for Inspector General Staff.** The budget reflects an adjustment to correct an error in how the Inspector General staff is fund sourced that stems from the movement of the OIG funding to the Departmental Administration and Support unit in FY 2015-16.	Gross Federal GF/GP	0 (1,236,500) 1,236,500
5.	**Increased Child Support Federal Tax Refund Offset Fees.** The budget includes a fund source shift to reflect an increase in the annual child support collection fee imposed by the Federal government from $25 to $35 per case.	Gross Federal GF/GP	0 (956,300) 956,300
6.	**Child Support Incentive Fund Source Change.** The budget includes a fund source shift to reflect an increase in available Federal revenue resulting from the implementation of a child-support pass-through.	Gross Federal GF/GP	0 105,000 (105,000)
7.	**Family Preservation Funding Increase.** The Conference passed budget included $2,075,000 Gross, $1,000,000 Temporary Assistance for Needy Families **(**TANF) and $1,075,000 GF/GP to expand the Family Preservation Program, but the Governor erroneously vetoed $1,000,000 GF and $1,075,000 TANF, effectively resulting in a fund shift between TANF and GF/GP.	Gross Federal GF/GP	0 (75,000) 75,000

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
8.	**Swap of TANF Funding with GF/GP.** The budget includes a fund source shift in the Public Assistance and Children's Services Agency-Child Welfare units, with TANF revenue being used to offset GF/GP.	Gross Federal GF/GP	0 4,193,700 (4,193,700)
9.	**Limitation on Community Mental Health (CMH) Local Match Funding.** The budget reflected the first year of a five-year phase-out of the use of CMH local funding used to pull down Federal Medicaid match dollars, leading to an increase in GF/GP costs.	Gross Local GF/GP	0 (5,095,100) 5,095,100
10.	**Lab Fee Surplus Revenue Offset.** The budget reflects the use of surplus lab fee revenue to offset GF/GP in the Laboratory Services unit.	Gross Restricted GF/GP	0 1,000,000 (1,000,000)
11.	**Merit Award Trust Fund Revenue.** The budget reflects an increase in available Merit Award Trust Fund revenue used to offset a decrease in available Healthy Michigan Fund revenue in Medicaid.	Gross Restricted Tobacco GF/GP	0 2,500,000 (2,500,000) 0
12.	**Disproportionate Share Hospital (DSH) Payments for Psychiatric Hospitals.** The budget recognizes an increase in available Federal Medicaid match because of a greater ability to make special financing payments to State psychiatric hospitals.	Gross Federal GF/GP	0 25,000,000 (25,000,000)
13.	**Medicaid Benefits Trust Fund Revenue.** The budget reflects a decrease in available Medicaid Benefits Trust Fund revenue leading to an increase in GF/GP costs in Medicaid.	Gross Federal GF/GP	0 (10,000,000) 10,000,000
14.	**Opioid Prescription Quantity Limitation Savings.** The FY 2018-19 supplemental reflected savings resulting from a quantity limitation placed on opioid prescriptions. The budget carries these savings forward and adjusts them to reflect the FY 2019-20 match rate.	Gross Federal GF/GP	0 25,100 (25,100)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
F. PROGRAM TRANSFERS		
Transfer of Campus Sexual Assault Funding to Department of State Police. The budget transfers funding for grants for the prevention of campus sexual assault to MSP.	Gross	(1,321,700)
	GF/GP	(1,321,700)
G. OTHER ISSUES		
1. Child Welfare Institute Staff. The budget includes a reduction of 1.0 FTE for a supervisor in the Child Welfare Institute.	FTE	(1.0)
	Gross	0
	GF/GP	0
2. Adjustment of Primary Care Services FTE. The budget includes an increase of 0.8 in the FTE figure for Primary Care Services.	FTE	0.8
	Gross	0
	GF/GP	0
3. Adjustment to Transfer of Refugee Services to LARA. The budget makes adjustments to the amount transferred out of the DHHS as a result of Executive Order 2018-7.	FTE	0.0
	Gross	166,400
	Federal	(8,600)
	GF/GP	175,000
H. UNCLASSIFIED SALARIES	Gross	47,500
	Federal	9,000
The budget increases Gross funding for the unclassified salaries line item from $1,176,100 to $1,223,600.	GF/GP	38,500
I. FEE INCREASES - NONE		
J. ECONOMIC ADJUSTMENTS	Gross	28,761,900
	IDG	43,900
The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, other employment retirement costs, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.	Federal	8,824,100
	Local	158,600
	Private	125,200
	Restricted	513,200
	GF/GP	19,096,900

K. ONE-TIME APPROPRIATIONS

The budget identifies $70,017,900 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $57,820,100 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Cercarial dermatitis prevention program	$100	$100
Drinking water declaration of emergency	4,621,100	4,621,100
Food delivery	470,000	470,000
Healthy communities grant	100	100
Homelessness elimination blueprint	250,000	250,000
Hospital behavioral health pilot program	4,000,000	4,000,000
Human trafficking survivors' assistance	100	0
Juvenile justice property projects	300,000	300,000
Lead exposure response and abatement	3,434,500	3,434,500
Multicultural integration funding	1,981,100	1,981,100
One-time information technology contingency	35,250,000	8,812,500
One-time information technology services and projects	11,750,000	2,937,500
Property management projects	2,460,700	1,400,100
Sexual assault comprehensive services grant	2,000,000	2,000,000
State innovation model continuation	3,000,000	3,000,000
Statewide health information exchange projects	500,100	500,100
Unified clinics resiliency center for families and children	100	100
Subtotal	**$70,017,900**	**$33,707,200**

		FY 2019-20 Change From FY 2018-19 Year-to-Date
FY 2018-19		
Asian American multicultural grant	($150,000)	($150,000)
Autism train the trainer grant	(100,000)	(100,000)
Census related services	(5,000,000)	(1,000,000)
Child lead poisoning board	(1,250,000)	(1,250,000)
U-D dental clinic	(1,000,000)	(1,000,000)
Flint drinking water declaration of emergency	(4,621,100)	(4,244,400)
Employment first program	(500,000)	(500,000)
Infant mortality program grant	(100,000)	(100,000)
Michigan medical resident loan repayment	(5,000,000)	(5,000,000)
Autism navigator	(1,025,000)	(1,025,000)
Multicultural integration funding	(1,381,100)	(1,381,100)
Opioid outreach coordinator	(115,000)	(115,000)
Primary care and dental services clinic	(300,000)	(300,000)
Refugee assistance grant	(175,000)	(175,000)
Western Michigan University clinics	(1,500,000)	(1,500,000)
Autism diagnostic pilot	(466,000)	(466,000)
One-time Caro facility improvement funding	(1,000,000)	(1,000,000)
One-time CPS reforms funding	(5,000,000)	(5,000,000)
Livonia St. Mary's pilot	(500,000)	(500,000)
HMP work engagement wavier implementation	(13,515,700)	(1,599,400)
Hepatitis A prevention funding	(7,121,200)	(7,121,200)
One-time IT projects	(4,500,000)	(2,250,000)
Lakeshore Regional Entity one-time payment	(3,500,000)	(3,500,000)
Subtotal	**($57,820,100)**	**($39,237,100)**

FY 2019-20 Change From FY 2018-19 Year-to-Date

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
Information Technology Investment Board/Independent Verification and Validation Sec. 253	($1,000,000)	($500,000)
Medicaid Behavioral Health Integration Pilots Sec. 298	(3,088,200)	(1,000,000)
School Success Partnership Program Sec. 450	(525,000)	0
Child Care Fund Indirect Costs Sec. 521	(4,211,400)	(4,211,400)
Private Agency Rate Increase for Family Preservation Programs Sec. 523	(2,075,000)	(1,000,000)
Adoptive Family Support Network Contract Sec. 559	(250,000)	(250,000)
Runaway and Homeless Youth Services Program Sec. 596	(800,000)	(300,000)
LSAM/SSI Advocacy Legal Services Grant Sec. 625	(175,000)	(175,000)
St. Mary's-Livonia Substance Use Disorder Program Sec. 926 (1)	(500,000)	(500,000)
Kent County Substance Use Disorder Program Sec. 926(2)	(500,000)	(500,000)
Behavioral health program administration (Michigan CARES Hotline) Sec. 972	(2,000,000)	(2,000,000)
State Opioid Grant for Recovery High School Sec. 977	(600,000)	0
State Opioid Grant for Recovery Community Organization Sec. 978	(600,000)	0
Island Clinics Funding Sec. 1143	(675,000)	(675,000)
Injury control intervention project (Pediatric Traumatic Brain Injury Project) Sec. 1228	(1,500,000)	(1,500,000)
Prenatal care outreach and service delivery support (Real Alternatives) Sec. 1307	(700,000)	0
Oral Health Assessment Grant Sec. 1319	(2,000,000)	(2,000,000)
Cloud-Based IT Services Sec. 1504	(200,000)	(200,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
Michigan Dental Registry Sec. 1508	(700,000)	(700,000)
Managed Care Pharmacy Dispensing Fee Increase Sec. 1625	(7,597,200)	(1,900,000)
Nursing Facility Current Asset Value Sec. 1645	(4,862,600)	(1,747,600)
Private Duty Nursing Rate Increase Sec. 1702	(3,895,400)	(1,400,000)
Pediatric Psychiatric Rate Increase Sec. 1790	(10,743,600)	(3,861,300)
Neonatologist Rate Increase Sec. 1791	(5,217,000)	(1,875,000)
Rural Obstetrical Pool-Hospital Special Payments Sec. 1802(1)	(7,995,200)	(7,995,200)
Rural and Sole Community Hospital Pool-Hospital Special Payments Sec. 1802(2)	(16,625,400)	(13,904,800)
Hospital Outpatient 7% Rate Increase Sec. 1807	(95,180,900)	(14,286,300)
Critical Access Hospital Rate Increase Sec. 1807	(34,265,100)	(5,099,100)
MiDocs GME Consortium Sec. 1870	(17,500,000)	(3,750,000)
Child and adolescent health centers Sec. 1911	(1,000,000)	(1,000,000)
Co-responder crisis services pilot (Hegira Pilot) Sec. 1912	(60,000)	(60,000)
Primary care and dental health services (Team CARES) Sec. 1914	(150,000)	(150,000)
Substance abuse community and school outreach (SAFE Substance Abuse Coalition) Sec. 1918	(100,000)	(100,000)
Autism navigator Sec. 1920	(1,025,000)	(1,025,000)
Employment First Sec. 1921	(500,000)	(500,000)
Boys and Girls Club/Wraparound Services for Out of School Time Sec. 1922	(600,000)	(600,000)
Senior Citizen Program Grants Sec. 1923	(500,000)	(500,000)
Michigan Dementia Care & Support Program Alzheimer's Assoc. of Michigan Sec. 1924	(400,000)	(400,000)

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
Children's behavioral health counseling services (Mosaic Counseling Project) Sec. 1925	(100,000)	(100,000)
Asian American health and wellness initiative (West Michigan Asian American Association) Sec. 1927	(150,000)	(150,000)
Opioid transitional housing and services grant (Andy's Angels) Sec. 1928	(750,000)	(750,000)
Refugee assistance (Chaldean Ladies of Charity) Sec. 1929	(175,000)	(175,000)
Autism train the trainer grant Sec. 1930	(100,000)	(100,000)
Legal assistance (Allegan County Legal Assistance Center) Sec. 1932	(60,000)	(60,000)
Project ECHO opioid intervention Sec. 1933	(40,000)	(40,000)
Portage Senior Center Grant Sec. 1936	(1,000,000)	(1,000,000)
Dental clinic program (University of Detroit Dental Clinics)	(1,000,000)	(1,000,000)
Kids' food basket	(250,000)	(250,000)
Subtotal	**($233,942,000)**	**($79,290,700)**

HIGHER EDUCATION
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FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	N/A	N/A	N/A	N/A	N/A	N/A	N/A
GROSS	**1,669,732,600**	**1,711,321,800**	**1,693,001,800**	**1,681,045,100**	**1,647,373,500**	**(22,359,100)**	**(1.3)**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	0.0
ADJUSTED GROSS	**1,669,732,600**	**1,711,321,800**	**1,693,001,800**	**1,681,045,100**	**1,647,373,500**	**(22,359,100)**	**(1.3)**
Less:							
Federal Funds	123,526,400	123,526,400	128,026,400	123,526,400	93,930,800	(29,595,600)	(24.0)
Local and Private	0	0	0	0	0	0	0.0
TOTAL STATE SPENDING	**1,546,206,200**	**1,587,795,400**	**1,564,975,400**	**1,557,518,700**	**1,553,442,700**	**7,236,500**	**0.5**
Less:							
Other State Restricted Funds	500,188,300	0	500,537,300	150,000	349,419,300	(150,769,000)	(30.1)
GENERAL FUND/GENERAL PURPOSE	**1,046,017,900**	**1,587,795,400**	**1,064,438,100**	**1,557,368,700**	**1,204,023,400**	**158,005,500**	**15.1**
PAYMENTS TO LOCALS	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**University Operations Increase.** The budget includes a 0.5% increase for university operations through the current performance funding formula. Total university operations funding is increased to $1.5 billion.	Gross GF/GP	7,882,000 7,882,000
2.	**MSU AgBioResearch Increase.** The budget includes a 1.0% increase for this program, increasing total support of the program to $34.9 million.	Gross GF/GP	345,900 345,900
3.	**MSU Extension Increase.** The budget includes a 1.0% increase for this program, increasing total support of the program to $30.1 million.	Gross GF/GP	298,400 298,400
4.	**North American Indian Tuition Waiver Shortfall.** The budget provides additional funds to offset costs incurred by universities under Public Act 174 of 1976. Total funding in the budget to offset ITW costs is increased to $10.9 million.	Gross GF/GP	6,687,100 6,687,100
5.	**MPSERS Normal Cost Offset.** The budget moves the $669,000 one-time FY 2018-19 item for this purpose to an ongoing appropriation and increases that amount by an additional $565,000 for a total normal cost offset of $1.2 million for the seven universities that are part of MPSERS. This amount will support the additional costs associated with decreasing the assumed rate of return for MPSERS funds from 7.5% to 7.05%.	Gross Restricted GF/GP	565,000 565,000 0
C.	**PROGRAM ELIMINATIONS**		
	Tuition Grants. The budget removes a total of $38.0 million ($34.1 million TANF, $3.9 million GF/GP) in tuition grants to students at independent nonprofit colleges and universities, which was funded in FY 2018-19, because of the Governor's veto.	Gross Federal GF/GP	(38,021,500) (34,095,600) (3,925,900)
D.	**PROGRAM REDUCTIONS**		
	MPSERS Unfunded Accrued Liability Stabilization Adjustment. The budget reduces this item to reflect a reduction in the amount of the State's share of costs above the statutory cap. This reduction brings total MPSERS UAAL payments to $5.0 million.	Gross Restricted GF/GP	(116,000) (116,000) 0

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
E. FUNDING SHIFTS		
1. School Aid Fund/General Fund Shift. The budget reduces the gross amount of SAF revenue in the Higher Education budget from $500.2 million to $349.4 million, and replaces those funds with GF/GP.	Gross	0
	Restricted	(151,118,000)
	GF/GP	151,118,000
2. Tuition Incentive Program. The budget reduces GF/GP supporting the Tuition Incentive Program by $4.5 million and supplants those funds with $4.5 million in Federal TANF dollars.	Gross	0
	Federal	4,500,000
	GF/GP	(4,500,000)
3. Children of Veterans Tuition Grant - Supplant Income Tax Checkoff. The budget replaces $100,000 in income tax checkoff revenue with GF/GP as this item no longer appears on tax forms. Total appropriations for this program remain unchanged at $1.4 million.	Gross	0
	Restricted	(100,000)
	GF/GP	100,000

F. PROGRAM TRANSFERS - NONE

G. OTHER ISSUES - NONE

H. UNCLASSIFIED SALARIES - NONE

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS - NONE

K. ONE-TIME APPROPRIATIONS

The budget identifies $0 of FY 2019-20 one-time appropriations, shifts $669,000 of appropriations from one-time to ongoing, and eliminates $0 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
MPSERS Normal Cost Offset from one-time to ongoing.....	($669,000)	$0
Subtotal.....	**($669,000)**	**$0**

FY 2019-20 Change From FY 2018-19 Year-to-Date

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
Tuition Grants	$38,021,500	$3,925,900
Pregnant and Parenting Student Services Grants	150,000	150,000
Subtotal	**$38,171,500**	**$4,075,900**

Table 1: FY 2019-20 Higher Education Initial Appropriations Detail

University	FY 2018-19 Year-To-Date Appropriation*	FY 2019-20 Adjustments: Proportional to FY 2010-11	Critical Skills	Research & Development	Metrics based on Carnegie Peers	Total Formula Distribution	ITW Shortfall/ Other Adjustments	FY 2019-20 Vetoes	FY 2019-20 Initial	Dollar Change From 2018-19	Percent Change	2019-20 Appropriation Per FYES
Central	$87,415,000	$222,341	$39,363	$4,330	$266,804	$532,800	$1,280,000		$89,227,800	$1,812,800	2.1%	4,565
Eastern	76,979,300	210,948	46,689	1,399	178,158	437,200	139,500		77,556,000	576,700	0.7	4,813
Ferris	54,950,700	134,903	67,993	0	90,209	293,100	789,000		56,032,800	1,082,100	2.0	4,980
Grand Valley	72,056,600	171,965	70,072	0	291,108	533,100	798,800		73,388,500	1,331,900	1.8	3,263
Lake Superior	13,987,000	35,222	9,140	0	13,342	57,700	316,300		14,361,000	374,000	2.7	7,865
Michigan State	286,274,200	787,135	161,250	104,692	473,567	1,526,600	998,600		288,799,400	2,525,200	0.9	6,276
Michigan Tech	49,949,600	132,974	45,482	16,501	71,307	266,300	352,200		50,568,100	618,500	1.2	7,629
Northern	47,998,400	125,250	26,053	0	81,580	232,900	677,800		48,909,100	910,700	1.9	7,286
Oakland	52,819,200	140,846	67,207	3,515	215,932	427,500	185,800		53,432,500	613,300	1.2	3,069
Saginaw Valley	30,528,000	76,916	25,300	0	25,079	127,300	152,400		30,807,700	279,700	0.9	4,142
UM-Ann Arbor	320,782,400	877,504	155,002	251,496	430,267	1,714,300	276,900		322,773,600	1,991,200	0.6	6,889
UM-Dearborn	26,071,800	68,607	25,147	0	86,860	180,600	74,800		26,327,200	255,400	1.0	3,737
UM-Flint	23,585,400	57,985	28,268	0	36,117	122,400	185,400		23,893,200	307,800	1.3	3,875
Wayne State	202,363,200	594,257	49,775	52,829	187,066	884,000	166,700		203,413,900	1,050,700	0.5	8,999
Western	111,151,000	304,147	58,164	6,629	177,310	546,200	592,900		112,290,100	1,139,100	1.0	5,802
Subtotal University Operations:	**$1,456,911,800**	**$3,941,000**	**$874,902**	**$441,392**	**$2,624,706**	**$7,882,000**	**$6,987,100**	**$0**	**$1,471,780,900**	**$14,869,100**	**1.0%**	**$5,667**
MPSERS Reimbursement	$5,133,000						($116,000)		$5,017,000	($116,000)	(2.3%)	
MPSERS Normal Cost Offset	0						1,234,000		1,234,000	1,234,000	N/A	
MSU AgBioResearch	34,591,400						345,900		34,937,300	345,900	1.0	
MSU Extension	29,837,700						298,400		30,136,100	298,400	1.0	
Higher Education Database	200,000						0		200,000	0	0.0	
Midwest Higher Ed Compact	115,000						0		115,000	0	0.0	
King-Chavez-Parks	2,691,500						0		2,691,500	0	0.0	
MPSERS Normal Cost Hold Harmless (one-time)	669,000						(669,000)		0	(669,000)	(100.0)	
Total Universities	**$1,530,149,400**	**$3,941,000**	**$874,902**	**$441,392**	**$2,624,706**	**$7,882,000**	**$8,080,400**	**$0**	**$1,546,111,800**	**$15,962,400**	**1.0%**	
School Aid Fund	**500,088,300**	**0**	**0**	**0**	**0**	**0**	**(150,669,000)**	**0**	**349,419,300**	**(150,669,000)**	**(30.1)**	
State GF/GP	**$1,030,061,100**	**$3,941,000**	**$874,902**	**$441,392**	**$2,624,706**	**$7,882,000**	**$158,749,400**	**$0**	**$1,196,692,500**	**$166,631,400**	**16.2%**	
Grants and Financial Aid												
State Competitive Scholarships	$32,361,700						$0	$0	$32,361,700	$0	0.0%	
Tuition Grants	38,021,500						0	(38,021,500)	0	(38,021,500)	(100.0)	
Tuition Incentive Program (TIP)	64,300,000						0	0	64,300,000	0	0.0	
Children of Veterans & Officer's Tuition	1,400,000						0	0	1,400,000	0	0.0	
Project Gear-Up	3,200,000						0	0	3,200,000	0	0.0	
North American Indian Tuition Waiver	300,000						(300,000)	0	0	(300,000)	(100.0)	
Pregnant and Parenting Student Services	0						150,000	(150,000)	0	0	N/A	
Total Grants/Financial Aid	**$139,583,200**						**($150,000)**	**($38,171,500)**	**$101,261,700**	**($38,321,500)**	**(27.5%)**	
Federal Higher Ed Act	**3,200,000**						**0**	**0**	**3,200,000**	**0**	**0.0**	
Federal TANF	**120,326,400**						**4,500,000**	**(34,095,600)**	**90,730,800**	**(29,595,600)**	**(24.6)**	
Veterans Tax Check-off	**100,000**						**(100,000)**	**0**	**0**	**(100,000)**	**(100.0)**	
State GF/GP	**$15,956,800**						**($4,550,000)**	**($4,075,900)**	**$7,330,900**	**($8,625,900)**	**(54.1%)**	
TOTAL HIGHER EDUCATION												
TOTAL ALL FUNDS	**$1,669,732,600**	**$3,941,000**	**$874,902**	**$441,392**	**$2,624,706**	**$7,882,000**	**$7,930,400**	**($38,171,500)**	**$1,647,373,500**	**($22,359,100)**	**(1.3%)**	
TOTAL FEDERAL	**123,526,400**	**0**	**0**	**0**	**0**	**0**	**4,500,000**	**(34,095,600)**	**93,930,800**	**(29,595,600)**	**(24.0)**	
TOTAL STATE RESTRICTED	**500,188,300**	**0**	**0**	**0**	**0**	**0**	**(150,769,000)**	**0**	**349,419,300**	**(150,769,000)**	**(30.1)**	
TOTAL STATE GF/GP	**$1,046,017,900**	**$3,941,000**	**$874,902**	**$441,392**	**$2,624,706**	**$7,882,000**	**$154,199,400**	**($4,075,900)**	**$1,204,023,400**	**$158,005,500**	**15.1%**	

SFA

Table 2: FY 2019-20 Higher Education Appropriations

		Governor			Senate			House			Conference			Initial Appropriations		
University	FY 2018-19 Year-To-Date	FY 2019-20 Gov. Rec.	Dollar Change	Percent Change	FY 2019-20 Senate	Dollar Change	Percent Change	FY 2019-20 House	Dollar Change	Percent Change	FY 2019-20 Conference	Dollar Change	Percent Change	FY 2019-20 Conference	Dollar Change	Percent Change
Central	$87,415,000	$90,037,500	$2,622,500	3.0%	$89,720,800	$2,305,800	2.6%	$89,076,800	$1,661,800	1.9%	$89,227,800	$1,812,800	2.1%	$89,227,800	$1,812,800	2.1%
Eastern	76,979,300	79,288,700	2,309,400	3.0	77,960,500	981,200	1.3	77,402,000	422,700	0.5	77,556,000	576,700	0.7	77,556,000	576,700	0.7
Ferris	54,950,700	56,599,200	1,648,500	3.0	56,304,000	1,353,300	2.5	55,955,600	1,004,900	1.8	56,032,800	1,082,100	2.0	56,032,800	1,082,100	2.0
Grand Valley	72,056,600	74,218,300	2,161,700	3.0	73,882,000	1,825,400	2.5	73,187,600	1,131,000	1.6	73,388,500	1,331,900	1.8	73,388,500	1,331,900	1.8
Lake Superior	13,987,000	14,406,600	419,600	3.0	14,414,400	427,400	3.1	14,282,100	295,100	2.1	14,361,000	374,000	2.7	14,361,000	374,000	2.7
Michigan State	286,274,200	294,862,400	8,588,200	3.0	290,210,000	3,935,800	1.4	288,135,100	1,860,900	0.7	288,799,400	2,525,200	0.9	288,799,400	2,525,200	0.9
Michigan Tech	49,949,600	51,448,100	1,498,500	3.0	50,814,100	864,500	1.7	50,440,600	491,000	1.0	50,568,100	618,500	1.2	50,568,100	618,500	1.2
Northern	47,998,400	49,438,400	1,440,000	3.0	49,124,500	1,126,100	2.3	48,786,000	787,600	1.6	48,909,100	910,700	1.9	48,909,100	910,700	1.9
Oakland	52,819,200	54,403,800	1,584,600	3.0	53,828,000	1,008,800	1.9	53,370,100	550,900	1.0	53,432,500	613,300	1.2	53,432,500	613,300	1.2
Saginaw Valley	30,528,000	31,443,800	915,800	3.0	30,925,400	397,400	1.3	30,784,400	256,400	0.8	30,807,700	279,700	0.9	30,807,700	279,700	0.9
UM-Ann Arbor	320,782,400	330,405,800	9,623,400	3.0	324,355,200	3,572,800	1.1	321,986,700	1,204,300	0.4	322,773,600	1,991,200	0.6	322,773,600	1,991,200	0.6
UM-Dearborn	26,071,800	26,854,000	782,200	3.0	26,494,400	422,600	1.6	26,312,400	240,600	0.9	26,327,200	255,400	1.0	26,327,200	255,400	1.0
UM-Flint	23,585,400	24,293,000	707,600	3.0	24,006,400	421,000	1.8	23,869,800	284,400	1.2	23,893,200	307,800	1.3	23,893,200	307,800	1.3
Wayne State	202,363,200	208,434,100	6,070,900	3.0	204,230,500	1,867,300	0.9	203,096,400	733,200	0.4	203,413,900	1,050,700	0.5	203,413,900	1,050,700	0.5
Western	111,151,000	114,485,500	3,334,500	3.0	112,795,300	1,644,300	1.5	112,164,500	1,013,500	0.9	112,290,100	1,139,100	1.0	112,290,100	1,139,100	1.0
Subtotal University Operations:	**$1,456,911,800**	**$1,500,619,200**	**$43,707,400**	**3.0%**	**$1,479,065,500**	**$22,153,700**	**1.5%**	**$1,468,850,100**	**$11,938,300**	**0.8%**	**$1,471,780,900**	**$14,869,100**	**1.0%**	**$1,471,780,900**	**$14,869,100**	**1.0%**
MPSERS Reimbursement	$5,133,000	$5,017,000	($116,000)	(2.3%)	$5,017,000	($116,000)	(2.3%)	$5,017,000	($116,000)	(2.3%)	$5,017,000	($116,000)	(2.3%)	$5,017,000	($116,000)	(2.3%)
MPSERS Normal Cost Offset	0	1,234,000	1,234,000	N/A	1,234,000	1,234,000	N/A	1,234,000	1,234,000	N/A	1,234,000	1,234,000	N/A	1,234,000	1,234,000	N/A
MSU AgBioResearch	34,591,400	35,629,100	1,037,700	3.0	35,110,300	518,900	1.5	34,937,300	345,900	1.0	34,937,300	345,900	1.0	34,937,300	345,900	1.0
MSU Extension	29,837,700	30,732,800	895,100	3.0	30,285,300	447,600	1.5	30,136,100	298,400	1.0	30,136,100	298,400	1.0	30,136,100	298,400	1.0
Higher Education Database	200,000	200,000	0	0.0	200,000	0	0.0	200,000	0	0.0	200,000	0	0.0	200,000	0	0.0
Midwest Higher Ed Compact	115,000	115,000	0	0.0	115,000	0	0.0	115,000	0	0.0	115,000	0	0.0	115,000	0	0.0
King-Chavez-Parks	2,691,500	2,691,500	0	0.0	2,691,500	0	0.0	2,691,500	0	0.0	2,691,500	0	0.0	2,691,500	0	0.0
MPSERS Normal Cost Offset (one-time)	669,000	0	(669,000)	(100.0)	0	(669,000)	(100.0)	0	(669,000)	(100.0)	0	(669,000)	(100.0)	0	(669,000)	(100.0)
Total Universities	**$1,530,149,400**	**$1,576,238,600**	**$46,089,200**	**3.0%**	**$1,553,718,600**	**$23,569,200**	**1.5%**	**$1,543,181,000**	**$13,031,600**	**0.9%**	**$1,546,111,800**	**$15,962,400**	**1.0%**	**$1,546,111,800**	**$15,962,400**	**1.0%**
School Aid Fund	**500,088,300**	**0**	**(500,088,300)**	**(100.0)**	**500,537,300**	**449,000**	**0.1**	**0**	**(500,088,300)**	**(100.0)**	**349,419,300**	**(150,669,000)**	**(30.1)**	**349,419,300**	**(150,669,000)**	**(30.1)**
State GF/GP	**$1,030,061,100**	**$1,576,238,600**	**$546,177,500**	**53.0%**	**$1,053,181,300**	**$23,120,200**	**2.2%**	**$1,543,181,000**	**$513,119,900**	**49.8%**	**$1,196,692,500**	**$166,631,400**	**16.2%**	**$1,196,692,500**	**$166,631,400**	**16.2%**
Grants and Financial Aid																
State Competitive Scholarships	$32,361,700	$32,361,700	$0	0.0%	32,361,700	0	0.0%	$30,292,600	($2,069,100)	(6.4%)	$32,361,700	$0	0.0%	$32,361,700	$0	0.0%
Tuition Grants	38,021,500	38,021,500	0	0.0	38,021,500	0	0.0	38,521,500	500,000	1.3	38,021,500	0	0.0	0	(38,021,500)	(100.0)
Tuition Incentive Program (TIP)	64,300,000	59,800,000	(4,500,000)	(7.0)	64,300,000	0	0.0	64,300,000	0	0.0	64,300,000	0	0.0	64,300,000	0	0.0
Children of Veterans & Officer's Tuition	1,400,000	1,400,000	0	0.0	1,400,000	0	0.0	1,400,000	0	0.0	1,400,000	0	0.0	1,400,000	0	0.0
Project Gear-Up	3,200,000	3,200,000	0	0.0	3,200,000	0	0.0	3,200,000	0	0.0	3,200,000	0	0.0	3,200,000	0	0.0
North American Indian Tuition Waiver	300,000	300,000	0	0.0%	0	(300,000)	(100.0%)	0	(300,000)	(100.0%)	0	(300,000)	(100.0%)	0	(300,000)	(100.0%)
Pregnant and Parenting Student Services	0	0	0	N/A	0	0	N/A	150,000	150,000	N/A	150,000	150,000	N/A	0	0	N/A
Total Grants/Financial Aid	**$139,583,200**	**$135,083,200**	**($4,500,000)**	**(3.2%)**	**$139,283,200**	**($300,000)**	**(0.2%)**	**$137,864,100**	**($1,719,100)**	**(1.2%)**	**$139,433,200**	**($150,000)**	**(0.1%)**	**$101,261,700**	**($38,321,500)**	**(27.5%)**
Federal Higher Ed Act	**3,200,000**	**3,200,000**	**0**	**0.0**	**3,200,000**	**0**	**0.0**	**3,200,000**	**0**	**0.0**	**3,200,000**	**0**	**0.0**	**3,200,000**	**0**	**0.0**
Federal TANF	**120,326,400**	**120,326,400**	**0**	**0.0**	**124,826,400**	**4,500,000**	**3.7**	**120,326,400**	**0**	**0.0**	**124,826,400**	**4,500,000**	**3.7**	**90,730,800**	**(29,595,600)**	**(24.6)**
Veterans Tax Check-off	**100,000**	**0**	**(100,000)**	**(100.0)**	**0**	**(100,000)**	**(100.0)**	**0**	**(100,000)**	**(100.0)**	**0**	**(100,000)**	**(100.0)**	**0**	**(100,000)**	**(100.0)**
Pregnant and Parenting Student Services Fun	**0**	**0**	**0**	**N/A**	**0**	**0**	**N/A**	**150,000**	**150,000**	**N/A**	**0**	**0**	**N/A**	**0**	**0**	**N/A**
State GF/GP	**$15,956,800**	**$11,556,800**	**($4,400,000)**	**(27.6%)**	**$11,256,800**	**($4,700,000)**	**(29.5%)**	**$14,337,700**	**($1,619,100)**	**(10.1%)**	**$11,406,800**	**($4,550,000)**	**(28.5%)**	**$7,330,900**	**($8,625,900)**	**(54.1%)**
TOTAL HIGHER EDUCATION																
TOTAL ALL FUNDS	**$1,669,732,600**	**$1,711,321,800**	**$41,589,200**	**2.5%**	**$1,693,001,800**	**$23,269,200**	**1.4%**	**$1,681,045,100**	**$11,312,500**	**0.7%**	**$1,685,545,000**	**$15,812,400**	**0.9%**	**$1,647,373,500**	**($22,359,100)**	**(1.3%)**
TOTAL FEDERAL	**123,526,400**	**123,526,400**	**0**	**0.0**	**128,026,400**	**4,500,000**	**3.6**	**123,526,400**	**0**	**0.0**	**128,026,400**	**4,500,000**	**3.6**	**93,930,800**	**(29,595,600)**	**(24.0)**
TOTAL STATE RESTRICTED	**500,188,300**	**0**	**(500,188,300)**	**(100.0)**	**500,537,300**	**349,000**	**0.1**	**150,000**	**(500,038,300)**	**(100.0)**	**349,419,300**	**(150,769,000)**	**(30.1)**	**349,419,300**	**(150,769,000)**	**(30.1)**
TOTAL STATE GF/GP	**$1,046,017,900**	**$1,587,795,400**	**$541,777,500**	**51.8%**	**$1,064,438,100**	**$18,420,200**	**1.8%**	**$1,557,368,700**	**$511,350,800**	**48.9%**	**$1,208,099,300**	**$162,081,400**	**15.5%**	**$1,204,023,400**	**$158,005,500**	**15.1%**

