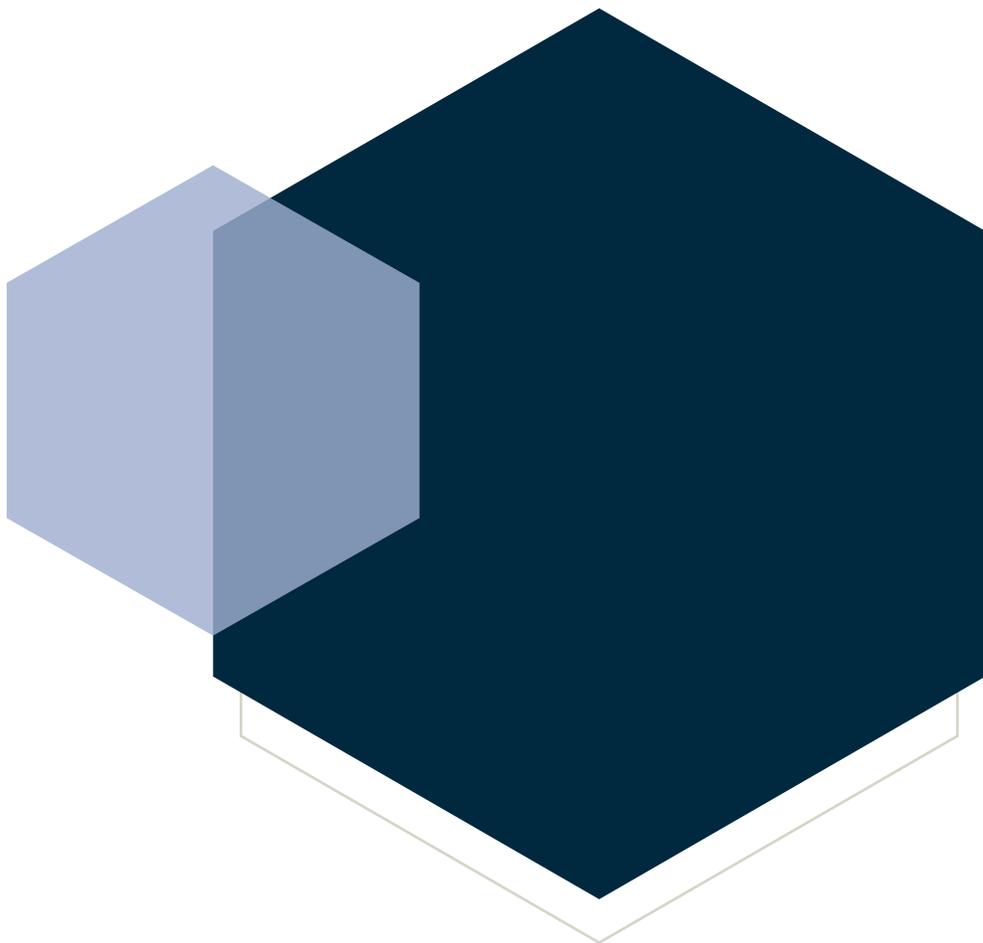


OVERVIEW OF GOVERNOR WHITMER'S FY 2024-2025 BUDGET APPROPRIATIONS REPORT - PART 1

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Senate Fiscal Agency

February 14, 2024





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CONTENTS

Summary	04
FY 2024-25 Gross and GF/GP Budget Changes	12
Major Budget Areas Appropriation Summaries	14
Capital Outlay, Community Colleges, and Higher Education	16
Department of Labor and Economic Opportunity	20
Department of Environment, Great Lakes, and Energy	22
Department of Health and Human Services	24
Department of Transportation	26
Revenue Sharing	28
Revenue Sharing Payments	30
School Aid	32
Summary of Other General Appropriations	34
FY 2023-24 Supplemental Requests	40
Miscellaneous	42
Proposed Fee Adjustments	43
Balance Sheet	44
Appendix	46



SUMMARY

On February 7, 2024, Governor Gretchen Whitmer presented her Executive Budget recommendations for fiscal year (FY) 2024-25 and budget projections for FY 2025-26. 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 produced a five-year strategic plan for the State in addition to submitting the budget recommendation to the Legislature. This overview will focus on Governor Whitmer's FY 2024-25 appropriation recommendation.

This document provides an overview of the Governor's Executive Budget Recommendation. Detailed information can be found in the accompanying appendices, which include tables and other relevant materials. The appendices, indicated by a number, will provide the comprehensive detail behind all the changes proposed by the Governor for FY 2024-25.

Appendices

- Table 1 outlines the sources of funding for each department and budget area
- Tables 2-4 compare the Governor's FY 2024-25 recommendation with current FY 2023-24 year-to-date appropriations
- Table 5 shows the proposed changes in the number of full-time equated (FTE) positions
- Table 6 provides a summary of one-time appropriations by department and fund source
- Table 7 shows the proposed one-time appropriations by fund source
- Table 8 displays the estimated State payments to local units of government for FYs 2023-24 and 2024-25
- Tables 9 and 10 present the GF/GP and School Aid Fund (SAF) balance sheets for FY 2023-24 and FY 2024-25
- Table 11 shows a summary of the overall changes and Tables 12-18 provide the details for overall changes
- Table 19 shows FY 2024-25 School Aid budget changes proposed by the Governor
- Tables 20-24 provide further detail regarding major budget areas (Community Colleges, Universities, Revenue Sharing, Economic Adjustments, Debt Service, Merit Award Trust Fund)
- Table 26 includes the three supplemental requests for FY 2023-24 that accompanied the Governor's FY 2024-25 proposal
- Tables 27 and 28 provide information on fee proposals
- Table 29 lists projects recommended in the Michigan Natural Resources Trust Fund supplemental request 2024-4
- Table 30 provides historical State spending in select budget areas



SUMMARY CONTINUED

PROPOSED ADJUSTMENTS TO GF/GP REVENUE

The FY 2024-25 budget recommendation from the Governor is based on the estimates agreed to on January 12, 2024 at the Consensus Revenue Estimating Conference (CREC). The Governor's budget proposes numerous ongoing and one-time adjustments to GF/GP revenue. Similar to the previous year, the recommendation again includes two proposed tax changes: a caregiver tax credit and a research and development tax credit (that would not affect the balance sheet until FY 2025-26). In addition, the proposed balance sheets include a negative ongoing revenue adjustment of \$25.0 million. Separately, the Governor is proposing \$25.0 million to provide one-time rebates for the purchase of a new vehicle, but this is in the form of an appropriation and not a tax credit.

Table A

Proposed Ongoing Adjustments to GF/GP Revenue (dollars in millions)			
	FY 2023-24	FY 2024-25	FY 2025-26
Ongoing			
Caregiver	(\$22.5)	(\$37.5)	(\$37.5)
R&D	0.0	(0.0)	(100.0)
Revenue adj.	(25.0)	(25.0)	(25.0)
Totals: Ongoing	(\$47.5)	(\$62.5)	(\$162.5)

PROPOSED SUPPLEMENTALS FOR FY 2023-24

The Executive budget recommendation includes three supplemental requests for FY 2023-24. The three supplementals are summarized in [Table B](#) and discussed in more detail later in this report.

Table B

FY 2023-24 Supplemental Recommendations by Fund Source					
Budget Area/Program	Gross	Federal	Local and Private	State Restricted	GF/GP
Supplemental 2024-2 (GEN.)	\$1,642,728,000	\$623,924,600	(\$5,348,200)	\$736,663,700	\$287,487,900
Supplemental 2024-3 (EDUC.)	101,100,000	13,300,000	0	87,800,000	0
Supplemental 2024-4 (DNR)	27,339,100	0	0	27,339,100	0
Total FY 2023-24 Supplemental Requests	\$1,771,167,100	\$637,224,600	(\$5,348,200)	\$851,802,800	\$287,487,900



SUMMARY CONTINUED

PROPOSED BUDGET FOR FY 2024-25

The Governor recommends FY 2024-25 Gross appropriations of \$82.0 billion and Adjusted Gross appropriations of \$80.7 billion. [Table C](#) illustrates the fund sources in the Governor's recommendation. [Figures A](#) and [B](#) illustrate the total funding by source and major spending category. Compared with FY 2023-24 year-to-date appropriations (not including enacted, but not yet effective, or proposed supplementals), the Governor's FY 2024-25 budget includes a Gross appropriation increase of \$328.1 million, or 0.4%; a decrease in State Spending from State Resources appropriations of \$697.7 million, or 1.5%; and a decrease in GF/GP appropriations of \$882.2 million, or 5.8%.

Table C

FY 2023-24 Year-to-Date (YTD) and FY 2024-25 Governor's Recommendation (dollars in billions)				
	FY 2023-24 YTD*	FY 2024-25 Governor	Dollar Change	Percent Change
Gross	\$81.7	\$82.0	\$0.3	0.4%
IDGs	1.3	1.3	0.0	0.0
Adjusted Gross	80.4	80.7	0.3	0.4
Federal	32.9	33.9	1.0	3.1
Local/Private	0.5	0.5	0.0	0.0
State Restricted	31.8	32.0	0.2	0.6
GF/GP	15.2	14.3	(0.9)	(5.8)

*As of 2/7/24; does not reflect Public Acts 320 and 321 of 2023 (which are not yet effective as of 2/7/24) or the Governor's proposed supplementals

The Governor's budget proposal includes \$1.8 billion in one-time funds and \$80.2 billion in ongoing spending. The FY 2024-25 budget is roughly \$312.6 million Adjusted Gross above the FY 2023-24 budget (as of 2/7/24) and \$882.2 million GF/GP below the current year appropriations.

New Programs and program increases account for roughly \$1.0 billion in GF/GP spending, offset by the removal of \$2.4 billion GF/GP in one-time appropriations. The largest GF/GP spending increase proposed for FY 2024-25 is \$150.0 million for Federal matching funds and bridge improvements in the Transportation budget, followed by \$60.0 million for childcare subsidies. The budget also proposes \$100.0 million GF/GP to be deposited into the Budget Stabilization Fund (BSF).



SUMMARY CONTINUED

On the School Aid side of the budget, student mental health and safety payments would be funded at \$300.0 million and literacy supports and MI Kids Back on Track each would receive roughly \$150.0 million under the Governor's budget proposal. The foundation allowance (along with operational increases for universities and community colleges) would increase by 2.5%. Other school aid supports (special education, at risk funding, bilingual education, and others) would see similar increases, and some areas are proposed to see additional dollars.

The Governor also proposes to amend the Michigan Public School Employees' Retirement System (MPSERS) statute to identify roughly \$670.0 million in reduced costs related to retiree healthcare payments. This would affect both the K-12 and community colleges budgets.

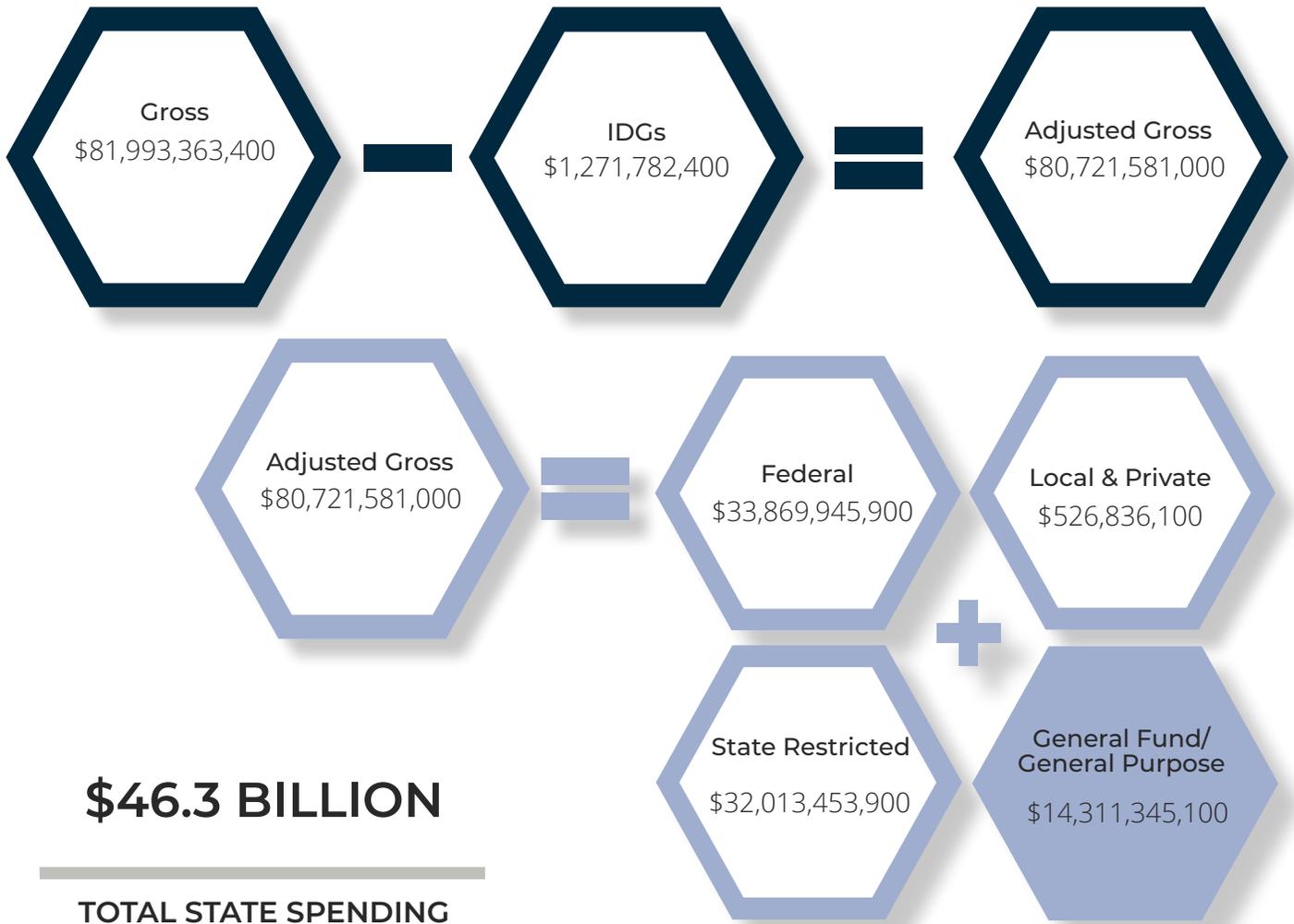
Under the Governor's proposed budget, the estimated year-end balance in the General Fund would be \$7.0 million. In the SAF, the estimated year-end balance would be \$12.1 million.

The following pages graphically illustrate large components of the budget. Extensive detail is provided in the Appendices at the end of the report.



FY 2024-25 GOVERNOR'S RECOMMENDATION

BY SOURCE OF FUNDS



FY 2024-25 GOVERNOR'S RECOMMENDATION

BY SOURCE OF FUNDS

FIGURE A
ADJUSTED GROSS APPROPRIATIONS
BY SOURCE OF FUNDS

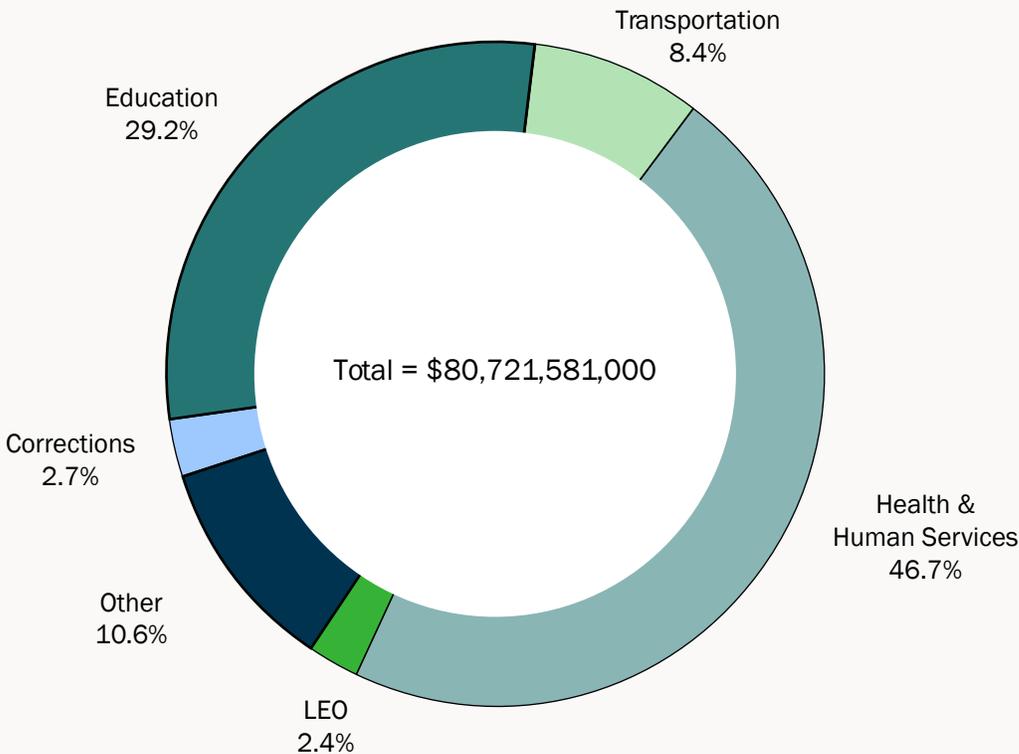
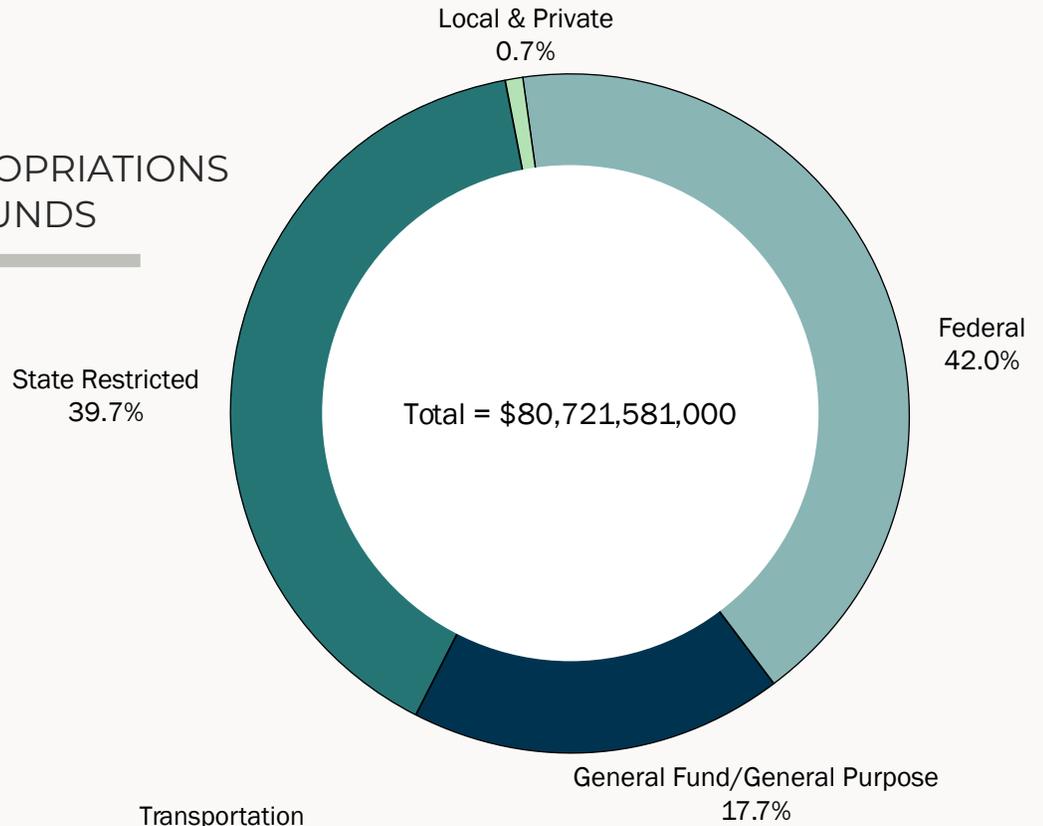
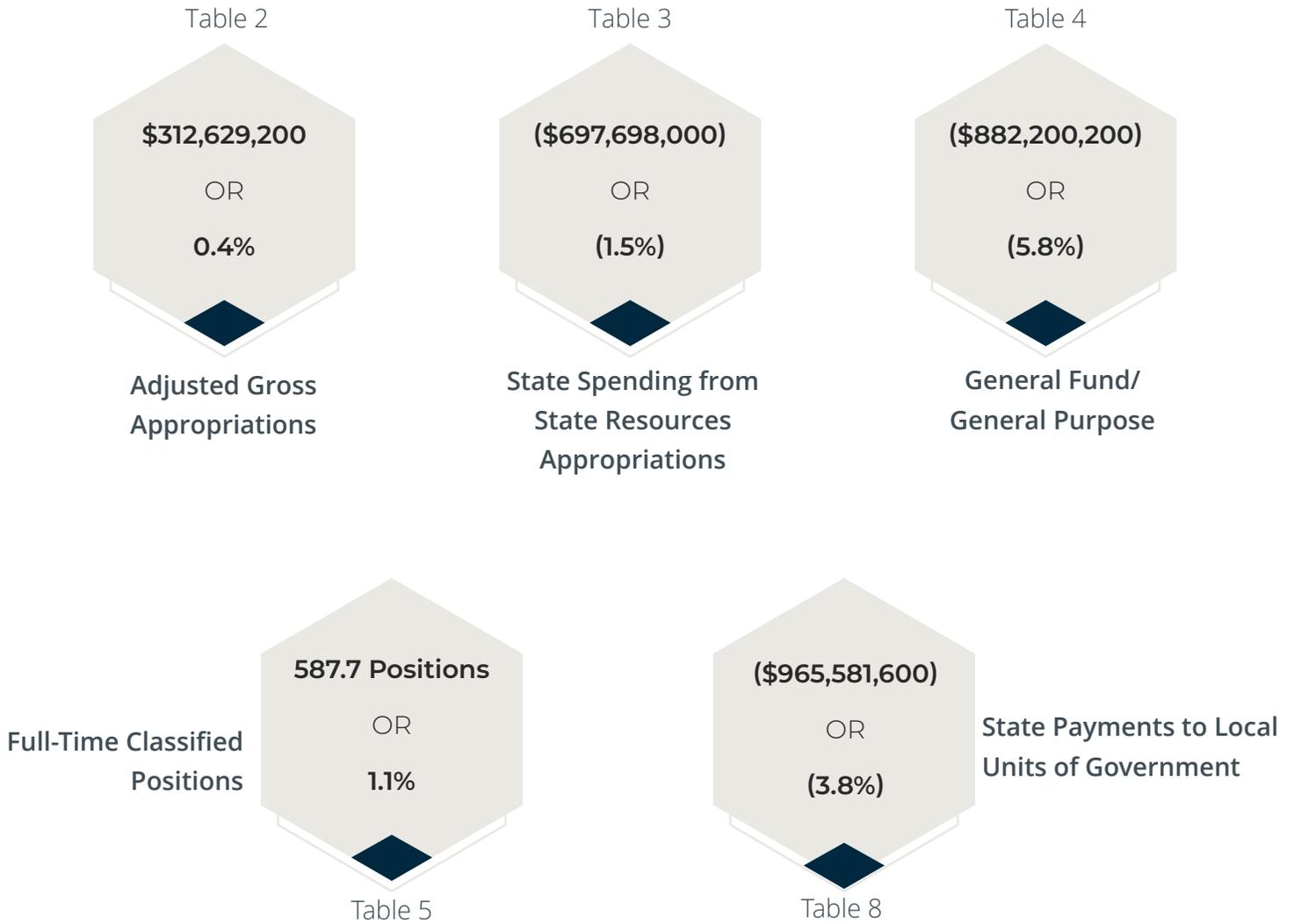


FIGURE B
ADJUSTED GROSS APPROPRIATIONS
BY MAJOR CATEGORY

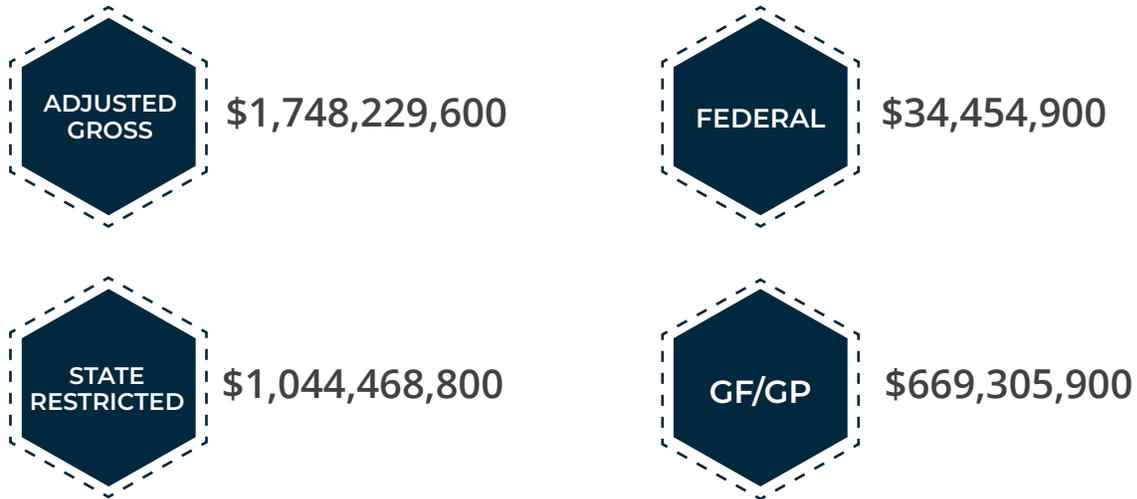


FY 2023-24 YEAR-TO-DATE VERSUS FY 2024-25 GOVERNOR'S RECOMMENDATION DIFFERENCES



Department detail can be found in the Tables noted above, located in the Appendix.

FY 2024-25 GOVERNOR'S RECOMMENDATION ONE-TIME APPROPRIATIONS BY FUND SOURCE



The FY 2024-25 recommendation includes appropriations that the Governor has designated as either "ongoing" or "one-time". The proposed FY 2024-25 one-time appropriations sum to an Adjusted Gross total for all budget areas of \$1.7 billion. The Governor's budget includes a recommended deposit for the Budget Stabilization Fund (BSF) for FY 2024-25 of \$100.0 million. [Table 6](#) provides a summary of one-time appropriations by Department, and [Table 7](#) details one-time appropriations recommended for each department.