SFA

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES
PA 55 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	336.5	362.5	346.5	346.5	346.5	10.0	3.0
GROSS	**67,971,900**	**72,137,800**	**68,889,800**	**68,889,800**	**68,814,800**	**842,900**	**1.2**
Less:							
Interdepartmental Grants Received	713,800	723,100	723,100	723,100	723,100	9,300	1.3
ADJUSTED GROSS	**67,258,100**	**71,414,700**	**68,166,700**	**68,166,700**	**68,091,700**	**833,600**	**1.2**
Less:							
Federal Funds	2,017,300	1,017,600	1,017,600	1,017,600	1,017,600	(999,700)	(49.6)
Local and Private	0	0	0	0	0	0	0.0
TOTAL STATE SPENDING	**65,240,800**	**70,397,100**	**67,149,100**	**67,149,100**	**67,074,100**	**1,833,300**	**2.8**
Less:							
Other State Restricted Funds	64,690,800	70,247,100	66,999,100	67,099,100	66,924,100	2,233,300	3.5
GENERAL FUND/GENERAL PURPOSE	**550,000**	**150,000**	**150,000**	**50,000**	**150,000**	**(400,000)**	**(72.7)**
PAYMENTS TO LOCALS	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date
A. NEW PROGRAMS - NONE		
B. PROGRAM INCREASES		
Anti-Fraud Unit. The budget includes $499,300 in Restricted funds to establish an Anti-Fraud Unit for the investigation of fraud and criminal activity in the insurance and financial services sectors.	Gross	499,300
	IDG	1,400
	Restricted	497,900
	GF/GP	0
C. PROGRAM ELIMINATIONS		
Removal of One-Time Funding for Insurance Evaluation Enhancement. The budget reflects the removal of one-time funding for an actuarial study focused on the possibility of Michigan obtaining a State innovation waiver under the Patient Protection and Affordable Care Act.	Gross	(400,000)
	GF/GP	(400,000)
D. PROGRAM REDUCTIONS		
Funding for Vetoed Boilerplate Items. The Governor vetoed three boilerplate sections included by the Conference Committee, which required the Department to produce a study, report, and an examination manual from the appropriations in Part 1 of the enrolled bill. The designated funding amount for each of these items was $25,000 in restricted funding from the Insurance Evaluation and Financial Institutions Evaluation lines. The vetoes resulted in a total decrease of $75,000 Gross from FY 2018-19.	Gross	(75,000)
	Restricted	(75,000)
	GF/GP	0
E. FUNDING SHIFTS		
Federal Funding Shift. The budget includes a net-to-zero funds shift from Federal to Restricted. This shift is related to changes in funding availability related to the Patient Protection and Affordable Care Act.	Gross	0
	Federal	(1,000,000)
	Restricted	1,000,000
	GF/GP	0
F. PROGRAM TRANSFERS - NONE		
G. OTHER ISSUES - NONE		

FY 2019-20 Change From FY 2018-19 Year-to-Date

H. UNCLASSIFIED SALARIES

The budget increases Gross funding for the unclassified salaries line item from $784,500 to $816,200.

Gross	31,700
Restricted	31,700
GF/GP	0

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, other employment retirement costs, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	786,900
IDG	7,900
Federal	300
Restricted	778,700
GF/GP	0

K. ONE-TIME APPROPRIATIONS

The budget identifies $0 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $400,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2018-19		
Insurance Evaluation Enhancement	($400,000)	($400,000)
Subtotal	**($400,000)**	**($400,000)**

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
Sec. 304: Insurance Marketplace Feasibility Study	$25,000	$0
Sec. 305: Anti-Fraud Unit Cost Savings Report	25,000	0
Sec. 307: Marijuana Banking Materials	25,000	0
Subtotal	**$75,000**	**$0**

JUDICIARY
PA 61 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	502.0	503.0	505.0	503.0	509.0	7.0	1.4
GROSS	**305,329,100**	**309,341,000**	**311,092,100**	**308,180,300**	**310,713,500**	**5,384,400**	**1.8**
Less:							
Interdepartmental Grants Received	1,551,300	1,551,700	1,551,700	1,551,700	1,551,700	400	0.0
ADJUSTED GROSS	**303,777,800**	**307,789,300**	**309,540,400**	**306,628,600**	**309,161,800**	**5,384,000**	**1.8**
Less:							
Federal Funds	5,987,400	6,028,400	6,028,400	5,748,400	5,748,400	(239,000)	(4.0)
Local and Private	7,481,400	7,573,800	7,573,800	7,499,600	7,573,800	92,400	1.2
TOTAL STATE SPENDING	**290,309,000**	**294,187,100**	**295,938,200**	**293,380,600**	**295,839,600**	**5,530,600**	**1.9**
Less:							
Other State Restricted Funds	94,229,500	93,044,900	94,796,000	94,785,900	94,796,000	566,500	0.6
GENERAL FUND/GENERAL PURPOSE	**196,079,500**	**201,142,200**	**201,142,200**	**198,594,700**	**201,043,600**	**4,964,100**	**2.5**
PAYMENTS TO LOCALS	**149,864,500**	**144,425,200**	**146,101,300**	**145,489,400**	**145,951,300**	**(3,913,200)**	**(2.6)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date
A.	**NEW PROGRAMS**	
	Kalamazoo County Trauma Court. The budget includes additional funding for the Kalamazoo County prosecutor to hire an assistant prosecutor specializing in trauma to assist in the prosecution of offenders and to offer referral services for victims.	Gross 250,000 GF/GP 250,000
B.	**PROGRAM INCREASES**	
1.	**Cybersecurity for Michigan Supreme Court Website.** The budget includes additional funding for cybersecurity for the Supreme Court website as well as new customer relationship management software.	Gross 1,929,100 GF/GP 1,929,100
2.	**Increased Spending Authority for the E-File System.** The budget includes increased spending authority from increased restricted revenue as a result of more e-file user fees.	Gross 1,676,100 Restricted 1,676,100 GF/GP 0
3.	**Expansion of Online Dispute Resolution.** The budget includes a 16% increase in funding for the expansion of online dispute resolution from 17 counties to 83 counties.	Gross 450,000 GF/GP 450,000
4.	**State Appellate Defender Office (SADO) Public Defender Caseload Enhancement.** The budget includes a 5% increase in funding for the public defender program.	Gross 228,600 GF/GP 228,600
5.	**Judicial Tenure Commission.** The budget includes an increase to address backlog reduction, ongoing investigations, and salary adjustments. Half of the increase is in the one-time section.	Gross 200,000 GF/GP 200,000
6.	**SADO Funding Increase for *Montgomery v. Louisiana* Compliance.** The budget includes an increase for the resentencing of juvenile lifers required by the Supreme Court.	Gross 141,900 GF/GP 141,900
7.	**Increased Spending Authority for SADO.** The budget includes a slight increase in spending authority due to increased revenue from Criminal Defense Resource Center subscriptions.	Gross 75,000 Restricted 75,000 GF/GP 0
8.	**Pretrial Risk Assessment Tool.** The budget includes a slight increase for continued development of the Pretrial Risk Assessment Tool.	Gross 20,000 GF/GP 20,000
9.	**Additional FTEs for SADO.** The budget includes two additional FTEs for SADO in anticipation of Federal grant funding.	Gross 0 GF/GP 0
C.	**PROGRAM ELIMINATIONS**	
	Youthful Sex Offender Treatment Program. The budget eliminates funding for a treatment program pilot in Kent County.	Gross (75,000) GF/GP (75,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
D. PROGRAM REDUCTIONS		
1. Removal of One-Time Funding for Problem Solving Courts. The budget removes one-time funding for Problem Solving Courts.	Gross GF/GP	(750,000) (750,000)
2. Judicial Position Adjustments. The budget eliminates four judicial positions and adds one. Slightly increased restricted revenue from the Court Fee Fund allows for a slightly greater GF/GP reduction.	Gross Restricted GF/GP	(436,300) 15,600 (451,900)
3. Swift and Sure. The budget reduces funding for Swift and Sure program by 10%, freeing up GF/GP for other program increases.	Gross GF/GP	(400,000) (400,000)
E. FUNDING SHIFTS		
Replacement of Federal Funding. The budget replaces lost Federal funding for Drug Treatment Courts with GF/GP.	Gross Federal GF/GP	0 (280,000) 280,000
F. PROGRAM TRANSFERS - NONE		
G. OTHER ISSUES		
Technical Backout for FY 2018-19 Supplemental. Additional e-file revenue is added to FY 2018-19.	Gross Restricted GF/GP	(1,250,000) (1,250,000) 0
H. UNCLASSIFIED SALARIES - NONE		
I. FEE INCREASES - NONE		
J. ECONOMIC ADJUSTMENTS		
The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.	Gross IDGs Federal Local Private Restricted GF/GP	3,325,000 400 41,000 79,700 12,700 49,800 3,141,400

FY 2019-20 Change From FY 2018-19 Year-to-Date

K. ONE-TIME APPROPRIATIONS

The budget identifies $2,742,600 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $1,830,700 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Supreme Court Website Improvements	$1,475,000	$1,475,000
Compliance with *Montgomery v. Louisiana*	841,900	841,900
Pretrial Risk Assessment	325,700	325,700
Judicial Tenure Commission	100,000	100,000
Subtotal	**$2,742,600**	**$2,742,600**
FY 2018-19		
Expansion of Problem-Solving Courts	($750,000)	($750,000)
Compliance with *Montgomery v. Louisiana*	(700,000)	(700,000)
Pretrial Risk Assessment	(305,700)	(305,700)
Youthful Sex Offender Treatment Pilot Program	(75,000)	(75,000)
Subtotal	**($1,830,700)**	**($1,830,700)**

L. VETOES

Line Item or Boilerplate Language	**Gross**	**GF/GP**
Expansion of Problem-Solving Courts	$348,600	$348,600
Subtotal	**$348,600**	**$348,600**

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	1,450.0	1,450.0	1,450.0	1,450.0	1,450.0	0.0	0.0
GROSS	**1,260,746,100**	**1,088,257,000**	**1,107,257,100**	**1,036,347,200**	**1,012,233,100**	**(248,513,000)**	**(19.7)**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	0.0
ADJUSTED GROSS	**1,260,746,100**	**1,088,257,000**	**1,107,257,100**	**1,036,347,200**	**1,012,233,100**	**(248,513,000)**	**(19.7)**
Less:							
Federal Funds	762,645,800	762,145,800	762,145,800	760,754,900	762,145,800	(500,000)	(0.1)
Local and Private	6,121,700	6,128,300	6,128,300	6,114,600	6,128,300	6,600	0.1
TOTAL STATE SPENDING	**491,978,600**	**319,982,900**	**338,983,000**	**269,477,700**	**243,959,000**	**(248,019,600)**	**(50.4)**
Less:							
Other State Restricted Funds	205,432,300	175,074,600	193,074,600	205,922,800	146,164,800	(59,267,500)	(28.9)
GENERAL FUND/GENERAL PURPOSE	**286,546,300**	**144,908,300**	**145,908,400**	**63,554,900**	**97,794,200**	**(188,752,100)**	**(65.9)**
PAYMENTS TO LOCALS	**31,400,000**	**37,598,800**	**37,598,800**	**37,598,800**	**37,598,800**	**6,198,800**	**19.7**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS**		
	Special Grants. The budget includes $250,300 Gross and GF/GP for special grants. Of the total, $250,000 is for high school equivalency exams, $100 is for Protect and Grow (appropriated by the Legislature at $1.0 million), $100 is for Blight Elimination (appropriated by the Legislature at $500,000), and $100 for Michigan Enhancement Grants (appropriated by the Legislature at $2.8 million). The State Administrative Board transferred the appropriations for the various special grants to Workforce Development Program.	Gross GF/GP	250,300 250,300
B.	**PROGRAM INCREASES**		
1.	**Michigan State Housing Development Authority Legal Fees.** The budget includes $335,500 in additional Gross and MSHDA restricted revenue because of additional legal fee charges by the Attorney General.	Gross Restricted GF/GP	335,500 335,500 0
2.	**Workforce Development Program.** The budget includes an additional $9,048,500 Gross toward employment training for eligible Medicaid recipients. The State Administrative Board transferred these funds into Workforce Development from various Special Grants, Community Ventures, and At-Risk Youth Grants.	Gross Restricted GF/GP	9,048,500 999,900 8,048,600
C.	**PROGRAM ELIMINATIONS**		
1.	**FY 2018-19 One-Time Supplemental.** The budget removes FY 2018-19 one-time, supplemental appropriations, which include: Michigan Enhancement Grants ($113,450,500), Business Attraction and Community Revitalization ($20.0 million), Northern Michigan Tourism and Sports Fund ($10.0 million), and GEAR-UP ($2.0 million).	Gross GF/GP	(145,450,500) (145,450,500)
2.	**Going Pro.** The budget eliminates the Going Pro appropriations. The Legislature appropriated $37,260,900 and the Governor vetoed the Going Pro appropriations.	Gross Restricted GF/GP	(37,920,700) (25,918,800) (12,001,900)
3.	**Pure Michigan.** The budget eliminates the Pure Michigan appropriations. The Legislature appropriated $37.5 million and the Governor vetoed the Pure Michigan appropriations.	Gross Restricted GF/GP	(36,000,000) (35,000,000) (1,000,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
4.	**FY 2018-19 One-Time Appropriations.** The budget removes FY 2018-19 one-time appropriations, which include: Arts and Culture Grants ($1.0 million), Entrepreneurship Eco-System ($2.5 million), Project Rising Tide ($1.0 million), Special Grants ($1,350,000), and a $100 placeholder for the Drinking Water Declaration of Emergency Reserve Fund. .	Gross Restricted GF/GP	(5,850,100) (100) (5,850,000)
5.	**Michigan Film Office.** The budget removes Michigan Film Promotion funds for the Michigan Film Office.	Gross Restricted GF/GP	(402,200) (402,200) 0

D. PROGRAM REDUCTIONS

1.	**Business Attraction and Community Revitalization.** The budget includes a decrease of $26.0 million Gross and GF/GP to the Business Attraction and Community Revitalization line item. Total FY 2019-20 funding is $79,379,900 Gross: $37.6 million 21st Century Jobs Trust Fund, and $51,779,900 GF/GP. Of the total reduction, the Legislature reduced appropriations $16.0 million and the Governor vetoed a $10.0 million deposit into the Rural Jobs and Capital Investment fund.	Gross GF/GP	(26,000,000) (26,000,000)
2.	**Community Ventures.** The budget includes a decrease of $4.0 million to Community Ventures leaving $100 remaining in the line item. The line item was supported by Penalties and Interest Revenue. The State Administrative Board transferred $999,900 to the Workforce Development Programs line item.	Gross Restricted GF/GP	(3,999,900) (3,999,900) 0
3.	**At-Risk Youth Grants.** The budget includes a decrease of $3.0 million to At-Risk Youth Grants leaving $100 remaining in the line item. The State Administrative Board transferred $3,749,900 to the Workforce Development Programs line item.	Gross GF/GP	(2,999,900) (2,999,900)
4.	**Defined Calculation Technical Adjustment.** The budget includes the removal of economic adjustments to line items and fund sources that do not allow economic adjustments.	Gross Federal Restricted GF/GP	(1,747,400) (1,685,400) (62,000) 0
5.	**Talent Investment Agency Fund Adjustment.** The budget includes adjustments to Federal and restricted revenue in the Talent Investment Agency to align with current projections.	Gross Federal Restricted GF/GP	(485,600) (499,700) 14,100 0

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
E. FUNDING SHIFTS		
1. Land Bank Fast Track Authority. The budget includes a fund shift of $2,992,400 from GF/GP to Land Bank Fast Track Authority revenue resulting in a reduction to GF/GP. This removes all GF/GP that supported the Land Bank Fast Track Authority.	Gross	0
	Restricted	2,992,400
	GF/GP	(2,992,400)
2. Workforce Development Program. The budget includes a fund shift of $1.0 million from GF/GP to Penalties and Interest revenue resulting in a reduction to GF/GP.	Gross	0
	Restricted	1,000,000
	GF/GP	(1,000,000)
F. PROGRAM TRANSFERS - NONE		
G. OTHER ISSUES - NONE		
H. UNCLASSIFIED SALARIES		
The budget increases Gross funding for the unclassified salaries line item from $1,108,500 to $1,153,200.	Gross	44,700
	Federal	30,300
	Restricted	9,400
	GF/GP	5,000
I. FEE INCREASES - NONE		
J. ECONOMIC ADJUSTMENTS		
The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.	Gross	2,664,300
	Federal	1,654,800
	Private	6,600
	Restricted	764,200
	GF/GP	238,700

FY 2019-20 Change From FY 2018-19 Year-to-Date

K. ONE-TIME APPROPRIATIONS

The budget identifies $0 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $151,300,600 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2018-19		
Michigan Enhancement Grants	($113,450,500)	($113,450,500)
Business Attraction and Community Revitalization	(20,000,000)	(20,000,000)
Northern Michigan Tourism Sports Fund	(10,000,000)	(10,000,000)
Entrepreneurship Eco-System	(2,500,000)	(2,500,000)
GEAR-UP	(2,000,000)	(2,000,000)
Special Grants	(1,350,000)	(1,350,000)
Arts and Culture Grants	(1,000,000)	(1,000,000)
Project Rising Tide	(1,000,000)	(1,000,000)
Drinking Water Declaration of Emergency	(100)	0
Subtotal	**($151,300,600)**	**($151,300,500)**

L. VETOES

Line Item or Boilerplate Language	**Gross**	**GF/GP**
Going Pro	$37,920,700	$12,001,900
Pure Michigan	36,000,000	1,000,000
Rural Jobs and Capital Investment Fund	10,000,000	10,000,000
Subtotal	**$83,920,700**	**$23,001,900**

LEGISLATURE
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	N/A	N/A	N/A	N/A	N/A	N/A	N/A
GROSS	**211,450,500**	**192,700,500**	**195,855,400**	**195,917,300**	**201,425,900**	**(10,024,600)**	**(4.7)**
Less:							
Interdepartmental Grants Received	5,823,400	5,823,400	6,068,400	5,823,400	6,068,400	245,000	4.2
ADJUSTED GROSS	**205,627,100**	**186,877,100**	**189,787,000**	**190,093,900**	**195,357,500**	**(10,269,600)**	**(5.0)**
Less:							
Federal Funds	0	0	0	0	0	0	0.0
Local and Private	400,000	400,000	400,000	400,000	400,000	0	0.0
TOTAL STATE SPENDING	**205,227,100**	**186,477,100**	**189,387,000**	**189,693,900**	**194,957,500**	**(10,269,600)**	**(5.0)**
Less:							
Other State Restricted Funds	6,403,100	6,403,100	6,591,200	6,403,100	6,591,200	188,100	2.9
GENERAL FUND/GENERAL PURPOSE	**198,824,000**	**180,074,000**	**182,795,800**	**183,290,800**	**188,366,300**	**(10,457,700)**	**(5.3)**
PAYMENTS TO LOCALS	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date
A. NEW PROGRAMS		
Independent Citizens Redistricting Commission. The Independent Citizens Redistricting Commission required by Proposal 2 of 2018 is housed in the Legislature. The funds appropriated are equal to 25% of the appropriations to the Department of State for FY 2019-20. They will be used for commissioner salaries and operational costs.	Gross GF/GP	3,362,800 3,362,800
B. PROGRAM INCREASES		
1. House and Senate Operations. The budget includes an increase of over $2.9 million GF/GP for House and Senate Operations. Items include $142,000 for Automated Data Processing, $158,800 for the House and Senate Fiscal Agencies, and $2.1 million for the general operations of the two chambers. The Legislative Retirement System line item was increased by $144,000 Gross, of which $24,000 was Restricted funding.	Gross Restricted GF/GP	2,973,900 24,000 2,949,900
2. Auditor General. The budget includes an increase of $997,800 Gross for the Auditor General. Funding for the Auditor General totals $25.9 million for FY 2019-20.	Gross IDG Restricted GF/GP	983,900 245,000 68,300 670,600
3. Property Management and State Capitol Historic Site. The budget includes a Gross increase of $640,900 and a GF/GP increase of $545,100 for Property Management and the State Capitol Historic Site. Of this increase, $233,000 is for the general maintenance and the restoration and renewal of the State Capitol Historic Site, while the remaining funds support the operation of the Binsfeld Office and Cora Anderson House Office Buildings.	Gross Restricted GF/GP	640,900 95,800 545,100
C. PROGRAM ELIMINATIONS		
Removal of One-Time Funding for Senate Purchase of Parking Garage. The budget removes $18.0 million GF/GP included in FY 2018-19 for the purchase of a parking structure by the Senate. The structure was acquired during the fiscal year.	Gross GF/GP	(18,000,000) (18,000,000)
D. PROGRAM REDUCTIONS - NONE		
E. FUNDING SHIFTS - NONE		
F. PROGRAM TRANSFERS - NONE		

FY 2019-20 Change From FY 2018-19 Year-to-Date

G. OTHER ISSUES - NONE

H. UNCLASSIFIED SALARIES (AUDITOR GENERAL)

The budget increases Gross funding for the unclassified salaries line item from $346,000 to $359,900.

Gross	13,900
GF/GP	13,900

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS - NONE

K. ONE-TIME APPROPRIATIONS

The budget identifies $0 of FY 2019-20 one-time appropriations, shifts $750,000 of appropriations from one-time to ongoing, and eliminates $18,000,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Legislative IT Systems Redesign Project	$750,000	$750,000
Subtotal	**$750,000**	**$750,000**
FY 2018-19		
Senate Parking Structure Acquisition	($18,000,000)	($18,000,000)
Subtotal	**($18,000,000)**	**($18,000,000)**

L. VETOES - NONE

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS
PA 55 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	2,327.3	2,330.3	2,346.3	2,346.3	2,328.3	1.0	0.0
GROSS	**558,496,800**	**566,009,000**	**571,864,840**	**562,474,500**	**566,294,000**	**7,797,200**	**1.4**
Less:							
Interdepartmental Grants Received	48,414,300	49,014,200	49,014,200	48,496,100	49,014,200	599,900	1.2
ADJUSTED GROSS	**510,082,500**	**516,994,800**	**522,850,640**	**513,978,400**	**517,279,800**	**7,197,300**	**1.4**
Less:							
Federal Funds	91,554,000	91,988,300	95,852,500	95,210,100	91,988,300	434,300	0.5
Local and Private	411,800	211,800	351,800	351,800	211,800	(200,000)	(48.6)
TOTAL STATE SPENDING	**418,116,700**	**424,794,700**	**426,646,340**	**418,416,500**	**425,079,700**	**6,963,000**	**1.7**
Less:							
Other State Restricted Funds	277,271,400	300,439,000	303,125,900	295,188,500	301,049,000	23,777,600	8.6
GENERAL FUND/GENERAL PURPOSE	**140,845,300**	**124,355,700**	**123,520,440**	**123,228,000**	**124,030,700**	**(16,814,600)**	**(11.9)**
PAYMENTS TO LOCALS	**105,251,900**	**101,999,600**	**102,451,400**	**102,451,400**	**102,451,400**	**(2,800,500)**	**(2.7)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Marijuana Research.** The budget includes $20.0 million in Restricted funding for research on the possible use of marijuana for the treatment of veterans' health issues. This funding is required by Initiated Law 1 of 2018, the Michigan Regulation and Taxation of Marihuana Act.	Gross Restricted GF/GP	20,000,000 20,000,000 0
2.	**Recreational Marijuana Funding.** The budget includes a Gross increase of $1.0 million in Restricted funding for the regulation of recreational marijuana following the passage of Initiated Law 1 of 2018.	FTE Gross Restricted GF/GP	30.0 1,000,000 1,000,000 0
3.	**Unaccompanied Refugee Minors.** The budget includes $3.8 million in Federal funds for the Michigan Office for New Americans' support of service providers who assist unaccompanied refugee minors.	Gross Federal GF/GP	3,790,900 3,790,900 0
4.	**Medical Marijuana Program Right-Sizing.** The budget includes $900,000 in Restricted funding to align the Medical Marihuana Program with revenues and programmatic needs.	FTE Gross Restricted GF/GP	(13.0) 900,000 900,000 0
5.	**Refugee Services Database.** The budget includes $520,000 in Federal funds for a new database for the Refugee Services Program within the Michigan Office for New Americans.	Gross Federal GF/GP	520,000 520,000 0
6.	**Bureau of Fire Services.** The budget includes $289,900 in Restricted funding and authorization for 1.0 FTE to support new testing requirements and audits as required by Public Act 144 of 2017.	FTE Gross Restricted GF/GP	1.0 289,900 289,900 0
7.	**Bureau of Construction Codes.** The budget includes an increase of $5,000 to the Bureau of Construction Codes. The State Administrative Board transferred $261,900 GF/GP from the Bureau to other line items and transferred $289,500 in Restricted funding from Corporation Fees to the Bureau from the Urban Search and Rescue line item. The amount also reflects funding alignments and the transfer of two programs from the Bureau of Professional Licensing and the Corporations, Securities, and Commercial Licensing Bureau to the Bureau of Construction Codes.	Gross Restricted GF/GP	5,000 289,500 (284,500)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
8.	**Michigan Indigent Defense Commission.** The budget includes $205,200 GF/GP for the Michigan Indigent Defense Commission. This funding was included in the Executive Recommendation for the purpose of developing an indigent defense training and quality evaluation system. It was not included in the Conference Report but the funding was transferred to the Commission by the State Administrative Board via Resolution 2019-9.	Gross 205,200 GF/GP 205,200
9.	**Fire Services Increase.** The budget includes an increase of $20,000 GF/GP for the Bureau of Fire Service's general operations.	Gross 20,000 GF/GP 20,000
10.	**Marijuana Education.** The budget includes $10,000 in one-time Restricted funding for the production and distribution of educational materials related to marijuana use.	Gross 10,000 Restricted 10,000 GF/GP 0
11.	**Information Technology and Services.** The budget includes adjustments to IT funding resulting in a net increase of $100. In addition to funding alignments and a reduction associated with Executive Order 2019-6, the budget reflects an administrative reduction included in the enrolled bill of $96,700 GF/GP. The State Administrative Board transferred $96,600 GF/GP from this line to other line items and increased Restricted funding by $193,400 through Corporation Fees transferred from the Urban Search and Rescue line item.	Gross 100 Federal 0 Restricted 458,200 GF/GP (458,100)

C. PROGRAM ELIMINATIONS

Opioid Treatment and Community Resource Locator. The budget eliminates $1.2 million in one-time supplemental funding for an opioid treatment and community resource locator.	Gross (1,200,000) GF/GP (1,200,000)