FY 2024-25 GROSS AND GF/GP BUDGET CHANGES

GOVERNOR'S APPROPRIATIONS RECOMMENDATION

Summary of Changes From FY 2023-24 Year-To-Date Adjusted Gross and General Fund/General Purpose Appropriations

The total dollar changes from FY 2023-24 to FY 2024-25 are an increase of \$0.3 billion Gross and a decrease of \$0.9 billion GF/GP. [Table 11](#) shows that the \$0.9 billion GF/GP decrease consists of a \$2.9 billion reduction in current services baseline (CSB) costs (including the removal of \$5.2 million in one-time funding for FY 2023-24), \$0.6 billion of GF/GP funding for new programs, \$0.5 billion of GF/GP funding increases, a \$14.2 million reduction from GF/GP program eliminations, \$30.2 million of GF/GP program reductions, a \$74.5 million GF/GP increase due to fund shifts, and an increase of \$129.2 million due to economic and unclassified salaries' adjustments. [Tables 12-18](#) provide the details for the majority of these changes.



Department detail can be found in the Tables noted above, located in the Appendix.



MAJOR BUDGET AREAS APPROPRIATION SUMMARIES

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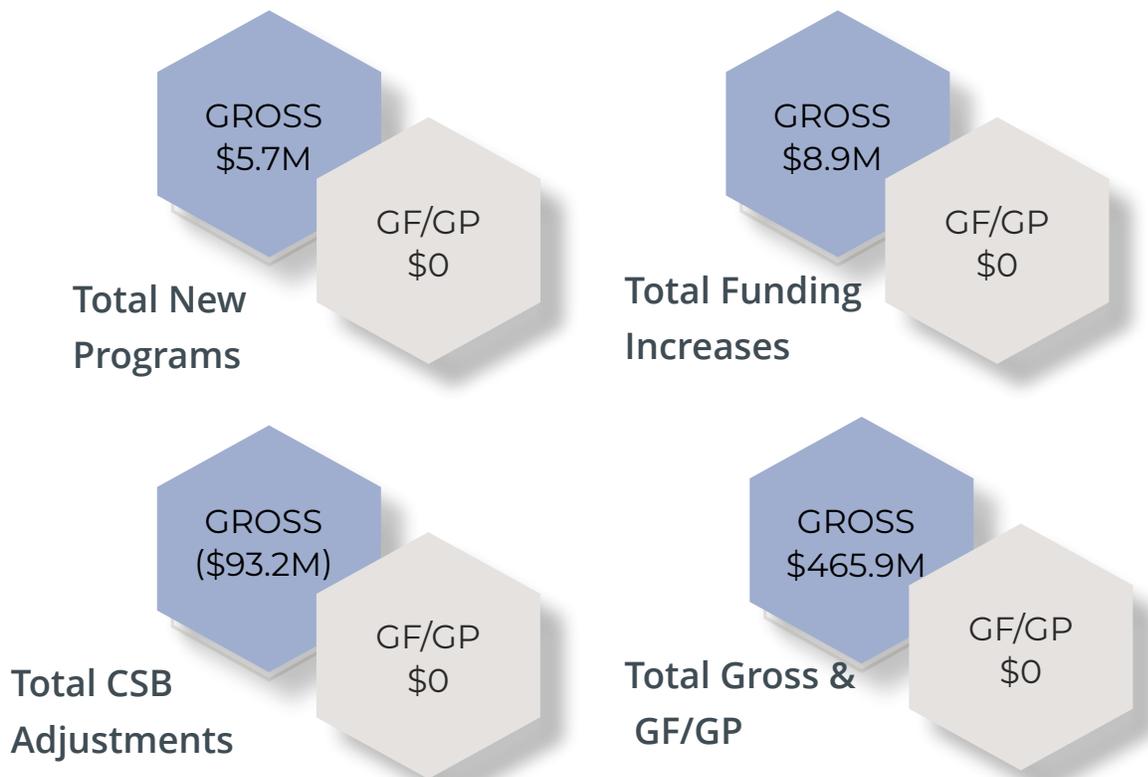
CAPITAL OUTLAY, HIGHER EDUCATION AND COMMUNITY COLLEGES

CAPITAL OUTLAY

Governor Whitmer's budget for FY 2024-25 does not recommend any capital outlay projects for a planning or construction authorization. However, the State Budget Office received, reviewed, and scored a total of 24 priority project requests: eight from universities, and 16 from community colleges. One project request was not scored as it was determined to be nonbondable through the State Building Authority as submitted. If all 24 scored projects were funded, they would have a total cost of \$969.9 million with the State's share at \$506.1 million, funded through bonds issued by the State Building Authority (SBA). These scored project requests are in addition to the 13 projects that received a planning authorization under Public Act 321 of 2023.

COMMUNITY COLLEGES

Governor Whitmer's proposed FY 2024-25 budget for Community Colleges reduces gross appropriations by \$78.6 million, primarily due to the elimination of five one-time programs totaling \$48.4 million, and actuarially determined MPSERS reductions of \$44.9 million. A portion of this reduction was offset by a 2.5% increase for college operations and a proposed decrease in the MPSERS payroll cap, which would result in a \$5.7 million increase in the State's payments to community colleges for their MPSERS obligations.



CAPITAL OUTLAY, HIGHER EDUCATION, & COMMUNITY COLLEGES CONTINUED



01

The Governor's budget includes a 2.5% ongoing increase for college operations using the existing performance funding formula at a total cost of \$8.9 million SAF.

02

The budget includes MPERS baseline adjustments totaling a \$44.9 million decrease, and a proposed new payroll cap reduction payment of \$5.7 million. The changes bring total MPERS appropriations for Community Colleges to \$96.8 million.

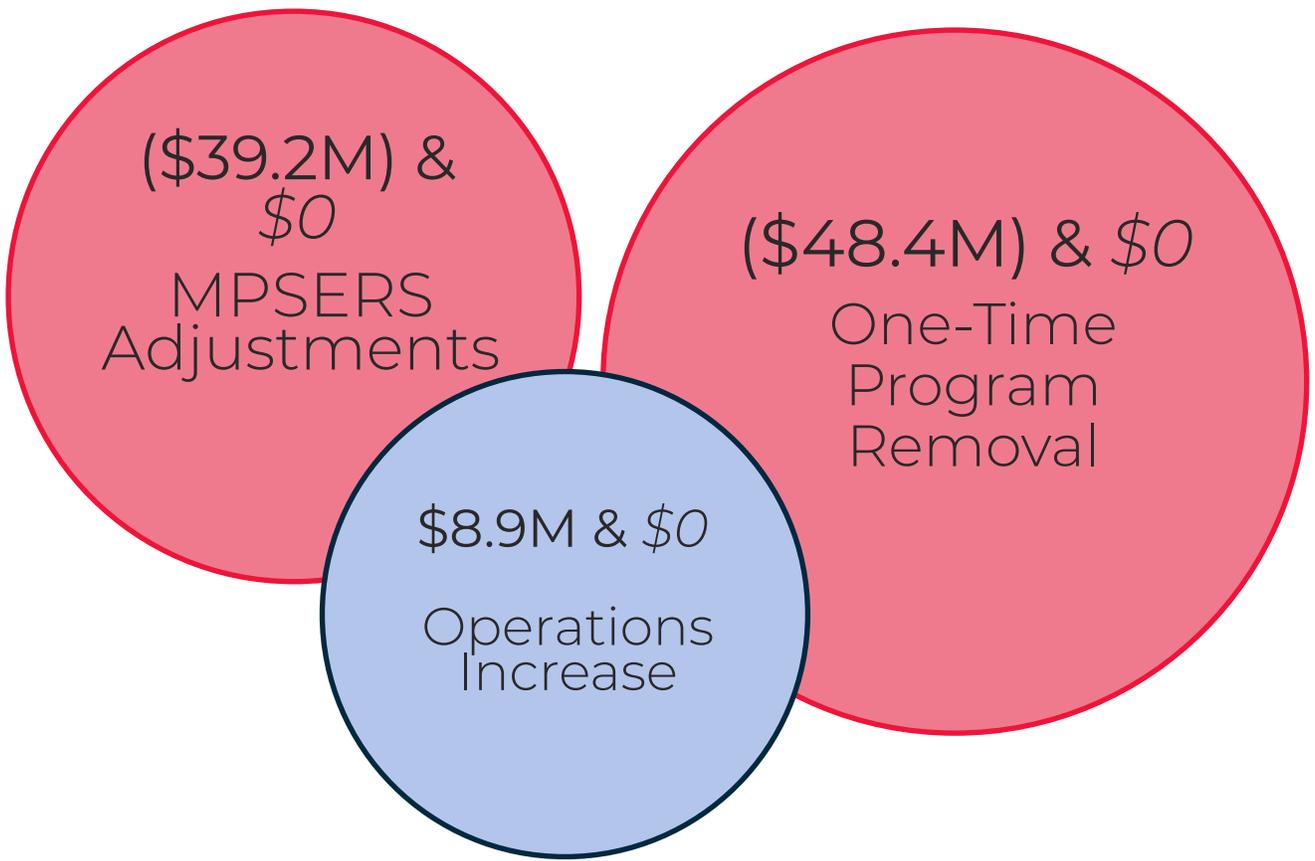
03

North American Indian Tuition Waiver (ITW) reimbursements were increased by \$49,100 to a total of \$1.2 million to reflect the most recent waiver cost data.

04

The Governor recommends tuition restraint of 5.0%, or \$241, for FY 2024-25 and proposes a new policy of establishing tuition restraint for the subsequent fiscal year. For FY 2025-26, the maximum increase would be the greater of 5.0% or \$253.

While the appropriation for this proposed policy change is included in the Higher Education budget, the Governor recommended expansion of the Michigan Achievement Scholarship (MAS) to allow all Michigan residents who graduated from high school in 2023 or after to receive a last-dollar scholarship award sufficient to cover all tuition and fee costs incurred by the student after other gift aid is applied, plus a minimum award of \$1,000 applied toward the student's account at the college they attend. This proposal would be an expansion of the existing MAS program, which currently has a financial need component, a minimum award of \$1,750, and a maximum last-dollar tuition and fees award of \$1,000. The cost of this expansion is estimated by the State Budget Office at approximately \$30.0 million per year.



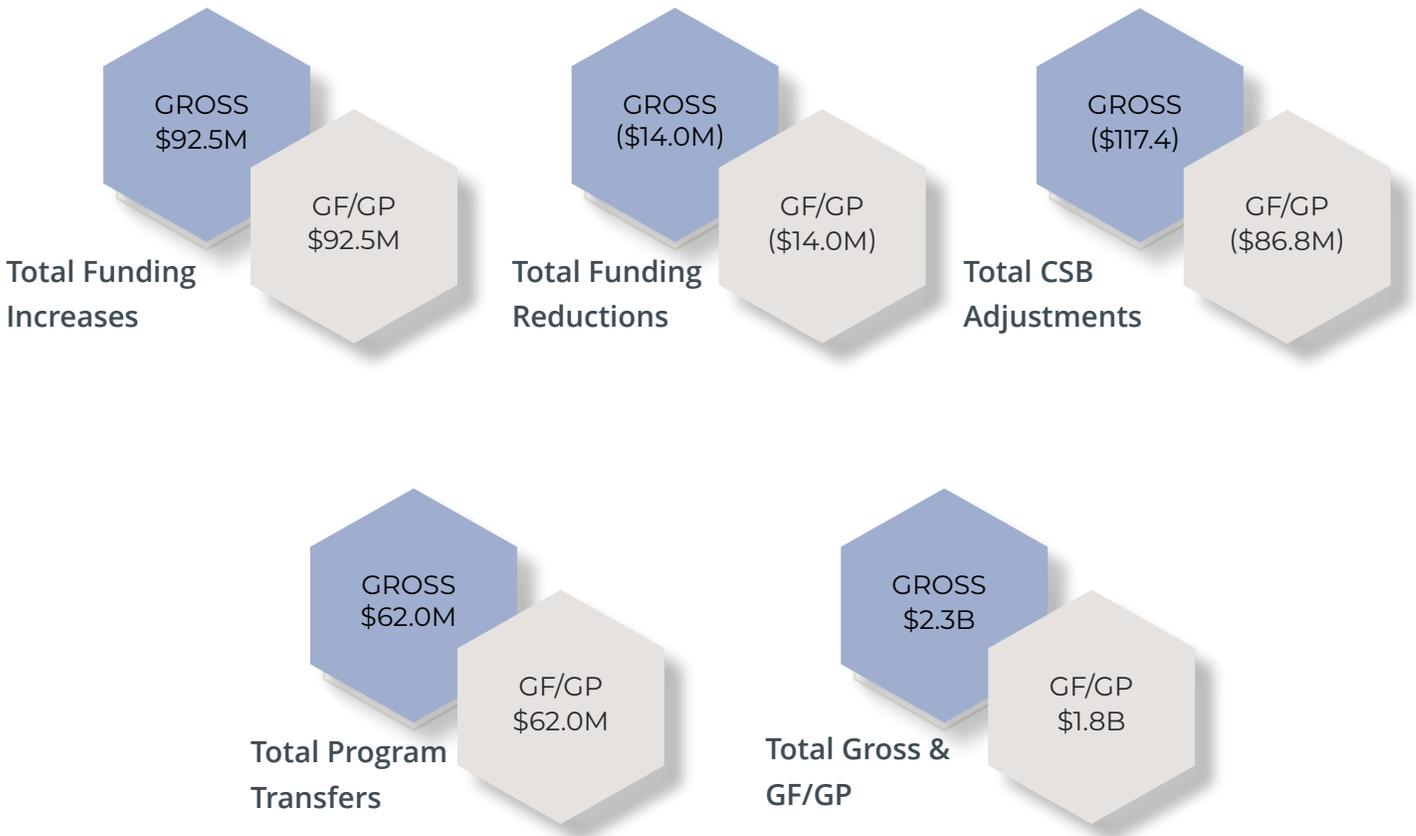
: One-Time
 : Ongoing
 Gross GF/GP



CAPITAL OUTLAY, HIGHER EDUCATION AND COMMUNITY COLLEGES

HIGHER EDUCATION

Governor Whitmer's proposed FY 2024-25 budget for Higher Education increases gross appropriations by \$23.1 million: GF/GP by \$87.8 million and SAF by \$63.2 million. Increases in appropriations of State funds were mostly offset by a \$127.8 million reduction in Federal Temporary Assistance for Needy Families (TANF) appropriations that currently support three financial aid programs, in anticipation of Federal rulemaking that would preclude the use of TANF for that purpose. The budget recommendation includes a 2.5% increase for university operations and an additional \$30.0 million for the Michigan Achievement Scholarship (MAS).



CAPITAL OUTLAY, HIGHER EDUCATION, & COMMUNITY COLLEGES CONTINUED



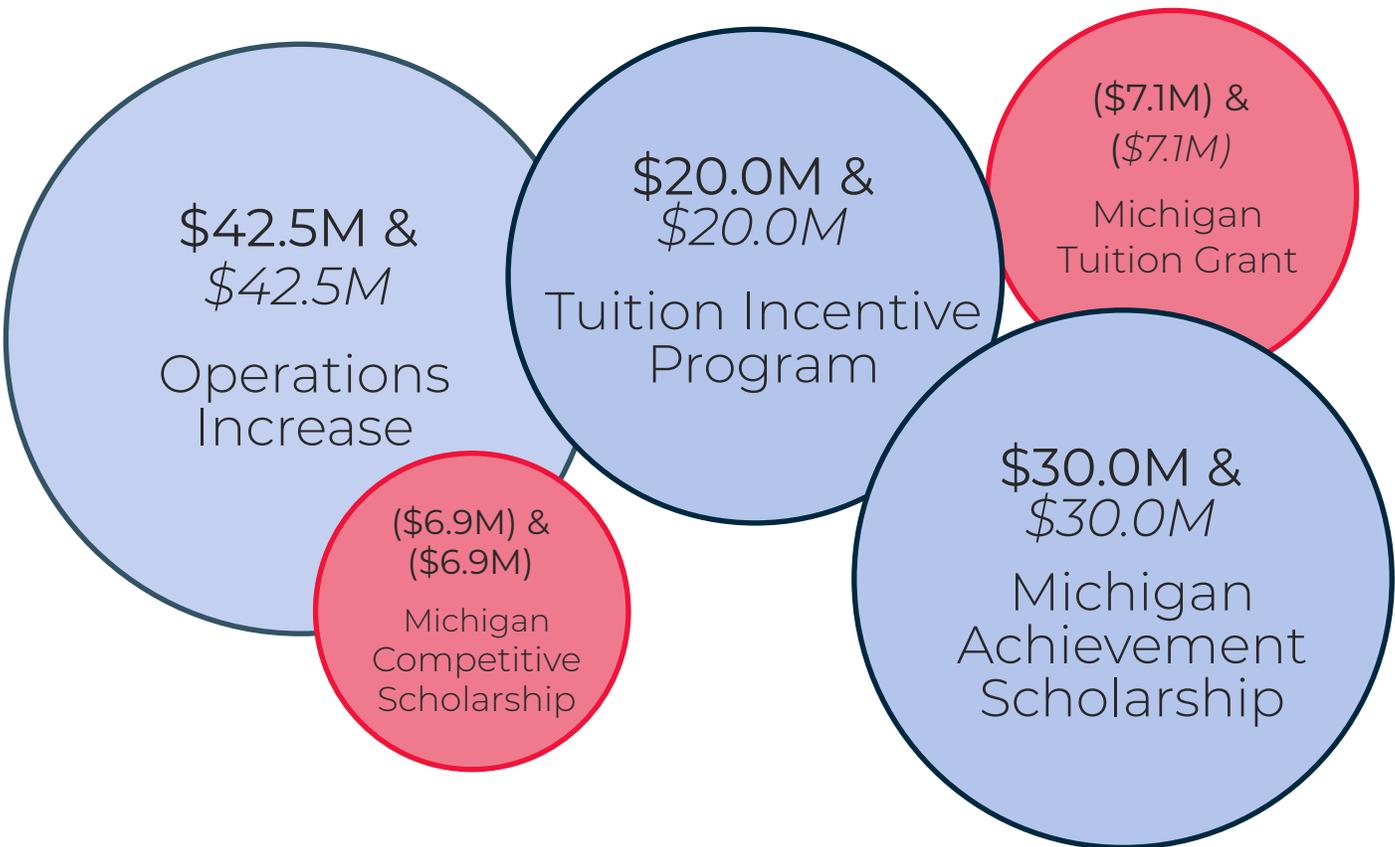
01 The Governor's budget includes a \$30.0 million increase in the GF/GP deposit to the Postsecondary Scholarship Fund (PSF), which provides the revenue source for the MAS. This increase would cover the costs associated with an expansion of the program to provide full tuition and fees for community college students from high school graduating classes of 2023 or later.

02 The proposed budget includes a fund shift that would remove \$127.8 million in Federal TANF appropriations from the Michigan Competitive Scholarship, Tuition Incentive Program, and Michigan Tuition Grant (MTG), and replace that support with GF/GP dollars. This change anticipates Federal rulemaking that likely would prohibit the use of TANF for student financial aid.

03 University operations would receive a 2.5% across-the-board increase totaling \$42.5 million GF/GP.

04 The Governor recommends a \$7.1 million GF/GP reduction to the MTG program, reflecting a proposed change to the MAS that would preclude students from receiving a scholarship award under both the MTG and MAS.

In total, the Governor's budget increases gross appropriations for Higher Education by \$23.0 million, or 1.0%. This net increase includes a variety of changes including increases of \$42.5 million for university operations, \$30.0 million for expanded MAS awards for community college students, and the transfer of \$62.0 million from the Department of Labor and Economic Opportunity for the Michigan Reconnect Program and other smaller increases. These increases are partially offset by the removal of \$117.9 million in one-time funds appropriated in the FY 2023-24 budget, and the phaseout of the Michigan Competitive Scholarship and MTGs.



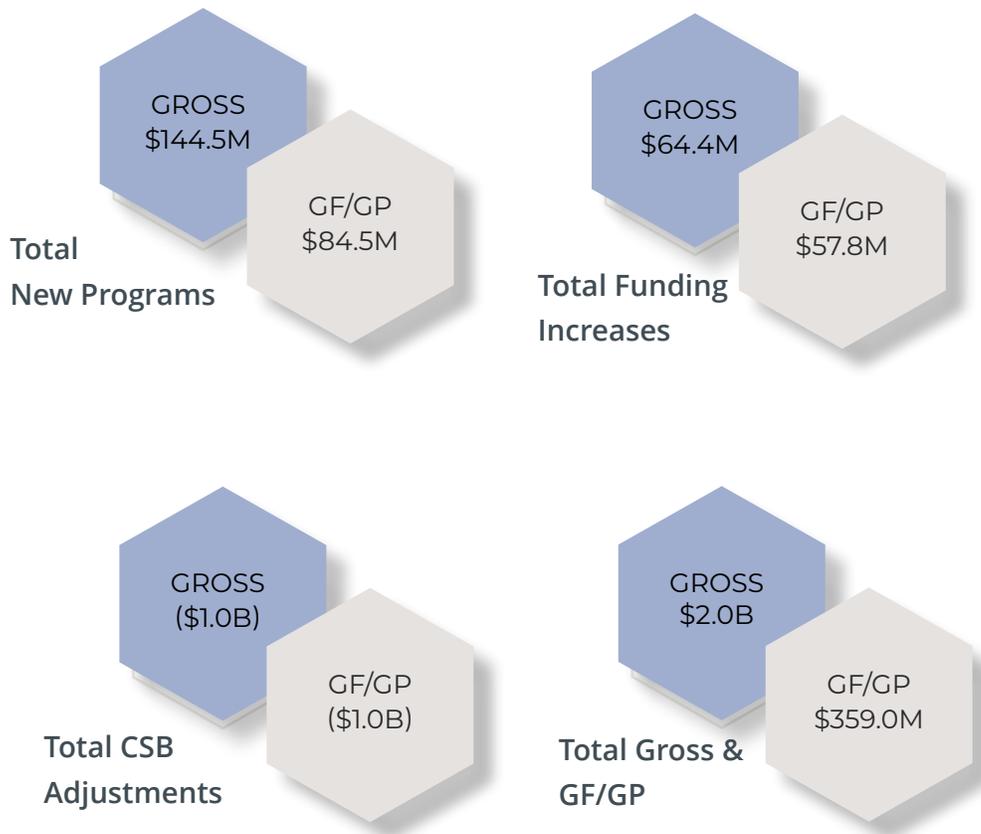
: One-Time

 : Ongoing
 Gross GF/GP



DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

The Governor's recommended budget for the Department of Labor and Economic Opportunity (LEO) totals \$2.0 billion, of which \$359.0 million is GF/GP. Ongoing appropriations are recommended at \$1.8 billion, of which \$228.0 million is GF/GP. Fifteen one-time recommendations total \$191.0 million, of which \$131.0 million is GF/GP.



LABOR AND ECONOMIC OPPORTUNITY CONTINUED



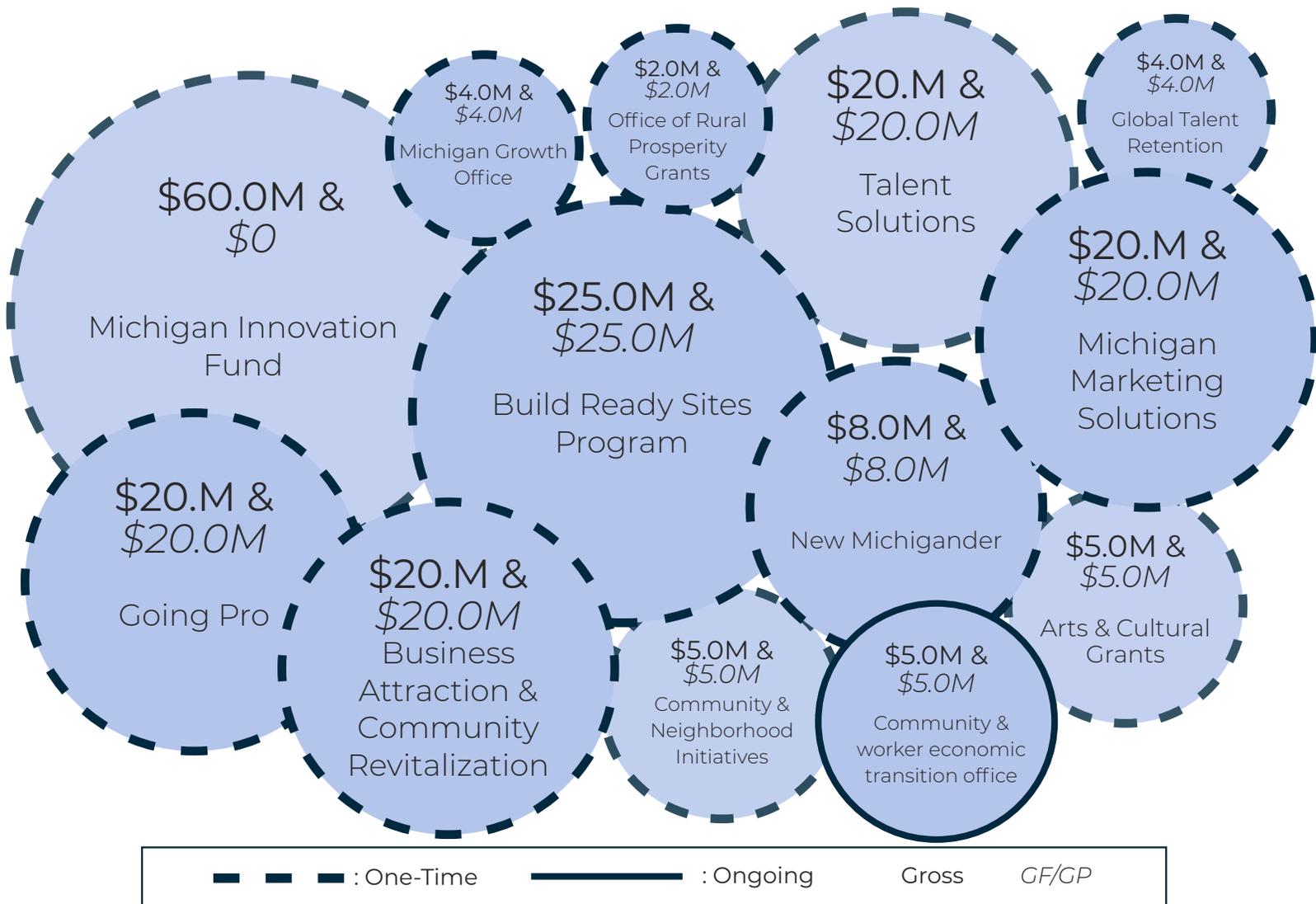
01 The Governor's recommendation continues a \$500.0 million appropriation boilerplate for the Strategic Outreach and Attraction Reserve (SOAR) Fund and appropriates any additional interest and earnings made through the year. Technical placeholders of \$100 also are included to activate the Critical Industry Program and Michigan Strategic Site Readiness Program line items so they may be used for transfers.

02 The Governor's recommendation includes a one-time transfer of \$60.0 million from the Early-Stage Venture Capital Fund to a proposed Michigan Innovation Fund to provide evergreen funding to support innovation and entrepreneurship ecosystems. Funds would be granted to institutions or nonprofit investment funds that invest in startups throughout the State through an evergreen structure.

03 The Governor's recommendation includes \$25.0 million for the Build Ready Sites Program to identify and prepare sites for future development or redevelopment to attract and promote business investment.

04 The Governor's recommendation includes \$20.0 million for Michigan Marketing Initiatives to attract talent, retain labor, and grow the population. Of the total, \$5.0 million is ongoing and \$15.0 million is one-time.

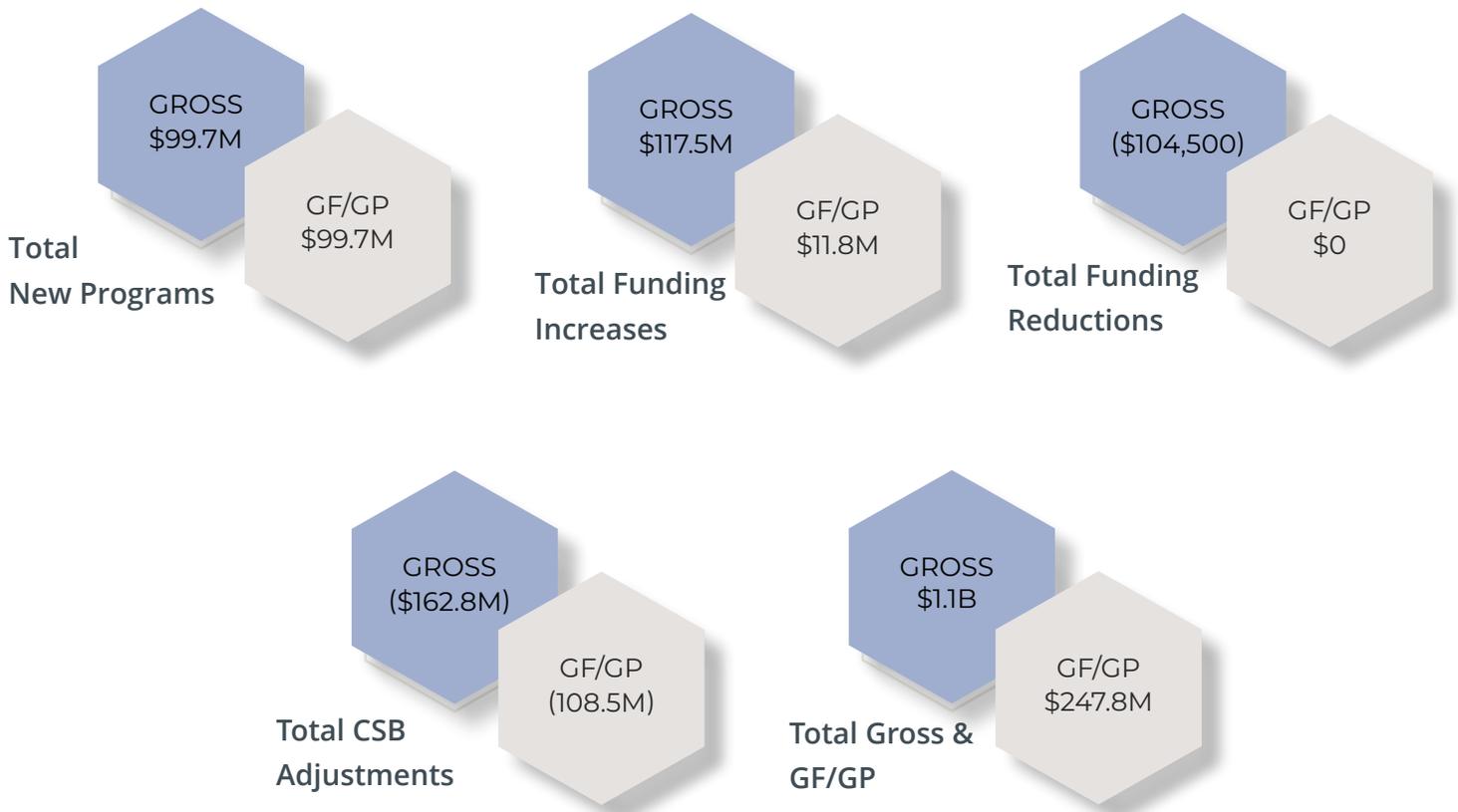
Governor Whitmer's proposed FY 2023-24 budget for LEO decreases Gross and GF/GP funding from the current year by \$894.0 million and \$942.5 million, respectively. The proposal includes \$191.0 million Gross and \$131.0 million GF/ GP in one-time spending for 15 separate line items. Current year supplemental spending proposals include 10 separate line items totaling \$210.9 million Gross and \$164.2 million GF/GP.





DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

The Governor's proposed FY 2024-25 budget for the Department of Environment, Great Lakes, and Energy (EGLE) increases funding by \$52.6 million Gross and \$1.8 GF/GP when compared to the FY 2023-24 EGLE budget. The proposed budget has significant investments recommended in a variety of areas, including clean water infrastructure, remediation and contaminated site clean-up, and zero emission vehicle infrastructure and implementation.





01

The Governor's budget focuses on new one-time investments totaling \$90.0 million Gross and GF/GP. These investment proposals cover several areas, including lead service line replacement, transitioning the State vehicle fleet, clean fuel and charging infrastructure, and green infrastructure projects.

02

Program increases totaling \$117.5 million are included. This includes \$5.0 million GF/GP for an increase in ongoing funding to the Lead Service Line Replacement Program, and \$25.0 million gross for the Water State Revolving Fund to realize \$22.0 million in Federal IJA funding with an additional \$3.5 million GF/GP provided for matching funds.

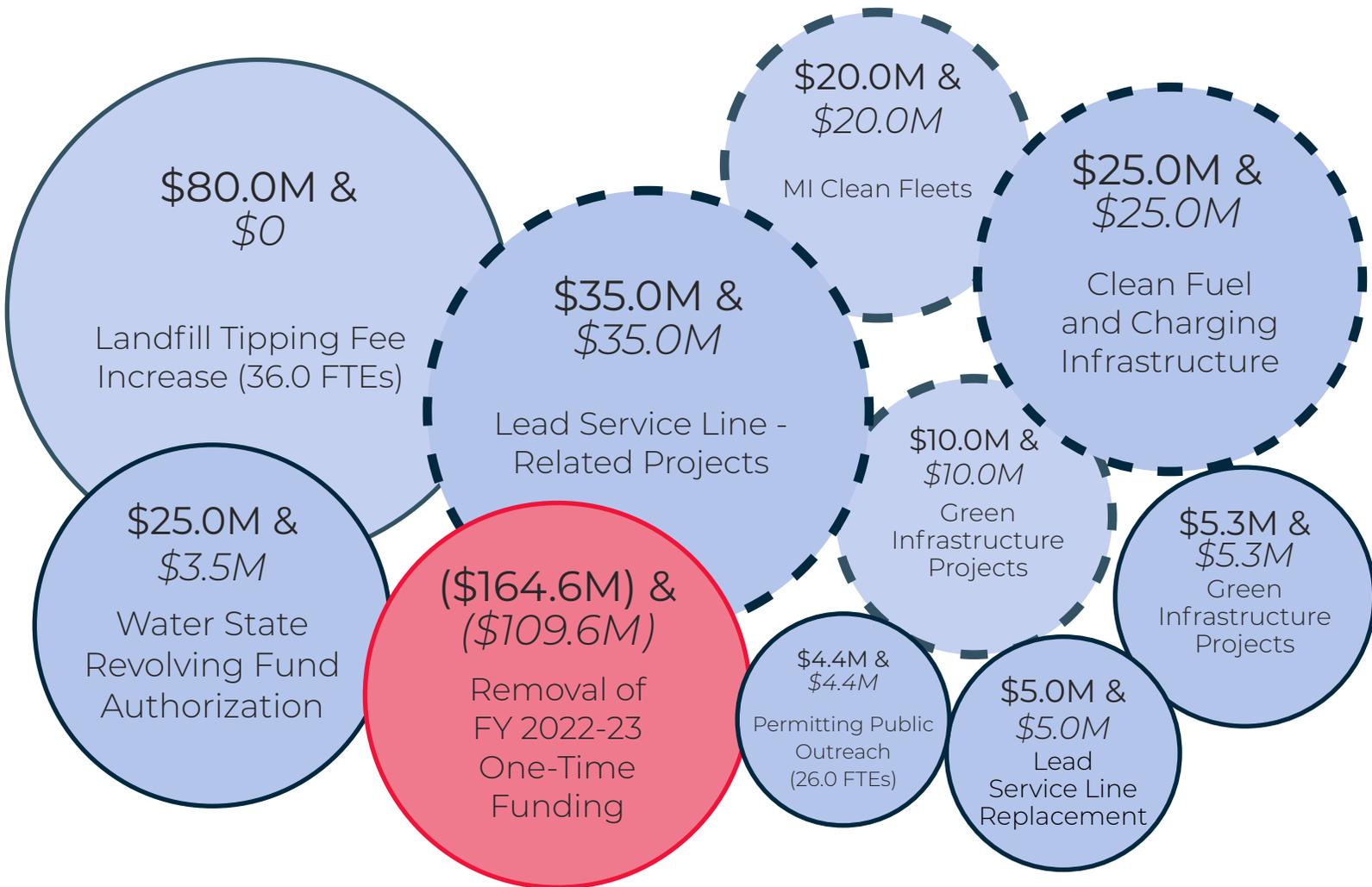
03

The Governor's recommendation includes \$80.0 million anticipated in restricted revenue from an increase to the landfill tipping fee. This funding would support 36.0 FTEs and the Renew Michigan Program for continued contaminated site cleanup and brownfield redevelopment.

04

The recommendation also includes \$4.4 million GF/GP for increased permitting staff capacity (26.0 FTEs) and outreach to aid applicants with the permitting process.

The Governor's budget includes new programs and program increases totaling \$218.2 million Gross and \$111.5 million GF/GP. Of this funding, \$118.2 million Gross and \$21.5 million GF/GP are for ongoing requests while the remainder is one-time in nature. Multiple programs include both ongoing and one-time funding. Support for lead service line replacement includes \$5.0 million in ongoing funding and \$35.0 million in one-time funding, while green infrastructure projects are allotted \$5.3 million in ongoing and \$10.0 million in one-time.

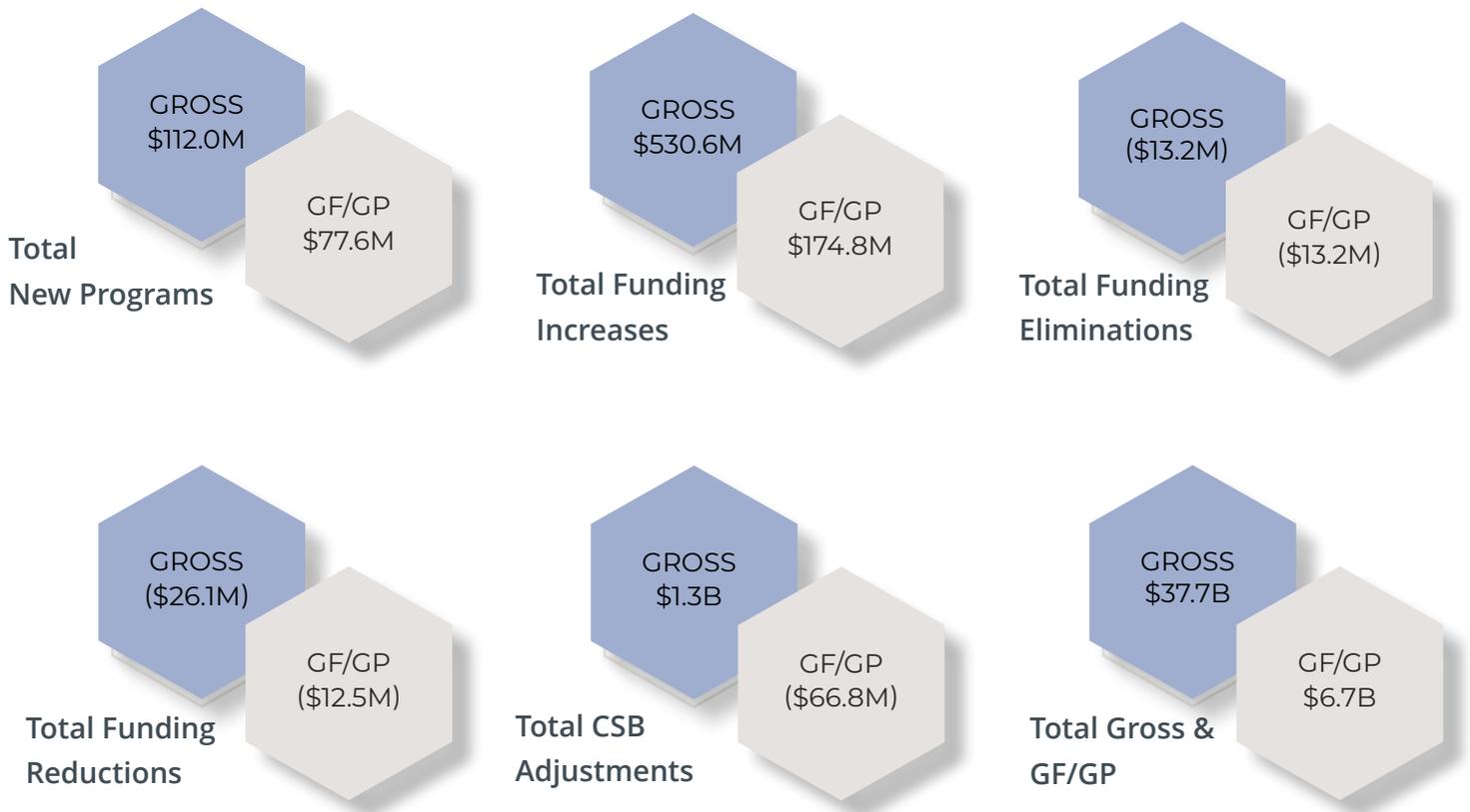


: One-Time
 : Ongoing
 Gross GF/GP



DEPARTMENT OF HEALTH AND HUMAN SERVICES

Governor Whitmer's proposed FY 2024-2025 budget for the Department of Health and Human Services (DHHS) increases funding by \$2.0 billion Gross and \$241.4 million GF/GP when compared to the year-to-date FY 2023-24 DHHS budget. The proposed budget prioritizes several key policy areas, including low-income assistance programs, behavioral health, juvenile justice, and maternal health initiatives.



HEALTH AND HUMAN SERVICES CONTINUED



01

The Governor's budget includes a structural realignment to the Federal TANF block grant. The first adjustment replaces \$40.0 million TANF in child welfare staffing lines with GF/GP. The second proposal is a \$103.5 million increase in TANF-funded low-income programs including increased cash assistance, emergency needs assistance, prenatal and infant support, and housing supports.

02

The Governor's budget increases funding to expand certified community behavioral health clinics, increases Medicaid health plan reimbursement rates for outpatient services, establishes Medicaid reimbursement for hospital-based peer recovery support services, launches a loan repayment program for nurses, and raises the reimbursement rate for community mental health living supports services to \$31/hour to settle the Waskul case.

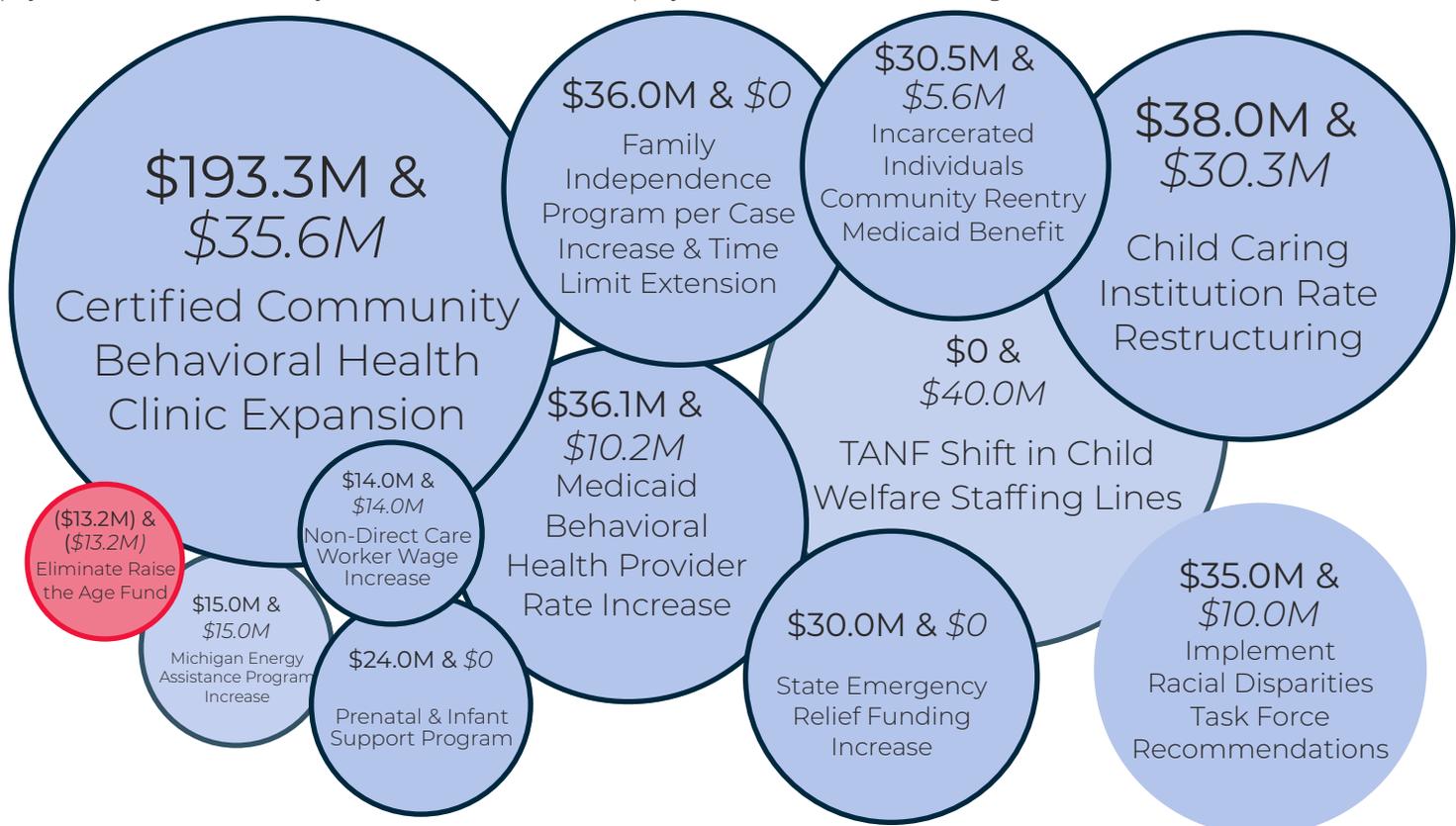
03

The Governor's budget eliminates the \$10 monthly premium for families enrolled in the MIChild program, creates a \$10 million incentive pool for Medicaid health plans to address food insecurity, establishes supports for family caregivers in the Home- and Community-based Services waiver program, and funds a Medicaid waiver to provide pre-release services for incarcerated individuals. The budget also increases reimbursement rates to the Federal maximum in the Vaccines for Children program.

04

The Governor's budget provides funding to modify contracting for Child Caring Institution services into a capacity-based model, includes funding to support juvenile justice reforms, resources for an acceleration in the exit of Federal oversight in the child welfare system, and an enhancement of the foster care clothing and holiday allowances. The proposal also eliminates funding for the Raise the Age Fund and assumes a resumption of the 50% county Child Care Fund cost share.

The Governor's budget includes a number of CSB adjustments related to changes in the base Medicaid match rate from 64.94% to 65.13%; Federally required actuarial soundness adjustments; projected base and caseload adjustments in Medicaid, child welfare and public assistance programs; adjustments to special financing mechanisms and provider taxes in Medicaid; removal of the final quarter of the temporary 1.5% enhancement to the base Medicaid match rate; assumed savings from the resumption of Medicaid eligibility redeterminations; and financing changes related to a Federal managed care rule that increased hospital rate adjustor (HRA) payments and eliminated disproportionate share hospital payments. Combined, these changes increase Gross costs by \$1.6 billion and GF/GP costs by \$229.4 million. The largest driver of the Gross cost increase is a \$2.3 billion increase from changes in managed care rules related to HRA payments, which is offset by a \$1.3 billion decrease in projected Food Assistance Program base and caseload-related costs.

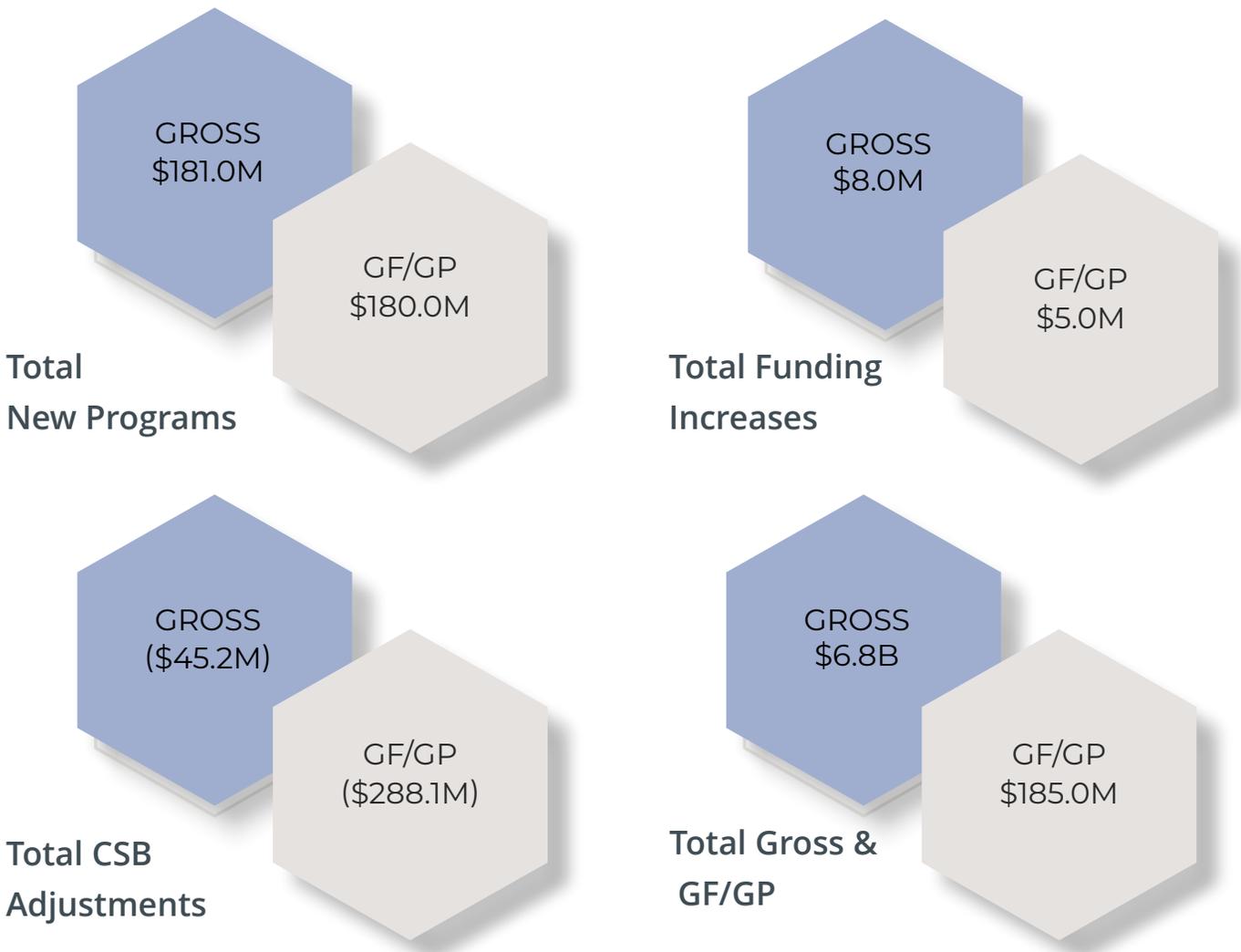


: One-Time
 : Ongoing
 NO BORDER : One-Time & Ongoing
 Gross GF/GP



DEPARTMENT OF TRANSPORTATION

Governor Whitmer's proposed 2024-25 budget increases Gross funding by \$154.7 million compared to the FY 2023-24 Transportation budget. The proposed budget includes \$185.0 million in GF/GP funding, a decrease of \$103.1 million compared to the FY 2023-24 budget. The largest program increase, excluding one-time items, is for State trunkline road and bridge construction with an increase of \$123.4 million.





01

The Governor proposes a one-time \$150.0 million (all GF/GP) Federal match for road and bridge investments. The estimated split is \$95.0 million for matching Federal funds, and \$55.0 million to repair local bridges.

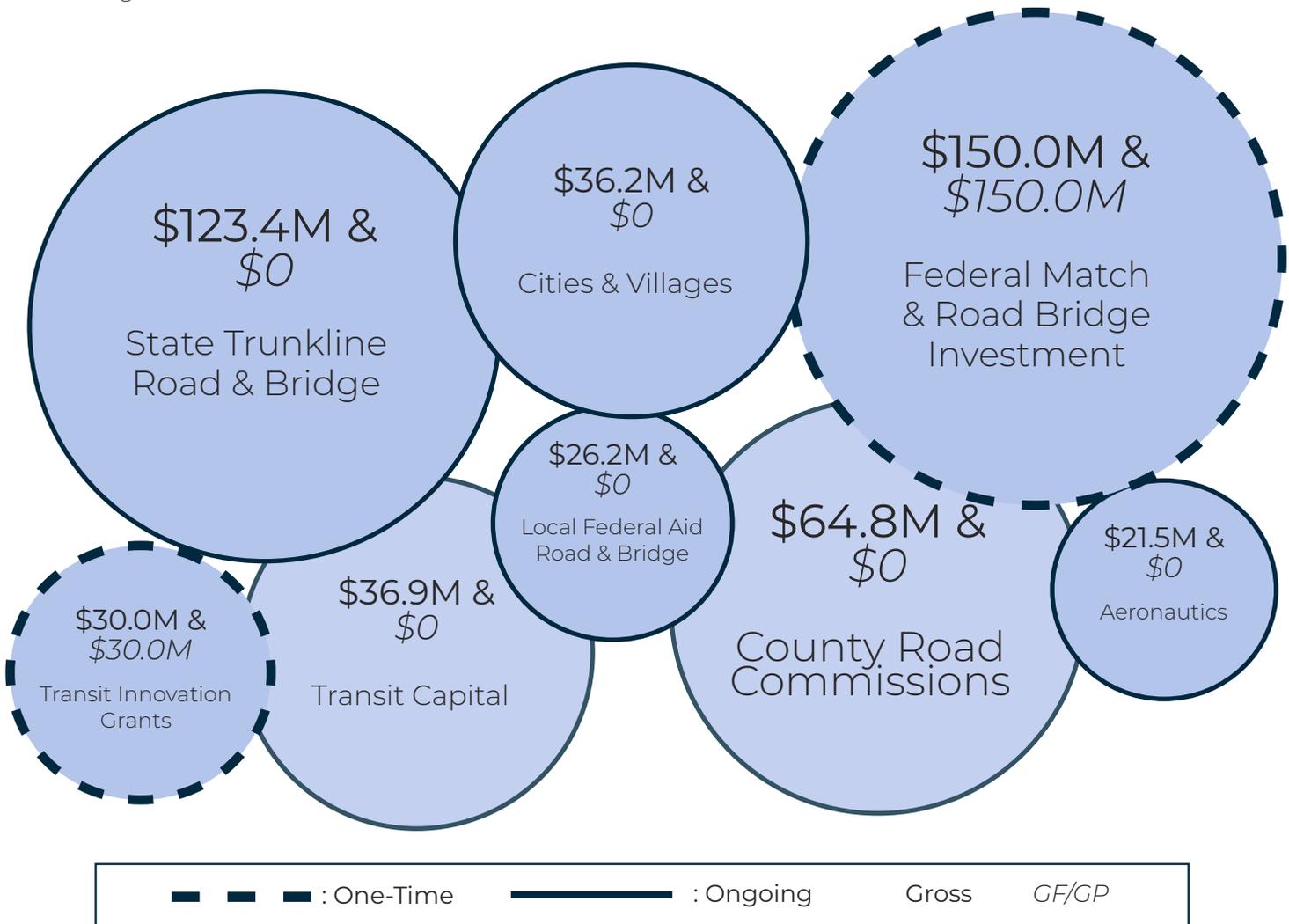
02

The Governor includes \$30.0 million (all GF/GP) for transit innovation grants to spur innovation and connect Michigan residents with new public transit options.