D. PROGRAM REDUCTIONS

1.	**Removal of One-Time Funding for the Implementation of Initiated Law 1 of 2018.** The budget removes $5.0 million in GF/GP funding for the implementation of Initiated Law 1 of 2018. A total of $10.0 million GF/GP in one-time funding was appropriated for this purpose in FY 2018-19.	Gross (5,000,000) GF/GP (5,000,000)
2.	**Michigan Indigent Defense Commission Grants.** The budget includes a decrease of $5.9 million to the Michigan Indigent Defense Commission Grants line item. This funding was part of one-time appropriations included in FY 2018-19 for the implementation of indigent defense compliance plans associated with the first four standards approved by the Commission. This funding change also includes a $200,000 shift in funding from local to Restricted.	Gross (5,850,400) Local (200,000) Restricted 200,000 GF/GP (5,850,400)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
3.	**First Responder Presumed Coverage Fund Revenue.** The budget includes a $5.2 million reduction in Restricted funding for the First Responder Presumed Coverage Fund, but retains $250,000 GF/GP for the line. This change is due to the passage of Initiated Law 1 of 2018, which eliminated the main source of revenue for the fund, the Medical Marihuana Excise Tax. A new source of revenue for the fund has not yet been identified.	Gross Restricted GF/GP	(4,995,000) (5,245,000) 250,000
4.	**Michigan Office for New Americans Adjustments.** The budget includes an overall increase of $3.5 million to the Michigan Office for New Americans, but in addition to new funding there were technical adjustments resulting in a net decrease of $211,200 Gross and an increase of $120,300 GF/GP.	Gross Federal GF/GP	(211,200) (331,500) 120,300
5.	**Workers' Compensation Agency.** The budget includes a $200,000 Gross reduction in funding for the Workers' Compensation Agency because of the loss of revenue to the First Responder Presumed Coverage Fund following the elimination of the Medical Marihuana Excise Tax. The enrolled bill includes a $91,000 GF/GP administrative reduction. The State Administrative Board transferred $91,000 in Restricted funding to the line item.	Gross Restricted GF/GP	(200,000) (109,000) (91,000)
6.	**Refugee Assistance Grant.** The budget removes $175,000 GF/GP for a Refugee Assistance Grant. This item was added to the budget in FY 2018-19 following the transfer of some functions of the Office of Refugee Services from the DHHS to the Michigan Office for New Americans in LARA.	Gross GF/GP	(175,000) (175,000)
7.	**Reduction of Overstated Restricted Funds.** The budget includes reductions to a number of line items and Restricted fund sources to better reflect actual revenue and expenditure levels.	Gross Restricted GF/GP	(643,800) (643,800) 0

E. FUNDING SHIFTS

1.	**Implementation of Initiated Law 1 of 2018.** The budget moves $5.0 million in one-time funding for the Michigan Regulation and Taxation of Marihuana Act to ongoing and shifts these funds from GF/GP to Restricted.	Gross Restricted GF/GP	0 5,000,000 (5,000,000)
2.	**Information Technology Services and Projects.** The budget shifts $480,000 in Federal funding in the Information Technology Services and Projects line item to Restricted due to changes in Federal funds received.	Gross Federal Restricted GF/GP	0 (480,000) 480,000 0
3.	**Property Management.** The budget includes a fund shift of $19,000 Restricted to $19,000 in the Property Management line item.	Gross Federal Restricted GF/GP	0 19,000 (19,000) 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date
4.	**Michigan Office of Administrative Hearings and Rules.** The budget shifts $15,000 in GF/GP funding for the Michigan Office of Administrative Hearings and Rules to Restricted, following an adjustment made by the State Administrative Board via Resolution 2019-9. The restricted fund source used for this shift is Corporation Fees.	Gross 0 Restricted 15,000 GF/GP (15,000)

F. PROGRAM TRANSFERS

1.	**Michigan Agency for Energy.** The budget reflects the transfer of the Michigan Agency for Energy from LARA to the Department of Environment, Great Lakes, and Energy by Executive Order 2019-6. The Energy Security Section of the Michigan Agency for Energy was transferred from the Agency to the Public Service Commission within LARA.	FTE (26.0) Gross (7,132,800) Federal (3,795,000) Restricted (2,778,200) GF/GP (559,600)
2.	**Office of Regulatory Reinvention.** Executive Order 2019-6 included the transfer of the Office of Regulatory Reinvention from the Department of Technology, Management, and Budget to the Michigan Office of Administrative Rules within LARA.	FTE 4.0 Gross 650,000 GF/GP 650,000
3.	**Urban Search and Rescue.** This program was transferred to LARA in FY 2019-20. The State Administrative Board reduced the original appropriation of $600,000 in restricted funds to a $100 restricted fund placeholder.	Gross 100 Restricted 100 GF/GP 0

G. OTHER ISSUES

1.	**Medical Marihuana Regulatory Fund – Funding Alignment.** The budget includes an increase of $422,000 in Restricted funding to align appropriations with revenues to the Medical Marihuana Regulatory Fund. The affected line items are Administrative Services, Executive Director Programs, the Michigan Office of Administrative Hearings and Rules, and Information Technology Services and Projects.	Gross 422,000 Restricted 422,000 GF/GP 0
2.	**Unrolling and Consolidation of the Bureau of Community and Health Systems.** The enrolled bill unrolled the Bureau of Community and Health Systems line item included in previous budgets into five new lines: Adult Foster Care and Camps Licensing and Regulation, Childcare Licensing and Regulation, Health Facilities Regulation, Nurse Aide Program, and Bureau of Community and Health Systems Administration. The State Administrative Board reduced the first four of these line items to $100 placeholders, but retained positive and negative balances among individual fund sources within those lines. The funding from these lines was transferred to the Bureau of Community and Health Systems Administration line item. Additional GF/GP funding also was	Gross 409,800 IDG 0 Federal 0 Restricted 410,000 GF/GP (200)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
transferred to the new Administration line item, resulting an overall increase of $410,000 in Restricted funds for Adult Foster Care licensing and regulation and a GF/GP reduction of $200.		
3. Executive Revision 2020-1. In addition to the transfer of the Michigan Agency for Energy to EGLE and the Office of Regulatory Reinvention to LARA, the budget contains several funding adjustments to reflect the organizational changes made by Executive Order 2019-6 and Executive Order 2019-7. These changes result in an additional reduction of $64,000 Gross.	FTE Gross Federal Restricted GF/GP	6.0 (64,000) (54,000) (10,000) 0
4. FTE Adjustments. The budget increases the FTE authorization to the Liquor Licensing and Enforcement and Management Support Services line items by 1.0 FTE each. Authorization for the Wage and Hour Program were decreased by 3.0 FTEs.	FTE Gross GF/GP	(1.0) 0 0
H. UNCLASSIFIED SALARIES		
The budget increases Gross funding for the unclassified salaries line item from $5,107,700 to $5,454,200.	Gross IDG Federal Restricted GF/GP	346,500 24,300 1,500 321,200 (500)
I. FEE INCREASES		
Radiological Health Fee Proposal. The Governor proposed a 20% increase in eight radiological health fees in order to generate an estimated $500,000 in additional revenue through the registration and inspection of radiological health equipment. The change does not require an increase in spending authorization. The proposed fee increases have not been implemented.	Gross GF/GP	0 0
J. ECONOMIC ADJUSTMENTS		
The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, other employment retirement costs, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.	Gross IDG Federal Restricted GF/GP	4,699,900 575,600 763,400 2,786,700 574,200

FY 2019-20 Change From FY 2018-19 Year-to-Date

K. ONE-TIME APPROPRIATIONS

The budget identifies $530,000 of FY 2019-20 one-time appropriations, shifts $5,000,000 of appropriations from one-time to ongoing, and eliminates $11,375,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Refugee Assistance Program Fund	$520,000	$0
Marihuana Education	10,000	0
Subtotal	**$530,000**	**$0**
FY 2019-20		
Implementation of Initiated Law 1 of 2018 from one-time to ongoing	($5,000,000)	($5,000,000)
Subtotal	**($5,000,000)**	**($5,000,000)**
FY 2018-19		
Implementation of Initiated Law 1 of 2018	($5,000,000)	($5,000,000)
Opioid Treatment and Community Resource Locator	(1,200,000)	(1,200,000)
Refugee Assistance Grant	(175,000)	(175,000)
Subtotal	**($6,375,000)**	**($6,375,000)**

L. VETOES - NONE

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
PA 54 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	912.5	924.5	924.5	925.5	924.5	12.0	1.3
GROSS	**200,639,300**	**201,102,500**	**205,197,500**	**202,447,900**	**200,065,100**	**(574,200)**	**(0.3)**
Less:							
Interdepartmental Grants Received	101,800	101,800	101,800	101,800	101,800	0	0.0
ADJUSTED GROSS	**200,537,500**	**201,000,700**	**205,095,700**	**202,346,100**	**199,963,300**	**(574,200)**	**(0.3)**
Less:							
Federal Funds	99,170,200	106,177,200	106,177,200	106,130,200	106,177,200	7,007,000	7.1
Local and Private	2,175,400	630,000	630,000	630,000	630,000	(1,545,400)	(71.0)
TOTAL STATE SPENDING	**99,191,900**	**94,193,500**	**98,288,500**	**95,585,900**	**93,156,100**	**(6,035,800)**	**(6.1)**
Less:							
Other State Restricted Funds	23,279,500	23,908,600	23,908,600	23,503,700	23,908,600	629,100	2.7
GENERAL FUND/GENERAL PURPOSE	**75,912,400**	**70,284,900**	**74,379,900**	**72,082,200**	**69,247,500**	**(6,664,900)**	**(8.8)**
PAYMENTS TO LOCALS	**2,242,400**	**2,415,000**	**2,415,000**	**2,415,000**	**315,000**	**(1,927,400)**	**(86.0)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**D.J. Jacobetti Home for Veterans.** The budget includes a funding adjustment reflecting the impact of CMS certification for the D.J. Jacobetti Home for Veterans, allowing for an increase in $1.8 million in Federal support and a $900,000 reduction in required GF/GP support.	Gross Federal GF/GP	900,000 1,800,000 (900,000)
2.	**Selfridge Air National Guard base.** The budget includes $400,000 in GF/GP matching funds to support 12.0 FTE for maintenance operations at Selfridge Air National Guard Base.	FTE Gross GF/GP	12.0 400,000 400,000
3.	**Land Purchases and Appraisals.** The budget includes $400,000 in additional authorization of land acquisitions funds from anticipated Armory Construction Fund revenues from land sales.	Gross Restricted GF/GP	400,000 400,000 0
4.	**IT/Desk Top Fee Increases.** The budget includes an additional $105,000 GF/GP to reflect cost increases for IT services.	Gross GF/GP	105,000 105,000
5.	**Armory Maintenance - One-Time.** The budget includes an additional $65,000 GF/GP in one-time appropriations for armory maintenance, that, along with $1.0 million GF/GP in ongoing appropriations, provides a total appropriation for FY 2019-20 of $1,065,000 GF/GP for maintenance.	Gross GF/GP	65,100 65,100
C.	**PROGRAM ELIMINATIONS**		
1.	**County Veteran Service Fund.** The Governor vetoed the grant program, designed to support the counseling efforts of county veterans offices, appropriated at $4.0 million for FY 2019-20.	Gross GF/GP	(4,200,000) (4,200,000)
2.	**Vietnam Veterans Outreach Project - One-Time.** The one-time FY 2018-19 Vietnam Veterans Outreach Project was eliminated under the budget for FY 2019-20.	Gross GFGP	(600,000) (600,000)
3.	**Grand Rapids Home for Veterans Video Monitoring Project - One-Time.** The one-time FY 2018-19 Video Monitoring Project was eliminated under the budget for FY 2019-20.	Gross GF/GP	(275,000) (275,000)
4.	**Targeted Grants for County Veterans Service Officers.** The budget eliminates the ongoing grant program to assist county veterans officers.	Gross GF/GP	(200,000) (200,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
D. PROGRAM REDUCTIONS		
1. National Guard Tuition Assistance Program. The budget includes a reduction in support of $2.5 million GF/GP for program, leaving a total of $6,509,900 GF/GP appropriated for FY 2019-20.	Gross GF/GP	(2,500,000) (2,500,000)
2. Operational Support for Military Training Sites and Support Facilities. The budget includes the reduction of $1.5 million GF/GP for Military Training Sites and Support Facilities, which had been added by supplemental appropriations from PA 618 of 2018.	Gross GF/GP	(1,500,000) (1,500,000)
3. Michigan Veterans Affairs Agency Administration. The budget includes a reduction of $2,500 from the Michigan Veterans Affairs Agency, to reflect the Governor's veto of boilerplate Section 411 of the budget bill, which directed the Agency to prepare a feasibility study for a new military cemetery to be sited in the Upper Peninsula.	Gross GF/GP	(2,500) (2,500)
E. FUNDING SHIFTS		
Michigan Youth ChalleNGe Academy. The budget includes the removal of $1,557,800 in local school aid funds that had been used as a Federal match for the program, to be supplanted by an equal amount of GF/GP for FY 2019-20.	Gross Local GF/GP	0 (1,557,800) 1,557,800
F. PROGRAM TRANSFERS		
State Military Retirement Program. The budget includes the transfer of State military retirement payment responsibilities from the DTMB to the DMVA, with actuarial adjustment from $5,244,800 GF/GP down to $1.0 million GF/GP for FY 2019-20.	Gross GF/GP	1,000,000 1,000,000
G. OTHER ISSUES		
1. Alignment of Federal/Restricted Authorization with Anticipated Revenues. The budget reflects adjustments to line up appropriations with revenues.	Gross Federal Restricted GF/GP	5,527,800 5,500,000 27,800 0
2. Adjustment for Contingency Fund Transfer 2019-2. The budget is adjusted to reflect the additional Federal funds provided for the D.J. Jacobetti Home for Veterans received reflecting mid-year Medicare and Medicaid certification of 55 beds.	Gross Federal GF/GP	(1,000,000) (1,000,000) 0

FY 2019-20 Change From FY 2018-19 Year-to-Date

H. UNCLASSIFIED SALARIES

The budget increases Gross funding for the unclassified salaries line item from $1,497,700 to $1,558,300

Gross	60,600
GF/GP	60,600

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	1,244,800
Federal	707,000
Local	12,400
Restricted	201,300
GF/GP	324,100

K. ONE-TIME APPROPRIATIONS

The budget identifies $65,000 of FY 2019-20 one-time appropriations, shifts $1,000,000 of appropriations from one-time to ongoing, and eliminates $1,875,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Armory maintenance	$65,000	$65,000
Subtotal	**$65,000**	**$65,000**
FY 2019-20		
Armory maintenance	($1,000,000)	($1,000,000)
Subtotal	**($1,000,000)**	**($1,000,000**

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
FY 2018-19		
Armory maintenance	($1,000,000)	($1,000,000)
Vietnam veterans outreach	(600,000)	(600,000)
Grand Rapids Home for Veterans video monitoring project	(275,000)	(275,000)
Subtotal	**($1,875,000)**	**($1,875,000)**

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
County veteran service fund	$4,000,000	$4,000,000
Buddy to buddy program	250,000	250,000
Uniform update	50,000	50,000
Veterans benefit eligibility study	250,000	250,000
Michigan veterans affairs agency	2,500	2,500
Subtotal	**$4,552,500**	**$4,552,500**

DEPARTMENT OF NATURAL RESOURCES
PA 59 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE AMOUNT	CHANGES FROM FY 2018-19 YEAR-TO-DATE PERCENT
FTE Positions	2,334.3	2,337.1	2,357.1	2,336.3	2,334.1	(0.2)	(0.0)
GROSS	**505,530,900**	**462,387,700**	**450,372,100**	**447,317,100**	**438,685,400**	**(66,845,500)**	**(13.2)**
Less:							
Interdepartmental Grants Received	232,200	232,200	232,200	232,200	197,200	(35,000)	(15.1)
ADJUSTED GROSS	**505,298,700**	**462,155,500**	**450,139,900**	**447,084,900**	**438,488,200**	**(66,810,500)**	**(13.2)**
Less:							
Federal Funds	88,939,700	75,501,200	86,011,600	86,008,800	75,501,200	(13,438,500)	(15.1)
Local and Private	12,431,400	7,431,600	7,431,600	7,431,600	7,431,600	(4,999,800)	(40.2)
TOTAL STATE SPENDING	**403,927,600**	**379,222,700**	**356,696,700**	**353,644,500**	**355,555,400**	**(48,372,200)**	**(12.0)**
Less:							
Other State Restricted Funds	326,685,800	329,013,700	308,172,500	306,642,400	308,570,400	(18,115,400)	(5.5)
GENERAL FUND/GENERAL PURPOSE	**77,241,800**	**50,209,000**	**48,524,200**	**47,002,100**	**46,985,000**	**(30,256,800)**	**(39.2)**
PAYMENTS TO LOCALS	**9,829,100**	**17,921,400**	**8,122,200**	**7,947,200**	**8,122,200**	**(1,706,900)**	**(17.4)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Improve State Park Infrastructure and Employee Recruitment and Retention.** The budget includes an alignment in Restricted authorization to reflect available revenue. Funds will be used for repair and maintenance projects through the State parks system, boating access sites, State forest campgrounds, trails, and improvements at Belle Isle State Park.	FTE Gross Restricted GF/GP	12.8 2,452,300 2,452,300 0
2.	**Protect Wildlife and Public Health by Fighting Chronic Wasting Disease.** The budget includes $300,000 in ongoing funding and $2,000,000 in one-time GF/GP for laboratory costs and research associated with Chronic Wasting Disease.	Gross GF/GP	2,300,000 2,300,000
3.	**Ensure Healthy and Productive Forests.** The budget includes an alignment in Restricted forest development fund authorization to reflect available revenue. Funds will be used for multi-year research projects on regenerating lowland conifers and upland hardwoods impacted by invasive species and to eliminate competing vegetation from red and jack pine timber stands.	Gross Restricted GF/GP	2,200,000 2,200,000 0
4.	**State Boating Infrastructure Maintenance (Capital Outlay).** The budget includes an increase in Restricted funding to allow for increased maintenance, repair, and improvement projects at local boating facilities.	Gross Restricted GF/GP	2,122,500 2,122,500 0
5.	**Improve State Forest Camping & Trail Experiences.** The budget includes an alignment in Restricted authorization to reflect available revenue. Funds will be used to maintain State forest campgrounds and trails, provide improved customer service to State forest campground visitors, and equipment to maintain State forest campgrounds and trails.	FTE Gross Restricted GF/GP	6.0 1,160,800 1,160,800 0
6.	**Local Boating Infrastructure Maintenance and Improvements (Capital Outlay).** The budget includes an increase in Restricted funding for a grant-in-aid program to allow for increased maintenance, repair, and improvement projects at local boating facilities.	Gross Restricted GF/GP	1,270,500 1,270,500 0
7.	**Preserve Historical & Cultural Resources.** The budget includes an alignment in Federal authorization with available Federal funds. The budget also includes a reduction in GF/GP support ($94,500).	FTE Gross Federal GF/GP	2.0 755,500 850,000 (94,500)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
8.	**Forest Development Infrastructure.** The budget includes an increase in Restricted funding for use in the construction of roads, bridges, and culverts to maintain and improve access to State forest land.	Gross Restricted GF/GP	650,000 650,000 0
9.	**Increase Efficiency by Deploying Mobile Devices.** The budget includes an alignment in Restricted forest development fund authorization to reflect available revenue. Funds will be used for mobile devices for all forestry and fire staff including software upgrades and replacement costs.	Gross Restricted GF/GP	550,000 550,000 0
10.	**Promote Outdoor Recreation.** The budget includes an alignment in recreation passport authorization to reflect available revenue to fund local grants and marketing.	Gross Restricted GF/GP	350,000 350,000 0
11.	**Wildlife Management.** The budget includes a GF/GP increase to the Wildlife Management line item. The GF/GP increase results from the State Administrative Board transfer from the Deer habitat improvement initiative ($99,900) and the Wildlife and fisheries health study ($199,900).	Gross GF/GP	299,800 299,800
12.	**Replace Aging Forest Management and Survey Equipment.** The budget includes an alignment in forest development fund authorization to reflect available revenue. Funds will be used to replace aging and unreliable forest management and survey equipment.	Gross Restricted GF/GP	250,000 250,000 0
13.	**Off-Road Vehicle (ORV) Safety Education.** The budget includes an adjustment in Restricted ORV safety education authorization with available revenue. Funds will be used to provide grants for ORV safety education and training courses.	Gross Restricted GF/GP	30,800 30,800 0
14.	**Deer Habitat Improvement Initiative.** The budget includes a $100 GF/GP increase to the Deer habitat improvement initiative. The State Administrative Board transferred $99,900 GF/GP from the Deer habitat improvement initiative to Wildlife management.	Gross GF/GP	100 100
15.	**Wildlife and Fish Health Study.** The budget includes a $100 GF/GP increase to the Wildlife and fish health study. The State Administrative Board transferred $199,900 GF/GP from the Wildlife and fish health study to Wildlife management.	Gross GF/GP	100 100

		FY 2019-20 Change From FY 2018-19 Year-to-Date
C. PROGRAM ELIMINATIONS		
1. Michigan Conservation Corps. The budget eliminates all funding for the Michigan Conservation Corps.	Gross	(1,000,000)
	GF/GP	(1,000,000)
2. Cormorant Mitigation Program. The budget eliminates all funding for the Cormorant Mitigation Program.	Gross	(150,000)
	GF/GP	(150,000)
D. PROGRAM REDUCTIONS		
1. Remove Capital Outlay Project Appropriations. The budget removes funding for four waterways project appropriations that are no longer needed as the projects are underway, as well as Wetland Restoration/Acquisition line item funded with Waterfowl Hunt Stamp revenue to align with revenue projections.	Gross	(3,536,000)
	Federal	(643,00)
	Restricted	(2,893,000)
	GF/GP	0
2. State Parks Repair and Maintenance (Capital Outlay). The budget includes a funding alignment to reflect estimated Restricted revenue. The $2.5 million reduction is to Recreation Passport fees.	Gross	(2,500,000)
	Restricted	(2,500,000)
	GF/GP	0
3. Wildlife Management Public Education Fund. The budget includes a funding alignment for the Wildlife Management Public Education Fund authorization with expected revenue.	Gross	(500,000)
	Restricted	(500,000)
	GF/GP	0
4. Nonmotorized Trail Development and Maintenance Grants. The budget includes a reduction in GF/GP support for nonmotorized trail development and maintenance grants.	Gross	(150,000)
	GF/GP	(150,000)
5. Marketing and Outreach. The budget includes a reduction in GF/GP support for marketing and outreach.	Gross	(150,000)
	GF/GP	(150,000)
6. Lake Level Assessments. The Governor vetoed funding for lake level assessment reimbursements.	Gross	(35,000)
	IDG	(35,000)
	GF/GP	0

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
7. Remove FY 2018-19 Supplemental Appropriations. The budget removes several items that were not included as part of the Department's base budget.	FTE	(10.0)
	Gross	(62,480,000)
	Federal	(3,600,000)
	Private	(5,000,000)
	Restricted	(26,720,000)
	GF/GP	(27,160,000)
8. Removal of FY 2018-19 One-Time Appropriations. The budget removes several one-time items that were not included as part of the Department's base budget.	Gross	(2,425,000)
	Restricted	(200,000)
	GF/GP	(2,225,000)
E. FUNDING SHIFTS		
1. Wildfire Protection Fund Shift. The budget shifts costs currently funded with GF/GP to available forest development fund.	Gross	0
	Restricted	1,203,800
	GF/GP	(1,203,800)
2. Wildlife Management Fund Shift. The budget shifts costs currently funded with GF/GP to available forest development fund ($200,000) and turkey permit fees ($100,000).	Gross	0
	Restricted	300,000
	GF/GP	(300,000)
F. PROGRAM TRANSFERS		
1. Michigan Registered Forester Program. The budget includes the transfer of Restricted authorization to administer the Michigan Registered Forester Program currently housed in the Department of Licensing and Regulatory Affairs.	Gross	30,000
	Restricted	30,000
	GF/GP	0
2. Office of the Great Lakes. The budget reflects Executive Order 2020-1, which transferred the Office of the Great Lakes from the DNR to the Department of Environment, Great Lakes, and Energy.	FTE	(11.0)
	Gross	(12,057,000)
	Federal	(10,510,400)
	Restricted	(531,600)
	GF/GP	(1,015,000)

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
G. OTHER ISSUES		
Align Spending Authority with State Park Improvement Revenue Bond Debt Service. The budget includes an alignment in Restricted authorization with scheduled debt service costs.	Gross Restricted GF/GP	1,800 1,800 0
H. UNCLASSIFIED SALARIES		
The budget increases Gross funding for the unclassified salaries line item from $792,200 to $824,200.	Gross Restricted GF/GP	32,000 32,000 0
I. FEE INCREASES - NONE		
J. ECONOMIC ADJUSTMENTS		
The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.	Gross Federal Private Restricted GF/GP	3,681,300 464,900 200 2,624,700 591,500

K. ONE-TIME APPROPRIATIONS

The budget identifies $2,000,100 of FY 2019-20 one-time appropriations and eliminates $2,425,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Wildlife management	$2,000,000	$2,000,000
Wildlife and fisheries health study	100	100
Subtotal	**$2,000,100**	**$2,000,100**

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
FY 2018-19		
Cooperative Resources Programs	($25,000)	($25,000)
Dam Management Grant Program	(1,500,000)	(1,500,000)
Grindstone Harbor Development Program	(120,000)	(120,000)
Lake Level Assessments	(35,000)	(35,000)
Legal Services	(37,500)	(37,500)
Long Lake Boat Launch	(142,500)	(142,500)
Snowmobile Trail Groomer Pilot	(200,000)	0
Swimmer's Itch Pilot Program	(250,000)	(250,000)
Wildlife and Fisheries Health Study	(115,000)	(115,000)
Subtotal	**($2,425,000)**	**($2,225,000)**

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
IDG from forest development fund to the Department of Agriculture and Rural Development	$997,300	$0
Sec. 1202. Lake Level Assessments	35,000	0
Subtotal	**$1,032,300**	**$0**

SCHOOL AID
PA 58 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE AMOUNT	CHANGES FROM FY 2018-19 YEAR-TO-DATE PERCENT
FTE Positions	N/A	N/A	N/A	N/A	N/A	N/A	N/A
GROSS	**14,811,203,800**	**15,371,238,900**	**15,240,157,900**	**15,047,774,800**	**15,106,763,600**	**295,559,800**	**2.0**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	0.0
ADJUSTED GROSS	**14,811,203,800**	**15,371,238,900**	**15,240,157,900**	**15,047,774,800**	**15,106,763,600**	**295,559,800**	**2.0**
Less:							
Federal Funds	1,745,943,500	1,749,578,500	1,749,578,500	1,749,578,500	1,749,578,500	3,635,000	0.2
Local and Private	0	0	0	0	0	0	0.0
TOTAL STATE SPENDING	**13,065,260,300**	**13,621,660,400**	**13,490,579,400**	**13,298,196,300**	**13,357,185,100**	**291,924,800**	**2.2**
Less:							
Other State Restricted Funds	12,977,340,300	13,576,660,400	13,222,579,400	13,250,196,300	13,294,915,100	317,574,800	2.4
GENERAL FUND/GENERAL PURPOSE	**87,920,000**	**45,000,000**	**268,000,000**	**48,000,000**	**62,270,000**	**(25,650,000)**	**(29.2)**
PAYMENTS TO LOCALS	**12,833,016,000**	**13,406,340,600**	**13,261,779,600**	**13,057,996,100**	**13,151,465,300**	**318,449,300**	**2.5**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Foundation Allowance.** For traditional districts, the budget increases the target foundation allowance (previously called the 'basic' foundation allowance) by $120 per pupil, and the minimum by $240 per pupil, using the "2x" formula. The Governor vetoed the increase for charter schools.	Gross Restricted GF/GP	269,000,000 269,000,000 0
2.	**Retirement System Costs Due to Lower Assumed Rate of Return.** The budget includes an increase of nearly $84.0 million to hold districts and other school employers harmless from the reduction in the assumed rate of return in the MPSERS, from 7.5% to 7.05%. The total cost for FY 2019-20 is $172.1 million. The assumed rate of return will decrease to 6.8% in FY 2020-21.	Gross Restricted GF/GP	83,930,000 83,895,000 35,000
3.	**Additional Payments for Special Education Costs.** The budget includes additional funding to pay an estimated 2% of special education programming costs. This funding is in addition to mandated percentages for reimbursement of special education costs.	Gross Restricted GF/GP	60,207,000 60,207,000 0
4.	**Technical Cost Adjustments for Special Education.** The budget includes standard increases in annual costs related to special education.	Gross Restricted GF/GP	36,200,000 36,200,000 0
5.	**Early Literacy Coaches.** The budget includes an increase of $14.0 million (from $7.0 million to $21.0 million) to triple the number of early literacy coaches. The budget retains the requirement that ISDs share in the cost of literacy coaches.	Gross Restricted GF/GP	14,000,000 14,000,000 0
6.	**Federal School Lunch Funding.** The budget reflects an anticipated increase in Federal school lunch funding of $14.0 million. Total Federal funding is expected to be over $537.0 million.	Gross Federal GF/GP	14,000,000 14,000,000 0
7.	**Retirement System Additional Employer Defined Contribution Costs.** The budget includes an increase of $12.6 million to pay the statutorily required employer costs of matching defined contributions in MPSERS. The total cost for FY 2019-20 is $42.3 million.	Gross Restricted GF/GP	12,571,000 12,571,000 0
8.	**School Aid Fund Cash Flow Borrowing Costs.** The budget includes an increase of $9.0 million (from $57.0 million to $66.0 million) in the cost for the SAF to borrow from other State funds to have enough cash on hand to make monthly State aid payments.	Gross Restricted GF/GP	9,000,000 9,000,000 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
9.	**Bilingual Education.** The budget includes an increase of $7.0 million (from $6.0 million to $13.0 million) for bilingual education payments, based on a district's score on an assessment of English language proficiency.	Gross Restricted GF/GP	7,000,000 7,000,000 0
10.	**Great Start Readiness Program (GSRP).** The budget includes an increase of $50,000 in the annual study of GSRP, and an increase of $5.0 million in programming funding to broaden the number of children served. Total programming funding will be just under $250.0 million in FY 2019-20.	Gross Restricted GF/GP	5,050,000 5,000,000 50,000
11.	**At Risk.** The budget increases At Risk funding by $5.0 million, to a total of $522.0 million. The $5.0 million increase is made up of an $11.0 million increase in the traditional formula, with a partially offsetting reduction in the hold harmless calculation of $6.0 million.	Gross Restricted GF/GP	5,000,000 5,000,000 0
12.	**Promise Zone Payments.** The budget includes an increase of $5.0 million (to $8.4 million in total) for expected Promise Zone payments.	Gross Restricted GF/GP	5,000,000 5,000,000 0
13.	**Flint Declaration of Emergency.** The budget includes an increase of $4.8 million for the Flint Declaration of Emergency, bringing total funding to $8.1 million.	Gross Restricted GF/GP	4,845,000 4,845,000 0
14.	**Early On.** The budget increases Early On funding to ISDs from $5.0 million to $7.15 million.	Gross Restricted GF/GP	2,150,000 2,150,000 0
15.	**Child and Adolescent Health Centers.** The budget increases funding for child and adolescent health centers, from just over $6.0 million to $8.0 million for FY 2019-20.	Gross Restricted GF/GP	1,942,700 1,942,700 0
16.	**Renaissance Zone Reimbursements.** The budget increases Renaissance Zone reimbursements by $1.3 million to reflected estimated costs. The total for this line is $15.3 million.	Gross Restricted GF/GP	1,300,000 1,300,000 0
17.	**Career and Technical Education Standard Programming.** The budget increases traditional CTE funding by $1.0 million, for a total of $37.6 million.	Gross Restricted GF/GP	1,000,000 1,000,000 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
18.	**Intermediate School District Operations Increase.** The budget provides a 1% increase in ISD operational funding, bringing the total to $69.1 million.	Gross Restricted GF/GP	685,000 685,000 0
19.	**Payments in Lieu of Taxes (PILT).** The budget increases PILT payments by $221,000, to $4.6 million in total.	Gross Restricted GF/GP	221,000 221,000 0
20.	**Robotics for Public Schools.** The budget increases robotics funding for public schools by $200,000, to $4.7 million. (The Governor vetoed robotics funding for nonpublic schools.)	Gross Restricted GF/GP	200,000 200,000 0