03

The Governor's budget increases State trunkline road and bridge construction funding by \$123.4 million, \$76.5 million in Federal funds and \$46.9 million in restricted funds.

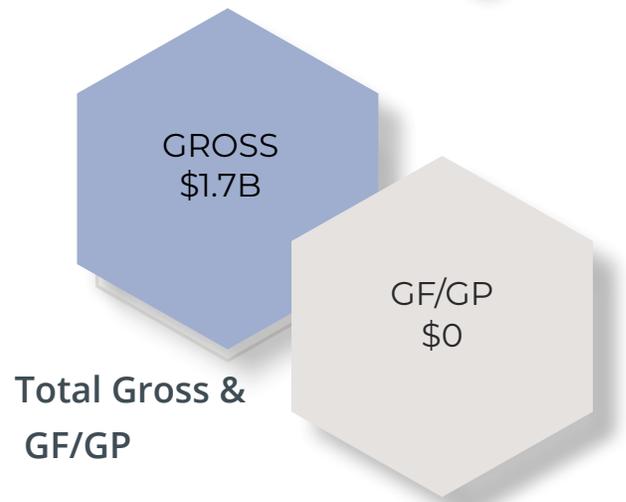
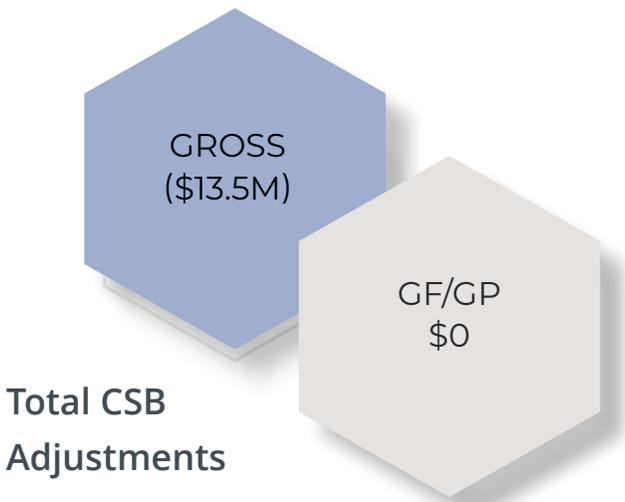
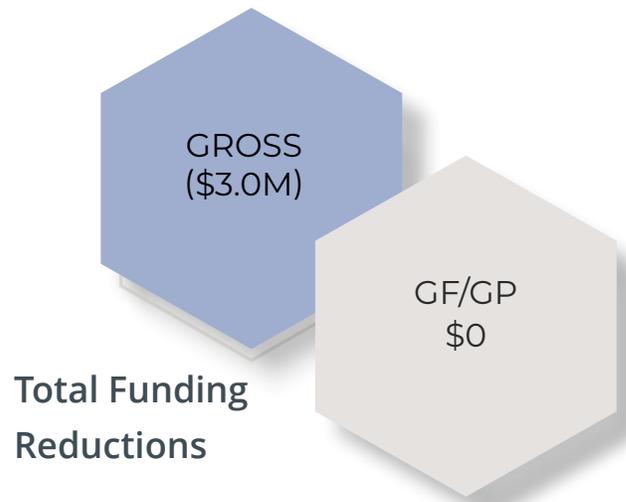
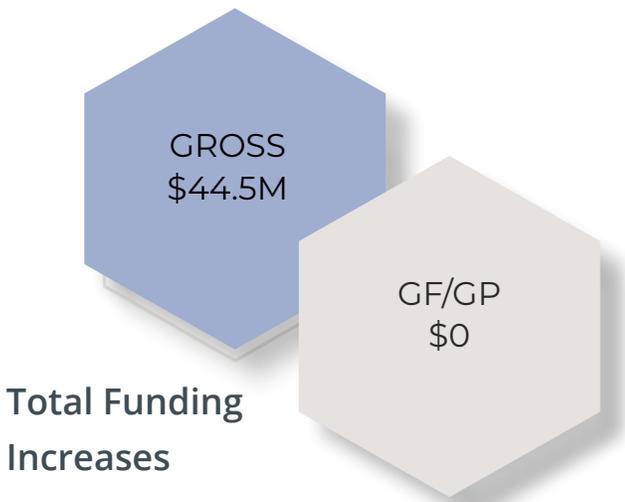
The Governor's budget includes two new programs in one-time spending, \$30.0 million Gross for Transit Innovation Grants and \$150.0 million for Federal Match and Road and Bridge Investment. A continuing one-time program, MI Contracting Opportunities, will increase to \$5.0 million from \$3.0 million last year. State trunkline road and bridge construction will increase by \$123.4 million. County Road Commissions will see an increase of \$64.8 million and Cities and Villages will see an increase of \$36.2 million.





REVENUE SHARING

Governor Whitmer's proposed FY 2024-25 budget increased funding by \$41.5 million Gross (sales tax revenue) when compared to the year-to-date FY 2023-24 Revenue Sharing budget. The proposed budget includes a 7.9% increase for both City, Village, and Township (CVT) Revenue Sharing and County Revenue Sharing.



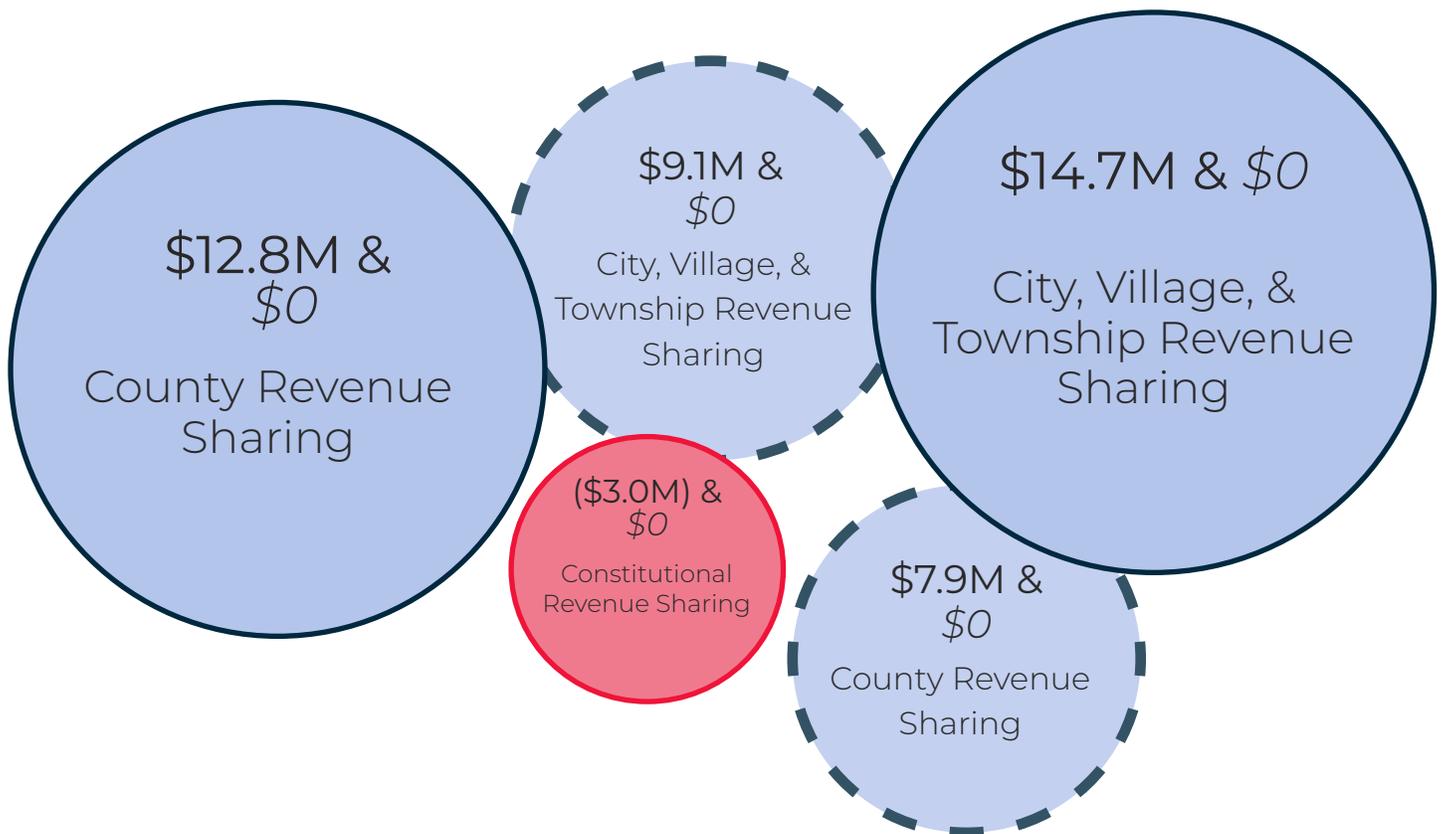


01

The proposed budget includes a 7.9% increase statutory revenue sharing from current appropriations for both City, Village, and Township Revenue Sharing and County Revenue Sharing. Of the total increase, 4.9% is dedicated for ongoing general local operations and 3.0% for one-time appropriation. One-time appropriations total \$27.5 million with \$16.5 million for cities, villages, townships, and counties that fully obligate their fiscal recovery funds and \$11.0 million for local public safety initiatives.

02

The proposed budget includes the Constitutional revenue adjustment of (0.3%) to account for the January Consensus Revenue Estimating Conference. The net change between statutory and Constitutional revenue sharing is 2.5%.



: One-Time
 : Ongoing
 Gross GF/GP

REVENUE SHARING PAYMENTS

The Governor recommends revenue sharing payments of approximately \$1.7 billion in FY 2024-25, an increase of 2.5%, or \$41.5 million, from FY 2023-24 year-to-date appropriations. This increase is because of an estimated \$3.0 million decrease in constitutional revenue sharing for cities, villages, and townships (CVTs). The Governor recommends a \$23.8 million increase in funding for CVT "statutory" revenue sharing, and a net increase in payments to counties of \$20.7 million. The Governor's recommendation is shown in [Table 22](#).



0.3%



Constitutional Revenue Sharing

The Governor's estimated Constitutional revenue sharing is estimated at \$1,106,099,600 in FY 2024-25 based on the January 2024 Consensus Revenue Estimate Conference. This would provide CVTs with a 0.3% decrease in payments from the revised FY 2023-24 estimate. Constitutional revenue sharing pays CVTs 15.0% of sales tax collected at a rate of 4.0%. The funds are distributed on a per capita basis. Each CVT is projected to receive approximately \$110.07 per capita in FY 2024-25.



7.9%



CVT Revenue Sharing

For CVT revenue sharing ("statutory"), the Governor recommends \$322,888,800 in FY 2024-25. All eligible CVTs would receive a 7.9% increase from FY 2022-23 statutory payments. Of the \$23.8 million increase, \$14.7 million is designated as ongoing and \$9.1 million as one-time funding. Total one-time funding would be \$14.7 million. The Governor did include additional boilerplate that requires \$8.8 million of the one-time funding be awarded to CVTs that fully obligate their local fiscal recovery funds and \$5.9 million of the one-time funding be used only for local public safety initiatives.



7.9%



County Revenue Sharing

The Governor proposes to increase revenue sharing payments to counties by 7.9% to \$281,819,100. County Revenue Sharing would increase by \$12,810,000 to \$238,238,800 and the County Incentive Program would be funded at the current level of \$43,580,300. Of the total \$20.7 million increase, \$12.8 million is designated as ongoing and \$9.1 million is designated as one-time funding. Total one-time funding would be \$12.8 million. The Governor did include additional boilerplate that requires that \$7.7 million of the one-time funding be awarded to counties that fully obligate their local fiscal recovery funds and \$5.1 million of the one-time funding be used only for local public safety initiatives.

The FY 2024-25 budget continues a requirement that any CVT or county with an underfunded retirement benefit system (as defined in MCL 38.2805) dedicate any increased funding from FY 2023-24 to that retirement system. The Governor maintains the same eligibility, payments, and transparency and accountability requirements as those of the current fiscal year.

\$2.5M

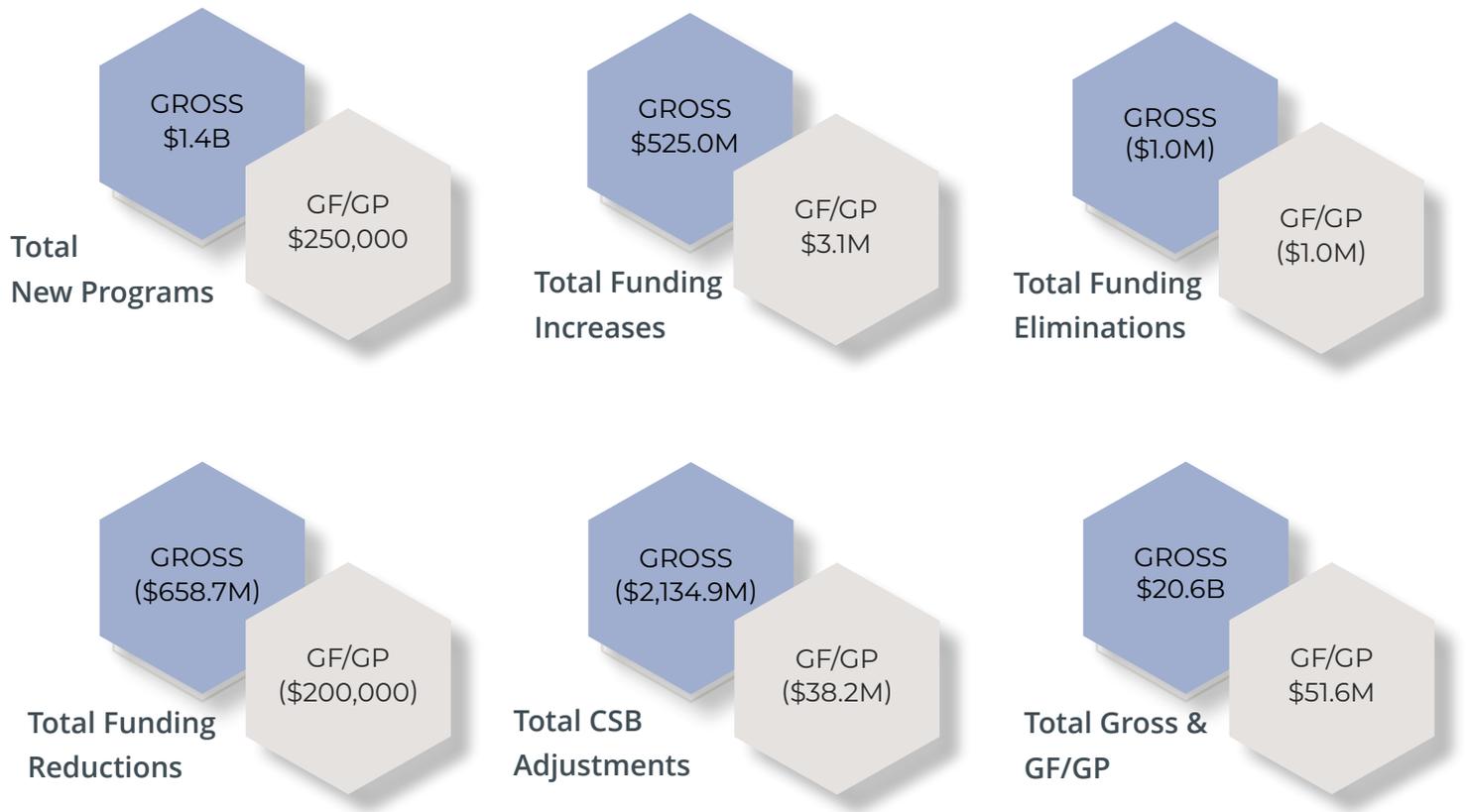
Financially Distressed CVTs

The financially distressed CVTs grant program would maintain current funding at \$2.5 million.



SCHOOL AID

Governor Whitmer's proposed FY 2024-25 budget decreases funding by \$849.7 million Gross (\$36.4 million GF/GP reduction) when compared to the year-to-date FY 2023-24 School Aid budget. The proposed budget maintains many of the investments from the current year and adds new investments, including a 2.5% increase in the foundation allowance, an expansion of the Great Start Readiness Program (GSRP), and funding for literacy supports.





01

The Governor proposes to remove the income eligibility threshold for the GSRP, allowing four-year-olds from all families to enroll. Currently, children from families with a household income below 300% of Federal poverty guidelines are eligible, with exceptions to allow programs to fill empty slots. The budget provides funding for an estimated 6,800 additional slots. If 75% of all four-year olds were to enroll in a public preschool program, the SFA estimates that an additional 8,100 slots would be needed to accommodate removing the income threshold. The program requires ISDs to prioritize enrollment (based on income) if more slots are requested than the ISD can fill with its allotted funding.

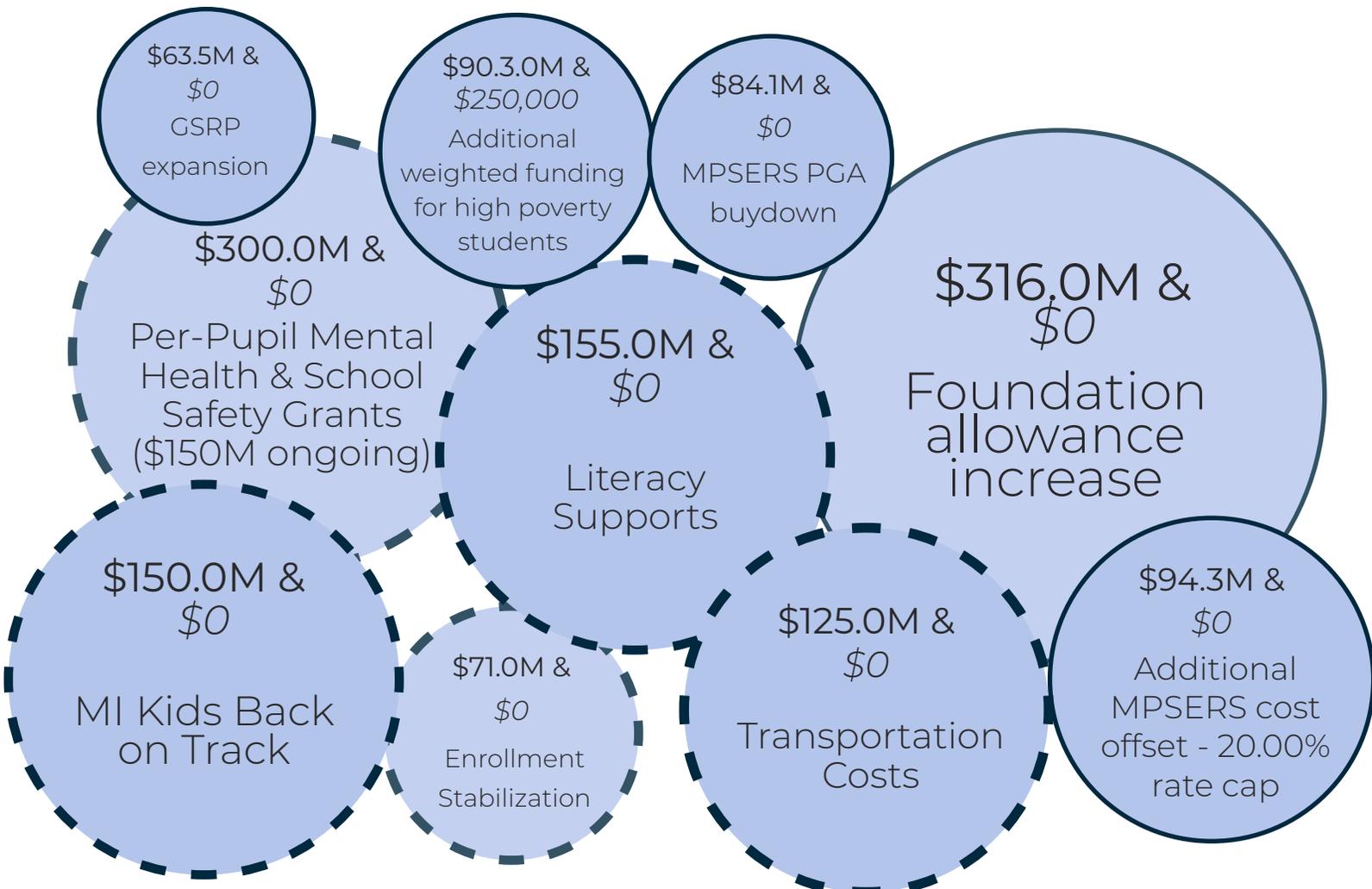
02

The Governor's budget recognizes \$631.7 million in savings to MPSERS by removing the unfunded actuarial accrued liability (UAAL) funding floor for other post-employment benefits (OPEB), which requires the Legislature to appropriate at least the amount appropriated in the previous year for UAAL payments until the system is 100% funded. The Executive recommendation is operating under the assumption that the OPEB UAAL is 100% funded now, but due to the timing of valuations, additional legislation would be needed to recognize the savings in FY 2024-25.

03

The Governor's budget removes funding to nonpublic schools for per-pupil mental health and school safety grants (\$18.0 million), reimbursement for health and safety mandates (\$1.0 million) and robotics programs (\$600,000).

The Governor's budget includes funding for new programs and increases to existing programs totaling \$1.9 billion Gross and \$3.3 million GF/GP. Of this funding, \$991.6 million Gross and \$2.1 million GF/GP is for ongoing requests; the remainder is one-time funding. The largest requests are the foundation allowance (\$316.0 million), per-pupil mental health and school safety grants (\$300.0 million), literacy supports (\$155.0 million), MI Kids Back on Track (\$150.0 million), and transportation costs (\$125.0 million).



: One-Time
 : Ongoing
 Gross GF/GP



SUMMARY OF OTHER GENERAL APPROPRIATION ISSUES

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STATE EMPLOYEE COMPENSATION CHANGES

Article XI, Section 5 of the Michigan Constitution specifies that increases in the rates of compensation authorized by the Civil Service Commission require prior notice to the Governor, who then transmits the increases to the Legislature as part of the overall budget recommendation. Within 60 calendar days after transmission, the Legislature, by a two-thirds vote of the members elected and serving in each house, may reject or reduce the Commission's authorized increases. Legislative reductions must apply uniformly to all classes of employees, and the Legislature may not adjust pay differentials already established by the Commission. Compensation rates also may not be reduced below those in effect when the increases are transmitted to the Legislature.

On December 13, 2023, the Commission approved a two-year agreement for wages and benefits for employees who are exclusively represented by employee unions (AFSCME, MCO, MSEA, SEIU, and UAW) for FY 2024-25. The Commission approved a 5.0% base wage increase to become effective October 1, 2024, for most represented employees. All represented employees will continue to pay 20% of their health care premium costs.

The Commission also adopted a Coordinated Compensation Plan for nonexclusively represented State classified employees (NEREs) for FY 2024-25. Effective October 1, 2024, NEREs will receive a 5.0% base wage increase. Nonexclusively represented employees also will continue to pay 20% of their health insurance premiums in FY 2024-25. The Michigan State Police Troopers Association (MSPTA) has not yet completed its collective bargaining process for FY 2024-25; thus, estimates for wages and benefits are unavailable.

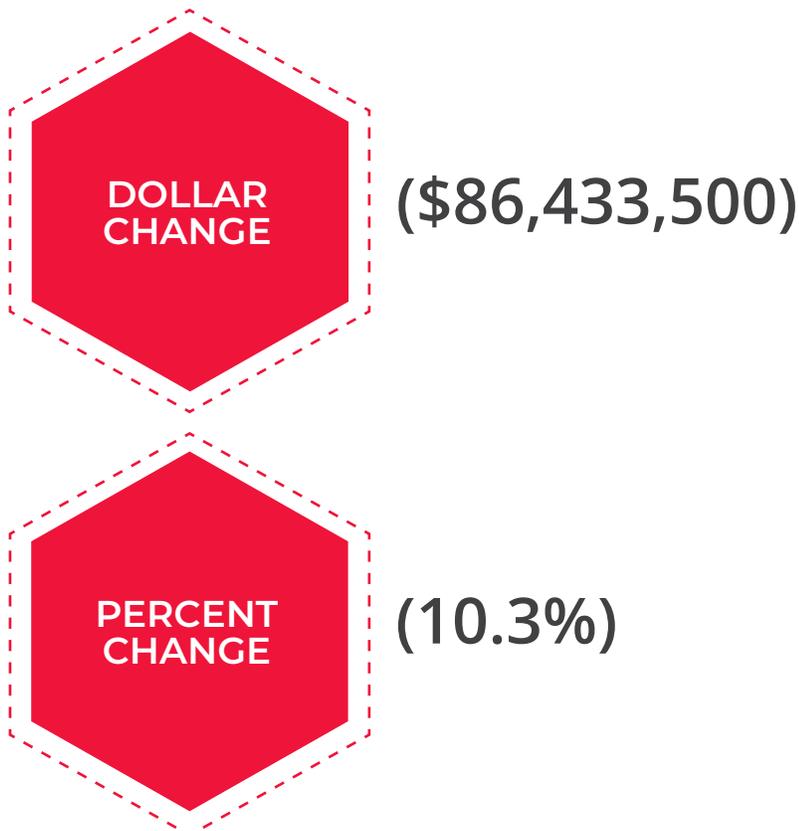
Table 23 provides a summary of the incremental State employee economic cost changes for FY 2024-25 recommended in the Governor's budget, including Gross employee salary increases of \$201.1 million (\$115.8 million GF/GP). The State's portion of the cost of longevity payments and employee health insurance is estimated to increase by \$117.9 million (\$71.2 million GF/GP) for FY 2024-25. Retirement contributions, excluding payments for legacy pension costs, will increase \$37.1 million Gross (\$21.3 million GF/GP). Other employee retirement costs (OERC), including legacy pension costs and retiree health care costs, total a negative \$151.2 million (negative \$82.7 million GF/GP). The total increase in worker's compensation and other economic costs is \$8.1 million Gross (\$3.1 million GF/GP). The total impact of economic adjustments for FY 2024-25 is an increase of \$212.9 million Gross and \$128.0 million GF/GP.