C. PROGRAM ELIMINATIONS

1.	**Additional Payments for High School Students.** The budget removes additional payments of $25 per high school student.	Gross Restricted GF/GP	(11,000,000) (11,000,000) 0
2.	**Computer Adaptive Tests.** The budget does not include funding for computer adaptive tests because of the Governor's veto of the funding.	Gross Restricted GF/GP	(9,200,000) (9,200,000) 0
3.	**Isolated Districts.** The budget does not include funding for isolated districts because of the Governor's veto of the funding.	Gross Restricted GF/GP	(6,000,000) (6,000,000) 0
4.	**Michigan Education Corps.** The budget does not include the Michigan Education Corps' reading program because of the Governor's veto of the funding.	Gross GF/GP	(3,000,000) (3,000,000)
5.	**Imagine Learning - Math, Español, Literacy.** The budget does not include Imagine Learning funding for math ($1.5 million), Literacy ($1.0 million), and Español ($500,000) because of the Governor's veto.	Gross GF/GP	(3,000,000) (3,000,000)
6.	**Value-Added Evaluation Tool.** The budget does not include funding for a value-added analytics tool related to assessment data because of the Governor's veto.	Gross GF/GP	(2,500,000) (2,500,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
7.	**CTE Equipment Upgrades.** The budget does not include funding for CTE equipment upgrades because of the Governor's veto.	Gross (2,500,000) GF/GP (2,500,000)
8.	**Information Technology Certifications.** The budget does not include funding for IT certifications, a program run by Microsoft, because of the Governor's veto.	Gross (2,300,000) GF/GP (2,300,000)
9.	**Dual Enrollment Incentive Payments.** The budget removes payments to districts that provided partial reimbursement for students taking dual enrollment courses.	Gross (1,750,000) Restricted (1,750,000) GF/GP 0
10.	**Strict Discipline Academies.** The budget does not include funding for strict discipline academies for added costs due to the Governor's veto.	Gross (1,600,000) Restricted (1,600,000) GF/GP 0
11.	**Financial Data Analytical Tools.** The budget does not include funding for the purchase of financial data analytical tools because of the Governor's veto.	Gross (1,500,000) Restricted (1,500,000) GF/GP 0
12.	**Online Algebra (Algebra Nation).** The budget does not include funding for Algebra Nation's online algebra program because of the Governor's veto.	Gross (1,500,000) GF/GP (1,500,000)
13.	**Virtual Reality for Skilled Trades.** The budget removes one-time grant funding for Shiawassee ISDs virtual reality for skilled trades program.	Gross (1,200,000) Restricted (1,200,000) GF/GP 0
14.	**CTE Counselors.** The budget removes funding for ISDs to hire CTE counselors.	Gross (1,000,000) Restricted (1,000,000) GF/GP 0
15.	**Bus Driver Safety Program.** The budget removes one-time funding for a bus driver safety education program.	Gross (810,000) Restricted (810,000) GF/GP 0
16.	**Balanced Calendar/Year-Round Schools.** The budget does not include funding for balanced calendar grants because of the Governor's veto.	Gross (750,000) Restricted (750,000) GF/GP 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date
17.	**Dropout Recovery Programs.** The budget does not include funding for dropout recovery programs because of the Governor's veto.	Gross (750,000) Restricted (750,000) GF/GP 0
18.	**10 Cents a Meal.** The budget does not include funding for the 10 Cents a Meal program because of the Governor's veto.	Gross (575,000) GF/GP (575,000)
19.	**Payment to ISDs for Ensuring Cyber School Compliance with Special Education Rules and Guidelines.** The budget removes funding paid to ISDs for administrative costs associated with ensuring that cyber schools within the ISD comply with various special education rules and provisions.	Gross (500,000) GF/GP (500,000)
20.	**Digital Assessment Preparation.** The budget removes one-time funding for a program designed to prepare students and teachers to use digital assessments.	Gross (500,000) GF/GP (500,000)
21.	**Fitness Foundation.** The budget does not include funding for the Michigan Fitness Foundation because of the Governor's veto.	Gross (500,000) GF/GP (500,000)
22.	**Summer Reading Pilot Project.** The budget does not include funding for a pilot project related to reading during summer months because of the Governor's veto.	Gross (500,000) GF/GP (500,000)
23.	**Robotics for Nonpublic Schools.** The budget does not include funding for robotics grants for nonpublic schools because of the Governor's veto.	Gross (300,000) GF/GP (300,000)
24.	**Teach for America.** The budget does not include funding for Teach for America because of the Governor's veto.	Gross (300,000) GF/GP (300,000)
25.	**Reimbursement for Mandates at Nonpublic Schools.** The budget does not include funding designed to reimburse nonpublic schools for the costs of complying with noneducational mandates because of the Governor's veto.	Gross (250,000) GF/GP (250,000)
26.	**Children's Choice Initiative.** The budget does not include funding for the Children's Choice Initiative, a pilot program using multisensory structured language education to improve reading because of the Governor's veto.	Gross (250,000) GF/GP (250,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date
27. Conductive Learning Center. The budget does not include funding for the Conductive Learning Center because of the Governor's veto.	Gross	(250,000)
	GF/GP	(250,000)
28. Pipeline 2 Promise. The budget does not include funding for the Pipeline 2 Promise program because of the Governor's veto.	Gross	(200,000)
	Restricted	(200,000)
	GF/GP	0
29. Early Learning Collaborative. The budget removes the final year of funding for a study of the early learning collaborative.	Gross	(175,000)
	Restricted	(175,000)
	GF/GP	0
30. Dropout Prevention. The budget removes one-time funding to Grand Rapids Public Schools for a dropout prevention program.	Gross	(100,000)
	Restricted	(100,000)
	GF/GP	0
31. Restaurant and Culinary Training. The budget does not include funding for the Michigan Restaurant Association for a culinary and restaurant management grant because of the Governor's veto.	Gross	(100,000)
	GF/GP	(100,000)
32. Science, Technology, Engineering, and Math (STEM) Entrepreneurship Program. The budget removes one-time funding for a STEM program.	Gross	(60,000)
	Restricted	(60,000)
	GF/GP	0
33. High Demand Jobs at St. Clair ISD. The budget removes one-time funding for a grant to St. Clair ISD for a high demand jobs program.	Gross	(50,000)
	Restricted	(50,000)
	GF/GP	0
34. Dana Center. The budget does not include funding for the Dana Center because of the Governor's veto.	Gross	(25,000)
	GF/GP	(25,000)

D. PROGRAM REDUCTIONS

1. Technical Foundation Allowance Cost Adjustments. The budget includes $152.0 million in negative cost adjustments for the foundation allowance, because of declining pupil counts and rising taxable values.	Gross	(152,000,000)
	Restricted	(152,000,000)
	GF/GP	0

		FY 2019-20 Change From FY 2018-19 Year-to-Date
2.	**School Bond Loan Fund Debt Service.** The budget reduces the cost of debt service on the School Bond Loan Fund program by $14.5 million (leaving $111.0 million in total costs).	Gross (14,500,000) Restricted (14,500,000) GF/GP 0
3.	**Federal Grants.** The budget reduces Federal grants throughout the budget by $10.4 million based on expected funding levels.	Gross (10,365,000) Federal (10,365,000) GF/GP 0
4.	**Retirement Rate Cap.** The budget reduces funding the MPSERS rate cap by $1.8 million. Total funding for the statutory cap is just over $1.0 billion for FY 2019-20.	Gross (1,800,000) Restricted (1,600,000) GF/GP (200,000)
5.	**Michigan Virtual High School.** The budget removes a portion of funding for the Michigan Virtual High School because of the Governor's veto.	Gross (1,075,000) GF/GP (1,075,000)
6.	**Partnership Model Districts.** The budget reduces funding for partnership model districts from $7.0 million to $6.0 million.	Gross (1,000,000) Restricted (1,000,000) GF/GP 0
7.	**State Assessments.** The budget reduces funding for assessments by $500,000, by removing the requirement for development or selection of an online reporting tool.	Gross (500,000) Restricted (500,000) GF/GP 0

E. FUNDING SHIFTS

1.	**Flint Declaration of Emergency.** The budget funds Flint Declaration of Emergency programming with SAF in place of GF/GP.	Gross 0 Restricted 3,230,000 GF/GP (3,230,000)
2.	**Michigan Integrated Behavior and Learning Support Initiative (MiBLSi).** The budget funds MiBLSi programming with School Aid Fund in place of GF/GP.	Gross 0 Restricted 1,600,000 GF/GP (1,600,000)
3.	**Foundation Allowance Discretionary Payment.** The budget increases the portion of foundation allowance costs paid with School Aid Fund in place of GF/GP.	Gross 0 Restricted 880,500 GF/GP (880,500)

FY 2019-20 Change From FY 2018-19 Year-to-Date

F. PROGRAM TRANSFERS

Youth ChalleNGe Academy. The budget transfers the Youth ChalleNGe Academy back to the Department of Military and Veterans Affairs, where it resided before FY 2006-07.

Gross	(1,625,400)
Restricted	(1,625,400)
GF/GP	0

G. OTHER ISSUES - NONE

H. UNCLASSIFIED SALARIES - NONE

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	118,500
Restricted	18,000
GF/GP	100,500

K. ONE-TIME APPROPRIATIONS

The budget identifies $100 of FY 2019-20 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Flint Declaration of Emergency Contingency Funds	$100	$0
Subtotal.....	**$100**	**$0**

L. VETOES

Line Item or Boilerplate Language	Gross	FY 2019-20 Change From FY 2018-19 Year-to-Date GF/GP
Foundation Allowance Increase for Charter Schools	$35,000,000	$0
Career and Technical Education (CTE) Equipment	16,000,000	0
Summer school reading grants for 3rd graders	15,000,000	0
School safety	10,000,000	4,800,000
Computer adaptive tests	9,200,000	0
Isolated districts funding	7,000,000	0
CTE incentive payments	5,000,000	0
Michigan Education Corps	3,000,000	0
Bilingual education equipment grants	3,000,000	0
Imagine Learning (math, Español, literacy)	3,000,000	0
Value-added growth and analytics (EVAAS)	2,500,000	2,500,000
Information technology certifications	2,300,000	0
10 Cents a Meal	2,000,000	2,000,000
Career and technical education early/middle colleges	2,000,000	0
Strict discipline academies	1,600,000	0
Job bank	1,500,000	0
Online algebra (Algebra Nation)	1,500,000	0
Financial data analytics tools	1,500,000	0
Michigan Virtual High School	1,075,000	0
Teach for America	800,000	800,000
Dropout recovery programs	750,000	0
Year-round schools grants	750,000	0
Social-emotional learning pilot project	500,000	500,000
Michigan Fitness Foundation	500,000	250,000

Line Item or Boilerplate Language	FY 2019-20 Change From FY 2018-19 Year-to-Date Gross	GF/GP
Children's Choice Initiative	350,000	350,000
Autism intervention	350,000	350,000
Literacy essentials for principals	300,000	0
Multisensory education	300,000	0
Robotics for nonpublic schools	300,000	300,000
Square One	300,000	0
Conductive Learning Center	250,000	250,000
Best Buddies	250,000	250,000
Reimbursement for nonpublic mandates	250,000	250,000
Pipeline 2 Promise	200,000	0
Culinary training grant	100,000	0
Career exploration pilot project	80,000	80,000
MITES	50,000	50,000
Dana Center	25,000	0
Subtotal	**$128,580,000**	**$12,730,000**

DEPARTMENT OF STATE
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	1,586.0	1,586.0	1,586.0	1,586.0	1,586.0	0.0	0.0
GROSS	**250,362,800**	**255,209,600**	**250,393,000**	**247,607,600**	**250,393,000**	**30,200**	**0.0**
Less:							
Interdepartmental Grants Received	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	0	0.0
ADJUSTED GROSS	**230,362,800**	**235,209,600**	**230,393,000**	**227,607,600**	**230,393,000**	**30,200**	**0.0**
Less:							
Federal Funds	1,460,000	1,460,000	1,460,000	1,460,000	1,460,000	0	0.0
Local and Private	50,100	50,100	50,100	50,100	50,100	0	0.0
TOTAL STATE SPENDING	**228,852,700**	**233,699,500**	**228,882,900**	**226,097,500**	**228,882,900**	**30,200**	**0.0**
Less:							
Other State Restricted Funds	207,886,400	210,732,000	210,732,000	213,230,600	215,431,700	7,545,300	3.6
GENERAL FUND/GENERAL PURPOSE	**20,966,300**	**22,967,500**	**18,150,900**	**12,866,900**	**13,451,200**	**(7,515,100)**	**(35.8)**
PAYMENTS TO LOCALS	**1,129,000**	**1,127,500**	**1,129,000**	**1,127,500**	**1,127,500**	**(1,500)**	**(0.1)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A. NEW PROGRAMS - NONE			
B. PROGRAM INCREASES			
1. Branch Office Economics. The budget increases funding totaling $830,000 because of contract rate increases and general maintenance. Contract rates for janitorial, security, and telecommunications increased by a total of $500,000 while the remaining $330,000 is appropriated for maintenance cost increases for branch offices. The Conference Committee concurred with Governor.	Gross Restricted GF/GP	830,000 830,000 0	
2. Motorcycle Safety. The budget increases funding to create and maintain the "Look Twice Save a Life" program to increase motorcycle rider safety. The Conference Committee concurred with Governor.	Gross Restricted GF/GP	300,000 300,000 0	
C. PROGRAM ELIMINATIONS - NONE			
D. PROGRAM REDUCTIONS			
1. Removal of FY 2018-19 Supplemental Funding - PA 618 of 2018. The budget removes supplemental funding provided for the administration of the motorcycle safety education program, specifically the "Look Twice Save a Life" program via PA 618 of 2018.	Gross Restricted GF/GP	(400,000) (400,000) 0	
2. Removal of FY 2018-19 Supplemental Funding - PA 28 of 2019. The budget removes a total of $2.5 million of supplemental funding provided via PA 28 of 2019. This supplemental funding was provided to implement the provisions of Proposal 3 passed by Michigan voters in November 2018. The funding is allocated as follows: $750,000 to implement automatic voter registrations and no-reason absentee voting implementation; $1.0 million for absentee voter counting board tabulators; and $750,000 for education and training services for local clerks and their staff to implement Proposal 3.	Gross GF/GP	(2,500,000) (2,500,000)	
3. Removal of Legislative Transfer 2019-2. The budget removes $800,000 in Restricted revenue provided for Branch Operations. This contingency fund transfer increased spending authority for additional revenue received from credit card fees charged to customers for the use of credit cards.	Gross Restricted GF/GP	(800,000) (800,000) 0	

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
E. FUNDING SHIFTS		
General Fund Reduction. The budget reduces GF/GP expenditures by $5.4 million as a budgetary savings measure and replaces funding with Restricted Transportation Administration Collection Fund dollars. The net effect on Gross funding is zero.	Gross Restricted GF/GP	0 5,438,400 (5,438,400)
F. PROGRAM TRANSFERS - NONE		
G. OTHER ISSUES - NONE		
H. UNCLASSIFIED SALARIES		
The budget increases Gross funding for the unclassified salaries line item from $660,700 to $687,400.	Gross GF/GP	26,700 26,700
I. FEE INCREASES - NONE		
J. ECONOMIC ADJUSTMENTS		
The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, other employment retirement costs, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.	Gross Restricted GF/GP	2,573,500 2,176,900 396,600

FY 2019-20 Change From FY 2018-19 Year-to-Date

K. ONE-TIME APPROPRIATIONS

The budget eliminates $2,500,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2018-19		
Automatic Voter Registration and No-Reason Absentee Voting Implementation	($750,000)	($750,000)
Absentee Voter Counting Board Tabulators	(1,000,000)	(1,000,000)
Educational and Training Services	(750,000)	(750,000)
Subtotal	**($2,500,000)**	**($2,500,000)**

L. VETOES - NONE

DEPARTMENT OF STATE POLICE
PA 53 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	3,518.0	3,557.0	3,579.0	3,516.0	3,579.0	61.0	1.7
GROSS	**780,027,600**	**721,197,300**	**721,588,200**	**703,643,900**	**714,594,700**	**(65,432,900)**	**(8.4)**
Less:							
Interdepartmental Grants Received	24,748,300	24,933,900	24,933,900	24,933,900	24,933,900	185,600	0.7
ADJUSTED GROSS	**755,279,300**	**696,263,400**	**696,654,300**	**678,710,000**	**689,660,800**	**(65,618,500)**	**(8.7)**
Less:							
Federal Funds	100,648,800	75,728,500	75,728,500	75,486,100	75,728,500	(24,920,300)	(24.8)
Local and Private	5,261,800	4,801,200	4,801,200	4,575,200	4,801,200	(460,600)	(8.8)
TOTAL STATE SPENDING	**649,368,700**	**615,733,700**	**616,124,600**	**598,648,700**	**609,131,100**	**(40,237,600)**	**(6.2)**
Less:							
Other State Restricted Funds	154,103,700	144,658,200	144,658,200	144,105,900	135,429,400	(18,674,300)	(12.1)
GENERAL FUND/GENERAL PURPOSE	**495,265,000**	**471,075,500**	**471,466,400**	**454,542,800**	**473,701,700**	**(21,563,300)**	**(4.4)**
PAYMENTS TO LOCALS	**19,231,300**	**14,078,600**	**14,078,600**	**14,078,600**	**2,460,500**	**(16,770,800)**	**(87.2)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS**		
1.	**Recreational Marihuana Law Implementation.** The budget includes 9.0 FTE and $3.0 million in Marihuana Regulatory Funds for investigative function associated with the legalization of recreational marijuana.	FTE Gross Restricted GF/GP	9.0 3,000,000 3,000,000 0
2.	**Office of School Safety.** The budget includes 3.0 FTEs and $500,000 GF/GP to establish a State office of school safety, to coordinate school safety efforts statewide, per PA 435 of 2018.	FTE Gross GF/GP	3.0 500,000 500,000
3.	**First Responder Communication Network.** The budget includes a $100 placeholder in one-time appropriations for a project to establish a new communications network for first responders. The enacted budget bill contained an appropriated amount of $2.0 million GF/GP for the project, but State Administrative Board Resolution 2019-11 removed $1,999,900 of these one-time funds and transferred the money to the one-time appropriation for In-Car Camera Video Streaming Network.	Gross GF/GP	100 100
B.	**PROGRAM INCREASES**		
1.	**Trooper Recruit Schools for FY 2019-20.** The budget includes $11,983,600 GF/GP and 36.0 FTEs to reflect plans to conduct trooper recruit schools for FY 2019-20, projected to increase the number of enlisted Department personnel (troopers) by as many as 36 over current year levels. The amount includes $5,321,600 GF/GP in one-time appropriations. The enacted budget bill contained a one-time appropriation of $7,389,800 GF/GP, which would have allowed for an increase of 51 enlisted personnel over current year, but subsequent State Administrative Board Resolution 2019-11 removed $2,068,200 GF/GP from the one-time appropriations and transferred the funding to the ongoing appropriation for Forensic Science.	FTE Gross GF/GP	86.0 11,983,600 11,983,600
2.	**Annualize FY 2018-19 Trooper School Costs.** The budget includes funding to reflect the full-year costs of graduates (approximately 75) from FY 2018-19 trooper recruit schools.	Gross GF/GP	8,098,300 8,098,300

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
3.	**In-Car Camera Video Streaming Network.** The budget includes $2.8 million in one-time GF/GP to create a new, in-car camera streaming network for Michigan State Police patrol vehicles. The enacted budget bill contained an appropriation amount of $766,600 for this item, but subsequent State Administrative Board Resolution 2019-11 transferred $1,999,900 GF/GP from the enacted one-time appropriation for First Responder Communication Network to the one-time appropriation for In-Car Camera Video Streaming Network.	Gross GF/GP	2,766,500 2,766,500
4.	**Forensic Sciences.** The budget includes $2.1 million GF/GP to improve the turnaround time at State crime labs for biology/DNA casework. The enacted version of the budget bill did not contain this budgetary increase, but subsequent State Administrative Board Resolution 2019-11, transferred $2.7 million GF/GP from the one-time appropriation for Trooper School to the on-going appropriation line for Forensic Science.	Gross GF/GP	2,068,200 2,068,200
5.	**Credit Card Fee Payments.** The budget includes funding of $578,700 gross and $4,200 GF/GP for authorization necessary to pay fees associated with credit card transactions processed by the Department.	Gross IDG Federal Local Restricted GF/GP	578,700 2,800 1,500 1,200 569,000 4,200
6.	**Automated Biometrics Identification System.** The budget includes funding of $510,200 GF/GP for cost increases associated with maintenance of the Automated Biometrics Identification System.	Gross GF/GP	510,200 510,200
7.	**Breath Alcohol Testing Devices Cost Increase.** The budget includes $300,100 in GF/GP funding for inflationary contract increases and maintenance of portable breath alcohol testing devices.	Gross GF/GP	300,100 300,100
8.	**Accounting Services Increased Costs.** The budget includes funding of $179,100 GF/GP for increased costs associated with Accounting Service Center operations.	Gross GF/GP	179,100 179,100
9.	**Ammunition Increased Costs.** The budget includes $258,600 GF/GP to cover increased costs throughout the Department for ammunition.	Gross GF/GP	258,600 258,600
10.	**eWarrant System Increased Costs.** The budget includes $130,000 GF/GP for increased costs associated with hosting and maintenance of the statewide eWarrant system.	Gross GF/GP	130,000 130,000

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
11.	**Combined Strategic Support Module.** The budget includes funding of $123,000 GF/GP for ongoing support for licensing and server costs for geo-mapping/computer.	Gross GF/GP	123,000 123,000
C.	**PROGRAM ELIMINATIONS**		
1.	**School Safety Grants.** The budget reflects the elimination of a one-time FY 2018-19 $25.0 million GF/GP grant program for public and private schools from supplemental appropriations contained in PA 618 of 2018.	Gross GF/GP	(25,000,000) (25,000,000)
2.	**Trooper Schools FY 2018-19 One-Time Cost Elimination.** The budget reflects the elimination of one-time costs of $7,751,300 GF/GP for FY 2018-19 trooper recruit schools	Gross GF/GP	(7,751,300) (7,751,300)
3.	**Disaster and Emergency Contingency Fund One-Time Deposit.** The budget reflects the elimination of a one-time GF/GP deposit of $7.5 million GF/GP to the State Disaster and Emergency Contingency Fund account from supplemental appropriations contained in PA 618 of 2018.	Gross GF/GP	(7,500,000) (7,500,000)
4.	**Secondary Road Patrol Grant Program.** The budget reflects the elimination of appropriations for the Secondary Road Patrol Grant Program ($13,074,300 restricted) and its associated training grant line, Training Only to Local Units ($654,500). The enrolled version of the budget bill contained funding for the above line items, but was vetoed by the Governor.	FTE Gross Restricted GF/GP	(1.0) (13,726,700) (11,726,700) (2,000,000)
5.	**Michigan International Speedway (MIS) Traffic Control.** The budget reflects the elimination of a one-time grant to provide State Police traffic control services to the MIS. The enrolled version of the budget bill included funding of $600,000 GF/GP for the item, but was vetoed by the Governor.	Gross GF/GP	(725,000) (725,000)
6.	**Roadside Saliva Testing Project Elimination.** The budget includes the elimination of a completed one-time project for a statewide roadside testing of impaired drivers, appropriated under PA 618 of 2018.	Gross GF/GP	(626,000) (626,000)
7.	**Shiawassee County Emergency Relief.** The budget includes the elimination of a one-time grant to Shiawassee County for emergency relief as appropriated in PA 28 of 2019.	Gross GF/GP	(163,600) (163,600)
8.	**Civil Air Patrol Grant.** The budget reflects the elimination of a $20,000 GF/GP training grant to the Michigan Civil Air Patrol. Funding of $20,000 GF/GP for the grant was included in the enrolled version of the budget bill, but was vetoed by the Governor.	Gross GF/GP	(20,000) (20,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
9.	**OK2SAY One-Time Information Technology Update.** The budget includes the elimination of a one-time placeholder appropriation for funds to upgrade OK2SAY program response activities by the department.	Gross GF/GP	(100) (100)
10.	**Active Violence Response Training.** The budget includes the elimination of a one-time appropriation for Active Violence Response Training from PA 56 of 2019.	Gross GF/GP	(1,927,600) (1,927,600)
D.	**PROGRAM REDUCTIONS**		
1.	**Medical Marihuana Funding Authorization.** The budget includes the adjustment of (reducing by 32.0 FTEs and $8,988,700 Restricted) anticipated medical marihuana revenues following the legalization of recreational marihuana. Adjustments include the removal of $1,815,000 Restricted from Medical Marihuana Excise Fund, as revenue is no longer collected.	FTE Gross Restricted GF/GP	(32.0) (10,803,700) (10,803,700) 0
2.	**Fleet Leasing Reduction.** The budget includes a reduction in Fleet Leasing, reducing ("right-sizing") the Department's fleet of vehicles, both patrol (275 vehicles for a savings of $2.0 million) and administrative (50 vehicles for a savings of $300,000).	Gross GF/GP	(2,300,000) (2,300,000)
3.	**Special Operations Reduction.** The budget includes a reduction of $677,600 GF/GP because of savings associated with reduced special protection costs.	FTE Gross GF/GP	(4.0) (677,600) (677,600)
4.	**Operating Supplies and Materials Savings.** The budget includes a reduction of support of $450,000 GF/GP for miscellaneous operating supplies and materials from eight of the Department's major operating appropriations.	Gross GF/GP	(450,000) (450,000)
5.	**Grants and Community Services Reduction.** The budget includes a reduction of $255,400 GF/GP in support for outreach and awareness initiatives.	Gross GF/GP	(255,400) (255,400)
6.	**Discretionary Overtime Reduction.** The budget includes a reduction of $100,000 GF/GP in budgeted overtime for eight of the Department's major payroll appropriations, with post operations being held harmless.	Gross GF/GP	(100,000) (100,000)
7.	**Emergency Management and Homeland Security Training Center Reduction.** The budget includes a technical reduction of $29,600 GF/GP for the Center.	Gross GF/GP	(29,600) (29,600)

	FY 2019-20 Change From FY 2018-19 Year-to-Date	
E. FUNDING SHIFTS		
Secure Cities Program Fund Shift. The budget includes a fund shift, shifting $2.5 million of GF/GP to State Services Fee Fund revenue. Fiscal year 2019-20 funding for the program includes 30.0 FTE and $7.8 million gross ($2.5 million Restricted, $5.3 GF/GP).	Gross Restricted GF/GP	0 2,500,000 (2,500,000)
F. PROGRAM TRANSFERS		
Sexual Assault Prevention and Educational Initiative. The budget includes the transfer of an educational and outreach program, the Sexual Assault Prevention and Educational Initiative, previously funded in FY 2018-19 under the Department of Health and Human Services.	Gross GF/GP	1,321,000 1,321,000
G. OTHER ISSUES		
1. Adjustment for FY 2018-19 Boilerplate. Adjustment for receive and expend authority for Disaster and Emergency Support from Federal and Restricted Funds.	Gross Federal Restricted GF/GP	(27,350,900) (22,350,900) (5,000,000) 0
2. Adjustments for Alignment of Authorization with Anticipated Revenues. The budget includes adjustments to reflect actual projected revenue.	Gross Federal Local Private Restricted GF/GP	(1,245,700) (2,918,000) (404,600) (80,000) 2,156,900 0
H. UNCLASSIFIED SALARIES		
The budget increases Gross funding for the unclassified salaries line item from $598,000 to $621,700.	Gross Restricted GF/GP	23,700 12,200 11,500
I. FEE INCREASES - NONE		

FY 2019-20 Change From FY 2018-19 Year-to-Date

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	3,379,200
IDG	182,800
Federal	347,100
Local	22,800
Restricted	618,000
GF/GP	2,208,500

K. ONE-TIME APPROPRIATIONS

The budget identifies $9,409,200 of FY 2019-20 one-time appropriations and eliminates $43,067,600 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Trooper school	$5,321,600	$5,321,600
In-car video streaming network	2,766,500	2,766,500
Sexual assault prevention and education initiative	1,321,000	1,321,000
First responder communications network	100	100
Subtotal	**$9,409,200**	**$9,409,200**
FY 2018-19		
School safety grants	($25,000,000)	($25,000,000)
Trooper school	(7,751,300)	(7,751,300)
Disaster and emergency contingency fund	(7,500,000)	(7,500,000)
Active violence response training	(1,927,600)	(1,927,600)
Michigan International Speedway traffic control	(725,000)	(725,000)
Shiawassee County emergency relief	(163,600)	(163,600)
OK2SAY information technology upgrade	(100)	(100)
Subtotal	**($43,067,600)**	**($43,067,600)**

FY 2019-20 Change From FY 2018-19 Year-to-Date

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
Secondary Road Patrol Grants	$13,074,300	$0
Training only to local units	654,500	0
Michigan International Speedway traffic control	600,000	600,000
Civil Air Patrol	20,000	20,000
Subtotal	**$14,348,800**	**$620,000**

DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	3,116.0	3,131.0	3,135.0	3,121.0	3,126.0	10.0	0.3
GROSS	**1,438,408,600**	**1,579,618,900**	**1,521,956,900**	**1,501,960,400**	**1,526,306,800**	**87,898,200**	**6.1**
Less:							
Interdepartmental Grants Received	751,777,000	950,488,800	950,488,800	947,067,200	950,488,800	198,711,800	26.4
ADJUSTED GROSS	**686,631,600**	**629,130,100**	**571,468,100**	**554,893,200**	**575,818,000**	**(110,813,600)**	**(16.1)**
Less:							
Federal Funds	5,033,700	4,968,400	4,968,400	4,910,900	4,968,400	(65,300)	(1.3)
Local and Private	2,471,000	2,452,300	2,452,300	2,162,000	2,452,300	(18,700)	(0.8)
TOTAL STATE SPENDING	**679,126,900**	**621,709,400**	**564,047,400**	**547,820,300**	**568,397,300**	**(110,729,600)**	**(16.3)**
Less:							
Other State Restricted Funds	122,117,400	117,916,800	117,916,800	116,913,400	117,916,800	(4,200,600)	(3.4)
GENERAL FUND/GENERAL PURPOSE	**557,009,500**	**503,792,600**	**446,130,600**	**430,906,900**	**450,480,500**	**(106,529,000)**	**(19.1)**
PAYMENTS TO LOCALS	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**IDG Baseline Adjustments.** The budget includes a $191.9 million increase in the Technology Services section across six line items to reflect adjustments to interdepartmental grants from technology user fees. Of the total, $179.9 million of this funding reflects the transfer of IT services and some child protective services funding from the Department of Health and Human Services to the DTMB.	Gross IDG GF/GP	191,899,900 191,899,900 0
2.	**MPSCS Upgrades and Maintenance.** The budget includes $5.0 million GF/GP to support a licensing agreement for the Microsoft 365 G5 product bundle for use by State agencies.	FTE Gross GF/GP	10.0 7,000,000 7,000,000
3.	**Microsoft Enterprise License Agreement.** The budget includes $5.0 million GF/GP to support a licensing agreement for the Microsoft 365 G5 product bundle for use by State agencies.	Gross GF/GP	5,000,000 5,000,000
4.	**Motor Vehicle Fleet.** The budget includes $1.5 million in IDG funding and 4.0 FTEs to align appropriations with an increase in vehicle miles traveled and an anticipated increase in fuel costs.	FTE Gross IDG GF/GP	4.0 1,500,000 1,500,000 0
5.	**Attorney General Legal Counsel.** The budget includes $670,000 in Restricted funds to align funding for Attorney General legal services.	Gross Restricted GF/GP	670,000 670,000 0
6.	**Michigan State Police Accounting Service Center Adjustment.** The budget includes increased IDG funding from the Department of State Police to align actual costs with the accounting service center activities performed by the DTMB on behalf of the MSP.	Gross IDG GF/GP	374,900 374,900 0
7.	**Professional Development Funds.** The budget includes funding for professional development funds for Michigan Public Employees-, SEIU Scientific and Engineering Unit-, and AFSCME-represented employees in accordance with bargaining agreements agreed to with the State Employer.	Gross GF/GP	10,000 10,000

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
C.	**PROGRAM ELIMINATIONS**		
	Regional Prosperity Grants. The budget eliminates all funding for Regional Prosperity Grants. A $100 placeholder was retained for this program in the enrolled bill, but was vetoed by the Governor.	Gross GF/GP	(4,000,000) (4,000,000)
D.	**PROGRAM REDUCTIONS**		
1.	**Information Technology Investment Fund (ITIF).** The budget reduces appropriations for the Information Technology Investment Fund by $20.0 million GF/GP. The total appropriations for FY 2019-20 for ITIF projects is $20.0 million.	Gross GF/GP	(20,000,000) (20,000,000)
2.	**Legislative Retirement.** The enrolled bill appropriated $12.4 million to the Legislative Retirement line item. However, $12,399,900 was removed by the State Administrative Board and transferred to other lines, leaving a $100 placeholder.	Gross GF/GP	(12,399,900) (12,399,900)
3.	**Enterprise Special Maintenance of State Facilities.** The enrolled bill reduced funding for Enterprise Special Maintenance of State Facilities by $3.1 million GF/GP, but included $750,000 IDG funding from the Department of Corrections for the demolition of the Deerfield Correctional Facility. The Governor vetoed the IDG funding.	Gross GF/GP	(3,100,000) (3,100,000)
4.	**Information Technology - Michigan Public Safety and Communications System (MPSCS).** The budget includes a $2.4 million GF/GP reduction to the MPSC). The enrolled bill included a total of $9.6 million GF/GP in reductions to line items within the Technology Services section. The State Administrative Board transferred $7.2 million GF/GP from the Legislative Retirement line item to two of the affected lines.	Gross GF/GP	(2,400,000) (2,400,000)
5.	**Technical Adjustments and Reduction of Overstated Restricted Funds.** The budget includes a $115,400 Gross decrease due to technical adjustments and reductions of overstated Restricted funds. These adjustments are made on an annual basis.	Gross IDG Federal Restricted GF/GP	(115,400) 223,700 (115,400) (56,600) (167,100)
6.	**Removal of One-Time and Supplemental Funding.** The budget removes a total of $77.9 million in FY 2018-19 one-time and supplemental funding.	Gross IDG Restricted GF/GP	(77,910,100) (23,700) (6,323,400) (71,563,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
E.	**FUNDING SHIFTS**		
1.	**Statewide Cost Allocation (SWCAP) Adjustments.** The budget includes a net-zero fund shift to reflect annual adjustments made based on the most recent SWCAP data.	Gross IDG Restricted GF/GP	0 (8,500) 139,800 (131,300)
2.	**Annual Adjustment of Indirect Charges and Fund Sources.** The budget includes a net-zero annual adjustment of the DTMB indirect charges and fund sources based on the most recent SWCAP data.	Gross IDG Restricted GF/GP	0 232,200 (196,400) (35,800)
3.	**Business Support Services.** The budget includes a net-zero annual adjustment of DTMB indirect charges and fund sources based on the most recent SWCAP data.	Gross Restricted GF/GP	0 138,400 (138,400)
F.	**PROGRAM TRANSFERS**		
1.	**Military Retirement System.** The budget reflects the transfer of the administration of the Military Retirement System to the Department of Military and Veterans' Affairs.	Gross GF/GP	(5,244,800) (5,244,800)
2.	**Office of Regulatory Reinvention.** The budget reflects the transfer of the Office of Regulatory Reinvention from the DTMB to the Department of Licensing and Regulatory Affairs via Executive Revision 2020-1.	FTE Gross GF/GP	(4.0) (650,000) (650,000)
G.	**OTHER ISSUES**		
1.	**Unrolling and Consolidation of Information Technology Investment Fund (ITIF) Projects.** The enrolled bill included four new line items originating from the former ITIF line item. These line items reflected specific projects approved by the ITIF Board. The State Administrative Board reduced each of these line items to $100 GF/GP placeholders and transferred $20.0 million GF/GP to the General Services line item.	Gross GF/GP	400 400

		FY 2019-20 Change From FY 2018-19 Year-to-Date
2. State Administrative Board General Fund Transfers. The enrolled bill included General Fund reductions to five line items: Administrative Services, Business Support Services, Executive Operations, Bureau of Labor Market Information and Strategies, and Office of the State Employer. These reductions totaled $5,219,400. The State Administrative Board transferred $5,199,500 from the Legislative Retirement line item to these five line items, resulting in a Gross reduction from FY 2018-19 of $19,900 GF/GP among those lines.	Gross	(19,900)
	GF/GP	(19,900)

H. UNCLASSIFIED SALARIES

The budget increases Gross funding for the unclassified salaries line item from $905,100 to $941,500.	Gross	36,400
	IDG	28,400
	Restricted	(1,900)
	GF/GP	9,900

I. FEE INCREASES - NONE

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.	Gross	7,246,700
	IDG	4,484,900
	Federal	50,100
	Local	(20,400)
	Private	1,700
	Restricted	1,429,500
	GF/GP	1,300,900

FY 2019-20 Change From FY 2018-19 Year-to-Date

K. ONE-TIME APPROPRIATIONS

The budget identifies $5,000,100 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $71,810,100 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Enterprise special maintenance for statewide facilities	$5,000,000	$5,000,000
Drinking water declaration of emergency fund	100	100
Subtotal	**$5,000,100**	**$5,000,100**
FY 2018-19		
Military and Judges Retirement Systems Investment	($43,100,000)	($43,100,000)
Statewide Broadband	(20,000,000)	(13,620,000)
Dissolved District Debt Payment	(8,200,000)	(8,200,000)
Proposal 3 Implementation Technology Support	(500,000)	(500,000)
Office of Retirement Services Actuarial Analysis	(10,000)	(10,000)
Census-Related Services	(100)	(100)
Subtotal	**($71,810,100)**	**($71,810,100)**

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
IDG from Department of Corrections	$750,000	$750,000
Subtotal	**$750,000**	**$750,000**

DEPARTMENT OF TRANSPORTATION
PA 66 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	2,818.3	2,818.3	2,818.3	2,818.3	2,818.3	0.0	0.0
GROSS	**5,013,880,800**	**5,778,292,000**	**5,130,767,200**	**5,408,738,300**	**5,011,408,000**	**(2,472,800)**	**(0.0)**
Less:							
Interdepartmental Grants Received	4,092,500	3,974,300	3,974,300	3,974,300	3,974,300	(118,200)	(2.9)
ADJUSTED GROSS	**5,009,788,300**	**5,774,317,700**	**5,126,792,900**	**5,404,764,000**	**5,007,433,700**	**(2,354,600)**	**(0.0)**
Less:							
Federal Funds	1,318,271,700	1,341,650,100	1,341,650,100	1,341,650,100	1,352,350,100	34,078,400	2.6
Local and Private	51,432,000	51,932,000	51,932,000	51,432,000	51,932,000	500,000	1.0
TOTAL STATE SPENDING	**3,640,084,600**	**4,380,735,600**	**3,733,210,800**	**4,011,681,900**	**3,603,151,600**	**(36,933,000)**	**(1.0)**
Less:							
Other State Restricted Funds	3,283,293,700	4,380,735,600	3,601,210,800	4,011,681,900	3,578,151,600	294,857,900	9.0
GENERAL FUND/GENERAL PURPOSE	**356,790,900**	**0**	**132,000,000**	**0**	**25,000,000**	**(331,790,900)**	**(93.0)**
PAYMENTS TO LOCALS	**2,106,336,600**	**2,302,463,700**	**2,250,613,300**	**2,369,723,600**	**2,125,605,800**	**19,046,800**	**0.9**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS**		
1.	**Rail Grade Separation Project.** The budget includes funding in the one-time section for a rail crossing project in Wayne County.	Gross Federal Restricted GF/GP	22,700,000 10,700,000 100 11,999,900
2.	**Carbide Dock/Soo Locks Project.** The budget includes a placeholder in the one-time section for a demolition project for the Soo Locks.	Gross Restricted GF/GP	100 100 0
3.	**General Fund Fixing Roads and Bridges.** The budget includes a placeholder for GF/GP funding of road and bridge construction. The Legislature appropriated $400.0 million. The Governor vetoed $375.0 million, and the Administrative Board transferred the remaining $24,999,900 to transit and rail lines.	Gross GF/GP	100 100
B.	**PROGRAM INCREASES**		
1.	**Road and Bridge Revenue Adjustments.** The budget includes additional restricted fund appropriations for road and bridge construction as a result of increased revenue and statutory earmarks.	Gross Federal Restricted GF/GP	234,966,000 (22,750,700) 257,716,700 0
2.	**Maintenance and Maintenance Materials Increases.** The budget includes additional funding for nonwinter maintenance needs and increased expenses for rising materials costs.	Gross Restricted GF/GP	68,534,000 68,534,000 0
3.	**Local Bus Operating.** The budget includes a $6.0 million increase in Comprehensive Transportation Funds (CTF), added by the Administrative Board.	Gross Restricted GF/GP	6,000,000 6,000,000 0
4.	**Service Initiatives.** The budget includes additional CTF funding added by the Administrative Board.	Gross Restricted GF/GP	5,999,900 5,999,900 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
5.	**Rail Operations and Infrastructure.** The budget includes an increase in funding for rail operations. The Legislature unrolled the lines and included a $4.8 million increase, funding Rail Passenger at $18.0 million and Rail Freight at $67.6 million. The Administrative Board transferred $39.8 million from Rail Freight to Rail Passenger.	Gross Restricted GF/GP	4,808,700 4,808,700 0
6.	**Transit Capital.** The budget includes an increase for Transit Capital. The Legislature split the line into two categories (Urban and Rural), and reduced funding overall by $10.0 million. The Administrative Board added $13.0 million GF/GP to the Transit Capital - Urban line, resulting in a net increase of $3.0 million.	Gross Restricted GF/GP	3,008,100 (9,991,900) 13,000,000
7.	**Information Technology Modernization.** The budget includes additional funding for the development of intelligent transportation systems and to address a backlog of smaller IT projects.	Gross Restricted GF/GP	3,000,000 3,000,000 0
8.	**Intercity Services.** The budget includes $2.1 million CTF increase, of which $1.6 million was added by the Administrative Board.	Gross Restricted GF/GP	2,099,800 2,099,800 0
9.	**Transportation Economic Development Fund (TEDF).** The budget includes a slight increase in TEDF funding.	Gross Restricted GF/GP	909,800 909,800 0
10.	**Capital Outlay for Airport Improvements.** The budget includes a slight increase for the Safety, Protection, and Improvement program ($644,100) and for the Detroit Metro Wayne County Airport ($325,000).	Gross Restricted GF/GP	989,100 989,100 0
11.	**Local Signal Energy Billing Process Improvement.** The budget includes an additional amount added to the Design and Engineering section to improve billing processes for traffic signals in local jurisdictions.	Gross Restricted GF/GP	600,000 600,000 0
12.	**Marine Passenger.** The budget includes a local increase for this line after the Administrative Board transferred $599,900 CTF to Intercity Services.	Gross Local Restricted GF/GP	500,100 500,000 100 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date
13.	**Specialized Services.** The budget includes a slight increase.	Gross 500,000 Restricted 500,000 GF/GP 0
C.	**PROGRAM ELIMINATIONS**	
1.	**General Funds for Soo Locks Expansion - One-Time.** The budget does not include the GF/GP funding from the one-time section in FY 2018-19.	Gross (52,000,000) GF/GP (52,000,000)
2.	**General Funds for Mackinac Straights Infrastructure Projects - One-Time.** The budget does not include the GF/GP funding in the one-time section from FY 2018-19	Gross (4,490,900) GF/GP (4,490,900)
3.	**General Funds for a Rail Study - One-Time.** The budget does not include the GF/GP funding in the one-time section added by the December 2018 supplemental for FY 2018-19.	Gross (250,000) GF/GP (250,000)
D.	**PROGRAM REDUCTIONS**	
1.	**General Funds for Road and Bridge - One-Time.** The budget does not include the GF/GP funding from the one-time section from FY 2018-19.	Gross (300,000,000) GF/GP (300,000,000)
2.	**Debt Service Reduction.** The budget includes a smaller appropriation for reduced bond payments.	Gross (5,539,600) Federal 45,291,600 Restricted (50,831,200) GF/GP 0
3.	**Reduced Interdepartmental Grants.** The budget includes slightly lower amounts for overall grants to other departments.	Gross (317,600) Restricted (317,600) GF/GP 0
4.	**Detroit/Wayne County Port Authority.** The budget does not include GF/GP funding that was added in the December 2018 supplemental for FY 2018-19.	Gross (50,000) GF/GP (50,000)
5.	**Reduced Spending due to Boilerplate Vetoes.** Boilerplate vetoes reduced restricted fund spending, as estimated by the State Budget Office.	Gross (122,000) Restricted (122,000) GF/GP 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date
E. FUNDING SHIFTS		
FTE Shift from Maintenance to Design and Engineering Services. The budget includes a shift of 33 FTEs from the Maintenance line to the Design and Engineering Services line to more accurately reflect the organizational structure of employee positions related to Welcome Centers.	Gross Restricted GF/GP	0 0 0
F. PROGRAM TRANSFERS		
Specified Accounting Services. The budget moves certain accounting services to the Department of Agriculture and Rural Development.	Gross IDG GF/GP	(168,700) (168,700) 0
G. OTHER ISSUES - NONE		
H. UNCLASSIFIED SALARIES		
The budget increases Gross funding for the unclassified salaries line item from $792,100 to $824,100.	Gross Restricted GF/GP	32,000 32,000 0
I. FEE INCREASES - NONE		
J. ECONOMIC ADJUSTMENTS		
The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019. The Governor's recommendation included $6,025,600 Gross and $0.0 GF/GP for these increases. The Legislature did not include economic adjustments for Aeronautics Services, Air Fleet Operations, or Passenger Transportation Services.	Gross IDG Federal Restricted GF/GP	5,818,300 50,500 837,500 4,930,300 0

FY 2019-20 Change From FY 2018-19 Year-to-Date

K. ONE-TIME APPROPRIATIONS

The budget identifies $22,700,100 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $356,740,900 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Rail Grade Separation Project	$22,700,000	$11,999,900
Carbide Dock/Soo Locks Project	100	0
Subtotal	**$22,700,100**	**$11,999,900**
FY 2018-19		
County Road Commissions	($117,300,000)	($117,300,000)
State Road and Bridge Construction	(117,300,000)	(117,300,000)
Cities & Villages Road and Bridge Construction	(65,400,000)	(65,400,000)
Soo Locks Expansion	(52,000,000)	(52,000,000)
Mackinac Straits Infrastructure Projects	(4,490,900)	(4,490,900)
Rail Study	(250,000)	(250,000)
Subtotal	**($356,740,900)**	**($356,740,900)**

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
Fixing Michigan Roads: Boilerplate Sections 280(a) and (c)	$375,000,000	$375,000,000
Boilerplate Reports: Sections 308, 309, 311, 320, & 328	122,000	0
Road Construction Unionized Labor Study	50,000	0
Incentive Challenge Fund	100	0
One-Time Freight Rail Economic Development	100	0
Subtotal	**$375,172,200**	**$375,000,000**

DEPARTMENT OF TREASURY - DEBT SERVICE
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	N/A	N/A	N/A	N/A	N/A	N/A	N/A
GROSS	**107,080,000**	**104,335,000**	**104,335,000**	**104,335,000**	**104,335,000**	**(2,745,000)**	**(2.6)**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	0.0
ADJUSTED GROSS	**107,080,000**	**104,335,000**	**104,335,000**	**104,335,000**	**104,335,000**	**(2,745,000)**	**(2.6)**
Less:							
Federal Funds	0	0	0	0	0	0	0.0
Local and Private	0	0	0	0	0	0	0.0
TOTAL STATE SPENDING	**107,080,000**	**104,335,000**	**104,335,000**	**104,335,000**	**104,335,000**	**(2,745,000)**	**(2.6)**
Less:							
Other State Restricted Funds	0	0	0	0	0	0	0.0
GENERAL FUND/GENERAL PURPOSE	**107,080,000**	**104,335,000**	**104,335,000**	**104,335,000**	**104,335,000**	**(2,745,000)**	**(2.6)**
PAYMENTS TO LOCALS	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date
A.	**NEW PROGRAMS - NONE**	
B.	**PROGRAM INCREASES**	
	Great Lakes Water Quality Bond. The budget increases debt service payments for this bond. Of the total, $10.4 million is because of an increase on existing debt service payments and $5.5 million is because of projected new bond issues for FY 2019-20. These increase total debt service payments to $38,772,000.	Gross 15,907,000 GF/GP 15,907,000
C.	**PROGRAM ELIMINATIONS - NONE**	
D.	**PROGRAM REDUCTIONS**	
1.	**Clean Michigan Initiative.** The budget reduces debt service payments for this bond. Of the total, $16.7 million is because of a reduction on existing bond service payments and $3.5 million is because of projected new bond issues for FY 2019-20. These change total debt service payments to $49,027,000.	Gross (13,224,000) GF/GP (13,224,000)
2.	**Quality of Life Bond.** The budget reduces debt service payments for this bond due to reductions to existing bond service payments. This reduces total debt service payments to $16,536,000.	Gross (5,428,000) GF/GP (5,428,000)
E.	**FUNDING SHIFTS - NONE**	
F.	**PROGRAM TRANSFERS - NONE**	
G.	**OTHER ISSUES - NONE**	
H.	**UNCLASSIFIED SALARIES - NONE**	
I.	**FEE INCREASES - NONE**	
J.	**ECONOMIC ADJUSTMENTS - NONE**	
K.	**VETOES - NONE**	

DEPARTMENT OF TREASURY - OPERATIONS
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	1,862.5	1,870.5	1,873.5	1,870.5	1,874.5	12.0	0.6
GROSS	**595,291,500**	**590,416,900**	**582,967,900**	**569,619,100**	**562,715,300**	**(32,576,200)**	**(5.5)**
Less:							
Interdepartmental Grants Received	12,780,300	12,905,600	12,905,600	12,646,200	12,905,600	125,300	1.0
ADJUSTED GROSS	**582,511,200**	**577,511,300**	**570,062,300**	**556,972,900**	**549,809,700**	**(32,701,500)**	**(5.6)**
Less:							
Federal Funds	27,128,000	27,242,500	27,242,500	26,985,100	27,242,500	114,500	0.4
Local and Private	13,163,200	13,243,300	13,243,300	12,795,000	13,215,800	52,600	0.4
TOTAL STATE SPENDING	**542,220,000**	**537,025,500**	**529,576,500**	**517,192,800**	**509,351,400**	**(32,868,600)**	**(6.1)**
Less:							
Other State Restricted Funds	413,088,700	422,533,700	425,533,700	417,761,500	425,200,800	12,112,100	2.9
GENERAL FUND/GENERAL PURPOSE	**129,131,300**	**114,491,800**	**104,042,800**	**99,431,300**	**84,150,600**	**(44,980,700)**	**(34.8)**
PAYMENTS TO LOCALS	**219,903,600**	**191,229,200**	**191,229,200**	**191,229,200**	**163,877,600**	**(56,026,000)**	**(25.5)**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS**		
1.	**Municipal Cost Sharing Grants.** The budget includes one municipal cost sharing grant to support the construction of a 9-1-1 dispatch center in the City of Dearborn that will serve multiple localities. The Legislature included two additional grants totaling $1.0 million to the City of Lansing, which were subsequently vetoed by the Governor.	Gross GF/GP	1,250,000 1,250,000
2.	**Feasibility Study.** The budget includes $100 to conduct a feasibility study on the creation of a student loan refinancing program. The State Administrative Board transferred $499,900 to the Supervision of the General Property Tax Law line item.	Gross GF/GP	100 100
B.	**PROGRAM INCREASES**		
1.	**Marihuana Proposal 1 Changes.** The budget replaces the medical marihuana administration ($601,400) and excise fund grants ($10,890,000) with recreational marihuana administration ($3,632,200) and grants to qualifying cities and counties ($20,250,000) to account for passage of Proposal 1. The appropriations all are supported by the Marihuana Regulation Fund.	Gross Restricted GF/GP	12,390,800 12,390,800 0
2.	**Wrongful Imprisonment Compensation Fund.** The budget includes a $10.0 million deposit into the Wrongful Imprisonment Compensation Fund. Of the total appropriation, $5.0 million is from the Lawsuit Settlement Proceeds Fund and $5.0 million is GF/GP.	Gross Restricted GF/GP	10,000,000 5,000,000 5,000,000
3.	**Millionaire Party Regulation.** The budget moves millionaire party regulation from boilerplate appropriations into Part 1 appropriations. The result is an increase to line item appropriations, but no net change to funding of millionaire party regulation.	Gross Restricted GF/GP	3,000,000 3,000,000 0
4.	**Information Technology.** The budget includes a $1,450,000 Gross and GF/GP increase for information technology to reflect additional charges associated with the use of Unisys mainframe and servers.	Gross GF/GP	1,450,000 1,450,000
5.	**Michigan Finance Authority (MFA).** The budget includes a $300,000 Gross and MFA Bond and Loan Program Revenue increase in the Michigan Finance Authority to support additional IT costs and charges from the Attorney General.	Gross Restricted GF/GP	300,000 300,000 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
6.	**Senior Citizen Cooperative Housing.** The budget continues a $200,000 Gross and GF/GP supplemental increase to Senior Citizen Cooperative Housing to fund two additional facilities in Ingham and Saginaw Counties.	Gross GF/GP	0 0

C. PROGRAM ELIMINATIONS

1.	**Swamp and Tax Reverted Land.** The budget eliminates the Swamp and Tax Reverted Land, Payments in Lieu of Taxes. The Legislature included the funding and the Governor vetoed the appropriations.	Gross GF/GP	(15,305,600) (15,305,600)
2.	**Qualified Agriculture Loan Origination Program.** The budget removes supplemental funding from PA 45 of 2019 that provided funding to financial institutions to make low-interest loans to qualified farmers, agricultural processors, and farm-related retailers.	Gross GF/GP	(15,000,000) (15,000,000)
3.	**Wrongful Imprisonment Compensation Fund.** The budget removes one-time, supplemental funding that deposited funds into the Wrongful Imprisonment Compensation Fund. Of the total amount, $1.5 million was appropriated under PA 618 of 2018 and $10.0 million was appropriated under PA 28 of 2019.	Gross GF/GP	(11,500,000) (11,500,000)
4.	**Purchased Lands.** The budget eliminates the Purchased Lands, Payments in Lieu of Taxes. The Legislature included the funding and the Governor vetoed the appropriations.	Gross Private Restricted GF/GP	(8,677,900) (27,500) (5,332,900) (3,317,500)
5.	**Commercial Forest Reserve.** The budget eliminates the Commercial Forest Reserve, Payments in Lieu of Taxes. The Legislature included the funding and the Governor vetoed the appropriations.	Gross GF/GP	(3,368,100) (3,368,100)
6.	**Financial Data Analytic Tool Reimbursement.** The budget removes one-time funding for financial data analytical tool reimbursement for local units of government.	Gross GF/GP	(500,000) (500,000)
7.	**Beat the Streets.** The budget removes one-time funding for the Beat the Streets program.	Gross GF/GP	(100,000) (100,000)
8.	**Courageous Cadets.** The budget removes one-time funding for the Courageous Cadets program.	Gross GF/GP	(50,000) (50,000)

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
9.	**Forensic Science Commission.** The budget removes a $100 placeholder for the Forensic Science Commission.	Gross GF/GP	(100) (100)

D. PROGRAM REDUCTIONS

1.	**Drinking Water Declaration of Emergency.** The budget removes funding from Contingency Fund Transfer 2019-1, which was associated with additional funding for the Drinking Water Declaration of Emergency.	Gross Restricted GF/GP	(5,613,000) (5,613,000) 0
2.	**Supervision of the General Property Tax Law.** The budget includes a reduction of $2,600,100 Gross and GF/GP to the Supervision of the General Property Tax Law line item. The Legislature had reduced the line item $3.1 million and the State Administrative Board transferred $499,900 from the Feasibility Study into this line.	Gross GF/GP	(2,600,100) (2,600,100)
3.	**Administrative Efficiencies.** The budget includes $650,000 Gross and GF/GP in administrative reductions to the following line items: Executive Direction ($100,000), Supervision of the General Property Tax Law line item ($100,000), Tax Administration ($100,000), Tax Compliance ($100,000), and Department Services ($100,000).	Gross GF/GP	(650,000) (650,000)

E. FUNDING SHIFTS - NONE

F. PROGRAM TRANSFERS

	Urban Search and Rescue. The budget transfers appropriations for Urban Search and Rescue to the Department of Licensing and Regulatory Affairs.	Gross GF/GP	(900,000) (900,000)

G. OTHER ISSUES - NONE

H. UNCLASSIFIED SALARIES

	The budget increases Gross funding for the unclassified salaries line item from $1,045,800 to $1,088,400.	Gross Federal Restricted GF/GP	42,600 2,700 14,300 25,600

I. FEE INCREASES - NONE

FY 2019-20 Change From FY 2018-19 Year-to-Date

J. ECONOMIC ADJUSTMENTS

The economic adjustment amount includes standard economic factors applied to salaries and wages, retirement, OERC, insurance, rent, motor transport, workers' compensation, and building occupancy charges consistent with factors applied to all budgets. Classified employees received a 2.0% base wage increase and 2.0% lump sum adjustment in FY 2019-20 effective on October 1, 2019. Nonexclusively represented employees also received a 2.0% base wage increase and 2.0% lump sum adjustment for FY 2019-20 effective on October 1, 2019.

Gross	3,255,100
IDG	125,300
Federal	111,800
Local	80,100
Restricted	2,352,900
GF/GP	585,000

K. ONE-TIME APPROPRIATIONS

The budget identifies $10,000,100 of FY 2019-20 one-time appropriations, shifts $0 of appropriations from one-time to ongoing, and eliminates $16,550,100 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2019-20		
Wrongful Imprisonment Compensation Fund	$10,000,000	$5,000,000
Drinking Water Declaration of Emergency	100	0
Subtotal	**$10,000,100**	**$5,000,000**
FY 2018-19		
Qualified Agriculture Loan Origination Program	($15,000,000)	($15,000,000)
Urban Search and Rescue	(900,000)	(900,000)
Financial Data Analytic Tool Reimbursement	(500,000)	(500,000)
Beat the Streets	(100,000)	(100,000)
Courageous Cadets	(50,000)	(50,000)
Forensic Science Commission	(100)	(100)
Subtotal	**($16,550,100)**	**($16,550,100)**

FY 2019-20 Change From FY 2018-19 Year-to-Date

L. VETOES

Line Item or Boilerplate Language	Gross	GF/GP
Swamp Tax Reverted Lands	$15,305,600	$15,305,600
Purchased Lands	8,677,900	3,317,500
Commercial Forest Reserve	3,368,100	3,368,100
Subtotal	**$27,351,600**	**$21,991,200**

DEPARTMENT OF TREASURY - REVENUE SHARING
PA 56 of 2019

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/ FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE	FY 2019-20 GOV.'S REC.	FY 2019-20 SENATE	FY 2019-20 HOUSE	FY 2019-20 INITIAL APPROPS.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
						AMOUNT	PERCENT
FTE Positions	N/A	N/A	N/A	N/A	N/A	N/A	N/A
GROSS	**1,329,672,100**	**1,382,407,900**	**1,366,155,700**	**1,376,571,900**	**1,355,474,600**	**25,802,500**	**1.9**
Less:							
Interdepartmental Grants Received	0	0	0	0	0	0	
ADJUSTED GROSS	**1,329,672,100**	**1,382,407,900**	**1,366,155,700**	**1,376,571,900**	**1,355,474,600**	**25,802,500**	**1.9**
Less:							
Federal Funds	0	0	0	0	0	0	0.0
Local and Private	0	0	0	0	0	0	0.0
TOTAL STATE SPENDING	**1,329,672,100**	**1,382,407,900**	**1,366,155,700**	**1,376,571,900**	**1,355,474,600**	**25,802,500**	**1.9**
Less:							
Other State Restricted Funds	1,329,672,100	1,382,407,900	1,366,155,700	1,376,571,900	1,355,474,600	25,802,500	1.9
GENERAL FUND/GENERAL PURPOSE	**0**	**0**	**0**	**0**	**0**	**0**	**0.0**
PAYMENTS TO LOCALS	**1,329,672,100**	**1,382,407,900**	**1,366,155,700**	**1,376,571,900**	**1,355,474,600**	**25,802,500**	**1.9**

Includes Ongoing and One-time Appropriations and Administrative Board Transfers as of October 1, 2019.