DEBT SERVICE ADJUSTMENTS

Table 24 provides a summary of debt service appropriations for FY 2024-25, including 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 Michigan Department of Transportation (MDOT); and general obligation bonds and the Flint Settlement Bond in the Department of Treasury. Gross appropriations for debt service on these bonds total \$751.9 million for FY 2024-25. This represents a \$86.4 million (10.3%) decrease from the \$838.3 million in debt service appropriations for FY 2023-24.

DEBT SERVICE APPROPRIATIONS

FY 2024-25 COMPARED WITH FY 2023-24





TOBACCO SETTLEMENT REVENUE AND APPROPRIATIONS

In 1998, a Master Settlement Agreement was reached between 46 states, including Michigan, and certain US tobacco manufacturers, to provide annual payments to states. The payments began in 2000 and will continue in perpetuity. As [Table 25](#) 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.

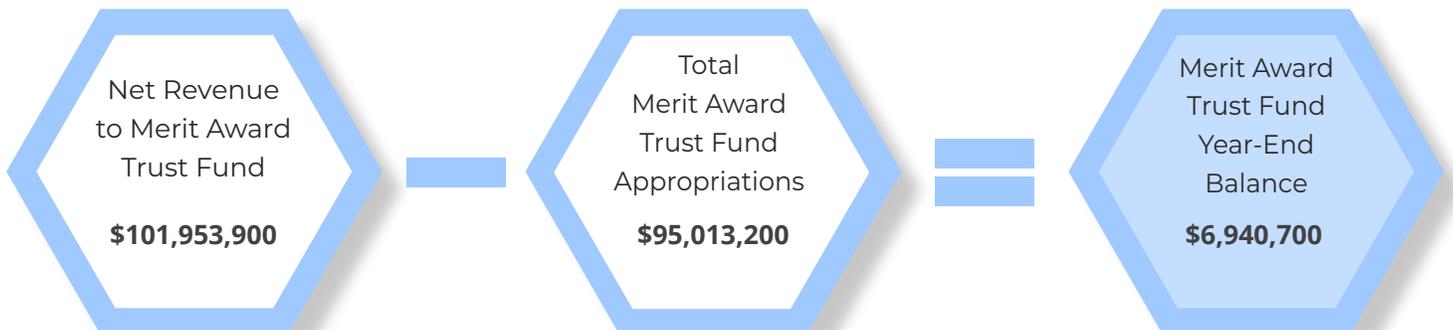
Pursuant to law, \$75.0 million of the tobacco settlement revenue is earmarked each fiscal year, from FY 2007-08 through FY 2025-26, for the 21st Century Jobs Trust Fund. Also pursuant to law, \$17.5 million of the tobacco settlement revenue is deposited each fiscal year, from FY 2014-15 through FY 2034-35, into the BSF as repayment for an 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 ten years (but capped at a total of \$617.0 million), was enacted in FY 2016-17 to implement a new system of funding for Detroit Public Schools. Fiscal year 2024-25 will see the final earmark of \$41.0 million, with the remaining \$31.0 million returning to the Merit Award Trust Fund.

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. Under the Governor's proposal, there would be an estimated FY 2024-25 year-end balance of \$6.9 million in the Merit Award Trust Fund.

FY 2023-24 YEAR-TO-DATE



FY 2024-25 GOV'S REC.



BUDGET STABILIZATION FUND

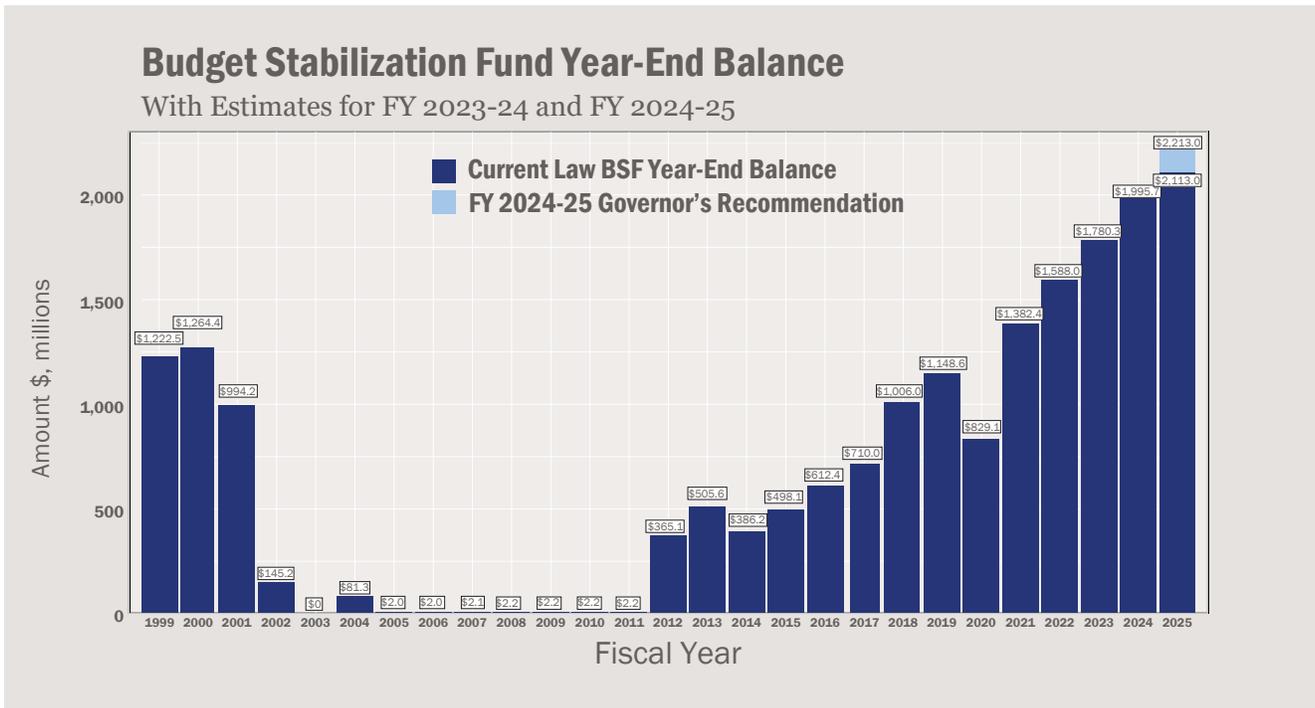
The Budget Stabilization Fund (BSF) is the State's "Rainy Day" fund or cash reserve. In years of economic growth, deposits may be made to the Fund, and in years of recession, money may be withdrawn to cushion the budgetary impact of declining State revenue. Statutory formulas direct the amount of the pay-in or pay-out from the BSF; however, the Legislature has the authority to appropriate the formula amount or a different amount.

The BSF balance was estimated to be \$1,780.3 million at the close of FY 2022-23. The Michigan Trust Fund Act requires the deposit of \$17.5 million from tobacco settlement revenue into the BSF each year from FY 2014-15 to FY 2034-35. The Trust Fund Act transfers reimburse the BSF for a \$194.8 million withdrawal in FY 2013-14 related to the Detroit bankruptcy settlement. Based on the appropriated deposits and estimated interest earnings, the BSF balance at the close of FY 2023-24 is estimated at \$1,995.7 million. Assuming no further deposits or withdrawals and estimated interest earnings, the BSF balance at the close of FY 2024-25 is estimated to be \$2,113.0 million.

The Governor recommended a deposit of \$100.0 million to the BSF in FY 2024-25. If this deposit were enacted, it would bring the closing balance estimate for FY 2024-25 up to \$2,213.0 million.

The history of the BSF year-end balances and the estimates for FY 2023-24 and FY 2024-25 are shown in the figure below.

Figure 1





FY 2023-24 SUPPLEMENTAL REQUESTS

FY 2023-24 **SUPPLEMENTAL REQUESTS**

In addition to the Executive Budget recommendations for FY 2023-24 and budget projections for FY 2024-25, Governor Whitmer also recommended a number of current year, FY 2023-24, supplementals. These supplementals, supplemental requests 2024-2 through 2024-4, represent proposed alterations to the current year budget. As noted in [Table B](#) in the introduction, these three supplemental requests propose to increase current year spending by \$1.8 billion Gross, of which \$637.4 million is Federal, \$851.6 million is State Restricted funds, and \$287.5 million is GF/GP. A listing of supplemental requests delivered with the FY 2024-25 Executive Recommendation, by department, are included in [Table 26](#).



MISCELLANEOUS

PROPOSED FEE ADJUSTMENTS

There are four fees proposed to increase, totaling \$101.2 million. In addition, the Governor is proposing to amend the statutes related to those fees. [Tables 27](#) and [28](#) itemize the proposed fee adjustments found in the Governor's recommended budget for FY 2024-25.



BALANCE SHEET

In the Appendix, [Tables 9](#) and [10](#) present the GF/GP and SAF balance sheets for FY 2023-24 and FY 2024-25. The balance sheets presented here reflect year-to-date spending (as of February 7, 2024) as well as the supplementals enacted in Fall 2023 (effective February 13, 2024) and the Governor's proposed supplementals.

The balance sheets include the impact of the proposed caregiver tax credit and other miscellaneous revenue adjustments. Combining all of the above (i.e., assuming the entirety of the Governor's budget recommendation with the estimates of the caregiver tax credit and other revenue adjustments), the estimated balance for GF/GP at the end of FY 2024-25 would be \$7.0 million, while SAF would be \$12.1 million. Differences in how an enacted budget would compare to the Governor's recommendation, supplemental or policy changes enacted during 2024, and adjustments to revenue at the May 2024 CREC (as well as how actual revenue differs from estimates) all would affect those ending balance estimates.

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APPENDIX

Table 1

FY 2024-25 GOVERNOR'S RECOMMENDATION BY SOURCE OF FUNDS							
Department/Budget Area	Gross	IDGs	Adjusted Gross	Federal	Local & Private	State Restricted	General Fund/ General Purpose
Agriculture & Rural Development	\$144,218,900	\$332,400	\$143,886,500	\$20,357,900	\$21,300	\$46,450,900	\$77,056,400
Attorney General	128,549,700	39,465,600	89,084,100	10,391,600	0	22,283,400	56,409,100
Capital Outlay	0	0	0	0	0	0	0
Civil Rights	32,320,500	0	32,320,500	2,890,900	18,700	58,500	29,352,400
Community Colleges	465,920,800	0	465,920,800	0	0	465,920,800	0
Corrections	2,144,379,000	0	2,144,379,000	5,180,500	11,694,000	33,494,400	2,094,010,100
Education	162,825,100	0	162,825,100	82,550,500	8,410,700	10,117,800	61,746,100
Environment, Great Lakes, & Energy	1,104,199,100	4,085,900	1,100,113,200	463,788,900	1,364,200	387,149,300	247,810,800
Executive	9,337,100	0	9,337,100	0	0	0	9,337,100
Health & Human Services	37,702,292,800	14,707,900	37,687,584,900	26,755,591,000	342,634,200	3,883,861,200	6,705,498,500
Higher Education	2,314,197,000	0	2,314,197,000	3,200,000	0	545,468,300	1,765,528,700
Insurance & Financial Services	77,771,400	753,500	77,017,900	700,000	0	76,317,900	0
Judiciary	371,816,400	1,902,300	369,914,100	7,132,600	1,905,300	95,887,300	264,988,900
Labor & Economic Opportunity	1,973,232,500	0	1,973,232,500	1,177,165,800	23,284,600	413,774,700	359,007,400
Legislature	221,930,700	0	221,930,700	0	467,700	5,422,600	216,040,400
Licensing & Regulatory Affairs	635,467,200	27,682,800	607,784,400	30,471,300	0	280,707,400	296,605,700
Lifelong Educ., Adv., & Potential	576,985,400	0	576,985,400	413,951,400	250,000	1,862,300	160,921,700
Military & Veterans Affairs	267,052,100	101,800	266,950,300	144,036,800	100,000	13,221,400	109,592,100
Natural Resources	542,770,100	207,000	542,563,100	96,140,700	7,609,200	371,056,200	67,757,000
Natural Resources (Trust Fund)	0	0	0	0	0	0	0
School Aid	20,609,973,700	0	20,609,973,700	2,272,793,500	0	18,285,630,200	51,550,000
State	291,839,900	20,000,000	271,839,900	1,460,000	50,100	256,919,700	13,410,100
State Police	933,208,500	27,189,800	906,018,700	99,062,700	5,010,700	174,984,300	626,961,000
Technology, Mgt., & Budget	1,857,176,200	1,119,848,200	737,328,000	4,393,300	2,523,200	130,096,500	600,315,000
Transportation	6,781,289,200	4,316,700	6,776,972,500	2,253,675,100	106,248,500	4,232,048,900	185,000,000
Treasury (Debt Service)	95,087,000	0	95,087,000	0	0	0	95,087,000
Treasury (Operations)	836,215,600	11,188,500	825,027,100	25,011,400	15,243,700	567,412,400	217,359,600
Treasury (Revenue Sharing)	1,713,307,500	0	1,713,307,500	0	0	1,713,307,500	0
TOTAL APPROPRIATIONS	\$81,993,363,400	\$1,271,782,400	\$80,721,581,000	\$33,869,945,900	\$526,836,100	\$32,013,453,900	\$14,311,345,100

Table 2

ADJUSTED GROSS APPROPRIATIONS				
FY 2023-24 YEAR-TO-DATE VERSUS FY 2024-25 GOVERNOR'S RECOMMENDATION				
Department/Budget Area	FY 2023-24 Year-to-Date Appropriations*	FY 2024-25 Governor's Recommendation	Dollar Difference	Percent Change
Agriculture & Rural Development	\$168,285,700	\$143,886,500	(\$24,399,200)	(14.5%)
Attorney General	106,562,900	89,084,100	(17,478,800)	(16.4)
Capital Outlay	0	0	0	0.0
Civil Rights.....	31,710,000	32,320,500	610,500	1.9
Community Colleges	544,517,500	465,920,800	(78,596,700)	(14.4)
Corrections	2,086,250,000	2,144,379,000	58,129,000	2.8
Education.....	647,380,900	162,825,100	(484,555,800)	(74.8)
Environment, Great Lakes, & Energy	1,047,576,800	1,100,113,200	52,536,400	5.0
Executive	8,905,400	9,337,100	431,700	4.8
Health & Human Services	35,719,906,100	37,687,584,900	1,967,678,800	5.5
Higher Education	2,291,048,800	2,314,197,000	23,148,200	1.0
Insurance & Financial Services	73,415,800	77,017,900	3,602,100	4.9
Judiciary.....	354,025,900	369,914,100	15,888,200	4.5
Labor & Economic Opportunity	2,867,264,800	1,973,232,500	(894,032,300)	(31.2)
Legislature	215,172,100	221,930,700	6,758,600	3.1
Licensing & Regulatory Affairs	581,043,700	607,784,400	26,740,700	4.6
Lifelong Educ., Adv., & Potential	0	576,985,400	576,985,400	100.0
Military & Veterans Affairs	248,238,600	266,950,300	18,711,700	7.5
Natural Resources.....	572,045,500	542,563,100	(29,482,400)	(5.2)
Natural Resources (Trust Fund)	0	0	0	0.0
School Aid.....	21,459,651,300	20,609,973,700	(849,677,600)	(4.0)
State	284,209,500	271,839,900	(12,369,600)	(4.4)
State Police	867,096,700	906,018,700	38,922,000	4.5
Technology, Management, & Budget	974,051,000	737,328,000	(236,723,000)	(24.3)
Transportation	6,622,196,900	6,776,972,500	154,775,600	2.3
Treasury (Debt Service)	100,084,100	95,087,000	(4,997,100)	(5.0)
Treasury (Operations)	866,528,000	825,027,100	(41,500,900)	(4.8)
Treasury (Revenue Sharing)	1,671,783,800	1,713,307,500	41,523,700	2.5
TOTAL APPROPRIATIONS	\$80,408,951,800	\$80,721,581,000	\$312,629,200	0.4%

Table 3

STATE SPENDING FROM STATE RESOURCES APPROPRIATIONS				
FY 2023-24 YEAR-TO-DATE VERSUS FY 2024-25 GOVERNOR'S RECOMMENDATION				
Department/Budget Area	FY 2023-24 Year-to-Date Appropriations*	FY 2024-25 Governor's Recommendation	Dollar Difference	Percent Change
Agriculture & Rural Development	\$138,501,700	\$123,507,300	(\$14,994,400)	(10.8%)
Attorney General	96,499,100	78,692,500	(17,806,600)	(18.5)
Capital Outlay	0	0	0	0.0
Civil Rights.....	28,800,400	29,410,900	610,500	2.1
Community Colleges	544,517,500	465,920,800	(78,596,700)	(14.4)
Corrections	2,059,301,400	2,127,504,500	68,203,100	3.3
Education.....	180,724,500	71,863,900	(108,860,600)	(60.2)
Environment, Great Lakes, & Energy	604,918,900	634,960,100	30,041,200	5.0
Executive	8,905,400	9,337,100	431,700	4.8
Health & Human Services	9,570,769,800	10,589,359,700	1,018,589,900	10.6
Higher Education	2,160,022,400	2,310,997,000	150,974,600	7.0
Insurance & Financial Services	72,398,700	76,317,900	3,919,200	5.4
Judiciary.....	345,370,700	360,876,200	15,505,500	4.5
Labor & Economic Opportunity	1,660,371,400	772,782,100	(887,589,300)	(53.5)
Legislature	214,726,700	221,463,000	6,736,300	3.1
Licensing & Regulatory Affairs	531,039,500	577,313,100	46,273,600	8.7
Lifelong Educ., Adv., & Potential	0	162,784,000	162,784,000	100.0
Military & Veterans Affairs	113,102,700	122,813,500	9,710,800	8.6
Natural Resources.....	441,832,500	438,813,200	(3,019,300)	(0.7)
Natural Resources (Trust Fund)	0	0	0	0.0
School Aid.....	19,258,857,800	18,337,180,200	(921,677,600)	(4.8)
State	282,699,400	270,329,800	(12,369,600)	(4.4)
State Police	773,351,800	801,945,300	28,593,500	3.7
Technology, Management, & Budget	966,879,900	730,411,500	(236,468,400)	(24.5)
Transportation	4,370,502,000	4,417,048,900	46,546,900	1.1
Treasury (Debt Service)	100,084,100	95,087,000	(4,997,100)	(5.0)
Treasury (Operations)	826,534,900	784,772,000	(41,762,900)	(5.1)
Treasury (Revenue Sharing)	1,671,783,800	1,713,307,500	41,523,700	2.5
TOTAL APPROPRIATIONS	\$47,022,497,000	\$46,324,799,000	(\$697,698,000)	(1.5%)

Table 4

GENERAL FUND/GENERAL PURPOSE APPROPRIATIONS				
FY 2023-24 YEAR-TO-DATE VERSUS FY 2024-25 GOVERNOR'S RECOMMENDATION				
Department/Budget Area	FY 2023-24 Year-to-Date Appropriations*	FY 2024-25 Governor's Recommendation	Dollar Difference	Percent Change
Agriculture & Rural Development	\$92,781,800	\$77,056,400	(\$15,725,400)	(16.9%)
Attorney General	75,726,000	56,409,100	(19,316,900)	(25.5)
Capital Outlay	0	0	0	0.0
Civil Rights.....	28,741,900	29,352,400	610,500	2.1
Community Colleges	0	0	0	0.0
Corrections	2,029,495,900	2,094,010,100	64,514,200	3.2
Education.....	130,652,500	61,746,100	(68,906,400)	(52.7)
Environment, Great Lakes, & Energy	245,952,100	247,810,800	1,858,700	0.8
Executive	8,905,400	9,337,100	431,700	4.8
Health & Human Services	6,464,135,400	6,705,498,500	241,363,100	3.7
Higher Education	1,677,754,100	1,765,528,700	87,774,600	5.2
Insurance & Financial Services	0	0	0	0.0
Judiciary.....	250,218,100	264,988,900	14,770,800	5.9
Labor & Economic Opportunity	1,301,508,000	359,007,400	(942,500,600)	(72.4)
Legislature	207,140,800	216,040,400	8,899,600	4.3
Licensing & Regulatory Affairs	271,331,100	296,605,700	25,274,600	9.3
Lifelong Educ., Adv., & Potential	0	160,921,700	160,921,700	100.0
Military & Veterans Affairs	98,889,300	109,592,100	10,702,800	10.8
Natural Resources.....	88,054,500	67,757,000	(20,297,500)	(23.1)
Natural Resources (Trust Fund)	0	0	0	0.0
School Aid.....	87,900,000	51,550,000	(36,350,000)	(41.4)
State	13,324,700	13,410,100	85,400	0.6
State Police	607,564,000	626,961,000	19,397,000	3.2
Technology, Management, & Budget	832,699,500	600,315,000	(232,384,500)	(27.9)
Transportation	288,100,000	185,000,000	(103,100,000)	(35.8)
Treasury (Debt Service)	100,084,100	95,087,000	(4,997,100)	(5.0)
Treasury (Operations)	292,586,100	217,359,600	(75,226,500)	(25.7)
Treasury (Revenue Sharing)	0	0	0	0.0
TOTAL APPROPRIATIONS	\$15,193,545,300	\$14,311,345,100	(\$882,200,200)	(5.8%)

Table 5

FULL-TIME EQUATED CLASSIFIED POSITIONS				
FY 2023-24 YEAR-TO-DATE VERSUS FY 2024-25 GOVERNOR'S RECOMMENDATION				
Department/Budget Area	FY 2023-24 Year-to-Date Appropriations*	FY 2024-25 Governor's Recommendation	Position Change	Percent Change
Agriculture & Rural Development.....	544.0	573.0	29.0	5.3%
Attorney General	605.4	620.4	15.0	2.5
Civil Rights.....	160.0	189.0	29.0	18.1
Corrections	13,190.0	13,210.0	20.0	0.2
Education.....	634.5	566.5	(68.0)	(10.7)
Environment, Great Lakes, & Energy	1,610.0	1,698.0	88.0	5.5
Executive	86.2	86.2	0.0	0.0
Health & Human Services	15,855.5	15,923.5	68.0	0.4
Insurance & Financial Services.....	388.5	395.5	7.0	1.8
Judiciary.....	598.0	654.5	56.5	9.4
Labor & Economic Opportunity	2,614.4	2,644.0	29.6	1.1
Licensing & Regulatory Affairs	1,863.9	1,788.0	(75.9)	(4.1)
Lifelong Educ., Adv., & Potential.....	0.0	334.0	334.0	100.0
Military & Veterans Affairs.....	1,051.0	1,051.0	0.0	0.0
Natural Resources.....	2,549.3	2,539.3	(10.0)	(0.4)
State	1,619.0	1,629.0	10.0	0.6
State Police	3,829.0	3,853.0	24.0	0.6
Technology, Management, & Budget.....	3,214.0	3,243.5	29.5	0.9
Transportation	3,218.3	3,222.3	4.0	0.1
Treasury (Operations)	2,003.5	2,001.5	(2.0)	(0.1)
TOTAL POSITIONS	55,634.5	56,222.2	587.7	1.1%

Table 6

FY 2024-25 GOVERNOR'S RECOMMENDATION ONE-TIME APPROPRIATIONS BY SOURCE OF FUNDS					
Department/Budget Area	Adjusted Gross	Federal Funds	Local & Private	State Restricted	General Fund/ General Purpose
Agriculture & Rural Development.....	\$0	\$0	\$0	\$0	\$0
Attorney General.....	0	0	0	0	0
Capital Outlay.....	0	0	0	0	0
Civil Rights.....	0	0	0	0	0
Community Colleges.....	0	0	0	0	0
Corrections.....	3,400,000	0	0	3,400,000	0
Education.....	0	0	0	0	0
Environment, Great Lakes, & Energy.....	90,000,000	0	0	0	90,000,000
Executive.....	0	0	0	0	0
Health & Human Services.....	112,009,800	34,454,900	0	0	77,554,900
Higher Education.....	0	0	0	0	0
Insurance & Financial Services.....	250,000	0	0	250,000	0
Judiciary.....	0	0	0	0	0
Labor & Economic Opportunity.....	191,000,000	0	0	60,000,000	131,000,000
Legislature.....	0	0	0	0	0
Licensing & Regulatory Affairs.....	250,000	0	0	250,000	0
Lifelong Educ., Adv., & Potential.....	60,000,000	0	0	0	60,000,000
Military & Veterans Affairs.....	11,500,000	0	0	0	11,500,000
Natural Resources.....	0	0	0	0	0
Natural Resources (Trust Fund).....	0	0	0	0	0
School Aid.....	953,000,000	0	0	951,500,000	1,500,000
State.....	0	0	0	0	0
State Police.....	5,000,000	0	0	0	5,000,000
Technology, Management, & Budget.....	76,751,000	0	0	0	76,751,000
Transportation.....	185,990,000	0	0	990,000	185,000,000
Treasury (Debt Service).....	0	0	0	0	0
Treasury (Operations).....	31,592,000	0	0	592,000	31,000,000
Treasury (Revenue Sharing).....	27,486,800	0	0	27,486,800	0
TOTAL APPROPRIATIONS.....	\$1,748,229,600	\$34,454,900	\$0	\$1,044,468,800	\$669,305,900