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
A.	**NEW PROGRAMS - NONE**		
B.	**PROGRAM INCREASES**		
1.	**Constitutional Revenue Sharing.** The State Constitution requires the payment of 15.0% of sales tax revenue collected at a 4.0% rate to cities, villages, and townships (CVTs) on a per capita basis. The budget includes $865,441,900 for estimated constitutional revenue sharing payments in FY 2019-20 based on the May 2019 consensus revenue estimates. This is a 1.7% increase over the revised estimate for FY 2018-19. Actual payments will be made based on actual revenue collections.	Gross Restricted GF/GP	14,841,300 14,841,300 0
2.	**City, Village, and Township (CVT) Revenue Sharing.** The budget increases nonconstitutional (statutory) revenue sharing for cities, villages, and townships to $261,024,600. The budget eliminates the one-time line items for CVT Revenue Sharing and Supplemental CVT Revenue Sharing and moves the funding for those items to the ongoing CVT Revenue Sharing line. All local units that received CVT revenue sharing in FY 2018-19 will receive a 2.3% increase in FY 2019-20.	Gross Restricted GF/GP	17,984,600 17,984,600 0
3.	**Revenue Sharing Payments to Counties.** A county that has completed withdrawals from its revenue sharing reserve fund is eligible for State-paid revenue sharing through two line items: County Revenue Sharing and the County Incentive Program. The budget provides a total of $226,508,100 for revenue sharing payments to counties consisting of $183,182,900 for County Revenue Sharing and $43,325,200 for the County Incentive Program, which requires compliance with accountability and transparency conditions. For FY 2018-19, the budget included $1.0 million for Supplemental County Revenue Sharing. The budget eliminates this line and moves the funding into the County Revenue Sharing line. The appropriations also cover the $530,200 in additional costs ($423,800 in County Revenue Sharing and $106,400 in the County Incentive Program) for Antrim, Keweenaw, and Mackinac Counties, which will receive their first full-year State-paid revenue sharing payments in FY 2019-20. Finally, all eligible counties will receive a 2.0% increase in total revenue sharing payments from FY 2018-19, resulting in eligible counties receiving 104.5619% of the amount determined by statute.	Gross Restricted GF/GP	6,092,600 6,092,600 0

		FY 2019-20 Change From FY 2018-19 Year-to-Date	
C. PROGRAM ELIMINATIONS			
1. Supplemental City, Village, and Township Revenue Sharing. The budget eliminates this program and moves the funding to the ongoing CVT Revenue Sharing program. This was a one-time payment of $0.807929 per capita to local governments that were eligible for City, Village, and Township Revenue Sharing, which had to be used by a local unit to reduce debt, pension, or other post-employment benefit (OPEB) obligations, if the local unit had any such obligations.	Gross Restricted GF/GP	(6,200,000) (6,200,000) 0
2. City, Village, and Township Revenue Sharing (One-Time). The budget eliminates this program and moves the funding to the ongoing CVT Revenue Sharing program. This was a one-time payment that allowed for certain municipalities to receive a larger, alternative per-capita payment instead of the traditional CVT Revenue Sharing payment.	Gross Restricted GF/GP	(5,916,000) (5,916,000) 0
3. Supplemental County Revenue Sharing. The budget eliminates this program and moves the funding to the ongoing County Revenue Sharing program. This was a one-time payment to each county in an amount equal to 0.4627% of the amount it was entitled to under the Glenn Steil State Revenue Sharing Act, which had to be used to reduce debt, pension, or OPEB obligations, if the county had any such obligations.	Gross Restricted GF/GP	(1,000,000) (1,000,000) 0
D. PROGRAM REDUCTIONS - NONE			
E. FUNDING SHIFTS - NONE			
F. PROGRAM TRANSFERS - NONE			
G. OTHER ISSUES - NONE			
H. UNCLASSIFIED SALARIES - NONE			
I. FEE INCREASES - NONE			
J. ECONOMIC ADJUSTMENTS - NONE			

FY 2019-20 Change From FY 2018-19 Year-to-Date

K. ONE-TIME APPROPRIATIONS

The budget eliminates $13,116,000 of FY 2018-19 one-time appropriations:

	Gross	GF/GP
FY 2018-19		
Supplemental City, Village, and Township Revenue Sharing	($6,200,000)	$0
City, Village, and Township Revenue Sharing	(5,916,000)	0
Supplemental County Revenue Sharing	(1,000,000)	0
Subtotal	**($13,116,000)**	**$0**

L. VETOES - NONE

APPENDIX

Appendix A

FY 2019-20
APPROPRIATIONS BILL INDEX

DEPARTMENT/BUDGET AREA	BILL NUMBER	PUBLIC ACT NUMBER	LINE-ITEM VETOES
Agriculture and Rural Development	House Bill 4229	P.A. 65 of 2019	Yes
Attorney General	Senate Bill 138	P.A. 56 of 2019	Yes
Civil Rights	Senate Bill 138	P.A. 56 of 2019	Yes
Community Colleges	Senate Bill 134	P.A. 52 of 2019	No
Corrections	House Bill 4231	P.A. 64 of 2019	Yes
Education	House Bill 4232	P.A. 63 of 2019	Yes
Environment, Great Lakes, and Energy	Senate Bill 137	P.A. 57 of 2019	Yes
Executive	Senate Bill 138	P.A. 56 of 2019	Yes
Health and Human Services	Senate Bill 139	P.A. 67 of 2019	Yes
Higher Education	House Bill 4236	P.A. 62 of 2019	Yes
Insurance and Financial Services	Senate Bill 141	P.A. 55 of 2019	Yes
Judiciary	House Bill 4238	P.A. 61 of 2019	Yes
Labor and Economic Opportunity	Senate Bill 138	P.A. 56 of 2019	Yes
Legislature	Senate Bill 138	P.A. 56 of 2019	Yes
Licensing & Regulatory Affairs	House Bill 4239	P.A. 60 of 2019	No
Military and Veterans Affairs	Senate Bill 144	P.A. 54 of 2019	Yes
Natural Resources	House Bill 4241	P.A. 59 of 2019	Yes
School Aid	House Bill 4242	P.A. 58 of 2019	Yes
State	Senate Bill 138	P.A. 56 of 2019	Yes
State Police	Senate Bill 147	P.A. 53 of 2019	Yes
Technology, Management, and Budget	Senate Bill 138	P.A. 56 of 2019	Yes
Transportation	Senate Bill 149	P.A. 66 of 2019	Yes
Treasury (Debt Service)	Senate Bill 138	P.A. 56 of 2019	Yes
Treasury (Operations)	Senate Bill 138	P.A. 56 of 2019	Yes
Treasury (Revenue Sharing)	Senate Bill 138	P.A. 56 of 2019	Yes

Appendix B

FY 2019-20 - GOVERNOR'S VETOES

SENATE FISCAL AGENCY

SECTION NUMBER	LINE ITEM or BOILERPLATE LANGUAGE	FTEs	GROSS	IDGS	ADJ GROSS	FEDERAL	LOCAL & PRIVATE	RESTRICTED	GF/GP	PAYMENTS TO LOCALS
HB 4229 - Agriculture and Rural Development										
Sec. 111	Conservation districts pilot project (one-time)	0.0	$200,000	$0	$200,000	$0	$0	$0	$200,000	$0
Sec. 111	Farrm stress program (one-time)	0.0	500,000	0	500,000	0	0	0	500,000	0
Sec. 105	Michigan animal agriculture alliance	0.0	3,000,000	0	3,000,000	0	0	0	3,000,000	0
Sec. 110	County fairs, shows, and expositions	0.0	1,000,000	0	1,000,000	0	0	0	1,000,000	0
Subtotal - Agriculture and Rural Development		**0.0**	**$4,700,000**	**$0**	**$4,700,000**	**$0**	**$0**	**$0**	**$4,700,000**	**$0**
HB 4231 - Corrections										
Sec. 101	County Jail Reimbursement Program	0.0	$14,814,600	$0	$14,814,600	$0	$0	$5,900,000	$8,914,600	$14,814,600
Sec. 226	Repurposed Work Project Appropriations totaling $15,360,500 but not included in Gross appropriations		0	0	0	0	0	0	0	0
Subtotal - Corrections		**0.0**	**$14,814,600**	**$0**	**$14,814,600**	**$0**	**$0**	**$5,900,000**	**$8,914,600**	**$14,814,600**
HB 4232 - Education										
Sec. 239	Accountability Services Operations (Labor Day Report)	0.0	$10,800	$0	$10,800	$10,800	$0	$0	$0	$0
Subtotal - Education		**0.0**	**$10,800**	**$0**	**$10,800**	**$10,800**	**$0**	**$0**	**$0**	**$0**
SB 137 - Environment, Great Lakes, and Energy										
Sec. 1002	(1) Grant program for municipal airports for costs of monitoring and additional testing related to PFAS testing results.	0.0	$15,000,000	$0	$15,000,000	$0	$0	$0	$15,000,000	$0
Sec. 412	(1) From the funds appropriated in part 1 for surface water, $675,000.00 in grant funds shall be awarded to watershed councils for education, administration, and conservation efforts. A grant to an individual watershed council shall not exceed $40,000.00. (2) On or before April 1, the department shall transmit to the appropriations subcommittees, the fiscal agencies, and the state budget office and post on the department's website a report on the previous calendar year's activities of the watershed grant program. The report shall include a list of all grantees and award amounts.	0.0	675,000	0	675,000	0	0	675,000	0	0
Sec. 503	From the funds appropriated in part 1 for renewing Michigan's environment program, $500,000.00 is allocated for the Michigan geological survey.	0.0	500,000	0	500,000	0	0	500,000	0	0

SECTION NUMBER	LINE ITEM or BOILERPLATE LANGUAGE	FTEs	GROSS	IDGS	ADJ GROSS	FEDERAL	LOCAL & PRIVATE	RESTRICTED	GF/GP	PAYMENTS TO LOCALS
Sec. 239	From the funds appropriated in part 1 for central support services, not more than $150,000.00 is designated for the chair of the environmental rules review committee to contract with consultants pursuant to section 65 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.265, to assist with business before the committee.	0.0	150,000	0	150,000	0	0	150,000	0	0
Sec. 413	From funds appropriated in part 1 for surface water, $150,000.00 is allocated to the continuation of the department's contract for the cooperative lakes monitoring program to ensure the continued operation of the program.	0.0	150,000	0	150,000	0	0	150,000	0	0
Subtotal - Environment, Great Lakes, and Energy		**0.0**	**$16,475,000**	**$0**	**$16,475,000**	**$0**	**$0**	**$1,475,000**	**$15,000,000**	**$0**
SB 139 - Health and Human Services										
Sec. 101	Behavioral health program administration (Michigan CARES Hotline-Sec. 972)	0.0	$2,000,000	$0	$2,000,000	$0	$0	$0	$2,000,000	$0
Sec. 101	Injury control intervention project (Pediatric Traumatic Brain Injury Project-Sec. 1228)	0.0	1,500,000	0	1,500,000	0	0	0	1,500,000	0
Sec. 101	Autism navigator (Sec. 1920)	0.0	1,025,000	0	1,025,000	0	0	0	1,025,000	0
Sec. 101	Dental clinic program (University of Detroit Dental Clinics)	0.0	1,000,000	0	1,000,000	0	0	0	1,000,000	0
Sec. 101	Child and adolescent health centers (Sec. 1911)	0.0	1,000,000	0	1,000,000	0	0	0	1,000,000	0
Sec. 101	Opioid transitional housing and services grant (Andy's Angels-Sec. 1928)	0.0	750,000	0	750,000	0	0	0	750,000	0
Sec. 101	Prenatal care outreach and service delivery support (Real Alternatives-Sec. 1307)	0.0	700,000	0	700,000	700,000	0	0	0	0
Sec. 101	Kids' food basket	0.0	250,000	0	250,000	0	0	0	250,000	0
Sec. 101	Refugee assistance (Chaldean Ladies of Charity-Sec. 1929)	0.0	175,000	0	175,000	0	0	0	175,000	0
Sec. 101	Asian American health and wellness initiative (West Michigan Asian American Association-Sec. 1927)	0.0	150,000	0	150,000	0	0	0	150,000	0
Sec. 101	Primary care and dental health services (Team CARES-Sec. 1914)	0.0	150,000	0	150,000	0	0	0	150,000	0
Sec. 101	Autism train the trainer grant (Sec. 1930)	0.0	100,000	0	100,000	0	0	0	100,000	0
Sec. 101	Children's behavioral health counseling services (Mosaic Counseling Project-Sec. 1925)	0.0	100,000	0	100,000	0	0	0	100,000	0
Sec. 101	Substance abuse community and school outreach (SAFE Substance Abuse Coalition-Sec. 1918)	0.0	100,000	0	100,000	0	0	0	100,000	0

SENATE FISCAL AGENCY

SECTION NUMBER	LINE ITEM or BOILERPLATE LANGUAGE	FTEs	GROSS	IDGS	ADJ GROSS	FEDERAL	LOCAL & PRIVATE	RESTRICTED	GF/GP	PAYMENTS TO LOCALS
Sec. 101	Co-responder crisis services pilot (Hegira Pilot-Sec. 1912)	0.0	60,000	0	60,000	0	0	0	60,000	0
Sec. 101	Legal assistance (Allegan County Legal Assistance Center-Sec. 1932)	0.0	60,000	0	60,000	0	0	0	60,000	0
Sec. 101	Project ECHO opioid intervention (Sec. 1933)	0.0	40,000	0	40,000	0	0	0	40,000	0
Sec. 1807	Hospital Outpatient 7% Rate Increase	0.0	95,180,900	0	95,180,900	69,158,750	0	11,735,850	14,286,300	0
Sec. 1807	Critical Access Hospital Rate Increase	0.0	34,265,100	0	34,265,100	24,728,750	0	4,437,250	5,099,100	0
Sec. 1870	MiDocs GME Consortium	0.0	17,500,000	0	17,500,000	8,750,000	0	5,000,000	3,750,000	0
Sec. 1802(2)	Rural and Sole Community Hospital Pool-Hospital Special Payments	0.0	16,625,400	0	16,625,400	2,720,600	0	0	13,904,800	0
Sec. 1790	Pediatric Psychiatric Rate Increase	0.0	10,743,600	0	10,743,600	6,882,300	0	0	3,861,300	0
Sec. 1802(1)	Rural Obstetrical Pool-Hospital Special Payments	0.0	7,995,200	0	7,995,200	0	0	0	7,995,200	0
Sec. 1625	Managed Care Pharmacy Dispensing Fee Increase	0.0	7,597,200	0	7,597,200	5,697,200	0	0	1,900,000	0
Sec. 1791	Neonatologist Rate Increase	0.0	5,217,000	0	5,217,000	3,342,000	0	0	1,875,000	0
Sec. 1645	Nursing Facility Current Asset Value	0.0	4,862,600	0	4,862,600	3,115,000	0	0	1,747,600	0
Sec. 521	Child Care Fund Indirect Costs	0.0	4,211,400	0	4,211,400	0	0	0	4,211,400	4,211,400
Sec. 1702	Private Duty Nursing Rate Increase	0.0	3,895,400	0	3,895,400	2,495,400	0	0	1,400,000	0
Sec. 298	Medicaid Behavioral Health Integration Pilots	0.0	3,088,200	0	3,088,200	2,088,200	0	0	1,000,000	0
Sec. 523	Private Agency Rate Increase for Family Preservation Programs	0.0	2,075,000	0	2,075,000	1,075,000	0	0	1,000,000	0
Sec. 1319	Oral Health Assessment Grant	0.0	2,000,000	0	2,000,000	0	0	0	2,000,000	0
Sec. 253	Information Technology Investment Board/Independent Verification and Validation	0.0	1,000,000	0	1,000,000	500,000	0	0	500,000	0
Sec. 1936	Portage Senior Center Grant	0.0	1,000,000	0	1,000,000	0	0	0	1,000,000	0
Sec. 596	Runaway and Homeless Youth Services Program	0.0	800,000	0	800,000	500,000	0	0	300,000	0
Sec. 1508	Michigan Dental Registry	0.0	700,000	0	700,000	0	0	0	700,000	0
Sec. 1143	Island Clinics Funding	0.0	675,000	0	675,000	0	0	0	675,000	0
Sec. 1922	Boys and Girls Club/Wraparound Services For Out of School Time	0.0	600,000	0	600,000	0	0	0	600,000	0
Sec. 977	State Opioid Grant for Recovery High School	0.0	600,000	0	600,000	600,000	0	0	0	0
Sec. 978	State Opioid Grant for Recovery Community Organization	0.0	600,000	0	600,000	600,000	0	0	0	0
Sec. 450	School Success Partnership Program	0.0	525,000	0	525,000	525,000	0	0	0	0
Sec. 1921	Employment First	0.0	500,000	0	500,000	0	0	0	500,000	0
Sec. 1923	Senior Citizen Program Grants	0.0	500,000	0	500,000	0	0	0	500,000	0

SECTION NUMBER	LINE ITEM or BOILERPLATE LANGUAGE	FTEs	GROSS	IDGS	ADJ GROSS	FEDERAL	LOCAL & PRIVATE	RESTRICTED	GF/GP	PAYMENTS TO LOCALS
Sec. 926 (1)	St. Mary's-Livonia Substance Use Disorder Program	0.0	500,000	0	500,000	0	0	0	500,000	0
Sec. 926(2)	Kent County Substance Use Disorder Program	0.0	500,000	0	500,000	0	0	0	500,000	0
Sec. 1924	Michigan Dementia Care & Support Program Alzheimer's Assoc. of Michigan	0.0	400,000	0	400,000	0	0	0	400,000	0
Sec. 559	Adoptive Family Support Network Contract	0.0	250,000	0	250,000	0	0	0	250,000	0
Sec. 1504	Cloud-Based IT Services	0.0	200,000	0	200,000	0	0	0	200,000	0
Sec. 625	LSAM/SSI Advocacy Legal Services Grant	0.0	175,000	0	175,000	0	0	0	175,000	0
Subtotal - Health and Human Services		**0.0**	**$233,942,000**	**$0**	**$233,942,000**	**$133,478,200**	**$0**	**$21,173,100**	**$79,290,700**	**$4,211,400**
HB 4236 - Higher Education										
Sec. 236(7)	Michigan Tuition Grants	0.0	$38,021,500	$0	$38,021,500	$34,095,600	$0	$0	$3,925,900	$0
Sec. 236(10)	Pregnant and Parenting Student Services	0.0	150,000	0	150,000	0	0	0	150,000	0
Sec. 252	Michigan Tuition Grants - grant specifcation boilerplate		0							
Subtotal - Higher Education		**0.0**	**$38,171,500**	**$0**	**$38,171,500**	**$34,095,600**	**$0**	**$0**	**$4,075,900**	**$0**
SB 141 - Insurance and Financial Services										
Sec. 304	Insurance Marketplace Feasibility Study	0.0	$25,000	$0	$25,000	$0	$0	$25,000	$0	$0
Sec. 305	Anti-Fraud Unit Cost Savings Report	0.0	25,000	0	25,000	0	0	25,000	0	0
Sec. 307	Marijuana Banking Materials	0.0	25,000	0	25,000	0	0	25,000	0	0
Subtotal - Insurance and Financial Services		**0.0**	**$75,000**	**$0**	**$75,000**	**$0**	**$0**	**$75,000**	**$0**	**$0**
HB 4238 - Judiciary										
Sec. 110	Expansion of problem solving courts	0.0	$348,600	$0	$348,600	$0	$0	$0	$348,600	$348,600
Sec. 403	Veteran court pilot program	0.0	0	0	0	0	0	0	0	0
Subtotal - Judiciary		**0.0**	**$348,600**	**$0**	**$348,600**	**$0**	**$0**	**$0**	**$348,600**	**$348,600**
SB 144 - Military and Veterans Affairs										
Sec. 103	County veteran services fund	0.0	$4,000,000	$0	$4,000,000	$0	$0	$0	$4,000,000	$4,000,000
Sec. 107	Veterans benefit eligibility study (one-time)	0.0	250,000	0	250,000	0	0	0	250,000	0
Sec. 107	Buddy-to-buddy program	0.0	250,000	0	250,000	0	0	0	250,000	0
Sec. 107	Uniform update	0.0	50,000	0	50,000	0	0	0	50,000	0
Sec. 411	Military cemetery feasibility study	0.0	2,500	0	2,500	0	0	0	2,500	0
Subtotal - Military and Veterans Affairs		**0.0**	**$4,552,500**	**$0**	**$4,552,500**	**$0**	**$0**	**$0**	**$4,552,500**	**$4,000,000**

SENATE FISCAL AGENCY

SECTION NUMBER	LINE ITEM or BOILERPLATE LANGUAGE	FTEs	GROSS	IDGS	ADJ GROSS	FEDERAL	LOCAL & PRIVATE	RESTRICTED	GF/GP	PAYMENTS TO LOCALS
HB 4241 - Natural Resources										
Sec. 110	IDG from forest development fund to department of agriculture and rural development	0.0	$997,300	$0	$997,300			$997,300	$0	$0
Sec. 1202	From the funds appropriated in part 1 for finance and operations, $35,000.00 is designated to reimburse local units of government for qualifying costs related to lake level assessments. The department may reimburse these costs without bieng compelled to do so by a court of law.	0.0	35,000	35,000	0			0	0	0
Subtotal - Natural Resources		**$0**	**$1,032,300**	**$35,000**	**$997,300**	**$0**	**$0**	**$997,300**	**$0**	**$0**
HB 4242 - School Aid										
Sec. 20/22b	Foundation increase for public school academies		$35,000,000		$35,000,000			$35,000,000	$0	$35,000,000
Sec. 22d	Isolated districts funding		7,000,000		7,000,000			7,000,000	0	7,000,000
Sec. 25f	Strict discipline academies		1,600,000		1,600,000			1,600,000	0	1,600,000
Sec. 25g	Dropout recovery programs		750,000		750,000			750,000	0	750,000
Sec. 31b	Year-round schools grants		750,000		750,000			750,000	0	750,000
Sec. 31j	10 Cents a Meal		2,000,000		2,000,000			0	2,000,000	0
Sec. 35a(7)	Michigan Education Corps		3,000,000		3,000,000			3,000,000	0	0
Sec. 35a(9)	Literacy essentials for principals		300,000		300,000			300,000	0	300,000
Sec. 35a(11)	Summer school reading grants for 3rd graders		15,000,000		15,000,000			15,000,000	0	15,000,000
Sec. 35b	Children's Choice Initiative		350,000		350,000			0	350,000	0
Sec. 35c	Multisensory education		300,000		300,000			300,000	0	0
Sec. 35d	Social-emotional learning pilot project		500,000		500,000			0	500,000	0
Sec. 41	Bilingual education equipment grants		3,000,000		3,000,000			3,000,000	0	3,000,000
Sec. 54e	Autism intervention		350,000		350,000			0	350,000	350,000
Sec. 55	Conductive Learning Center		250,000		250,000			0	250,000	0
Sec. 61a(4)	Culinary training grant		100,000		100,000			100,000	0	0
Sec. 61b	Career and technical education early/middle colleges		2,000,000		2,000,000			2,000,000	0	2,000,000
Sec. 61c	CTE equipment upgrades		16,000,000		16,000,000			16,000,000	0	5,000,000
Sec. 61d	CTE incentive payments		5,000,000		5,000,000			5,000,000	0	5,000,000
Sec. 61f	Pipeline 2 Promise		200,000		200,000			200,000	0	200,000
Sec. 64d	Information technology certifications		2,300,000		2,300,000			2,300,000	0	0
Sec. 67a	Career exploration pilot project		80,000		80,000			0	80,000	0
Sec. 67b	MITES		50,000		50,000			0	50,000	0

SENATE FISCAL AGENCY

SECTION NUMBER	LINE ITEM or BOILERPLATE LANGUAGE	FTEs	GROSS	IDGS	ADJ GROSS	FEDERAL	LOCAL & PRIVATE	RESTRICTED	GF/GP	PAYMENTS TO LOCALS
Sec. 95b	Value-added growth and analytics (EVAAS)		2,500,000		2,500,000			0	2,500,000	0
Sec. 97	School safety		10,000,000		10,000,000			5,200,000	4,800,000	5,800,000
Sec. 97a	Job bank		1,500,000		1,500,000			1,500,000	0	0
Sec. 98	Michigan Virtual High School		1,075,000		1,075,000			1,075,000	0	0
Sec. 99h	Robotics for nonpublic schools		300,000		300,000			0	300,000	300,000
Sec. 99t	Online algebra (Algebra Nation)		1,500,000		1,500,000			1,500,000	0	0
Sec. 99u	Imagine Learning (math, Español, literacy)		3,000,000		3,000,000			3,000,000	0	0
Sec. 99v	Dana Center		25,000		25,000			25,000	0	0
Sec. 99w	Michigan Fitness Foundation		500,000		500,000			250,000	250,000	0
Sec. 99x	Teach for America		800,000		800,000			0	800,000	0
Sec. 99z	Square One		300,000		300,000			300,000	0	0
Sec. 99bb	Best Buddies		250,000		250,000			0	250,000	0
Sec. 102d	Financial data analytics tools		1,500,000		1,500,000			1,500,000	0	1,500,000
Sec. 104d	Computer adaptive tests		9,200,000		9,200,000			9,200,000	0	9,200,000
Sec. 152b	Reimbursement for nonpublic mandates		250,000		250,000			0	250,000	0
Subtotal - School Aid		**0.0**	**$128,580,000**	**$0**	**$128,580,000**	**$0**	**$0**	**$115,850,000**	**$12,730,000**	**$92,750,000**
SB 147 - State Police										
Sec. 106	Secondary road patrol program	1.0	$13,074,300	$0	$13,074,300	$0	$0	$11,074,300	$2,000,000	$12,963,600
Sec. 104	Training only to local units	0.0	654,500	0	654,500	0	0	654,500	0	654,500
Sec. 108	Michigan International Speedway traffic control	0.0	600,000	0	600,000	0	0	0	600,000	0
Sec. 106	Civil Air Patrol	0.0	20,000	0	20,000	0	0	0	20,000	0
Subtotal - State Police		**1.0**	**$14,348,800**	**$0**	**$14,348,800**	**$0**	**$0**	**$11,728,800**	**$2,620,000**	**$13,618,100**
SB 149 - Transportation										
Sec. 104	Road construction unionized labor study	0.0	$50,000	$0	$50,000	$0	$0	$50,000	$0	$0
Sec. 117	Incentive challenge fund	0.0	100	0	100	0	0	100	0	0
Sec. 119	Freight rail economic development	0.0	100	0	100	0	0	100	0	0
Sec. 280(c)	GF/GP for local bridges, with remaining through PA 51	0.0	243,000,000	0	243,000,000	0	0	0	243,000,000	106,879,500
Sec. 280(a)	GF/GP for Roads & Bridges - $132M through PA 51	0.0	132,000,000	0	132,000,000	0	0	0	132,000,000	80,388,000
Sec. 308	Real estate holding report	0.0	50,000	0	50,000	0	0	50,000	0	0
Sec. 320	Payment information reporting	0.0	50,000	0	50,000	0	0	50,000	0	0

SECTION NUMBER	LINE ITEM or BOILERPLATE LANGUAGE	FTEs	GROSS	IDGS	ADJ GROSS	FEDERAL	LOCAL & PRIVATE	RESTRICTED	GF/GP	PAYMENTS TO LOCALS
Sec. 328	FOIA compliance report	0.0	10,000	0	10,000	0	0	10,000	0	0
Sec. 309	Employee accountability systems report	0.0	10,000	0	10,000	0	0	10,000	0	0
Sec. 311	Relocation of highest rent operations research/report	0.0	2,000	0	2,000	0	0	2,000	0	0
Subtotal - Transportation		**0.0**	**$375,172,200**	**$0**	**$375,172,200**	**$0**	**$0**	**$172,200**	**$375,000,000**	**$187,267,500**
GENERAL GOVERNMENT										
SB 138 - Talent and Economic Development - Labor and Economic Opportunity										
Sec. 109	Pure Michigan (Sec. 1053)	0.0	$37,500,000	$0	$37,500,000	$0	$0	$31,000,000	$6,500,000	$0
Sec. 109	Going Pro (Secs. 1064, 1066, 1067, 1070)	0.0	37,260,900	0	37,260,900	0	0	30,172,100	7,088,800	0
Sec. 1048	Business Attraction and Community Revitalization	0.0	10,000,000	0	10,000,000	0	0	0	10,000,000	0
Subtotal - Talent and Economic Dev. - Labor and Economic Opportunity		**0.0**	**$84,760,900**	**$0**	**$84,760,900**	**$0**	**$0**	**$61,172,100**	**$23,588,800**	**$0**
SB 138 - Technology, Management, and Budget										
Sec. 101.	Capital Outlay Planning Authorization - Saginaw Valley State University, Brown Hall Renovation (total cost $19.75M; state share $12.0M)	0.0	$100	$0	$100	$0	$0	$0	$100	$0
Sec. 883	Capital Outlay Planning Authorization - DHHS, new northern satellite psychiatric facility (total cost $TBD)	0.0	100	0	100	0	0	0	100	0
Sec. 881	Capital Outlay Construction Authorization/Cost Adjustment - State Capitol restoration/infrastructure upgrade project. Total cost increased by $15M, from $110M to $125M	0.0	0	0	0	0	0	0	0	0
Sec. 817	Demolition of the Former Deerfield Correctional Facility	0.0	750,000	750,000	0	0	0	0	0	0
Sec. 822f	Regional Prosperity Grants - $100 placeholder	0.0	100	0	100	0	0	0	100	0
Subtotal - Technology, Management, and Budget		**0.0**	**$750,300**	**$750,000**	**$300**	**$0**	**$0**	**$0**	**$300**	**$0**
SB 138 - Treasury - Operations										
Sec. 108	Swamp and Tax Reverted Lands (Statute Required)	0.0	$15,305,600	$0	$15,305,600	$0	$0	$0	$15,305,600	$15,305,600
Sec. 108	Purchased Lands (Statute Required)	0.0	8,677,900	0	8,677,900	0	27,500	5,332,900	3,317,500	8,677,900
Sec. 108	Commercial Forest Reserve (Statute Required)	0.0	3,368,100	0	3,368,100	0	0	0	3,368,100	3,368,100
Sec. 907b	Property Tax Assessor Training	0.0	1,000,000	0	1,000,000	0	0	0	1,000,000	0
Sec. 949m(2)	Municipal Cost Sharing Grant	0.0	500,000	0	500,000	0	0	0	500,000	0

SENATE FISCAL AGENCY

SECTION NUMBER	LINE ITEM or BOILERPLATE LANGUAGE	FTEs	GROSS	IDGS	ADJ GROSS	FEDERAL	LOCAL & PRIVATE	RESTRICTED	GF/GP	PAYMENTS TO LOCALS
Sec. 949m(3)	Municipal Cost Sharing Grant	0.0	500,000	0	500,000	0	0	0	500,000	0
Subtotal - Treasury - Operations		**0.0**	**$29,351,600**	**$0**	**$29,351,600**	**$0**	**$27,500**	**$5,332,900**	**$23,991,200**	**$27,351,600**
GENERAL GOVERNMENT TOTAL		**0.0**	**$114,862,800**	**$750,000**	**$114,112,800**	**$0**	**$27,500**	**$66,505,000**	**$47,580,300**	**$27,351,600**
GOVERNOR'S TOTAL VETOES		**1.0**	**$947,086,100**	**$785,000**	**$946,301,100**	**$167,584,600**	**$27,500**	**$223,876,400**	**$554,812,600**	**$344,361,800**
FY 2019 SUPPLEMENTAL VETO										
Sec. 501	Beaumont Health Earmark	0.0	$8,438,800	$0	$8,438,800	$5,438,800	$0	$0	$3,000,000	$0
Subtotal		**0.0**	**$8,438,800**	**$0**	**$8,438,800**	**$5,438,800**	**$0**	**$0**	**$3,000,000**	**$0**

Appendix C

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Agriculture and Rural Development								
Food and agriculture investment program	$5,125,000	$5,125,000	$4,000,000	$4,000,000	($3,999,900)	($3,999,900)	$100	$100
Emergency management	1,293,300	855,200	1,101,300	661,300	200,000	200,000	1,301,300	861,300
Enviromental stewardship - MAEAP	10,191,300	997,300	10,739,000	495,800	520,000	520,000	11,259,000	1,015,800
Animal disease prevention and response	9,356,900	8,488,100	9,065,100	8,195,300	782,600	782,600	9,847,700	8,977,900
Qualified forest program	2,590,000	2,008,500	2,681,100	903,700	997,300	997,300	3,678,400	1,901,000
Pesticide and plant pest management	14,172,700	5,726,600	12,109,200	4,031,900	1,500,000	1,500,000	13,609,200	5,531,900
Total Impacted Lines	**$42,729,200**	**$23,200,700**	**$39,695,700**	**$18,288,000**	**$0**	**$0**	**$39,695,700**	**$18,288,000**
Total Transferred Amount - Agriculture and Rural Development					**$3,999,900**	**$3,999,900**		

The Board transferred out $3,999,900 GF/GP from the Food and Agriculture Investment Program appropriation of $4.0 million GF/GP, a grant program designed to help expand the food and agriculture sector. Impact: The transfer leaves only $100 GF/GP in the line item, creating a placeholder appropriation with no meaningful appropriation for the grant program, which received a total appropriation of $5,125,000 GF/GP for FY 2018-19.