Table 7

FY 2024-25 GOVERNOR'S RECOMMENDATION ONE-TIME APPROPRIATIONS BY FUND SOURCE				
Budget Area/Program	Gross	Federal	State Restricted	GF/GP
Attorney General				
Leo IDG increase.....	850,000	0	0	0
Total - Attorney General.....	\$850,000	\$0	\$0	\$0
Corrections				
Thumb Education Center.....	\$3,400,000	\$0	\$3,400,000	\$0
Total - Corrections.....	\$3,400,000	\$0	\$3,400,000	\$0
Environment, Great Lakes, and Energy				
Leveraging federal funding for lead line replacement program.....	\$35,000,000	\$0	\$0	\$35,000,000
Deploying clean fuel and charging infrastructure.....	25,000,000	0	0	25,000,000
MI clean fleets.....	20,000,000	0	0	20,000,000
Green infrastructure projects.....	10,000,000	0	0	10,000,000
Total - Environment, Great Lakes, & Energy.....	\$90,000,000	\$0	\$0	\$90,000,000
Health and Human Services				
One-time: racial disparities task force.....	\$25,000,000	\$25,000,000	\$0	\$0
One-time: family planning local agreements grants.....	14,200,000	0	0	14,200,000
One-time: nursing loan repayment program.....	10,000,000	0	0	10,000,000
One-time: multicultural services.....	8,600,000	0	0	8,600,000
One-time: healthy moms, healthy babies one-time maternal health grants....	7,500,000	0	0	7,500,000
One-time: statewide emergency shelter support one-time.....	7,250,000	0	0	7,250,000
One-time: juvenile justice investments.....	5,000,000	0	0	5,000,000
One-time: community violence intervention services.....	5,000,000	5,000,000	0	0
One-time: employment and training services grants.....	5,000,000	0	0	5,000,000
One-time: weatherization Federal match.....	5,000,000	0	0	5,000,000
One-time: firearm injury and violence prevention grant.....	4,300,000	0	0	4,300,000
One-time: fire fighter health care.....	3,500,000	0	0	3,500,000
One-time: behavioral health workforce.....	3,000,000	3,000,000	0	0
One-time: healthy moms, healthy babies doula care.....	2,909,800	1,454,900	0	1,454,900
One-time: first responder and public safety staff mental health.....	2,500,000	0	0	2,500,000
One-time: children's services staff administration training.....	2,000,000	0	0	2,000,000
One-time: home health care authority.....	1,000,000	0	0	1,000,000
One-time: national kidney foundation of Michigan.....	250,000	0	0	250,000
Total - Health & Human Services.....	\$112,009,800	\$34,454,900	\$0	\$77,554,900
Insurance & Financial Services				
Insurance Complaints & Healthcare Appeals Outreach Campaign.....	\$250,000	\$0	\$250,000	\$0
Total - Insurance & Financial Services.....	\$250,000	\$0	\$250,000	\$0

FY 2024-25 GOVERNOR'S RECOMMENDATION ONE-TIME APPROPRIATIONS BY FUND SOURCE

Budget Area/Program	Gross	Federal	State Restricted	GF/GP
Labor and Economic Opportunity				
Michigan innovation fund.....	\$60,000,000	\$0	\$60,000,000	\$0
Build ready sites program.....	25,000,000	0	0	25,000,000
Business attraction and community revitalization.....	20,000,000	0	0	20,000,000
Going Pro.....	20,000,000	0	0	20,000,000
Talent solutions	20,000,000	0	0	20,000,000
Michigan marketing initiatives.....	15,000,000	0	0	15,000,000
New Michigander	8,000,000	0	0	8,000,000
Arts and cultural grants.....	5,000,000	0	0	5,000,000
Community and neighborhood initiatives	5,000,000	0	0	5,000,000
Global talent and retention	4,000,000	0	0	4,000,000
Michigan growth office.....	4,000,000	0	0	4,000,000
Office of rural prosperity grants	2,500,000	0	0	2,500,000
Prosperity bureau	1,000,000	0	0	1,000,000
Focus: HOPE.....	1,000,000	0	0	1,000,000
Language access	500,000	0	0	500,000
Total - Labor & Economic Opportunity	\$191,000,000	\$0	\$60,000,000	\$131,000,000
Licensing & Regulatory Affairs				
Health sector implicit bias study.....	\$250,000	\$0	\$250,000	\$0
Total - Licensing & Regulatory Affairs	\$250,000	\$0	\$250,000	\$0
Lifelong Education, Advancement, & Potential				
Child care worker subsidy	\$60,000,000	\$0	\$0	\$60,000,000
Total - Lifelong Education, Advancement, & Potential.....	\$60,000,000	\$0	\$0	\$60,000,000
Military and Veterans Affairs				
Selfridge air national guard base.....	\$10,000,000	\$0	\$0	\$10,000,000
Eliminating veteran homelessness.....	1,500,000	0	0	1,500,000
Total - Military & Veterans Affairs	\$11,500,000	\$0	\$0	\$11,500,000
School Aid				
Literacy supports	\$155,000,000	\$0	\$155,000,000	\$0
MI Kids Back on Track (previously funded in FY 2022-23)	150,000,000	0	150,000,000	0
Per-pupil mental health and school safety grants (continued from FY 2023-24) ..	150,000,000	0	150,000,000	0
Transportation costs (continued from FY 2023-24).....	125,000,000	0	125,000,000	0
Enrollment stabilization (continued from FY 2023-24)	71,000,000	0	71,000,000	0
Grow-Your-Own (previously funded in FY 2022-23)	50,000,000	0	50,000,000	0
Statewide teacher mentoring and induction (continued from FY 2023-24)	50,000,000	0	50,000,000	0
FAFSA completion challenge (continued from FY 2023-24).....	40,000,000	0	40,000,000	0
GSRP classroom startup grants (previously funded in FY 2022-23)	35,000,000	0	35,000,000	0
School meals (continued from FY 2023-24).....	30,000,000	0	30,000,000	0
Key industries pilot	20,000,000	0	20,000,000	0
GSRP transportation (continued from FY 2023-24)	18,000,000	0	18,000,000	0
CTE equipment upgrades (continued from FY 2023-24)	15,000,000	0	15,000,000	0
TRAILS (previously funded in FY 2022-23).....	12,500,000	0	12,500,000	0

FY 2024-25 GOVERNOR'S RECOMMENDATION ONE-TIME APPROPRIATIONS BY FUND SOURCE

Budget Area/Program	Gross	Federal	State Restricted	GF/GP
School Aid (continued)				
READ innovation competition.....	10,000,000	0	10,000,000	0
LETRS: professional learning early literacy (continued from FY 2023-24)	10,000,000	0	10,000,000	0
Student success strategies.....	5,000,000	0	5,000,000	0
Improving access to books (continued from FY 2023-24).....	4,000,000	0	4,000,000	0
College and career readiness tools (continued from FY 2023-24).....	1,000,000	0	0	1,000,000
Peer mentoring	1,000,000	0	1,000,000	0
Michigan Virtual High School.....	500,000	0	0	500,000
Total - School Aid	\$953,000,000	\$0	\$951,500,000	\$1,500,000
State Police				
Law enforcement training, recruitment and retention	\$5,000,000	\$0	\$0	\$5,000,000
Total - State Police	\$5,000,000	\$0	\$0	\$5,000,000
Technology, Management, and Budget				
State employee Flexible Spending Account dependent care match.....	\$31,500,000	\$0	\$0	\$31,500,000
Make It in Michigan competitiveness fund.....	25,000,000	0	0	25,000,000
Self insured property fund	10,000,000	0	0	10,000,000
Enterprisewide special maintenance	8,000,000	0	0	8,000,000
State fleet electric vehicle transition	2,000,000	0	0	2,000,000
Building occupancy health and safety	251,000	0	0	251,000
Total - Technology, Management, & Budget	\$76,751,000	\$0	\$0	\$76,751,000
Transportation				
Federal match and priority bridge investments	\$150,000,000	\$0	\$0	\$150,000,000
Transit innovation grants	30,000,000	0	0	30,000,000
MI contracting opportunity	5,000,000	0	0	5,000,000
Blue water bridge equipment and facilities purchases	990,000	0	990,000	0
Total - Transportation	\$185,990,000	\$0	\$990,000	\$185,000,000
Treasury-Operations				
MI vehicle rebate	\$25,000,000	\$0	\$0	\$25,000,000
Secure retirement for small businesses	3,000,000	0	0	3,000,000
MiABLE outreach.....	3,000,000	0	0	3,000,000
Lottery information technology services and projects	592,000	0	592,000	0
Total - Treasury - Operations	\$31,592,000	\$0	\$592,000	\$31,000,000
Treasury - Revenue Sharing				
City, village, and township revenue sharing - one-time.....	\$14,676,800	\$0	\$14,676,800	\$0
County revenue sharing - one-time	12,810,000	0	12,810,000	0
Total - Treasury - Revenue Sharing.....	\$27,486,800	\$0	\$27,486,800	\$0
TOTAL ONE-TIME BUDGET AREA APPROPRIATIONS.....	\$1,749,079,600	\$34,454,900	\$1,044,468,800	\$669,305,900

Table 8

STATE PAYMENTS TO LOCAL UNITS OF GOVERNMENT FY 2023-24 YEAR-TO-DATE VERSUS FY 2024-25 GOVERNOR'S RECOMMENDATION				
Department/Budget Area	FY 2023-24 Year-to-Date Appropriations*	FY 2024-25 Governor's Recommendation	Dollar Difference	Percent Change
Agriculture & Rural Development	\$11,900,000	\$7,800,000	(\$4,100,000)	(34.5%)
Attorney General	0	0	0	0.0
Capital Outlay	0	0	0	0.0
Civil Rights.....	0	0	0	0.0
Community Colleges	544,517,500	465,920,800	(78,596,700)	(14.4)
Corrections	121,453,600	123,656,000	2,202,400	1.8
Education.....	17,917,700	17,917,700	0	0.0
Environment, Great Lakes, & Energy	43,592,300	85,933,300	42,341,000	97.1
Executive	0	0	0	0.0
Health & Human Services	1,907,484,900	1,876,944,500	(30,540,400)	(1.6)
Higher Education	0	0	0	0.0
Insurance & Financial Services	0	0	0	0.0
Judiciary.....	150,611,100	151,885,500	1,274,400	0.8
Labor & Economic Opportunity	72,724,900	96,674,900	23,950,000	32.9
Legislature	0	0	0	0.0
Licensing & Regulatory Affairs	242,917,400	280,345,300	37,427,900	15.4
Lifelong Educ., Adv., & Potential	0	0	0	0.0
Military & Veterans Affairs	4,178,000	4,178,000	0	0.0
Natural Resources.....	15,792,100	12,971,900	(2,820,200)	(17.9)
Natural Resources (Trust Fund)	0	0	0	0.0
School Aid.....	17,622,688,000	16,757,266,500	(865,421,500)	(4.9)
State	31,794,300	11,715,900	(20,078,400)	(63.2)
State Police	42,391,500	45,441,500	3,050,000	7.2
Technology, Management, & Budget	1,000,000	1,000,000	0	0.0
Transportation	2,689,706,300	2,594,248,300	(95,458,000)	(3.5)
Treasury (Debt Service)	0	0	0	0.0
Treasury (Operations)	353,700,600	333,364,800	(20,335,800)	(5.7)
Treasury (Revenue Sharing)	1,671,783,800	1,713,307,500	41,523,700	2.5
TOTAL APPROPRIATIONS	\$25,546,154,000	\$24,580,572,400	(\$965,581,600)	(3.8%)

Table 9

GOVERNOR'S RECOMMENDATION GENERAL FUND/GENERAL PURPOSE (GF/GP) REVENUE, EXPENDITURES, AND YEAR-END BALANCE ESTIMATES (millions of dollars)		
	Year-to-Date* FY 2023-24	Gov's Rec FY 2024-25
Revenue:		
Beginning Balance	\$3,934.6	\$1,106.1
Ongoing Revenue:		
Consensus revenue estimate (May 2023)	\$13,238.3	\$13,916.4
CREC forecast revenue change (January 2024)	\$359.1	\$105.8
CREC forecast revenue estimate (January 2024)	\$13,597.4	\$14,022.2
Other Ongoing Revenue Adjustments:		
Caregiver tax credit (proposed)	(22.5)	(37.5)
Ongoing revenue adjustment	(25.0)	(25.0)
Revenue sharing payments.....	(552.2)	(579.7)
Subtotal Ongoing Revenue	\$12,997.7	\$13,380.0
Non-Ongoing Revenue:		
Redirection of restricted revenue.....	(\$2.6)	(\$2.6)
Revenue sharing one-time payments.....	(10.5)	(27.5)
Subtotal Non-Ongoing Revenue	(\$13.1)	(\$30.1)
Total Estimated GF/GP Revenue Including Beginning Balance	\$16,919.3	\$14,456.0
Total Estimated GF/GP Revenue Excluding Beginning Balance	\$12,984.6	\$13,349.9
Expenditures:		
Ongoing Appropriations:		
Initial appropriations	\$12,734.6	\$12,734.6
Proposed ongoing investments	0.0	907.4
Community District Trust Fund GF payment (net of restricted revenue backfill in FY 25).....	32.8	37.8
Subtotal Ongoing Appropriations	\$12,767.4	\$13,679.8
One-Time and Other Appropriations:		
Estimated one-time appropriations.....	\$2,466.0	\$669.3
Enacted supplementals	96.7	0.0
Executive recommendation supplementals (2024-2)	287.5	0.0
BSF deposit	100.0	100.0
Reserve for audit, legal, statutory, other costs	142.0	0.0
Lapses that were reappropriated.....	(46.5)	0.0
Subtotal One-Time and Other Appropriations.....	\$3,045.7	\$769.3
Total Estimated GF/GP Expenditures	\$15,813.1	\$14,449.1
Projected Year-End GF/GP Balance (Total).....	\$1,106.1	\$7.0
Projected Year-End GF/GP Balance (Ongoing)	\$1,008.7	\$250.2
Projected Year-End GF/GP Balance (One-time)	\$97.4	(\$243.2)

*Year-to-Date as of 2/7/24

Table 10

GOVERNOR'S RECOMMENDATION SCHOOL AID FUND (SAF)		
REVENUE, EXPENDITURES, AND YEAR-END BALANCE ESTIMATES		
(millions of dollars)		
	Year-to-Date FY 2023-24*	Gov's Rec FY 2024-25
Revenue:		
Beginning Balance	\$2,192.5	\$564.2
Ongoing Revenue:		
Consensus revenue estimate (May 2023)	\$17,888.1	\$18,265.9
CREC forecast revenue change (Jan 2024)	\$58.8	\$41.1
CREC forecast revenue estimate (Jan 2024)	\$17,937.2	\$18,307.0
Other Revenue Adjustments:		
Adjustments	\$0.0	\$0.0
General Fund/General Purpose (GF/GP) grant	49.6	50.1
Community District Education Trust Fund	72.0	41.0
Federal ongoing aid	2,204.8	2,272.8
Subtotal Ongoing Revenue	\$20,263.6	\$20,670.9
Non-Ongoing Revenue:		
MPSERS reserve fund	\$215.8	84.1
Infrastructure and consolidation fund	248.0	0.0
Transportation reserve fund	125.0	125.0
School meals reserve fund	90.0	30.0
Enrollment stability reserve fund	71.0	71.0
GSRP reserve fund	18.0	18.0
GEER federal fund	13.3	0.0
Additional one-time GF/GP	38.2	1.5
GF/GP for DPSCD additional cost exceeding CDTF \$72m/yr	32.8	68.8
Subtotal Non-Ongoing Revenue	\$861.8	\$398.4
Total Estimated School Aid Fund Revenue Including Beginning Balance .	\$23,317.9	\$21,633.5
Total Estimated School Aid Fund Revenue Excluding Beginning Balance	\$21,125.4	\$21,069.3
Expenditures:		
Ongoing Appropriations:		
Initial ongoing K-12 state appropriations	\$16,934.8	\$16,992.6
School aid federal funds	2,204.8	2,200.8
Cost adjustments	57.8	102.3
Proposed K12 investments	0.0	993.0
Proposed MPSERS OPEB savings	0.0	(676.4)
Fund Community Colleges with SAF	496.2	496.0
Proposed Community Colleges investments	0.0	14.6
Proposed GF/GP to SAF fund shift in higher education	0.0	93.8
Partially Fund Higher Education with SAF	452.3	451.7
Subtotal Ongoing Appropriations	\$20,145.9	\$20,668.4
One-Time and Other Appropriations:		
Initial One-Time K-12 appropriations	\$2,364.1	\$953.0
Initial One-Time Community College and University appropriations	78.4	0.0
Executive Recommendation supplementals (Feb 2024)	43.3	0.0
Enacted FY 2023-24 supplementals	122.1	0.0
Subtotal One-Time and Other Appropriations	\$2,607.9	\$953.0
Total Estimated School Aid Fund Expenditures	\$22,753.8	\$21,621.4
Projected Year-End SAF Balance (Total)	\$564.1	\$12.1
Projected Year-End SAF Balance (Ongoing)	\$117.8	\$2.5
Projected Year-End SAF Balance (One-time)	\$446.3	\$9.6

*Year-to-Date as of 2/7/24

Table 11

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION SUMMARY OF CHANGES FROM FY 2023-24 YEAR-TO-DATE ADJUSTED GROSS AND GENERAL FUND/GENERAL PURPOSE APPROPRIATIONS		
	Adjusted Gross	GF/GP
FY 2023-24 Year-To-Date Appropriation¹	\$80,408,951,800	\$15,193,545,300
Changes for FY 2024-25:		
Removal of One-Time Items	(\$5,195,246,100)	(\$2,435,957,400)
Baseline Adjustments (CSBs).....	2,290,244,900	340,030,000
New Programs.....	2,088,649,100	567,265,200
Program Increases.....	1,621,721,800	486,809,600
Program Eliminations	(14,150,000)	(14,150,000)
Program Reductions.....	(704,426,300)	(29,910,200)
Major Fund Shifts Affecting GF/GP.....	449,800	74,481,000
Other Technical Program Transfers/Adjustments	20,654,900	1,800
Economic Adjustments.....	201,278,400	126,705,500
Unclassified Salaries Adjustments (Executive Branch)	3,452,700	2,524,300
Total Changes.....	\$312,629,200	(\$882,200,200)
FY 2024-25 Governor's Recommendation	\$80,721,581,000	\$14,311,345,100

¹ Appropriation as of February 7, 2024.

Table 12

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION BASELINE (CSB) ADJUSTMENTS		
Budget Area/Program	Gross	GF/GP
Agriculture & Rural Development		
Emergency management.....	\$600,000	\$0
Unclassified salaries	335,100	0
Removal of FY 2023-24 one-time funding	(30,600,000)	(20,500,000)
Office of rural development.....	(697,400)	(697,400)
Total - Agriculture & Rural Development.....	(\$30,362,300)	(\$21,197,400)
Attorney General		
Utility consumer protection revenue.....	\$900,000	\$0
Legal services for new department, MiLEAP	740,000	0
Removal of FY 2023-24 one-time funding	(21,400,000)	(21,400,000)
Total - Attorney General	(\$19,760,000)	(\$21,400,000)
Civil Rights		
Removal of FY 2023-24 one-time funding	(5,000,000)	(5,000,000)
Total - Civil Rights	(\$5,000,000)	(\$5,000,000)
Community Colleges		
North American Indian tuition waiver adjustment	\$49,100	\$0
Removal of FY 2023-24 one-time funding.....	(48,366,600)	0
MPSERS UAAL adjustment	(43,700,000)	0
MPSERS normal cost adjustment	(1,200,000)	0
Total - Community Colleges.....	(\$93,217,500)	\$0
Corrections		
Prisoner health care services.....	\$16,228,600	\$16,228,600
Nursing contract costs.....	10,443,300	10,443,300
Detroit Detention Center	1,600,000	0
City of Jackson water and sewer rate increases.....	232,700	232,700
Removal of FY 2023-24 one-time funding	(20,700,000)	(8,700,000)
Total - Corrections.....	\$7,804,600	\$18,204,600
Education		
Federal authorization increase.....	\$70,000	\$0
Removal of FY 2023-24 one-time funding	(58,575,000)	(18,475,000)
Total - Education	(\$58,505,000)	(\$18,475,000)

**FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION
BASELINE (CSB) ADJUSTMENTS**

Budget Area/Program	Gross	GF/GP
Environment, Great Lakes, and Energy		
Information technology increase.....	\$1,008,100	\$226,100
Annualization of healthy hydration implementation	450,300	450,300
Conservation officer parity pay	384,000	384,000
Removal of FY 2023-24 one-time funding.....	(164,585,200)	(109,585,200)
CSB technical adjustments.....	(104,500)	0
Total - Environment, Great Lakes, & Energy	(\$162,847,300)	(\$108,524,800)
Health & Human Services		
Traditional Medicaid - physical health adjustments	\$1,506,111,900	\$45,312,700
Healthy Michigan Plan - physical health adjustments	873,575,100	6,329,300
Actuarial soundness - physical health	368,257,900	92,890,000
Actuarial soundness - behavioral health.....	128,433,400	41,589,300
Traditional Medicaid - behavioral health adjustments	78,192,300	21,862,300
Children's special health care services adjustments	22,136,500	15,208,700
Federal women, infants, and children program (WIC) authorization increase	20,000,000	0
Community mental health services settlement.....	11,471,200	4,000,000
Income verification contract.....	5,527,300	3,911,700
Aging services authorization increase	4,950,000	0
Program all-inclusive care for the elderly (PACE) site expansion	3,153,300	1,099,600
Family support subsidy adjustments	3,016,000	0
Preschool dental screenings	2,500,000	2,500,000
Nursing home screening costs PAS/ARR-OBRA.....	2,000,000	500,000
Federal weatherization program authorization increase	1,355,300	0
State restricted newborn screening fees authorization	981,700	0
Federal authorization increase office of inspector general.....	750,000	0
Federal Children's Special Health Care Services authorization increase ..	500,000	0
Local office security	490,000	376,200
Federal adult protective services grant increase.....	421,000	0
Federal Michigan 2-1-1 authorization increase	321,600	0
Federal community-based child abuse prevention formula grant increase	130,000	0
State juvenile justice facility pharmaceutical increase.....	37,000	18,500
State restricted marijuana regulatory fund authorization.....	18,400	0
State psychiatric hospitals and centers adjustment	0	33,200
Healthy homes program	0	31,800
Public assistance adjustments	(1,253,334,800)	2,296,500
One-time: Remove FY24 items	(347,413,400)	(317,450,000)
Healthy Michigan Plan - behavioral health adjustments.....	(93,949,300)	(12,378,800)
Medicare buy-in compliance costs	(25,709,700)	8,812,700
Federal Medicare pharmaceutical program error correction	(4,215,500)	0
Child welfare adjustments.....	(2,137,300)	16,237,800
Federal strong families safe children authorization decrease	(1,000,000)	0
Total - Health & Human Services.....	\$1,306,569,900	(\$66,818,500)
Higher Education		
Children of veterans and officers survivor tuition grant cost incr.	\$600,000	\$600,000
North American indian tuition waiver reimbursement costs	507,800	507,800
Removal of FY 2023-24 one-time funding	(117,870,000)	(87,870,000)
MPERS normal cost adjustment.....	(600,000)	0
Total - Higher Education.....	(\$117,362,200)	(\$86,762,200)

**FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION
BASELINE (CSB) ADJUSTMENTS**

Budget Area/Program	Gross	GF/GP
Insurance & Financial Services		
Insurance evaluation and consumer services and protection – authorization and FTE increase	\$1,314,100	\$0
Pharmacy benefit manager licensure and regulation act – authorization	660,000	0
Total - Insurance & Financial Services	\$1,974,100	\$0
Judiciary		
Convert contractors to FTEs	\$934,700	\$934,700
SADO salary adjustment for collective bargaining agreement.....	856,100	856,100
Statutory judicial increase	305,500	171,700
Specialty courts grant adjustment	305,000	0
SADO salary adjustment for NERE.....	205,600	205,600
State officers' compensation commission rec.	166,600	166,600
Building security contract increase	50,400	50,400
Removal of FY 2023-24 one-time funding	(5,500,000)	(5,500,000)
Total - Judiciary.....	(\$2,676,100)	(\$3,114,900)
Labor and Economic Opportunity		
Bureau of services for blind persons	\$3,435,100	\$0
Office of rural prosperity grants transfer.....	697,400	697,400
State historic preservation office	300,000	0
Michigan arts and cultural grants.....	50,000	0
Removal of FY 2023-24 one-time funding.....	(1,043,330,000)	(1,018,330,000)
Technical adjustments	(6,479,500)	0
Total - Labor & Economic Opportunity	(\$1,045,327,000)	(\$1,017,632,600)
Legislature		
Michigan Independent Citizens Redistricting Commission	\$21,400	\$21,400
Total - Legislature	\$21,400	\$21,400
Licensing and Regulatory Affairs		
MIDC grants.....	\$24,574,900	\$24,574,900
MPSC - clean energy implementation	5,822,700	0
FY25 Cannabis Regulatory Agency – Attorney General	2,049,600	0
Utility Consumer Participation Board increase	1,250,000	0
Medication aide program implementation	1,062,200	0
PSC - 5-year energy waste reduction and demand response studies	1,000,000	0
LARA interdepartmental grant adjustments	385,000	0
Public Service Commission - information technology increase.....	261,000	0
Information technology software licensing support	100,000	0
Removal of FY 2023-24 one-time funding.....	(\$37,850,000)	(\$11,350,000)
Total - Licensing & Regulatory Affairs.....	(\$1,344,600)	\$13,224,900
Lifelong Education, Advancement, & Potential		
Central office support staff	\$7,531,200	\$7,531,200
Child care federal match technical adjustment	0	(221,900)
Child care division IDG and defined calc adjustments.....	(20,060,900)	0
Total - Lifelong Education, Advancement, & Potential	(\$12,529,700)	\$7,309,300
Military and Veterans Affairs		
Grand Rapids home for veterans operating adjustment.....	\$9,723,700	\$6,866,500
Chesterfield home for veterans operating adjustment.....	5,034,400	3,026,300
Jacobetti home for veterans operating adjustment	1,640,000	278,000
Military retirement	1,419,600	1,419,600
Michigan veterans home administration operating adjustment	941,900	941,900
National guard facilities contract increases	287,000	9,000
Air national guard user ID	50,000	50,000
Removal of FY 2023-24 one-time funding.....	(15,00,000)	(15,000,000)
Total - Military & Veterans Affairs.....	\$4,096,600	(\$2,408,700)

**FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION
BASELINE (CSB) ADJUSTMENTS**

Budget Area/Program	Gross	GF/GP
Natural Resources		
Wetland restoration, enhancement, and acquisition	\$1,000,000	\$0
Align VTS budget with increased rates	890,300	343,100
Local boating infrastructure maintenance and improvements	177,500	0
State boating infrastructure maintenance	147,500	0
Accounting service center IDG increase	120,000	11,400
Removal of FY 2023-24 one-time funding	(42,000,000)	(17,000,000)
FY 2023-24 appropriations not needed in FY 2024-25	(9,750,000)	0
CSB technical	(3,658,400)	(4,000,000)
State parks repair and maintenance	(300,000)	0
Total - Natural Resources	(\$53,373,100)	(\$20,645,500)
School Aid		
Special education costs	\$306,400,000	\$0
Special education replace one-time funding	76,150,000	0
Federal special education authorization increases	72,000,000	0
School meals replace one-time funding	60,000,000	0
School meals cost increase	40,000,000	0
Promise zones	9,100,000	0
Remove FY 2023-24 one-time items	(2,324,086,000)	(38,150,000)
Foundation allowance costs	(245,200,000)	0
School Bond Loan Fund payments	(88,000,000)	0
MPSERS costs	(41,250,000)	0
Total - School Aid	(\$2,134,886,000)	(\$38,150,000)
State		
Licensing plate purchasing agreement	\$1,146,500	\$0
Financial disclosure reforms for public officials	1,145,000	1,145,000
Postal and mailing cost increases	1,115,000	0
Central operations contract increases (tabs, decals, and forms)	650,000	0
Expansion of automatic voter registrations	296,000	296,000
FY 2023-24 one-time removal	(27,309,200)	(100,000)
Total - State	(\$22,956,700)	\$1,341,000
State Police		
Alignment of federal and restricted with available revenues	\$16,955,000	\$0
Recruit school annualization	5,473,000	5,473,000
Intelligence operation software	474,000	474,000
Breathalyzer maintenance	83,100	83,100
Removal of FY 2023-24 one-time funding	(13,341,900)	(12,390,300)
Total - State Police	\$9,643,200	(\$6,360,200)
Technology, Management, and Budget		
Information technology IDG adjustments	\$20,022,000	\$0
Technical adjustments	15,769,700	0
State Building Authority rent increases	9,600,000	9,600,000
Secondary Complex Expansion	758,000	0
Vendor compliance	279,900	0
Accounting service center adjustment	146,100	0
SWCAP adjustments	0	2,344,900
Make it in Michigan competitiveness fund	(286,805,700)	(286,805,700)
Enterprisewide special maintenance	(25,000,000)	(25,000,000)
Information technology investment fund	(17,892,000)	(17,892,000)
Retirement IT modernization project	(11,800,000)	0
Next generation management training	(5,000,000)	(5,000,000)
Vendor cybersecurity monitoring	(4,000,000)	(4,000,000)
Make it in Michigan	(100)	0
Total - Technology, Management, & Budget	(\$303,922,100)	(\$326,752,800)

**FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION
BASELINE (CSB) ADJUSTMENTS**

Budget Area/Program	Gross	GF/GP
Transportation		
State trunkline road and bridge	\$123,409,800	\$0
County road commissions	64,840,200	0
Transit capital	36,925,800	0
Cities and villages	36,151,300	0
Local federal aid road and bridge	26,181,000	0
Aeronautics	21,537,700	0
Highway maintenance - materials and services	17,878,700	0
Marine passenger service	15,053,000	0
Rail operations and infrastructure	14,500,000	0
Local bus operating	5,000,000	0
Service initiatives	2,120,400	0
State planning and research	2,000,000	0
Nonurban operating/capital	780,900	0
Asset management council	423,600	0
CSB technical	353,300	0
Information technology MICARS support	270,000	0
Specialized services	262,500	0
Movable bridge program	150,500	0
Intercity services	121,200	0
Removal of FY 2023-24 one-time funding	(407,000,000)	(288,100,000)
Debt service	(3,036,400)	0
Target industries	(1,321,300)	0
Urban county congestion	(660,700)	0
Rural county primary	(660,700)	0
Local bridge program	(483,800)	0
Total - Transportation	(\$45,203,000)	(\$288,100,000)
Treasury - Debt Service		
Clean Michigan initiative	\$1,227,000	\$1,227,000
Quality of life bond	210,000	210,000
Great Lakes water initiative	(6,434,100)	(6,434,100)
Total - Treasury - Debt Service	(\$4,997,100)	(\$4,997,100)
Treasury - Operations		
Recreational marijuana grants	\$24,710,000	\$0
Payments in Lieu of Taxes	2,868,700	2,200,400
Gaming Control IDG adjustments	795,100	0
IT licensing costs	420,800	420,800
Election administration support fund adjustment	49,100	49,100
Removal of FY 2023-24 one-time appropriations	(\$104,359,200)	(\$102,359,200)
Total - Treasury - Operations	(\$75,515,500)	(\$99,688,900)
Treasury - Revenue Sharing		
Removal of FY 2023-24 one-time appropriations	(\$10,461,800)	\$0
Constitutional state general revenue sharing	(2,988,100)	0
Total - Treasury - Revenue Sharing	(\$13,449,900)	\$0
TOTAL - CSB ADJUSTMENTS	(\$2,873,125,300)	(\$2,095,927,400)
	(\$2,905,001,200)	Adjusted Gross

Table 13

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION		
NEW PROGRAMS		
Budget Area/Program	Gross	GF/GP
Agriculture & Rural Development		
Farm to family program.....	\$4,000,000	\$4,000,000
Agriculture environmental assurance program team.....	0	0
Total - Agriculture & Rural Development.....	\$4,000,000	\$4,000,000
Community Colleges		
MPSERS payroll cap reduction from 20.96% to 20.0%	\$5,700,000	\$0
Total - Community Colleges.....	\$5,700,000	\$0
Environment, Great Lakes, and Energy		
Leveraging federal funding for lead line replacement program.....	\$35,000,000	\$35,000,000
Deploying clean fuel and charging infrastructure	25,000,000	25,000,000
MI clean fleets.....	20,000,000	20,000,000
Green infrastructure projects	10,000,000	10,000,000
Green infrastructure projects	5,300,200	5,300,200
Total - Environment, Great Lakes, & Energy.....	\$95,300,200	\$95,300,200
Health & Human Services		
One-time: racial disparities task force	\$25,000,000	\$0
One-time: family planning local agreements grants.....	14,200,000	14,200,000
One-time: nursing loan repayment program	10,000,000	10,000,000
One-time: multicultural services	8,600,000	8,600,000
One-time: healthy moms, healthy babies one-time maternal health grants....	7,500,000	7,500,000
One-time: statewide emergency shelter support one-time	7,250,000	7,250,000
One-time: juvenile justice investments.....	5,000,000	5,000,000
One-time: community violence intervention services.....	5,000,000	0
One-time: employment and training services grants.....	5,000,000	5,000,000
One-time: weatherization Federal match	5,000,000	5,000,000
One-time: firearm injury and violence prevention grant	4,300,000	4,300,000
One-time: fire fighter health care.....	3,500,000	3,500,000
One-time: behavioral health workforce	3,000,000	0
One-time: healthy moms, healthy babies doula care	2,909,800	1,454,900
One-time: first responder and public safety staff mental health.....	2,500,000	2,500,000
One-time: children's services staff administration training.....	2,000,000	2,000,000
One-time: home health care authority.....	1,000,000	1,000,000
One-time: national kidney foundation of Michigan	250,000	250,000
Total - Health & Human Services.....	\$112,009,800	\$77,554,900
Insurance & Financial Services		
Insurance Complaints and Healthcare Appeals Outreach Campaign	\$250,000	\$0
Total - Insurance & Financial Services	\$250,000	\$0
Labor and Economic Opportunity		
Michigan innovation fund.....	\$60,000,000	\$0
Build ready sites program	25,000,000	25,000,000
Talent solutions.....	20,000,000	20,000,000
Michigan marketing initiatives.....	20,000,000	20,000,000
Community and worker economic transition office.....	5,000,000	5,000,000
Community and neighborhood initiatives	5,000,000	5,000,000
Global talent and retention	4,000,000	4,000,000
Michigan growth office	4,000,000	4,000,000
Prosperity bureau	1,000,000	1,000,000
Language access.....	500,000	500,000
Total - Labor & Economic Opportunity	\$144,500,000	\$84,500,000
Legislature		
Actuarially determined contribution (Legislative Retirement System).....	\$100	\$100
Total - Legislature	\$100	\$100

**FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION
NEW PROGRAMS**

Budget Area/Program	Gross	GF/GP
Licensing and Regulatory Affairs		
Executive director programs - consultation, education, and performance office	\$400,000	\$0
Health sector implicit bias study	250,000	\$0
Total - Licensing & Regulatory Affairs.....	\$650,000	\$0
Military and Veterans Affairs		
Selfridge Air National Guard base (same as FY 2023-24)	\$10,000,000	\$10,000,000
Eliminating veteran homelessness grants (\$2.0 million in FY 2023-24)	1,500,000	1,500,000
Michigan army national guard soldier referral program	300,000	300,000
Total - Military & Veterans Affairs.....	\$11,800,000	\$11,800,000
School Aid		
Per-pupil mental health and school safety grants (continued from FY 2023-24)	\$300,000,000	\$0
Literacy supports	155,000,000	0
MI Kids Back on Track (previously funded in FY 2022-23)	150,000,000	0
Transportation costs (continued from FY 2023-24)	125,000,000	0
Additional MPSERS cost offset - 20.00% rate cap.....	94,300,000	0
Additional weighted funding for high poverty students	90,250,000	250,000
MPSERS PGA buydown (continued from FY 2023-24)	84,100,000	0
Enrollment stabilization (continued from FY 2023-24)	71,000,000	0
Grow-Your-Own (previously funded in FY 2022-23)	50,000,000	0
Statewide teacher mentoring and induction (continued from FY 2023-24)	50,000,000	0
Before and after school programs (continued from FY 2023-24)	50,000,000	0
FAFSA completion challenge (continued from FY 2023-24)	40,000,000	0
GSRP classroom startup grants (previously funded in FY 2022-23)	35,000,000	0
Key industries pilot.....	20,000,000	0
GSRP transportation (continued from FY 2023-24)	18,000,000	0
CTE equipment upgrades (continued from FY 2023-24)	15,000,000	0
TRAILS (previously funded in FY 2022-23).....	12,500,000	0
MPSERS ISD and library reimbursement (continued from FY 2023-24)	11,939,000	0
Benchmark assessments (previously funded in FY 2022-23).....	11,500,000	0
LETRS: professional learning early literacy (continued from FY 2023-24)	10,000,000	0
READ innovation competition	10,000,000	0
Reading Corps. (continued from FY 2023-24)	5,000,000	0
Student success strategies.....	5,000,000	0
Improving access to books (continued from FY 2023-24).....	4,000,000	0
MERI partnership.....	1,000,000	0
Peer mentoring	1,000,000	0
Total - School Aid.....	\$1,419,589,000	\$250,000
State Police		
Law enforcement training, recruitment and retention grant.....	\$5,000,000	\$5,000,000
Contracts and services - executive security -ongoing	2,000,000	2,000,000
Total - State Police	\$7,000,000	\$7,000,000
Technology, Management, and Budget		
State employee Flexible Spending Account dependent care match	\$31,500,000	\$31,500,000
Make It in Michigan competitiveness fund. (Continued from FY 2023-24).....	25,000,000	25,000,000
Self insured property fund	10,000,000	10,000,000
Enterprisewide special maintenance. (Continued from FY 2023-24)	8,000,000	8,000,000
Enterprise language accessibility	2,360,000	2,360,000
State fleet electric vehicle transition. (Continued from FY 2023-2)	2,000,000	2,000,000
Total - Technology, Management, & Budget	\$78,860,000	\$78,860,000
Transportation		
Federal match and priority bridge investment-one-time	\$150,000,000	\$150,000,000
Transit innovation grants-one-time	30,000,000	30,000,000
Blue water bridge equipment and facilities purchases-one-time	990,000	0
Total - Transportation	\$180,990,000	\$180,000,000

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION NEW PROGRAMS		
Budget Area/Program	Gross	GF/GP
Treasury - Operations		
MI vehicle rebate	\$25,000,000	\$25,000,000
Secure retirement for small businesses	3,000,000	3,000,000
Total - Treasury - Operations	\$28,000,000	\$28,000,000
TOTAL NEW PROGRAMS.....	\$2,088,649,100	\$567,265,200
	\$2,088,649,100	Adjusted Gross

Table 14

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION FUNDING INCREASES		
Budget Area/Program	Gross	GF/GP
Attorney General		
LEO IDG increase.....	\$850,000	\$0
Cannabis regulation increased revenue.....	780,500	0
Criminal trial services.....	515,000	515,000
Child support enforcement	200,000	67,900
Prisoner collections.....	200,000	0
Total - Attorney General	\$2,545,500	\$582,900
Civil Rights		
Complaint investigation and enforcement	\$5,000,000	\$5,000,000
Total - Civil Rights	\$5,000,000	\$5,000,000
Community Colleges		
Community college operations increase – 2.5%	\$8,920,800	\$0
Total - Community Colleges	\$8,920,800	\$0
Corrections		
Thumb Education Center (One-Time)	\$3,400,000	\$0
Peer-led reentry programs.....	1,500,000	1,500,000
Expand In-Reach (parole planning) services	900,000	900,000
Thumb Education Center.....	483,600	483,600
Field operations (inc. pmts. to locals)	0	0
Total - Corrections	\$6,283,600	\$2,883,600
Education		
School infrastructure and consolidation administration	\$750,000	\$750,000
Grants management system administration	520,000	520,000
Summer EBT food benefits	500,000	500,000
Comprehensive school mental health system	500,000	500,000
CTE administration	350,000	350,000
Poet laureate	100,000	100,000
Total - Education.....	\$2,720,000	\$2,720,000
Environment, Great Lakes, and Energy		
Landfill tipping fee adjustment	\$80,000,000	\$0
IIJA funding- Water State Revolving Fund authorization.....	24,956,000	3,500,000
Leveraging federal funding for lead line replacement program	5,000,000	5,000,000
Permitting public outreach	4,400,500	4,400,500
Cleaning up contaminated sites	0	0
Total - Environment, Great Lakes, & Energy	\$114,356,500	\$12,900,500
Health and Human Services		
Certified community behavioral health clinics expansion	\$193,324,000	\$35,631,100
Child caring institution rate restructuring	37,964,600	30,343,100
Medicaid behavioral health provider rate increase	36,149,400	10,209,700
Family independence program (FIP) increase per case and extend time limits	36,000,000	0
Incarcerated individuals community reentry Medicaid waiver benefit	30,500,000	5,600,000
State emergency relief (SER) funding increase	30,000,000	0
Prenatal and infant support program	24,000,000	0

**FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION
FUNDING INCREASES**

Budget Area/Program	Gross	GF/GP
Health and Human Services (continued)		
Medicaid health plan procurement improvements (Mihealthy life)	20,008,000	7,579,000
Michigan energy assistance program	15,000,000	15,000,000
Non-direct care wage increase	14,000,000	14,000,000
Medicaid birth expenses recovery program elimination	13,700,000	4,777,200
MISEP strategy & improvements	10,000,000	10,000,000
Family independence program (FIP) small child supplemental payment increase	10,000,000	0
Racial disparities task force investment	10,000,000	10,000,000
Medicaid reimbursement for peer support substance use disorder services	8,333,300	2,500,000
Michigan crisis and access line	7,250,000	8,286,400
Juvenile justice investments	6,912,300	5,731,800
MIChoice structured family caregiving	5,000,000	1,743,500
Smoking prevention and cessation funding increase	5,000,000	5,000,000
Gambling disorder prevention and treatment investment	4,000,000	0
Child welfare - housing assistance	3,500,000	0
Healthy moms, healthy babies - Medicaid maternal infant health program enhancement	3,335,000	918,700
Sexual assault victim services	2,000,000	2,000,000
Healthy moms, healthy babies doula care	1,951,900	545,100
Foster care clothing and holiday allowances increases	1,455,000	1,110,700
2-1-1 public assistance help line increase	1,000,000	1,000,000
Behavioral health workforce investment	500,000	500,000
Community violence intervention services	500,000	500,000
MIChild family insurance premium elimination	(800,000)	1,800,000
Total - Health & Human Services	\$530,583,500	\$174,776,300
Higher Education		
University operations - 2.5% increase	\$42,536,800	\$42,536,800
Postsecondary scholarship fund deposit (MI Achievement)	30,000,000	30,000,000
Tuition incentive program cost increase	20,000,000	20,000,000
Total - Higher Education	\$92,536,800	\$92,536,800
Judiciary		
Statewide case management system operating costs	\$4,600,000	\$4,600,000
SADO workload standards implementation	3,259,000	3,259,000
judicial security enhancements	475,000	475,000
Administrative and support staff	450,000	450,000
MAACS youth defense manager	157,000	157,000
Total - Judiciary	\$8,941,000	\$8,941,000
Labor and Economic Opportunity		
Going Pro	\$20,000,000	\$20,000,000
Business attraction and community revitalization	20,000,000	20,000,000
New Michigander	8,000,000	8,000,000
Federal vocational rehabilitation state match	5,852,600	1,250,000
Arts and cultural grants	5,000,000	5,000,000
Office or rural prosperity grants	2,500,000	2,500,000
Workers' disability compensation agency fee increase	1,500,000	0
Focus: HOPE	1,000,000	1,000,000
Michigan occupational safety and health radiation safety fees	582,000	0
Total - Labor & Economic Opportunity	\$64,434,600	\$57,750,000
Legislature		
House 5.0% overall increase	\$3,561,600	\$3,561,600
Senate 5.0% overall increase	2,433,800	2,433,800
Legislative council 5.0% overall increase	994,700	994,700
Binsfeld Office Building	469,800	469,800
Cora Anderson Building	325,000	325,000
State Capitol historic site general operations 5.0% overall increase	313,100	290,800
Legislative retirement system 5.0% overall increase	299,100	229,500

**FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION
FUNDING INCREASES**

Budget Area/Program	Gross	GF/GP
Legislature (continued)		
Senate fiscal agency 5.0% overall increase	225,500	225,500
House fiscal agency 5.0% overall increase	225,500	225,500
State Capitol historic site maintenance 5.0% overall increase	188,600	0
Legislative corrections ombudsman.5.0% overall increase	75,500	75,500
Michigan veterans facility ombudsman 5.0% overall increase	17,600	17,600
Worker's compensation 5.0% overall increase	8,400	8,400
Total - Legislature	\$9,138,200	\$8,857,700
Licensing and Regulatory Affairs		
MIDC - minimum standards 6 & 7 compliance related to caseloads and qualifications	\$12,853,000	\$12,853,000
Elevator inspections	4,400,000	0
Cannabis regulatory agency	3,448,500	0
Nursing home surveys and investigation	1,855,000	1,855,000
Bureau of professional licensing	1,500,000	0
Bureau of construction codes	1,486,300	0
Bureau of community and health systems- Qual interpreters	800,000	800,000
MPSC - authorization increase	562,600	0
Corporations division - authorization increase	550,000	0
Total - Licensing & Regulatory Affairs	\$27,455,400	\$15,508,000
Lifelong Education, Advancement, & Potential		
One-time child care worker subsidy	\$60,000,000	\$60,000,000
Child care 10% rate increase	37,927,400	18,963,700
Child care rate increase for foster youth providers	8,500,000	0
Improved child care inspections	4,840,100	0
Federal support for family child care networks	4,000,000	0
Water testing at child care centers	500,000	500,000
Additional staff for out-of-school time program	366,500	366,500
Increase admin support for tri-share	176,500	176,500
Total - Lifelong Education, Advancement, & Potential	\$116,310,500	\$80,006,700
Natural Resources		
Recreation passport opt out and resident veteran exemption	\$17,190,300	\$0
Radio and modem lifecycle investment	878,300	878,300
Law enforcement division officer safety and records management system	700,000	700,000
Land and Water Conservation Fund compliance and stewardship	151,100	76,100
Cultural resource management	0	0
Total - Natural Resources	\$18,919,700	\$1,654,400
School Aid		
Foundation allowance	\$316,000,000	\$0
GSRP expansion	63,500,000	0
Special education millage equalization	50,000,000	0
GSRP rate increase	42,741,000	0
At-risk	23,800,000	0
Vocational education (continued from FY 2023-24)	14,441,000	0
Literacy coaches for K-3 teachers	3,250,000	0
Bilingual education	3,047,000	0
ISD general operations support	1,984,000	0
Michigan Virtual High School (continued from FY 2023-24)	1,800,000	1,800,000
College and career readiness tools (continued from FY 2023-24)	1,000,000	1,000,000
Great Start early childhood block grants	1,000,000	0
Early On	1,000,000	0
Rural and isolated districts	885,000	0
MiSTEM network regions	320,000	0
GSRP longitudinal study (continued from FY 2023-24)	250,000	250,000
Total - School Aid	\$525,018,000	\$3,050,000

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION FUNDING INCREASES		
Budget Area/Program	Gross	GF/GP
State		
Operational realignment and filling vacant positions	\$5,334,000	\$0
Total - State	\$5,334,000	\$0
State Police		
Capitol security	\$1,390,700	\$1,390,700
Total - State Police	\$1,390,700	\$1,390,700
Technology, Management, and Budget		
Michigan Public Safety Communication System lifecycle replacement	\$10,000,000	\$10,000,000
Office of Retirement Services customer service enhancements	1,600,000	0
Building occupancy health and safety	251,000	251,000
Total - Technology, Management, & Budget	\$11,851,000	\$10,251,000
Transportation		
MI contracting opportunity-one-time	\$5,000,000	\$5,000,000
Airport safety, protection, and improvement	2,500,000	0
Blue water bridge staffing and maintenance/operations	515,800	0
Total - Transportation	\$8,015,800	\$5,000,000
Treasury-Operations		
MiABLE outreach	\$3,000,000	\$3,000,000
Internet gaming and sports betting staffing	1,942,300	0
Lottery operations – promotions	1,000,000	0
Tax processing services	800,000	0
Lottery information technology services and projects	592,000	0
Unclaimed property	517,100	0
iLottery website and application redesign	510,000	0
Marihuana retailer attestation form processing	261,700	0
Total - Treasury - Operations	\$8,623,100	\$3,000,000
Treasury-Revenue Sharing		
City, village, and township revenue sharing	\$14,676,800	\$0
City, village, and township revenue sharing - one-time	14,676,800	0
County revenue sharing	12,810,000	0
County revenue sharing - one-time	12,810,000	0
Total - Treasury - Revenue Sharing	\$54,973,600	\$0
TOTAL - PROGRAM INCREASES	\$1,623,352,300	\$486,809,600
	\$1,621,721,800	Adjusted Gross

Table 15

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION FUNDING ELIMINATIONS		
Budget Area/Program	Gross	GF/GP
Health & Human Services		
Return Raise the Age to 50/50 county/state split	(\$13,150,000)	(\$13,150,000)
Total - Health & Human Services	(\$13,150,000)	(\$13,150,000)
School Aid		
Nonpublic school health/safety reimbursements	(\$1,000,000)	(\$1,000,000)
Total - School Aid	(\$1,000,000)	(\$1,000,000)
TOTAL FUNDING ELIMINATIONS	(\$14,150,000)	(\$14,150,000)
	(\$14,150,000)	Adjusted Gross

Table 16

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION FUNDING REDUCTIONS		
Budget Area/Program	Gross	GF/GP
Corrections		
Reduce Offender Success Services line item for new programs	(\$2,883,600)	(\$2,883,600)
Total - Corrections	(\$2,883,600)	(\$2,883,600)
Health and Human Services		
Office of Inspector General Double Billing	(\$17,094,600)	(\$3,500,000)
Raise The Age Reverting to 50% Reimbursement	(9,000,000)	(9,000,000)
Total - Health & Human Services	(\$26,094,600)	(\$12,500,000)
Higher Education		
New Michigan Tuition Grant phaseout to MI Achievement	(\$7,095,600)	(\$7,095,600)
Continue MI Comp. Scholarship phaseout to MI Achievement.....	(6,930,800)	(6,930,800)
Total - Higher Education	(\$14,026,400)	(\$14,026,400)
Legislature		
Legislative auditor general field operations 40.0% overall decrease	(\$8,343,700)	\$999,700
Sentencing Commission (reduced to a \$100 placeholder)	(999,900)	(999,900)
Total - Legislature	(\$9,343,600)	(\$200)
Military & Veterans Affairs		
Michigan national guard tuition assistance program	(\$300,000)	(\$300,000)
Total - Military & Veterans Affairs	(\$300,000)	(\$300,000)
School Aid		
MPSERS rate cap	(\$631,700,000)	(\$200,000)
Foundation allowance - cyber school reduction	(27,000,000)	0
Total - School Aid	(\$658,700,000)	(\$200,000)
TOTAL - PROGRAM REDUCTIONS	(\$711,348,200)	(\$29,910,200)
	(\$704,426,300)	Adjusted Gross

Table 17

FY 2024-25 GOVERNOR'S APPROPRIATION RECOMMENDATION FUND SHIFTS TO INCREASE/(REDUCE) GF/GP	
Budget Area/Program	GF/GP
Health and Human Services	
Health and safety fund shift: GF/GP to State Restricted	(\$4,625,000)
Title IV-E relative placement Federal payments	(10,000,000)
Direct care workers wage fund source	35,028,100
State restricted long-term care fund merit award trust fund shift	(31,000,000)
State restricted Medicaid fund shift	13,000,000
TANF staffing lines fund shift with GF/GP	40,000,000
Total - Health & Human Services.....	\$42,403,100
Higher Education	
Scholarship programs (TIP, MTG, MCS) TANF to GF/GP shift	\$127,826,400
University operations - GF/GP to SAF fund shift.....	(93,800,000)
Total - Higher Education	\$34,026,400
Licensing & Regulatory Affairs	
Property management transfer	\$23,100
Total - Licensing & Regulatory Affairs.....	\$23,100
School Aid	
Robotics.....	(\$600,000)
School Aid GF-SAF fund shift	69,400
Total - School Aid.....	(\$530,600)
State	
Replaced TACF funding with GF for Legal Services and Branches	(\$1,441,000)
Total - State	(\$1,441,000)
Transportation	
MDOT position transfer	\$0
Planning service fund shift	0
Design and engineering fund shift.....	0
Total - Transportation	\$0
TOTAL - GF/GP FUND SHIFTS	\$74,481,000

Table 18

FY 2024-25 PROGRAM TRANSFERS

Budget Area/Program	Gross	IDGs	Federal	Private	TSS	State Restricted	GF/GP
Education							
Transfer Office of Great Start to MiLEAP	(\$430,916,200)	\$0	(\$376,740,200)	(\$250,000)	(\$53,926,000)	(\$64,600)	(\$53,861,400)
Total – Education	(\$430,916,200)	\$0	(\$376,740,200)	(\$250,000)	(\$53,926,000)	(\$64,600)	(\$53,861,400)
Higher Education							
Receive MI Reconnect program from LEO	\$62,000,000	\$0	\$0	\$0	\$62,000,000	\$0	\$62,000,000
Total – Higher Education	\$62,000,000	\$0	\$0	\$0	\$62,000,000	\$0	\$62,000,000
Labor and Economic Opportunity							
Transfer Reconnect to MiLEAP and Higher Education	(\$68,674,200)	\$0	\$0	\$0	(\$68,674,200)	\$0	(\$68,674,200)
Total – Higher Education	(\$68,674,200)	\$0	\$0	\$0	(\$68,674,200)	\$0	(\$68,674,200)
Licensing & Regulatory Affairs							
Child Care Licensing and Regulation Bureau to MiLEAP	(\$24,286,200)	(\$20,653,100)	\$0	\$0	(\$3,633,100)	(\$501,700)	(\$3,131,400)
Bureau of Community and Health Services Camps Unit (EO 2023-6)	(700,300)	0	0	0	(700,300)	(42,900)	(657,400)
Child Care Licensing Bureau IT Transfer (EO 2023-6)	(600,000)	0	0	0	(600,000)	0	(600,000)
Total - Licensing & Regulatory Affairs.....	(\$25,586,500)	(\$20,653,100)	\$0	\$0	(\$4,933,400)	(\$544,600)	(\$4,388,800)
Lifelong Education, Advancement, & Potential							
Office of great start from MDE	\$430,364,700	\$0	\$376,356,500	\$250,000	\$53,758,200	\$64,600	\$53,693,600
Reconnect from LEO	65,276,000	0	0	0	65,276,000	0	65,276,000
Child care programming from LARA	28,386,500	0	20,653,100	0	7,733,400	544,600	7,188,800
Grant programming from treasury	8,924,600	0	0	0	8,924,600	1,253,100	7,671,500
IT and central supports from MDE	1,151,500	0	383,700	0	767,800	0	767,800
Reconnect to higher education	(62,000,000)	0	0	0	(62,000,000)	0	(62,000,000)
Total - Lifelong Education, Advancement, & Potential	\$472,103,300	\$0	397,393,300	\$250,000	\$74,460,000	\$1,862,300	\$72,597,700
Natural Resources							
Transfer Archives of Michigan from DNR to DTMB (EO 2023-6)	(\$1,915,300)	\$0	\$0	\$0	(\$1,915,300)	\$0	(\$1,915,300)
Total - Natural Resources	(\$1,915,300)	\$0	\$0	\$0	(\$1,915,300)	\$0	(\$1,915,300)
Technology, Management, and Budget							
State Archives of Michigan	\$1,915,300	\$0	\$0	\$0	\$1,915,300	\$0	\$1,915,300
Total - Technology, Management, & Budget	\$1,915,300	\$0	\$0	\$0	\$1,915,300	\$0	\$1,915,300
Treasury-Operations							
Student financial assistance program items to MiLEAP	(\$5,924,600)	\$0	\$0	\$0	(\$5,924,600)	(\$1,253,100)	(\$4,671,500)
Dual enrollment payments to MiLEAP	(3,000,000)	0	0	0	(3,000,000)	0	(3,000,000)
Total - Treasury - Operations	(\$8,924,600)	\$0	\$0	\$0	(\$8,924,600)	(\$1,253,100)	(\$7,671,500)
TOTAL PROGRAM TRANSFERS	\$1,800	(\$20,653,100)	\$20,653,100	\$0	\$1,800	\$0	\$1,800
Adjusted Gross	(\$20,653,100)						