The Board transferred $200,000 GF/GP into the Emergency Management line item. Impact: The Board transfer restores funding for a contamination coordinator position which was established by PA 618 of 2018 and included in the Governor's base recommendation (and the Senate's) but not in the House and conference report appropriations.

The Board transferred $520,000 GF/GP into the Environmental Stewardship - MAEAP line item, in response to the conference report which substituted $520,000 GF/GP funding with Freshwater Protection Fund monies. Impact: The Board transfer restores the level of GF/GP support for the program to the Governor's original FY 2019-20 budget recommendation.

The Board transferred $782,600 GF/GP into the Animal Disease Prevention and Response line item (which had an appropriation in the conference report $400,000 GF/GP under the Governor's recommendation), resulting in a total gross appropriation for FY 2019-20 of $9,847,700. Impact: The Board transfer increases the appropriation for the prevention and monitoring of animal diseases to an amount of $382,600 GF/GP above the Governor's original recommendation for FY 2019-20.

The Board transferred $997,300 GF/GP into the Qualified Forest Program line item, in response to the conference report which substituted $997,300 GF/GP with an IDG from the Department of Natural Resources (DNR) Forest Development Fund. The Governor had vetoed the Forest Development Fund monies in the DNR budget assigned for the IDG. Impact: The Board transfer restores the level of GF/GP support for the program to the Governor's original FY 2019-20 budget recommendation.

The Board transferred $1.5 million GF/GP into the Pesticide and Plant Pest Management line item, in response to the conference report which had included a supplanting of $1.0 million GF/GP funding with Agriculture Licensing and Inspection revenue and a straight reduction of $500,000 GF/GP. Impact: The Board transfer restores the level of GF/GP support for the program to the Governor's original FY 2019-20 budget recommendation.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1]		Fiscal Year 2019-20 Enrolled Appropriation		Fiscal Year 2019-20 State Ad Board Action [2]		Fiscal Year 2019-20 Initial Appropriation	
	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP
Attorney General								
Health education and family services	N/A	N/A	$10,078,100	$10,078,100	($10,078,000)	($10,078,000)	$100	$100
Criminal division	N/A	N/A	6,367,000	0	(6,366,900)	0	100	0
Revenue and tax division	N/A	N/A	6,308,700	6,308,700	(6,308,600)	(6,308,600)	100	100
Labor division	N/A	N/A	6,156,400	6,156,400	(6,156,300)	(6,156,300)	100	100
State operations division	N/A	N/A	5,522,000	3,209,600	(5,521,900)	(3,209,500)	100	100
Health care fraud division	N/A	N/A	5,150,600	0	(5,150,500)	0	100	0
Civil litigation, employment, and elections division	N/A	N/A	4,439,800	89,000	(4,439,700)	(88,900)	100	100
Departmentwide	N/A	N/A	4,222,700	0	(4,222,600)	0	100	0
Licensing and regulation division	N/A	N/A	4,059,300	1,208,200	(4,059,200)	(1,208,100)	100	100
Corporate oversight division	N/A	N/A	3,893,000	0	(3,892,900)	0	100	0
Environment, natural resources, and agriculture division	N/A	N/A	3,851,000	76,500	(3,850,900)	(76,400)	100	100
Attorney general staff	N/A	N/A	3,204,300	3,204,300	(3,204,200)	(3,204,200)	100	100
Criminal appellate division	N/A	N/A	3,159,200	0	(3,159,100)	0	100	0
Alcohol and gambling enforcement division	N/A	N/A	2,643,600	52,500	(2,643,500)	(52,400)	100	100
Flint water investigation	N/A	N/A	2,600,000	0	(2,599,900)	0	100	0
Consumer protection division	N/A	N/A	2,407,500	14,100	(2,407,400)	(14,000)	100	100
Public service commission	N/A	N/A	2,029,600	2,020,900	(2,029,500)	(2,020,800)	100	100
Transportation division	N/A	N/A	2,000,000	0	(1,999,900)	0	100	0
Executive	N/A	N/A	1,840,600	36,600	(1,840,500)	(36,500)	100	100
Finance division	N/A	N/A	1,787,500	0	(1,787,400)	0	100	0
Solicitor general	N/A	N/A	1,292,200	25,700	(1,292,100)	(25,600)	100	100
Fiscal management	N/A	N/A	1,080,600	21,500	(1,080,500)	(21,400)	100	100
Human resources	N/A	N/A	939,900	18,700	(939,800)	(18,600)	100	100
Special litigation division	N/A	N/A	911,400	18,200	(911,300)	(18,100)	100	100
Civil rights division	N/A	N/A	779,300	15,500	(779,200)	(15,400)	100	100
Consumer protection initiative	N/A	N/A	732,300	0	(732,200)	0	100	0
Drug unit and opioid enforcement	N/A	N/A	700,000	2,700	(699,900)	(2,600)	100	100
Office of legislative affairs	N/A	N/A	481,700	9,600	(481,600)	(9,500)	100	100
Office of constituent relations	N/A	N/A	425,200	8,500	(425,100)	(8,400)	100	100

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

	Fiscal Year 2018-19 YTD [1]		Fiscal Year 2019-20 Enrolled Appropriation		Fiscal Year 2019-20 State Ad Board Action [2]		Fiscal Year 2019-20 Initial Appropriation	
Line Item/Program Area	**Gross**	**GF/GP**	**Gross**	**GF/GP**	**Gross**	**GF/GP**	**Gross**	**GF/GP**
Human trafficking initiative	N/A	N/A	390,200	390,200	(390,100)	(390,100)	100	100
Office of communications	N/A	N/A	379,500	7,600	(379,400)	(7,500)	100	100
Children and youth services division	N/A	N/A	254,300	0	(254,200)	0	100	0
Elder abuse task force	N/A	N/A	230,000	0	(229,900)	0	100	0
Opinions review board	N/A	N/A	222,700	4,600	(222,600)	(4,500)	100	100
Conviction integrity unit	N/A	N/A	100,000	0	(99,900)	0	100	0
Child support division	N/A	N/A	88,100	0	(88,000)	0	100	0
SCFRA and collections division	N/A	N/A	37,200	900	(37,100)	(800)	100	100
Hate crimes unit	N/A	N/A	30,000	0	(29,900)	0	100	0
Auto insurance fraud unit	N/A	N/A	30,000	0	(29,900)	0	100	0
Complex litigation	N/A	N/A	25,500	0	(25,400)	0	100	0
Child elder family financial crimes division	N/A	N/A	19,100	0	(19,000)	0	100	0
Public administration	N/A	N/A	3,300	0	(3,200)	0	100	0
PACC operations	N/A	N/A	1,900	0	(1,800)	0	100	0
Department of attorney general	N/A	N/A	2,636,300	500	90,871,000	32,976,200	93,507,300	32,976,700
Total Impacted Lines	**$0**	**$0**	**$93,511,600**	**$32,979,100**	**$0**	**$0**	**$93,511,600**	**$32,979,100**
Total Transferred Amount - Attorney General					**$90,871,000**	**$32,976,200**		

The enrolled bill unrolled the Attorney General Operations line item. The State Adminstrative Board transferred the funding from these new lines to the new Department of Attorney General line item, leaving $100 placeholders.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Civil Rights								
Museums support	N/A	N/A	$1,500,000	$1,500,000	($1,499,900)	($1,499,900)	$100	$100
Complaint investigation and enforcement	N/A	N/A	4,850,500	2,387,275	1,499,900	1,499,900	6,350,400	3,887,175
Total Impacted Lines	**$0**	**$0**	**$6,350,500**	**$3,887,275**	**$0**	**$0**	**$6,350,500**	**$3,887,275**
Total Transferred Amount - Civil Rights					**$1,499,900**	**$1,499,900**		

In the enrolled bill, the Civil Rights Operations line was unrolled into five new line items. The State Administrative Board transferred funding from one of these lines, Museums Support, to another, Complaint Investigation and Enforcement, leaving a $100 GF/GP placeholder.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Education								
Department administrative reserve fund 1	$0	$0	$104,948,600	$21,802,900	($104,948,500)	($21,802,900)	$100	$0
Department administrative reserve fund 2	0	0	104,948,600	21,802,900	(104,948,500)	(21,802,900)	100	0
Department administrative reserve fund 3	0	0	104,948,600	21,803,000	(104,948,500)	(21,803,000)	100	0
State board of education, per diem	24,400	24,400	6,100	6,100	18,300	18,300	24,400	24,400
Worker's Compensation	28,200	28,200	6,900	6,900	20,900	20,900	27,800	27,800
Education Commission of the States Membership	120,800	120,800	30,200	30,200	90,600	90,600	120,800	120,800
Training and orientation workshops	150,000	0	37,500	0	112,500	0	150,000	0
Private gifts - deaf	150,000	0	37,500	0	112,500	0	150,000	0
Private gifts - blind	200,000	0	50,000	0	150,000	0	200,000	0
Camp Tuhsmeheta	297,600	0	74,500	0	223,500	0	298,000	0
Head start collaboration office	313,700	63,000	79,200	15,800	237,400	47,200	316,600	63,000
Adolescent and school health	320,000	320,000	80,000	80,000	240,000	240,000	320,000	320,000
Terminal leave payments	353,300	38,700	88,300	9,600	265,000	29,100	353,300	38,700
Unclassified	868,900	699,500	226,000	174,100	678,000	522,500	904,000	696,600
Low Incidence Outreach Program	750,000	0	250,000	0	750,000	0	1,000,000	0
Strategic planning and implementation operations	2,652,700	1,770,600	265,400	130,000	796,100	389,700	1,061,500	519,700
Administrative law operations	1,392,900	101,700	350,600	26,000	1,051,700	77,800	1,402,300	103,800
Michigan eLibrary	1,757,900	1,757,900	440,400	440,400	1,321,300	1,321,300	1,761,700	1,761,700
Systems, evaluation, and technology operations	0	0	498,300	216,300	1,494,700	648,800	1,993,000	865,100
Renaissance Zone Reimbursement	2,500,000	2,500,000	550,000	550,000	1,650,000	1,650,000	2,200,000	2,200,000
State board/superintendent operations	2,634,000	1,783,100	556,100	342,400	1,668,300	1,027,000	2,224,400	1,369,400
Grant and contract operations	0	0	678,000	59,700	2,033,900	178,700	2,711,900	238,400
Federal and Private Grant	3,000,000	0	750,000	0	2,250,000	0	3,000,000	0
Property Management	3,362,100	2,070,400	874,900	538,900	2,624,900	1,616,300	3,499,800	2,155,200
Partnership District Support Operations	3,504,900	3,504,900	912,600	884,000	2,737,800	2,651,900	3,650,400	3,535,900
Information technology Services and Operations	4,287,500	1,384,500	1,162,700	351,300	3,488,300	1,053,800	4,651,000	1,405,100
Library of Michigan operations	4,900,200	4,600,200	1,239,700	1,164,700	3,719,100	3,494,100	4,958,800	4,658,800
Career and technical education operations	5,312,900	1,368,500	1,340,000	346,900	4,020,200	1,040,700	5,360,200	1,387,600
Library services and technology program	5,611,400	0	1,403,100	0	4,209,500	0	5,612,600	0

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1]		Fiscal Year 2019-20 Enrolled Appropriation		Fiscal Year 2019-20 State Ad Board Action [2]		Fiscal Year 2019-20 Initial Appropriation	
	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP
Central support operations	3,761,500	783,300	1,497,000	638,600	4,490,500	1,916,200	5,987,500	2,554,800
Special education operations	9,263,800	429,600	2,288,200	108,900	6,864,800	326,900	9,153,000	435,800
Educator excellence operations	5,569,700	226,800	2,709,200	504,200	8,127,500	1,512,600	10,836,700	2,016,800
State aid to libraries	12,067,700	12,067,700	3,017,000	3,017,000	9,050,700	9,050,700	12,067,700	12,067,700
Office of great start operations	12,350,000	1,839,900	3,342,400	465,100	10,027,200	1,395,000	13,369,600	1,860,100
Michigan schools for the deaf and blind operations	13,430,700	0	3,379,000	0	10,136,900	0	13,515,900	0
School support services operations	17,238,700	2,389,100	3,391,000	260,900	10,172,900	782,800	13,563,900	1,043,700
Accountability services operations	14,828,600	2,176,200	3,677,700	549,800	11,032,900	1,649,400	14,710,600	2,199,200
Educational supports operations	9,494,900	735,400	3,791,000	878,200	11,373,000	2,634,600	15,164,000	3,512,800
Child development and care contracted services	11,500,000	0	3,100,000	0	13,050,000	0	16,150,000	0
Child development and care external support	28,749,600	0	7,268,200	0	21,804,600	0	29,072,800	0
Child development and care public assistance	202,000,000	39,429,700	54,250,000	10,007,200	162,750,000	30,021,900	217,000,000	40,029,100
Total Impacted Lines	**$384,748,600**	**$82,214,100**	**$418,544,500**	**$87,212,000**	**$0**	**$0**	**$418,544,500**	**$87,212,000**
Total Transferred Amount - Education					**$314,845,500**	**$65,408,800**		

The Conference Report moved 75% of department appropriations into three reserve fund line items. The State Administrative Board transferred funding from the reserve fund line items to the line items that were reduced.

[1] YTD as of Sept. 30, 2019

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FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Environment, Great Lakes, and Energy								
Private well testing	$0	$0	$7,500,000	$7,500,000	($7,499,900)	($7,499,900)	$100	$100
Lead and copper rule implementation	0	0	30,000,000	30,000,000	7,499,900	7,499,900	37,499,900	37,499,900
Total Impacted Lines	**$0**	**$0**	**$37,500,000**	**$37,500,000**	**$0**	**$0**	**$37,500,000**	**$37,500,000**
Total Transferred Amount - Environment, Great Lakes, and Energy					**$7,499,900**	**$7,499,900**		

The Governor's Supplemental Request 2019-4 included $120.0 million General Fund for the Drinking Water Protection and Innovation Initiative, which provided $37.5 million for Lead and Copper Rule implementation. The Conference Report-approved Environment, Great Lakes, and Energy budget provided $30.0 million for this purpose in addition to $7.5 million for a new private well testing program. The actions of the State Administrative Board have returned $7.499 million back into Lead and Copper Rule implementation as initially recommended by the Governor and have left a $100 placeholder in the private well testing line item.

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FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Health and Human Services								
Multicultural integration funding/ongoing funding from Public Assistance Unit	$15,303,800	$14,188,300	$15,303,800	$14,188,300	($8,084,600)	($8,084,600)	$7,219,200	$6,103,700
Independent living	14,031,600	5,570,000	15,531,600	7,070,000	(3,499,900)	(3,499,900)	12,031,700	3,570,100
Court-appointed guardian reimbursements	1,500,000	1,500,000	2,700,000	2,700,000	(2,698,900)	(2,698,900)	1,100	1,100
Foster care payments/West Michigan Partnership for Children	2,000,000	2,000,000	2,000,000	2,000,000	(1,999,900)	(1,999,900)	100	100
Unified clinics resiliency center for families and children	1,500,000	1,500,000	1,500,000	1,500,000	(1,499,900)	(1,499,900)	100	100
Human trafficking survivors' assistance	0	0	1,000,000	0	(999,900)	0	100	0
Statewide health information exchange projects	0	0	1,500,000	1,500,000	(999,900)	(999,900)	500,100	500,100
Child advocacy centers	1,407,000	75,000	2,407,000	1,075,000	(999,900)	(999,900)	1,407,100	75,100
Adoption support services/6.5% Reimbursement Rate Increase	0	0	1,100,000	700,000	(699,900)	(699,900)	400,100	100
Court-appointed special advocates	0	0	500,000	500,000	(499,900)	(499,900)	100	100
Healthy communities grant/Leaders Advancing and Helping Communities	0	0	300,000	300,000	(299,900)	(299,900)	100	100
Cercarial dermatitis prevention program	0	0	250,000	250,000	(249,900)	(249,900)	100	100
Community services	46,067,300	23,786,900	45,966,300	23,685,900	99,800	99,800	46,066,100	23,785,700
Laboratory services	23,580,200	7,943,500	26,642,100	6,151,700	132,400	132,400	26,774,500	6,284,100
Michigan essential health provider	3,591,300	1,500,000	4,384,200	2,292,900	135,400	135,400	4,519,600	2,428,300
Civil service charges	399,300	399,300	249,300	249,300	148,200	148,200	397,500	397,500
Administrative hearings officers	11,340,000	5,638,000	11,157,000	5,455,000	180,900	180,900	11,337,900	5,635,900
Office of recipient rights	2,763,000	2,763,000	2,604,700	2,604,700	197,700	197,700	2,802,400	2,802,400
Dental programs	3,759,100	1,979,200	3,479,900	1,700,000	281,600	281,600	3,761,500	1,981,600
Health policy administration	14,391,500	2,710,700	14,217,200	2,525,100	296,500	296,500	14,513,700	2,821,600
Foster care payments	265,482,500	122,449,800	261,677,800	126,911,100	296,500	296,500	261,974,300	127,207,600
Nonemergency medical transportation	905,900	755,900	405,900	355,900	395,300	395,300	801,200	751,200
Indigent burial	4,375,000	4,075,000	3,875,000	3,575,000	494,100	494,100	4,369,100	4,069,100
Child support enforcement operations	22,940,500	8,477,500	22,909,500	8,099,100	555,400	555,400	23,464,900	8,654,500
Legal support contracts	113,607,100	3,530,800	113,027,100	5,642,100	573,200	573,200	113,600,300	6,215,300
Behavioral health program administration	52,283,400	21,720,000	44,798,500	9,238,400	593,000	593,000	45,391,500	9,831,400
Child welfare medical/psychiatric evaluations	10,435,500	4,311,100	9,835,500	3,711,100	593,000	593,000	10,428,500	4,304,100

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[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

	Fiscal Year 2018-19 YTD [1]		Fiscal Year 2019-20 Enrolled Appropriation		Fiscal Year 2019-20 State Ad Board Action [2]		Fiscal Year 2019-20 Initial Appropriation	
Line Item/Program Area	**Gross**	**GF/GP**	**Gross**	**GF/GP**	**Gross**	**GF/GP**	**Gross**	**GF/GP**
Children's services administration	20,430,800	9,323,900	19,812,900	8,917,400	593,000	593,000	20,405,900	9,510,400
Worker's compensation	6,563,100	4,266,300	6,674,900	4,134,500	847,300	847,300	7,522,200	4,981,800
Contractual services, supplies, and materials/Volunteer Services Reimbursement	942,400	935,400	0	0	935,400	935,400	935,400	935,400
Family independence program/Child Support Pass-Through Payments	0	0	0	0	946,000	946,000	946,000	946,000
Michigan community service commission	11,650,300	986,900	10,682,400	13,400	975,300	975,300	11,657,700	988,700
Juvenile justice, administration and maintenance	3,790,000	2,947,000	2,817,900	1,974,000	988,200	988,200	3,806,100	2,962,200
Crime victim rights services grants/services grants	10,000,000	2,000,000	2,000,000	2,000,000	999,900	0	2,999,900	2,000,000
Healthy homes program/Lead and Copper Rule Initatives	0	0	0	0	1,500,000	1,500,000	1,500,000	1,500,000
Electronic Benefit Transfer (EBT)	8,509,000	5,363,900	6,809,000	3,663,900	1,680,000	1,680,000	8,489,000	5,343,900
Medicaid mental health services/State Disability Assistance SUD Funding	2,018,800	2,018,800	0	0	2,018,800	2,018,800	2,018,800	2,018,800
Healthy Michigan plan administration/Work Engagement Supports	0	0	0	0	6,075,600	6,075,600	6,075,600	6,075,600
Total Impacted Lines	**$675,568,400**	**$264,716,200**	**$658,119,500**	**$254,683,800**	**$0**	**$0**	**$658,119,500**	**$254,683,800**
Total Transferred Amount - Health and Human Services					**$22,532,500**	**$21,532,600**		

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
The State Administrative Board transferred $22.5 million Gross, $1.0 million in Crime Victims Rights Fund, and $21.5 million GF/GP among various lines within the Department of Health and Human Services. The reductions were composed of $8.1 million from the ongoing Multicultural Integration Funding line item for support services to multicultural populations and groups, $3.5 million from the Independent Living line item to assist people with disabilities to perform everyday tasks and live on their own, $2.7 million from the Court-Appointed Guardian Reimbursements line item to reimburse guardians for people receiving CMHSP supports for their services, $2.0 million from the Foster Care Payments line item to support the West Michigan Partnership for Children, $1.5 million from the Unified Clinics Resiliency Center for Families and Children line item to support services provided by the Western Michigan University's Resiliency Center to children and families who have experienced trauma, $1.0 million in Crime Victims Rights Fund revenue from the Human Trafficking Survivors' Assistance line item to provide services and shelter to victims of human trafficking through a long-term women's shelter in Grand Rapids and Sanctum House in Royal Oak, $1.0 million from the Statewide Health Information Exchange Projects line item to fund an interoperability project by the Michigan Health Information Network, $1.0 million from the Child Advocacy Centers line item for services to children who have been victims of sexual abuse, $699,900 from the Adoption Support Services line item to provide a 6.5% reimbursement rate increase, $499,900 from the Court-Appointed Special Advocates line item to support trained court-appointed volunteers who advocate for children who have experienced abuse or neglect, $299,900 from the Healthy Communities Grant line item for Leaders Advancing and Helping Communities, and $249,900 from the Cercarial Dermatitis Prevention Program for a prevention and mitigation program.							
The State Administrative Board used the transferred funds to increase the Healthy Michigan Plan Administration line item by $6.1 million for supports and services to Healthy Michigan Plan beneficiaries subject to the work engagement legislation, increase the Medicaid Mental Health Services line item by $2.0 million for payments to PIHPs for per diem room and board for eligible state disability assistance recipients residing in substance use disorder residential facilities, increase the Healthy Homes Program line item by $1.5 million to support initiatives resulting from the new Federal Lead and Copper Rules, increase the Crime Victim Rights Services Grants line item by $1.0 million in Crime Victims Rights Fund revenue for organizations providing services to crime victims, increase the Family Independence Program line item by $946,000 to fund child support pass-through payments, and to increase the Contractual Services, Supplies, and Materials line item by $935,000 for volunteer reimbursements. In addition to transferring $12.4 million for programmatic increases, the State Administrative Board transferred $10.1 million to backfill savings the Conference passed budget had claimed from historic lapses from the lines in items 13-29, 32, 33, and 36.							

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Labor and Economic Opportunity								
At-risk youth grants	$3,000,000	$3,000,000	$3,750,000	$3,750,000	($3,749,900)	($3,749,900)	$100	$100
Michigan enhancement grants	114,800,500	114,800,500	2,799,000	2,799,000	(2,798,900)	(2,798,900)	100	100
Protect and grow	0	0	1,000,000	1,000,000	(999,900)	(999,900)	100	100
Community ventures	4,000,000	0	1,000,000	0	(999,900)	0	100	0
Blight removal grants	350,000	350,000	500,000	500,000	(499,900)	(499,900)	100	100
Workforce development programs	383,556,600	3,402,000	379,724,900	3,475,600	9,048,500	8,048,600	388,773,400	11,524,200
Total Impacted Lines	**$505,707,100**	**$121,552,500**	**$388,773,900**	**$11,524,600**	**$0**	**$0**	**$388,773,900**	**$11,524,600**
Total Transferred Amount - Labor and Economic Opportunity					**$9,048,500**	**$8,048,600**		

The Conference Report included various grants programs throughout the department. Also, the Conference Report included boilerplate language that required $10.0 million to be appropriated from Workforce Development Programs to support job training for qualified Medicaid recipients. The State Administrative Board transferred funding from the grant programs to support the Workforce Development Program boilerplate requirement.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Licensing and Regulatory Affairs								
Health facilities regulation	N/A	N/A	$21,332,100	$4,331,800	($21,332,000)	($5,824,000)	$100	($1,492,200)
Childcare licensing and regulation	N/A	N/A	16,913,200	1,413,200	(16,913,100)	0	100	1,413,200
Adult foster care and camps licensing and registration	N/A	N/A	12,842,300	12,432,300	(12,842,200)	(12,232,300)	100	200,000
Urban search and rescue	N/A	N/A	600,000	0	(599,900)	0	100	0
Nurse aide program	N/A	N/A	600,000	0	(599,900)	0	100	0
Bureau of construction codes	$23,839,300	$784,900	24,761,600	762,300	(261,900)	(261,900)	24,886,000	500,400
Information technology services and projects	21,815,300	1,422,500	22,232,500	1,325,800	(96,600)	(96,600)	22,329,300	1,229,200
Office for new Americans	25,789,800	480,200	29,248,600	479,600	500	500	29,249,100	480,100
Unclassified salaries	5,107,700	259,600	5,443,200	259,100	11,000	0	5,454,200	259,100
Michigan office of administrative hearings and rules	38,607,100	695,800	39,568,100	1,340,500	15,000	0	39,583,100	1,340,500
Bureau of professional licensing	39,834,200	1,258,200	40,091,000	1,240,500	24,300	24,300	40,115,300	1,264,800
Workers' compensation agency	8,177,000	3,434,800	7,981,300	3,384,500	91,000	0	8,072,300	3,384,500
Information technology services and projects	N/A	N/A	N/A	N/A	193,400	0	N/A	N/A
Michigan indigent defense commission	2,420,700	2,420,700	2,449,200	2,449,200	205,200	205,200	2,654,400	2,654,400
Bureau of construction codes	N/A	N/A	N/A	N/A	289,500	0	N/A	N/A
Bureau of community and health systems administration	N/A	N/A	13,126,500	1,532,600	51,815,700	18,184,800	64,942,200	19,717,400
Total Impacted Lines	**$165,591,100**	**$10,756,700**	**$237,189,600**	**$30,951,400**	**$0**	**$0**	**$237,286,400**	**$30,951,400**
Total Transferred Amount - Licensing and Regulatory Affairs					**$52,645,600**	**$18,414,800**		

The State Administrative Board transferred funding from the following four lines to the Bureau of Community and Health Systems Administration line item: Adult Foster Care and Camps Licensing and Registration, Childcare Licensing and Regulation, Health Facilities Regulation, and Nurse Aide Program. These lines as well as the Bureau of Community and Health Systems line item were first created in FY 2019-20 by unrolling the former Bureau of Community and Health Systems line item. It should be noted that the Board's transfers among fund sources for the four lines reduced to $100 placeholders resulted in those lines retaining fund sources balances unequal to the $100 Gross.

In addition, the State Administrative Board reduced the Urban Search and Rescue line to a $100 placeholder. The restricted funds removed from this line were transferred among several other lines, including Unclassified Salaries, the Bureau of Construction Codes, and the Workers' Compensation Agency. Several of these restricted fund transfers equalled the amount of GF/GP administrative cuts made by the Conference and included in the Enrolled Appropriation numbers. The Board also transferred GF/GP from the Information Technology Services and Projects and Bureau of Construction Codes lines to line items including the Michigan Indigent Defense Commission and the Bureau of Professional Licensing.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Natural Resources								
Wildlife and fisheries health study	$115,000	$115,000	$200,000	$200,000	($199,900)	($199,900)	$100	$100
Deer habitat improvement partnership initiative	200,000	0	300,000	100,000	(99,900)	(99,900)	200,100	100
Wildlife management	44,917,900	4,450,700	45,581,200	4,465,900	299,800	299,800	45,881,000	4,765,700
Total Impacted Lines	**$45,232,900**	**$4,565,700**	**$46,081,200**	**$4,765,900**	**$0**	**$0**	**$46,081,200**	**$4,765,900**
Total Transferred Amount - Natural Resources					**$299,800**	**$299,800**		

The House-Passed Natural Resources budget included $200,000 in one-time General Fund for the Wildlife and fisheries health study and a $100,000 General Fund increase to the Deer habitat improvement partnership initiative line item. The Senate-Passed Natural Resources budget did not include these items. The Conference concurred with the House action and included funding for the Wildlife and fisheries health study and increased funding for the Deer habitat improvement partnership initiative. The actions of the State Administrative Board transferred the funds from the Wildlife and fisheries health study and the Deer habitat improvement partnership initiative to the Wildlife management line item.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
State Police								
Trooper school (one-time)	$0	$0	$7,389,800	$7,389,800	($2,068,200)	($2,068,200)	$5,321,600	$5,321,600
First responder communications network (one-time)	0	0	2,000,000	2,000,000	(1,999,900)	(1,999,900)	100	100
In-car camera video streaming network (one-time)	0	0	766,600	766,600	1,999,900	1,999,900	2,766,500	2,766,500
Forensic science	44,859,600	30,104,500	45,045,500	30,498,300	2,068,200	2,068,200	47,113,700	32,566,500
Total Impacted Lines	**$44,859,600**	**$30,104,500**	**$55,201,900**	**$40,654,700**	**$0**	**$0**	**$55,201,900**	**$40,654,700**
Total Transferred Amount - State Police					**$4,068,100**	**$4,068,100**		

The Board transferred out $2,068,200 from the Trooper School (one-time) appropriation of $7,389,800 GF/GP. Impact: Should the department choose to follow the objective to graduate as many new troopers in FY 2019-20 as funding for that purpose would allow, this reduction would still allow for the addition of as many as 36 troopers over current department totals, as compared with the conference report, which would have produced 51 additional troopers, or the Governor's original recommendation, which would have added 15.

The Board transferred out $1,999,900 GF/GP from the appropriation of $2.0 million GF/GP for the creation of a new first responder communications network, as included in the conference report, but not recommended by the Governor. Impact: The transfer leaves only $100 GF/GP in the line item, creating a placeholder appropriation with no meaningful appropriation for the project.

The Board transferred $1,999,900 GF/GP into the In-Car Video Streaming Network line item (which received $766,600 GF/GP in the conference report and was recommended by the Governor at a funding level of $2.3 million GF/GP), resulting in a total FY 2019-20 year-to-date amount of $2,766,500 GF/GP. Impact: The transfer allows for immediate and complete funding (plus $466,500) for the project, rather than the several stage, multi-year funding plan as advocated by the Conference Committee.

The Board transferred $2,068,200 GF/GP into the Forensic Science line item, not included in the conference report, resulting in a FY 2019-20 year-to-date gross appropriation of $47,113,700 for the program. Impact: The Board transfer provides the department with forensic science funding (but without FTEs) sought within Executive Budget Revision 2020-2 which recommended 14.0 FTEs and $2,068,300 GF/GP to support the addition of forensic scientists to decrease biology/DNA case turnaround times to under 60 days.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Technology, Management, and Budget								
Legislative retirement	$12,400,000	$12,400,000	$12,400,000	$12,400,000	($12,399,900)	($12,399,900)	$100	$100
Treasury individual income tax and garnishment and levies system replacement	N/A	N/A	10,057,300	10,057,300	(10,057,200)	(10,057,200)	100	100
MDARD licensing and inspection systems upgrade	N/A	N/A	5,000,000	5,000,000	(4,999,900)	(4,999,900)	100	100
DTMB michigan.gov CMS replacement	N/A	N/A	4,000,000	4,000,000	(3,199,900)	(3,199,900)	800,100	800,100
DEGLE MiWaters data storage, security, and transparency enhancements	N/A	N/A	1,742,700	1,742,700	(1,742,600)	(1,742,600)	100	100
Executive operations	2,427,700	332,100	2,400,900	240,000	15,200	15,200	2,416,100	255,200
Office of the state employer	1,725,600	902,900	1,641,800	800,000	108,000	108,000	1,749,800	908,000
Bureau of labor market information and strategies	6,007,500	1,054,200	5,674,600	784,000	109,800	109,800	5,784,400	893,800
Business support services	12,759,800	5,748,700	10,859,000	3,800,000	2,052,300	2,052,300	12,911,300	5,852,300
Homeland security initiative/cyber security	15,181,300	15,181,300	12,355,000	12,355,000	2,400,000	2,400,000	14,755,000	14,755,000
Administrative services	18,368,400	1,180,800	21,443,500	2,963,700	2,914,200	2,914,200	24,357,700	5,877,900
Information technology services and projects	27,777,200	10,767,900	29,814,100	11,217,700	4,800,000	4,800,000	34,614,100	16,017,700
General services	116,405,200	0	124,068,700	0	20,000,000	20,000,000	144,068,700	20,000,000
Total Impacted Lines	**$213,052,700**	**$47,567,900**	**$241,457,600**	**$65,360,400**	**$0**	**$0**	**$241,457,600**	**$65,360,400**
Total Transferred Amount - Technology, Management, and Budget					**$32,399,500**	**$32,399,500**		

The enrolled bill included General Fund reductions to five line items: Administrative Services, Business Support Services, Executive Operations, Bureau of Labor Market Information and Strategies, and Office of the State Employer. These reductions totaled $5,219,400. The State Administrative Board transferred $5,199,500 from the Legislative Retirement line item to these five line items, resulting in a Gross reduction from FY 2018-19 of $19,900 GF/GP among those lines.

The enrolled bill included four new line items originating from the former Information Technology Investment Fund (ITIF) line item. These line items reflected specific projects approved by the ITIF Board. The State Administrative Board reduced each of these line items to $100 GF/GP placeholders and transferred $20.0 million GF/GP to the General Services line item.

The enrolled bill included a total of $9.6 million GF/GP in reductions to line items within the Technology Services section. The State Administrative Board transferred $7.2 million GF/GP from the Legislative Retirement line item to the Homeland Security Initiative/Cyber Security line item and the Information Technology Services and Projects line items.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Transportation								
Rail freight, rail economic development/intercity passenger	$0	$0	$67,566,700	$0	($39,813,400)	$0	$27,753,300	$0
General fund fixing Michigan roads and bridges/fixing Michigan roads	0	0	25,000,000	25,000,000	(24,999,900)	(24,999,900)	100	100
Rail grade separation project/one-time	0	0	22,700,000	0	(11,999,900)	0	22,700,000	0
Rail grade separation project/one-time (fund shift)	0	0	0	0	11,999,900	11,999,900	0	11,999,900
Air fleet operations and maintenance/aeronautics services	1,774,500	0	1,774,500	0	(1,774,400)	0	100	0
Carbide Dock - Soo Locks project/one-time	0	0	1,000,000	0	(999,900)	0	100	0
Marine passenger service/intercity passenger	400,000	0	1,500,000	0	(599,900)	0	900,100	0
Intercity services/intercity passenger	7,360,000	0	7,860,000	0	1,599,800	0	9,459,800	0
Aviation services/aeronautics services	5,616,600	0	5,616,600	0	1,774,400	0	7,391,000	0
Service initiatives/public transportation development	4,589,200	0	4,589,200	0	5,999,900	0	10,589,100	0
Local bus operating/local bus transit	190,750,000	0	190,750,000	0	6,000,000	0	196,750,000	0
Transit capital - urban/public transportation development	0	0	32,317,400	0	13,000,000	13,000,000	45,317,400	13,000,000
Rail passenger/intercity passenger	0	0	18,000,000	0	39,813,400	0	57,813,400	0
Total Impacted Lines	**$210,490,300**	**$0**	**$378,674,400**	**$25,000,000**	**$0**	**$0**	**$378,674,400**	**$25,000,000**
Total Transferred Amount - Transportation					**$80,187,400**	**$24,999,900**		

The Rail Freight, Rail Passenger, and Transit Capital - urban lines are all newly unrolled by the conference report for FY 2019-20. The Air fleet Operations line was already unrolled in FY 2018-19. The Governor's recommendation rolled it back into Aviation Services, but the Conference kept it unrolled. By transferring all but $100 back to Aviation services, the Ad. Board essentially rolled the line back up. The conference report originally had $400.0 million for General Fund Fixing Michigan Roads and Bridges. $25.0 million was left after vetoes. The remaining Ad. Board action essentially nullifies the line.

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

FY 2019-20 - ADMINISTRATIVE BOARD ACTIONS

SENATE FISCAL AGENCY

Line Item/Program Area	Fiscal Year 2018-19 YTD [1] Gross	Fiscal Year 2018-19 YTD [1] GF/GP	Fiscal Year 2019-20 Enrolled Appropriation Gross	Fiscal Year 2019-20 Enrolled Appropriation GF/GP	Fiscal Year 2019-20 State Ad Board Action [2] Gross	Fiscal Year 2019-20 State Ad Board Action [2] GF/GP	Fiscal Year 2019-20 Initial Appropriation Gross	Fiscal Year 2019-20 Initial Appropriation GF/GP
Treasury - Operations								
Financial independence team	$0	$0	$1,693,500	$1,693,500	($1,693,400)	($1,693,400)	$100	$100
Office of fiscal responsibility	0	0	1,500,000	1,500,000	(1,499,900)	(1,499,900)	100	100
Bureau operations and general local government services	0	0	1,270,100	1,270,100	(1,270,000)	(1,270,000)	100	100
Student loan refinancing program study	0	0	500,000	500,000	(499,900)	(499,900)	100	100
Supervision of the general property tax law	0	0	11,402,900	7,662,600	4,963,200	4,963,200	16,366,100	12,625,800
Total Impacted Lines	**$0**	**$0**	**$16,366,500**	**$12,626,200**	**$0**	**$0**	**$16,366,500**	**$12,626,200**
Total Transferred Amount - Treasury - Operations					**$4,963,200**	**$4,963,200**		

The Conference Report reduced the Supervision of the General Property Tax Law $3.1 million, Also, the conference unrolled the Financial Independence Team, Office of Fiscal Responsibility, and Bureau Operations from the Supervision of the General Property Tax Law line item. The State Administrative Board rolled up the Supervision of the General Property Tax Law line item, and included $499,900 from the Student Loan Refinancing Program Study to partially restore the $3.1 million reduction.

TOTAL ADMINISTRATIVE BOARD ACTIONS	**$624,860,800**	**$226,111,200**

[1] YTD as of Sept. 30, 2019

[2] Resolutions adopted by the State Administrative Board on Oct. 1, 2019

Appendix D

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
PA 65	HB 4229	Agriculture and Rural Development	Sec. 215. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of State Constitution
PA 64	HB 4231	Corrections	Sec. 206. The department shall not take disciplinary action against an employee or a prisoner for communicating with a member of the legislature or his or her staff.	Violates Article 3, Section 2 of State Constitution
			Sec. 225. Appropriations in part 1 shall not be expended until all existing work project authorization available for the same purposes is exhausted.	Violates Article 4, Section 25 of the State Constitution
			Sec. 226. Reallocation of unexpended work project funds.	Violates Article 4, Section 25 of the State Constitution
			Sec. 248. At the May 2020 consensus revenue estimating conference, the senate and house fiscal agencies and the state budget director, or state treasurer, shall establish a projected prisoner population for fiscal year 2020-2021, and a projected number of available beds based on the population projection.	Violates Article 4, Section 25 of the State Constitution
			Sec. 419(1). The department shall provide weekly electronic mail reports to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on prisoner populations by security levels by facility, prison facility capacities, and parolee and probationer populations.	Violates Article 3, Section 2 of State Constitution
PA 63	HB 4232	Education	Sec. 222. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 of State Constitution
			Sec. 236. Transfer requirements for administrative reserve fund.	Violates Article 3, Section 2 of the State Constitution
			Sec. 237. Transfer requirements for administrative reserve fund 2.	Violates Article 3, Section 2 of the State Constitution
			Sec. 238. Transfer requirements for administrative reserve fund 3.	Violates Article 3, Section 2 of the State Constitution
PA 57	SB 137	Environment, Great Lakes, and Energy	Sec. 220. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 221. Funds appropriated in part 1 shall not be used by the department to promulgate a rule that will apply to a small business and that will have a disproportionate economic impact on small businesses because of the size of those businesses if the department fails to reduce the disproportionate economic impact of the rule on small businesses.	Violates Article 4, Section 25 of State Constitution
			Sec. 601. The department shall enter into a memorandum of understanding with the public service commission to outline the responsibilities to be served by the office of climate and energy.	Violates Article 4, Section 24 and 25 and Article 3, Section 2 of the State Constitution

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
PA 67	SB 139	Health and Human Services	Sec. 218. Department shall include a specified list in its annual list of proposed basic health services as required in part 23 of the public health code.	Violates Article 4, Section 25 of the State Constitution
			Sec. 225. Sanctions, suspensions, conditions for provisional license status, and other penalties shall not be more stringent for private service providers than for public entities performing equivalent or similar services.	Violates Article 4, Section 24 of the State Constitution
			Sec. 229. From the funds appropriated in part 1 for family support subsidy, the department shall make monthly payments of $229.31 to the parents or legal guardians of children approved for the family support subsidy by a CMHSP.	Violates Article 3, Section 2 of the State Constitution
			Sec. 240. Appropriations in part 1 shall not be expended in cases where existing work project authorization is available for the same expenditures.	Violates Article 4, Section 25 of the State Constitution
			Sec. 253. The Department shall implement information technology investment management practices that use recommendations from the office of the Auditor General and form a department-based information technology investment board.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 264. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 518. Supervisors must make an initial read of a caseworker's report on a child abuse or child neglect investigation and note any corrections required, or approve the report, within 5 business days. The caseworker must resubmit a report that needs corrections within 3 business days.	Violates Article 4, Sections 24 and 25 and Article 3, Section 2 of the State Constitution
			Sec. 537. The department, in collaboration with child placing agencies, shall implement section 115o of the social welfare act, 1939 PA 280, MCL 400.115o. Department caseworkers responsible for preparing a recommendation to a court concerning a juvenile placement shall provide, as part of the recommendation, information regarding the requirements of section 115o of the social welfare act, 1939 PA 280, MCL 400.115o.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 558. The department shall provide all the necessary training and materials to designated private child placing agency staff in order for all pre-service training requirements specified by the settlement to be completed by private child placing agency staff at agency facilities.	Violates Article 3, Section 2 of the State Constitution
			Sec. 595. The department shall expend $162,849,600.00 for children's protective services - caseload staff in order to dedicate resources to CPS investigations.	Violates Article 3, Section 2 of the State Constitution
			Sec. 1053. The funds appropriated in part 1 for behavioral health facility contingency are not available for expenditure until they have been transferred to another line item in part 1 under article 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.	Violates Article 3, Section 2 of the State Constitution
			Sec. 1305. Family planning local agreements and pregnancy prevention program funds shall not be used to contract with or award grants to an entity that engages in identified activities.	Violates Article 4, Section 25 of the State Constitution

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
			Sec. 1350. The department shall not require a life support agency that does not charge for its services to submit data to the Michigan emergency medical services information system or any other quality improvement program.	Violates Article 4, Sections 24 and 25 of the State Constitution
			Sec. 1502. Except as otherwise provided under state law, if the department issues a new interpretation of existing Medicaid provider policy directly affecting nursing facility Medicaid cost reports, that change in policy must have a prospective effective date. A policy may have a retrospective effective date as part of a state plan amendment approval or waiver approval, or if required by state law, federal law, or judicial ruling.	Violates Article 4, Section 24 of the State Constitution
			Sec. 1763. Before the initial expiration of contract no. 071b7700073 on February 28 of the current fiscal year, the department shall issue an RFP for a 3-year contract for actuarial services, including, but not limited to, capitation rate setting for Medicaid and the Healthy Michigan plan. The department shall notify the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on what vendors submitted bids for the contract, which vendor received the contract, the evaluation process, and the criteria used by the department in awarding the contract for actuarial services.	Violates Article 3, Section 2 of the State Constitution
			Sec. 1793. Beginning October 1 of the current fiscal year, the department may recover a refund due to an overpayment to a Medicaid provider only if the department notifies the provider of the overpayment not later than 180 days after receipt of the overpayment.	Violates Article 4, Section 24 of the State Constitution
			Sec. 1804. The Department shall enter into an interagency agreement with the Department of Military and Veterans Affairs to work with the federal public assistance reporting information system to identify Medicaid recipients who are veterans and may be eligible for federal veterans heal care benefits or other benefits.	Violates Article 3, Section 2 of the State Constitution
			Sec. 1909 (1), (2), (9). Transfer requirements for information technology contingency funds.	Violates Article 3, Section 2 of the State Constitution
			Sec. 1931. The department shall spend available work project revenue to continue the implementation of the Michigan medical resident loan repayment program as specified in section 1918 of article X of 2018 PA 207.	Violates Article 4, Section 24 of the State Constitution
PA 62	HB 4236	Higher Education	Sec. 289. Requirement for the Auditor General to audit higher education institutional data inventory data at least once every four years.	Assigns additional duties to the Auditor General other than those specified in Article 4, Section 53 of the State Constitution
PA 55	SB 141	Insurance and Financial Services	Sec. 216. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
PA 61	HB 4238	Judiciary	Sec. 215. The judicial branch shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 216. It is the intent of the legislature that judges who are presiding over a hearing on a foster care case shall publicly acknowledge and request the input of the foster parent or foster parents during the hearing.	Violates Article 3, Section 2 of the State Constitution
			Sec. 217. If the judicial branch makes any changes to a foster care family service plan before its finalization, it is the intent of the legislature that the presiding judge provide an explanation for any changes to that plan in the court record.	Violates Article 3, Section 2 of the State Constitution
PA 60	HB 4239	Licensing and Regulatory Affairs	Sec. 216. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 513(2). Requirement that the department must coordinate with local entities to prepare a community impact statement upon written request of a governing body of a municipality containing three or more licensed medical marihuana facilities.	Violates Article 4, Section 25 of the State Constitution
			Sec. 515. From the funds appropriated in part 1 for health facilities regulation for the purpose of administering licensure activities associated with substance use disorder programs, the residential detoxification programs licensed shall meet the Michigan Medicaid Provider Manual guidelines regarding sub-acute detoxification residential settings and the American Society of Addiction Medicine (ASAM) criteria for residential-based services. Treatment requirements must be based on the least restrictive settings and must not exceed national standards for levels of care.	Violates Article 4, Section 25 of the State Constitution
PA 54	SB 144	Military and Veterans Affairs	Sec. 215. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 301(2). Not less than 30 days prior to the department submitting a request for an additional unclassified employee position from the civil service commission, or for any substantive change to the duties of an existing unclassified employee position, the department shall notify the subcommittees and the senate and house fiscal agencies.	Violates Article 3, Section 2 of the State Constitution
			Sec. 404. The department shall ensure that the quality of care for members of the Grand Rapids and D.J. Jacobetti homes for veterans shall meet or exceed the quality of care for the full spectrum of health care services to meet or exceed the Centers for Medicare and Medicaid Services certification standards.	Violates Article 4, Section 25 of the State Constitution
			Sec. 406(2)(a). From the funds appropriated in part 1, the MVAA shall provide for the regional coordination of services, as follows: (a) Regional coordinators shall be selected by the MVAA through a staff augmentation service contract with VSOs or with a Michigan-based nonprofit organization.	Violates Article 3, Section 2 of the State Constitution

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
			Sec. 409. The Department shall enter into an interagency agreement with the Department of Health and Human Services to work with the federal public assistance reporting information system to identify Medicaid recipients who are veterans and may be eligible for federal veterans heal care benefits or other benefits.	Violates Article 3, Section 2 of the State Constitution
PA 59	HB 4241	Natural Resources	Sec. 220. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 602. As a condition of expenditure of fisheries management appropriations under part 1, the department of natural resources shall not impede the certification process for water control structures on Michigan waterways. The department of natural resources shall fund from funds appropriated in part 1 all non-water-quality studies or requirements that the department requests of either of the following: (a) The department of environmental quality as a condition for issuance of a certification under article 401 of the federal water pollution control act, 33 USC 1341. (b) The Federal Energy Regulatory Commission as a condition of licensing under the federal power act, 16 USC 791a to 825r.	Violates Article 4, Section 25 of the State Constitution, as it restrains the Department of Natural Resources from protecting water resources
PA 53	SB 147	State Police	Sec. 216. A department or state agency shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 226. It is the intent of the legislature that the department shall take all steps necessary to protect the data and privacy of citizens who are not the focus of a departmental investigation and to protect personal information from unauthorized access or misuse.	Violates Article 4, Section 25 of the State Constitution
			Sec. 228. A law enforcement officer or a motor carrier officer funded under part 1 shall not be required to issue a predetermined or specified number of citations for violations of the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923, or of local ordinances substantially corresponding to provisions of the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923, including parking or standing violations. A law enforcement officer's or motor carrier officer's performance evaluation system shall not require a predetermined or specified number of citations to be issued.	Violates Article 4, Section 25 and Article 3, Section 2 of the State Constitution
			Sec. 601(2). The department shall maintain the staffing and resources necessary to continually work to enhance traffic safety throughout this state and shall dedicate a minimum of 455,200 hours to statewide patrol, of which a minimum of 40,000 shall be committed to distressed cities in this state. The department shall work to improve public safety efforts within distressed cities by enhancing data analysis capabilities and identifying crime trends and areas with high occurrence of crime. (3) The department shall maintain the staffing and resources necessary to annually conduct 7,000 residence checks of registered sex offenders.	Violates Article 3, Section 2 of the State Constitution

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
			Sec. 602(2). The department shall maintain the staffing and resources necessary to provide a comparable number of hours investigating crimes as those performed in fiscal year 2012-2013. (3) The department shall maintain the staffing and resources necessary to annually meet or exceed a case clearance rate of 62%. (4) The department shall annually provide 4 training opportunities to local law enforcement partners with the goal of increasing their knowledge of gambling laws, trends, legal issues, and opioid-related investigations. (5) The department shall maintain the staffing and resources necessary to increase the number of opioid-related investigations by 20% above the number of those investigations conducted in the 2014-2015 fiscal year by multijurisdictional task forces and hometown security teams. The department shall work to enhance investigative and drug interdiction efforts by enhancing data analysis capabilities and linking investigations among multijurisdictional task forces and hometown security teams.	Violates Article 3, Section 2 of the State Constitution
			Sec. 603(3). The tobacco tax enforcement unit shall dedicate a minimum of 16,600 hours to tobacco tax enforcement.	Violates Article 3, Section 2 of the State Constitution
			Sec. 604(2). The department shall maintain the staffing and resources necessary to maintain readiness to respond appropriately to at least the number of requests for fire investigation services that occurred in fiscal year 2010-2011 and shall be available for call out statewide 100% of the time.	Violates Article 3, Section 2 of the State Constitution
			Sec. 701(3). (3) The department shall maintain the staffing and resources necessary to support the cyber section, including the Michigan cyber command center, the computer crimes unit, and the internet crimes against children task force. (4) The department shall maintain the staffing and resources necessary to provide digital forensic analysis services with a goal of decreasing backlogs of digital forensic analysis cases annually until the department maintains a 60-day turnaround time.	Violates Article 3, Section 2 of the State Constitution
			Sec. 702(2). The department shall maintain the staffing and resources necessary to provide training to maintain readiness to respond appropriately to at least the number of requests for specialty services which occurred in fiscal year 2010-2011. (3) The canine unit shall be available for call out statewide 100% of the time. (4) The bomb squad unit shall be available for call out statewide 100% of the time. (5) The emergency support teams shall be available for call out statewide 100% of the time. (6) The marine services team shall be available for call out statewide 100% of the time. (7) Aviation services shall be available for call out statewide 100% of the time, unless prohibited by weather or unexpected mechanical breakdowns.	Violates Article 3, Section 2 of the State Constitution

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
			Sec. 702(8). The department shall maintain the staff and resources necessary to provide security services at the State Capitol Complex facilities and the State Secondary Complex, as provided under section 6c of 1935 PA 59, MCL 28.6c. The department shall also maintain the staff and resources necessary to respond to emergencies at the State Capitol Complex, State Secondary Complex, House Office Building, Binsfeld Office Building, Capitol parking lot, Townsend Parking Ramp, Roosevelt Parking Ramp, and other areas as directed. The department shall maintain a goal of annually conducting 35,000 property inspections of state owned and leased facilities.	Violates Article 3, Section 2 of the State Constitution
PA 66	SB 149	Transportation	Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house of representatives standing committees on appropriations and the senate and house fiscal agencies.	Violates Article 4, Section 24 of the State Constitution
			Sec. 215. A department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff. The department shall not require state employees of the department to report communications with a legislator or legislative staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 301(2). A bridge authority shall hold 3 public hearings on an increase in any toll charged by the authority at least 30 days before the toll change will become effective with additional meeting requirements.	Violates Article 4, Section 25 of the State Constitution
			Sec. 305(2). The department shall charge public transit agencies and intercity bus carriers equal rates per square foot for leasing space in state-owned intermodal facilities.	Violates Article 4, Section 24 of the State Constitution
			Sec. 306. The amounts appropriated in part 1 to support tax and fee collection, law enforcement, and other program services provided to the department and to transportation funds by other state departments shall be expended from transportation funds pursuant to annual contracts between the department and those other state departments. The contracts shall be executed prior to the expenditure or obligation of those funds. The contracts shall provide, but are not limited to, listed data. (2) Requires publication of a report stating by spending authorization account the amount of estimated funds contracted with the department, the amount of funds returned to the transportation funds, and any unreimbursed transportation-related costs. (3) The auditor general shall use a risk-based approach in developing an audit program for the use of transportation funds.	Assigns additional duties to the Auditor General other than those specified in Article 4, Section 53 of the State Constitution
			Sec. 353. The department shall review its contractor payment process and ensure that all prime contractors are paid promptly. The department shall ensure that prime contractors are in compliance with special provision 109.10 regarding the prompt payment of subcontractors.	Violates Article 3, Section 2 of the State Constitution

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
			Sec. 381. The department shall require as a condition of each contract or subcontract for construction, maintenance, or engineering services that the prequalified contractor or prequalified subcontractor agree to use the E-Verify system to verify that all persons hired during the contract term by the contractor or subcontractor are legally present and authorized to work in the United States. The department may verify this information directly or may require contractors and subcontractors to verify the information and submit a certification to the department. The department shall report to the house and senate appropriations committees and the house and senate fiscal agencies by March 1 of each year describing the processes it has developed and implemented under provisions of this section. As used in this section, "E-Verify" means an internet-based system operated by the Department of Homeland Security, U.S. Citizenship and Immigration Services in partnership with the Social Security Administration.	Violates Article 4, Section 24 of the State Constitution
			Sec. 382. In administering a contract with a county road commission, city, or village that allocates costs of construction or reconstruction of highways, roads, and streets as provided in section 18d of 1951 PA 51, MCL 247.668d, the department shall submit the final cost-sharing bill to the county road commission, city, or village not later than 2 years after the date of the final contract payment to the construction contractor.	Violates Article 4, Section 25 of the State Constitution
			Sec. 386(2). The department shall use toll credits to match grants from federal funds in the following order of priority: (a) State trunkline and local agency road and bridge construction and preservation projects. (b) Rail infrastructure projects. (c) Transit capital grants. (d) Aeronautics capital grants. (e) Any other eligible projects. (f) Bike paths.	Violates Article 4, Section 25 of the State Constitution
			Sec. 403. After meeting the capital needs of existing section 5310 subrecipients, the department shall include in its grant application to the Federal Transit Administration replacement buses for rural transit agencies to the maximum extent possible based on the federal regulations that govern the section 5310 program.	Violates Article 4, Section 25 and Article 5, Section 28 of the State Constitution
			Sec. 752. At least once each fiscal year, the department shall meet with representatives of a rail industry trade association to provide information on the availability of rail infrastructure loan and grant funding programs and freight economic development project opportunities.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			Sec. 804(1). The department shall not expend funds from the appropriation in part 1, air fleet operations and maintenance, if the department owns a Cessna 206 aircraft. The department shall notify the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies when it no longer owns a Cessna 206 aircraft.	Violates Article 4, Section 25 and Article 5, Section 28 of the State Constitution
			Sec. 805. The department shall take all steps necessary to sell any aircraft with less than 50 flight hours logged by September 15, 2020.	Violates Article 4, Section 25 and Article 5, Section 28 of the State Constitution

Boilerplate Sections Cited by the Governor as Unenforceable

Public Act	Bill Number	Department	Unenforceable Language	Reasons Cited
PA 56	SB 138	General Government	Sec. 218. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.	Violates Article 4, Section 24 and Article 3, Section 2 of the State Constitution
			219. Department or agency operations reduction of 5% if failure to comply with reporting requirements.	Violates Article 3, Section 2 of the State Constitution
			Sec. 222. Funds appropriated in part 1 shall not be expended in cases if existing work project authorization is available for the same expenditures.	Violates Article 4, Section 25 of the State Constitution
			Sec. 229. Department or agency report within six months of Auditor General identified savings and efficiencies.	Violates Article 4, Section 25 and Section 53, and Article 3, Section 2 of the State Constitution
		Attorney General	Sec. 320. Notification requirement for lawsuit settlements within 10 days.	Violates Article 3, Section 2 of the State Constitution
			Sec. 321. Notification upon entering into a lawsuit against the federal government.	Violates Article 4, Section 25 of the State Constitution
		Legislature	Sec. 625. Intent language that the Auditor General be authorized to examine confidential information of each branch, department, office, board, commission, agency, authority, and institution of the state.	Violates Article 4, Section 25 of the State Constitution
			Sec. 626. Auditor General shall conduct a performance audit of the Michigan Department of Transportation's use and procurement of contract consultants for evaluating construction material specifications and availability.	Assigns additional duties to the Auditor General other than those specified in Article 4, Section 53 of the State Constitution
		Technology, Management, and Budget	Sec. 816. An RFP issued for the purpose of privatization shall include all factors used in evaluating and determining price.	Violates Article 4, Section 24 of the State Constitution
			Sec. 822b(6). The MDTMB shall monitor the revenue deposited in the public-private partnership investment fund created in subsection (1). If the revenue in the fund is insufficient to pay the amount appropriated in part 1 for public-private partnership investment, then the MDTMB shall propose a legislative transfer to fund the line from the appropriations in part 1.	Violates Article 3, Section 2 and Article 5, Section 18 of the State Constitution
		Treasury - Operations	Sec. 947. Financial independence teams shall cooperate with the financial responsibility section to coordinate and streamline efforts in identifying and addressing fiscal emergencies in school districts and intermediate school districts.	Violates Article 3, Section 2 of the State Constitution
		Labor and Economic Opportunity	Sec. 983. From the funds appropriated in part 1, Michigan department of labor and economic opportunity, Michigan strategic fund, and Michigan state housing development authority shall not use funds for broadband construction, expansion, repairs, or upgrades or to issue or refinance bonds for broadband construction, expansion, repairs, or upgrades.	Violates Article 4, Section 25 of the State Constitution

Frequently Cited State Constitutional Reference:			
Article	**Section**	**Common Description**	**Constitutional Language**
3	2	Separation of Powers	The powers of government are divided into three branches: legislative, executive and judicial. No person exercising powers of one branch shall exercise powers properly belonging to another branch except as expressly provided in this constitution.
4	24	Change of Title	No law shall embrace more than one object, which shall be expressed in its title. No bill shall be altered or amended on its passage through either house so as to change its original purpose as determined by its total content and not alone by its title.
4	25	Amendment by Reference	No law shall be revised, altered or amended by reference to its title only. The section or sections of the act altered or amended shall be re-enacted and published at length.

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