Table 19

FY 2024-25 GOVERNOR'S GROSS APPROPRIATION RECOMMENDATION	
PreK-12 SCHOOL AID APPROPRIATION CHANGES	
(millions of dollars)	
FY 2023-24 Year-to-Date Gross Appropriations.....	\$21,459.7
FY 2024-25 Governor's Recommended Gross Appropriations.....	20,610.0
Net Change in School Aid Appropriations.....	(\$849.7)
Recommended Changes to Current Services Baseline:	
Special education costs	\$306.4
Special education replace one-time funding	76.2
Federal special education authorization increases	72.0
School meals replace one-time funding	60.0
School meals cost increase	40.0
Promise zones	9.1
Economics	0.3
Remove FY 2023-24 one-time items	(2,324.1)
Foundation allowance costs.....	(245.2)
School Bond Loan Fund payments.....	(88.0)
MPSERS costs	(41.3)
Subtotal Changes to Current Services Baseline.....	(\$2,134.6)
Recommended Appropriations for New Programs:	
Per-pupil mental health and school safety grants (continued from FY 2023-24)	\$300.0
Literacy supports.....	155.0
MI Kids Back on Track (previously funded in FY 2022-23).....	150.0
Transportation costs (continued from FY 2023-24)	125.0
Additional MPSERS cost offset - 20.00% rate cap	94.3
Additional weighted funding for high poverty students.....	90.3
MPSERS PGA buydown (continued from FY 2023-24).....	84.1
Enrollment stabilization (continued from FY 2023-24)	71.0
Grow-Your-Own (previously funded in FY 2022-23).....	50.0
Statewide teacher mentoring and induction (continued from FY 2023-24).....	50.0
Before and after school programs (continued from FY 2023-24).....	50.0
FAFSA completion challenge (continued from FY 2023-24).....	40.0
GSRP classroom startup grants (previously funded in FY 2022-23)	35.0
Key industries pilot.....	20.0
GSRP transportation (continued from FY 2023-24).....	18.0
CTE equipment upgrades (continued from FY 2023-24).....	15.0
TRAILS (previously funded in FY 2022-23)	12.5
MPSERS ISD and library reimbursement (continued from FY 2023-24)	11.9
Benchmark assessments (previously funded in FY 2022-23).....	11.5
LETRS: professional learning early literacy (continued from FY 2023-24)	10.0
READ innovation competition	10.0
Reading Corps. (continued from FY 2023-24)	5.0
Student success strategies	5.0
Improving access to books (continued from FY 2023-24)	4.0
MERI partnership	1.0
Peer mentoring	1.0
Subtotal Appropriation New Programs.....	\$1,419.6

FY 2024-25 GOVERNOR'S GROSS APPROPRIATION RECOMMENDATION	
PreK-12 SCHOOL AID APPROPRIATION CHANGES	
(millions of dollars)	
Recommended Appropriation Increases in Existing Programs:	
Foundation allowance: \$241 increase – 2.5%	\$316.0
GSRP expansion	63.5
Special education millage equalization	50.0
GSRP rate increase	42.7
At-risk	23.8
Vocational education (continued from FY 2023-24).....	14.4
Literacy coaches for K-3 teachers	3.3
Bilingual education	3.0
ISD general operations support	2.0
Michigan Virtual High School	1.8
College and career readiness tools (continued from FY 2023-24)	1.0
Great Start early childhood block grants	1.0
Early On	1.0
Rural and isolated districts	0.9
MiSTEM network regions	0.3
GSRP longitudinal study (continued from FY 2023-24)	0.3
Subtotal Appropriation Increases in Existing Programs	\$525.0
Recommended Appropriation Eliminations or Reductions:	
MPERS rate cap	(\$631.7)
Foundation allowance - cyber school reduction	(27.0)
Nonpublic school health/safety reimbursement	(1.0)
Subtotal Appropriation Eliminations or Reductions	(\$659.7)
TOTAL RECOMMENDED APPROPRIATION CHANGES	(\$849.7)

Table 20

FY 2024-25 COMMUNITY COLLEGE APPROPRIATIONS: GOVERNOR'S RECOMMENDATION				
College	FY 2023-24 Year-To-Date	FY 2024-25 Governor's Recommendation		
		Adjustments	Appropriation	Percent Change
Alpena	\$6,327,100	\$166,400	\$6,493,500	2.6%
Bay de Noc.....	6,299,200	174,000	6,473,200	2.8
Delta	16,690,500	376,800	17,067,300	2.3
Glen Oaks	2,939,000	76,700	3,015,700	2.6
Gogebic.....	5,367,600	125,900	5,493,500	2.3
Grand Rapids	20,966,400	555,400	21,521,800	2.6
Henry Ford	24,943,900	610,500	25,554,400	2.4
Jackson	13,887,400	306,500	14,193,900	2.2
Kalamazoo Valley	14,539,400	350,500	14,889,900	2.4
Kellogg	11,290,200	276,900	11,567,100	2.5
Kirtland	3,792,900	109,400	3,902,300	2.9
Lake Michigan	6,321,600	152,700	6,474,300	2.4
Lansing.....	35,752,700	759,600	36,512,300	2.1
Macomb.....	37,661,900	872,400	38,534,300	2.3
Mid Michigan	5,798,500	176,700	5,975,200	3.0
Monroe	5,286,800	139,400	5,426,200	2.6
Montcalm.....	3,966,700	119,300	4,086,000	3.0
Mott	17,823,200	351,200	18,174,400	2.0
Muskegon.....	10,223,600	257,000	10,480,600	2.5
North Central	4,011,000	151,800	4,162,800	3.8
Northwestern	10,650,300	264,000	10,914,300	2.5
Oakland.....	24,755,900	672,200	25,428,100	2.7
Schoolcraft	14,742,500	423,900	15,166,400	2.9
Southwestern	7,695,500	189,900	7,885,400	2.5
St. Clair.....	8,226,400	227,500	8,453,900	2.8
Washtenaw.....	15,938,200	565,000	16,503,200	3.5
Wayne County	19,197,900	444,800	19,642,700	2.3
West Shore.....	<u>2,865,600</u>	<u>73,500</u>	<u>2,939,100</u>	<u>2.6</u>
Subtotal Operations	\$357,961,900	\$8,969,900	\$366,931,800	2.5%
MPSERS Normal Cost Offset	\$23,000,000	(\$1,200,000)	\$21,800,000	(5.2%)
MPSERS Retiree Health Care	7,189,000	0	7,189,000	0.0%
MPSERS Reform Costs.....	105,800,000	(43,700,000)	62,100,000	(41.3%)
MPSERS Payroll Cap Reduction	0	5,700,000	5,700,000	N/A
Renaissance Zone Reimbursements.....	2,200,000	0	2,200,000	0.0%
Infra., Equip., Tech. & Maint. (one-time) ..	32,836,600	(32,836,600)	0	(100.0%)
Career & Ed. Navigators for Adults (one-time)	5,000,000	(5,000,000)	0	(100.0%)
MI Reconnect Entry P Prog. (one-time) ...	5,000,000	(5,000,000)	0	(100.0%)
Critical Incident Mapping (one-time)	5,000,000	(5,000,000)	0	(100.0%)
Workforce development grant (one-time).	<u>530,000</u>	<u>(530,000)</u>	<u>0</u>	<u>(100.0%)</u>
Total Appropriations	\$544,517,500	(\$78,596,700)	\$465,920,800	(14.4%)
State School Aid Fund	544,517,500	(78,596,700)	465,920,800	(14.4)
GF/GP	\$0	\$0	\$0	0.0%

Table 21

FY 2024-25 HIGHER EDUCATION APPROPRIATIONS:
GOVERNOR'S RECOMMENDATION

University	FY 2023-24 Year-To-Date	Governor's Recommendation		Percent Change
		Adjustments	Appropriation	
Central	\$95,413,800	\$2,358,100	\$97,771,900	2.5%
Eastern.....	83,144,700	2,063,700	85,208,400	2.5
Ferris.....	59,646,500	1,491,200	61,137,700	2.5
Grand Valley	97,365,000	2,472,200	99,837,200	2.5
Lake Superior.....	15,190,300	292,200	15,482,500	1.9
Michigan State	318,709,200	8,118,400	326,827,600	2.5
Michigan Tech.....	54,525,700	1,256,200	55,781,900	2.3
Northern.....	53,320,000	1,463,700	54,783,700	2.7
Oakland.....	72,288,800	1,758,300	74,047,100	2.4
Saginaw Valley.....	33,894,500	836,900	34,731,400	2.5
UM-Ann Arbor	356,568,800	9,112,800	365,681,600	2.6
UM-Dearborn	31,233,500	799,500	32,033,000	2.6
UM-Flint	26,404,700	551,000	26,955,700	2.1
Wayne State.....	224,354,500	5,620,900	229,975,400	2.5
Western.....	119,983,900	3,055,900	123,039,800	2.5
Subtotal University Operations	\$1,642,043,900	\$41,251,000	\$1,683,294,900	2.5%
MPSERS Reimbursement	\$0	\$0	\$0	0.0%
MPSERS Normal Cost Offset	9,100,000	(600,000)	4,450,000	(6.6)
MSU AgBioResearch	38,518,400	963,000	1,467,400	2.5
MSU Extension	33,225,000	830,600	1,265,700	2.5
Higher Education Database.....	200,000	0	0	0.0
Midwest Higher Ed Compact	116,800	0	0	0.0
King-Chavez-Parks	2,691,500	0	0	0.0
Finlandia reenrollment (one-time).....	870,000	(870,000)	0	(100.0)
Michigan geological survey (one-time) ..	3,000,000	(3,000,000)	0	(100.0)
MSU Engi. & Innovation (one-time)	30,000,000	(30,000,000)	0	(100.0)
Critical incident mapping (one-time)	5,000,000	(5,000,000)	0	(100.0)
ITEM (one-time)	<u>79,000,000</u>	<u>(79,000,000)</u>	<u>0</u>	<u>(100.0)</u>
Total Universities	\$1,843,765,600	(\$75,425,400)	\$1,768,340,200	(4.1%)
School Aid Fund.....	482,268,300	63,200,000	545,468,300	13.1
State GF/GP	\$1,361,497,300	(\$138,625,400)	\$1,222,871,900	(10.2%)
Grants and Financial Aid				
State Competitive Scholarships	\$26,861,700	(\$6,930,800)	\$19,930,900	(25.8%)
Tuition Grants	42,021,500	(7,095,600)	34,925,900	(16.9)
Tuition Incentive Program (TIP)	73,800,000	20,000,000	93,800,000	27.1

Table 21 continued

**FY 2024-25 HIGHER EDUCATION APPROPRIATIONS:
GOVERNOR'S RECOMMENDATION**

University	FY 2023-24 Year-To-Date	Governor's Recommendation		
		Adjustments	FY 2024-25 Gov. Rec.	Percent Change
Michigan Achievement Scholarship	300,000,000	30,000,000	330,000,000	10.0
Michigan Reconnect Program	0	62,000,000	62,000,000	N/A
Children of Veterans & Officer's Tuition	1,400,000	600,000	2,000,000	42.9
Project Gear-Up	<u>3,200,000</u>	<u>0</u>	<u>3,200,000</u>	<u>0.0</u>
Total Grants/Financial Aid	\$447,283,200	\$98,573,600	\$545,856,800	22.0%
Federal Higher Ed Act	3,200,000	0	3,200,000	0.0
Federal TANF	127,826,400	(127,826,400)	0	(100.0)
State GF/GP	<u>\$316,256,800</u>	<u>\$226,400,000</u>	<u>\$542,656,800</u>	<u>71.6%</u>
TOTAL HIGHER EDUCATION				
TOTAL ALL FUNDS.....	\$2,291,048,800	\$23,148,200	\$2,314,197,000	1.0%
TOTAL FEDERAL	131,026,400	(127,826,400)	3,200,000	(97.6)
TOTAL STATE RESTRICTED	482,268,300	63,200,000	545,468,300	13.1
TOTAL STATE GF/GP	\$1,677,754,100	\$87,774,600	\$1,765,528,700	5.2%

Table 22

REVENUE SHARING APPROPRIATION SUMMARY

Program Name	FY 2023-24 Year-to-Date	FY 2024-25 Governor's Rec. ^{c)}	Dollar Change	Percent Change
Constitutional Revenue Sharing ^{a)}	\$1,109,087,700	\$1,106,099,600	(\$2,988,100)	(0.3%)
CVT Revenue Sharing	299,126,400	322,888,800	23,762,400	7.9
County Revenue Sharing ^{b)}	261,069,700	281,819,100	20,749,400	7.9
Financially Distressed CVTs	2,500,000	2,500,000	0	0.0
TOTAL	\$1,671,783,800	\$1,713,307,500	\$41,523,700	2.5%
a) Reflects the January 2024 consensus revenue estimate for sales tax revenue.				
b) Includes County Revenue Sharing and County Incentive Program.				
c) Includes both ongoing and One-Time Appropriation.				

Table 23

**FY 2024-25 STATE BUDGET RECOMMENDATION
ECONOMIC ADJUSTMENTS INCLUDED IN BUDGET
(millions of dollars)**

	Gross	GF/GP
Wages and Salaries	\$201.1	\$115.8
Longevity and Employee Insurance Costs	117.9	71.2
Retirement Contributions	37.1	21.3
Other Employee Retirement Costs (OERC)	(151.2)	(82.7)
Workers' Compensation	(2.2)	(2.0)
All Other Economics	10.2	5.1
TOTAL ECONOMICS	(212.9)	\$128.0

Table 24

DEBT SERVICE APPROPRIATIONS FY 2023-24 COMPARED WITH FY 2024-25				
Department/Program	FY 2023-24 Gross Appropriation	FY 2024-25 Governor's Rec.	Dollar Change	Percent Change
School Aid				
School Bond Loan	\$111,000,000	\$23,000,000	(\$88,000,000)	(79.3%)
Subtotal School Aid	\$111,000,000	\$23,000,000	(\$88,000,000)	(79.3%)
Labor and Economic Opportunity¹				
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 Labor & Economic Opp.	\$11,900,000	\$11,900,000	\$0	0.0%
DTMB-State Building Authority Rent				
State Agencies	\$68,893,700	\$72,493,700	\$3,600,000	5.2%
Universities	134,595,300	140,195,300	5,600,000	4.2
Community Colleges	33,081,600	33,481,600	400,000	1.2
Subtotal Technology, Mgt., & Budget	\$236,570,600	\$246,170,600	\$9,600,000	4.1%
Transportation				
State Trunkline	\$333,915,000	\$330,880,800	(\$3,034,200)	(0.9%)
Economic Development	1,688,400	1,687,400	(1,000)	(0.1)
Local Bridge Fund	556,800	556,500	(300)	(0.1)
Blue Water Bridge Fund	3,963,000	3,963,100	100	0.0
Airport Safety and Protection Plan	3,616,900	3,615,900	(1,000)	0.0
Subtotal Transportation	\$343,740,100	\$340,703,700	(\$3,036,400)	(0.9%)
Treasury				
Clean Michigan Initiative	\$23,760,000	\$24,987,000	\$1,227,000	5.2%
Great Lakes Water Initiative	72,861,100	66,427,000	(6,434,100)	(8.8%)
Quality of Life Bond	3,463,000	3,673,000	210,000	6.1%
Flint Settlement	35,000,000	35,000,000	0	(0.0%)
Subtotal Treasury	\$135,084,100	\$130,087,000	(\$4,997,100)	(5.0%)
TOTAL	\$838,294,800	\$751,861,300	(\$86,433,500)	(10.3%)

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).

Table 25

TOBACCO SETTLEMENT REVENUE AND APPROPRIATIONS FY 2023-24 COMPARED TO FY 2024-25 GOVERNOR'S RECOMMENDATION (actual dollars)			
	FY 2023-24 Estimated	FY 2024-25 Gov's Rec.	Gov's Rec. Chg. From FY 2023-24
Revenue			
Unreserved Balance from Prior Fiscal Year	\$42,929,200	\$28,647,600	(\$14,281,600)
Total Annual Payments	279,553,100	269,768,700	(9,784,400)
Interest Earnings	2,078,800	2,078,800	0
Total Tobacco Settlement Revenue	\$324,561,100	\$300,495,100	(\$24,066,000)
Less Transfers Out For:			
21st Century Jobs Trust Fund	(75,000,000)	(75,000,000)	0
Detroit Public Schools Trust Fund	(72,000,000)	(41,000,000)	31,000,000
Payment to Budget Stabilization Fund (Detroit)	(17,500,000)	(17,500,000)	0
Payment on 2006 Bond Securitization	(37,292,400)	(35,987,100)	1,305,300
Payment on 2007 Bond Securitization	(30,107,900)	(29,054,100)	1,053,800
Total Transfers Out	(\$231,900,300)	(\$198,541,200)	\$33,359,100
Net Revenue to Merit Award Trust Fund	\$92,660,800	\$101,953,900	\$9,293,100
Appropriations			
Attorney General			
Operations	528,700	528,700	0
Health and Human Services			
Medicaid Base-Long-term Care	57,200,000	88,200,000	31,000,000
Aging-Respite Care	4,068,700	4,068,700	0
State Police			
Criminal Investigations/IT	982,900	982,900	0
Department of Treasury			
Student Financial Services Administration	1,232,900	1,232,900	0
Total Merit Award Trust Fund Appropriations	\$64,013,200	\$95,013,200	\$31,000,000
MERIT AWARD TRUST FUND YEAR-END BALANCE	\$28,647,600	\$6,940,700	(\$21,706,900)

Data Source: State Budget Office

Table 26

FY 2023-24 SUPPLEMENTAL RECOMMENDATIONS BY FUND SOURCE

Budget Area/Program	Gross	Federal	Local	Private	State Restricted	GF/GP
Agriculture & Rural Development						
Employee lump sum payments	\$780,100	\$0	\$0	\$0	\$0	\$780,100
Total - Agriculture & Rural Development.....	\$780,100	\$0	\$0	\$0	\$0	\$780,100
Attorney General						
Employee lump sum payments	\$563,000	\$0	\$0	\$0	\$0	\$563,000
Total - Attorney General	\$563,000	\$0	\$0	\$0	\$0	\$563,000
Civil Rights						
Employee lump sum payments	\$209,300	\$0	\$0	\$0	\$0	\$209,300
Total - Civil Rights.....	\$209,300	\$0	\$0	\$0	\$0	\$209,300
Corrections						
Employee lump sum payments	\$12,077,000	\$0	\$0	\$0	\$0	\$12,077,000
Total - Corrections	\$12,077,000	\$0	\$0	\$0	\$0	\$12,077,000
Education						
Employee lump sum payments	\$309,200	\$0	\$0	\$0	\$0	\$309,200
Total - Education.....	\$309,200	\$0	\$0	\$0	\$0	\$309,200
Environment, Great Lakes, & Energy						
Energy programs	\$22,663,000	\$22,663,000	\$0	\$0	\$0	\$0
Oil, gas, and mineral services	6,955,000	6,955,000	0	0	0	0
Water quality programs	3,298,000	2,424,000	0	0	874,000	0
Executive direction.....	1,267,000	1,267,000	0	0	0	0
Employee lump sum payments	1,002,900	0	0	0	0	1,002,900
Federal - Great Lakes remedial action plan grants	992,000	992,000	0	0	0	0
Material management programs	693,000	231,000	0	462,000	0	0
Water resource programs	475,000	300,000	0	0	175,000	0
Total - Environment, Great Lakes, & Energy	\$37,345,900	\$34,832,000	\$0	\$462,000	\$1,049,000	\$1,002,900
Executive Office						
Employee lump sum payments (One-Time).....	\$167,900	\$0	\$0	\$0	\$0	\$167,900
Total - Executive Office	\$167,900	\$0	\$0	\$0	\$0	\$167,900
Health & Human Services						
Traditional Medicaid - physical health adjustments.....	\$1,406,095,300	\$802,354,900	(\$3,192,900)	(\$1,186,700)	\$624,122,500	(\$16,002,500)
Healthy Michigan Plan - physical health adjustments	1,027,223,100	925,291,700	36,100	915,400	79,285,800	21,694,100
Traditional Medicaid - behavioral health adjustments	128,538,800	78,605,100	0	0	19,058,300	30,875,400
Federal ARP-home and community-based funding-supportive housing...	20,000,000	10,000,000	0	0	0	10,000,000
Federal authorization for women, infant & children (WIC).....	20,000,000	20,000,000	0	0	0	0
Children's special health care services adjustments	19,998,800	6,360,600	0	0	0	13,638,200
Employee lump sum payments	14,648,000	0	0	0	0	14,648,000
Community services block grant	9,907,500	9,907,500	0	0	0	0
Child support enforcement - incentive funding.....	6,413,900	6,413,900	0	0	0	0

FY 2023-24 SUPPLEMENTAL RECOMMENDATIONS BY FUND SOURCE

Budget Area/Program	Gross	Federal	Local	Private	State Restricted	GF/GP
Health & Human Services (continued)						
Federal ARP - strengthening us public health infrastructure - foundational capabilities.....	5,878,800	5,878,800	0	0	0	0
Reproductive health services expansion.....	5,000,000	0	0	0	0	5,000,000
Aging services authority.....	4,950,000	4,150,000	0	0	800,000	0
Federal COVID-19 emerging infections programs.....	4,852,200	4,852,200	0	0	0	0
COVID-19 national wastewater surveillance system.....	3,704,400	3,704,400	0	0	0	0
Federal ARP - epidemiology and lab capacity genomic sequencing ..	3,308,800	3,308,800	0	0	0	0
Family support subsidy adjustments.....	2,940,400	2,940,400	0	0	0	0
Preschool dental screenings.....	2,500,000	0	0	0	0	2,500,000
Child support navigator pilot.....	2,100,000	1,400,000	0	700,000	0	0
Nursing home screening costs PAS/ARR-OBRA.....	2,000,000	1,500,000	0	0	0	500,000
Federal ARP - strengthening us public health infrastructure - data modernization.....	1,919,800	1,919,800	0	0	0	0
Federal COVID-19 immunization and vaccine grant reserve fund.....	1,858,700	1,858,700	0	0	0	0
Weatherization increase.....	1,355,300	1,355,300	0	0	0	0
Federal authorization increase office of inspector general.....	750,000	750,000	0	0	0	0
Federal children's special health care services funding increase.....	500,000	500,000	0	0	0	0
Federal adult protective services grant.....	421,000	421,000	0	0	0	0
Influenza population-based hospitalization surveillance project.....	344,400	344,400	0	0	0	0
Federal Michigan 2-1-1 authorization increase.....	321,600	321,600	0	0	0	0
Federal authorization Increase for family health services special projects	200,000	200,000	0	0	0	0
Federal community-based child abuse prevention formula grant increase .	130,000	130,000	0	0	0	0
Electronic visit verification penalty.....	0	(14,680,500)	0	0	0	14,680,500
Federal authorization transfer.....	0	0	0	0	0	0
Women, infants, and children FTE true-up.....	0	0	0	0	0	0
Gifts & bequests technical adjustment.....	0	0	0	0	0	0
Healthy Michigan Plan co-pay boilerplate.....	0	0	0	0	0	0
Michigan Department of Education - interdepartmental grants redistribution	0	0	0	0	0	0
Local office TANF and capped federal alignment.....	0	0	0	0	0	0
Insurance provider assessment revenue.....	0	0	0	0	13,150,000	(13,150,000)
Restricted fund adjustments.....	0	0	0	0	(6,600,000)	6,600,000
Child welfare unit fund realignment.....	0	0	0	0	0	0
Transfer MIKids now program between units.....	0	0	0	0	0	0
Sacred heart substance use disorder boilerplate change.....	0	0	0	0	0	0
Public assistance adjustments.....	(1,248,059,800)	(1,250,734,600)	0	0	444,800	2,230,000
Healthy Michigan Plan - behavioral health adjustments.....	(68,915,200)	(62,023,600)	0	0	2,983,800	(9,875,400)
Child welfare adjustments.....	(28,549,900)	(16,627,800)	(6,643,100)	(39,200)	1,481,000	(6,720,800)
Medicare buy-in compliance costs.....	(13,098,700)	(8,629,100)	0	0	0	(4,469,600)
Federal Medicare pharmaceutical program error correction.....	(4,215,500)	(4,215,500)	0	0	0	0
Federal strong families safe children authorization decrease.....	(1,000,000)	(1,000,000)	0	0	0	0
Eliminate MIChild premiums (partial year).....	(600,000)	0	0	0	(1,950,000)	1,350,000
Total - Health & Human Services.....	\$1,333,421,700	\$536,558,000	(\$9,799,900)	\$389,500	\$732,776,200	\$73,497,900

FY 2023-24 SUPPLEMENTAL RECOMMENDATIONS BY FUND SOURCE

Budget Area/Program	Gross	Federal	Local	Private	State Restricted	GF/GP
Judiciary						
Lump sum increases to match other state employees	\$1,068,900	\$0	\$0	\$0	\$0	\$1,068,900
Safety and security half year funding	237,500	0	0	0	0	237,500
Total - Judiciary	\$1,306,400	\$0	\$0	\$0	\$0	\$1,306,400
Labor and Economic Opportunity						
Targeted energy investment	\$150,000,000	\$0	\$0	\$0	\$0	\$150,000,000
Office of global Michigan.....	28,064,500	28,064,500	0	0	0	0
Mobility hub project.....	11,000,000	11,000,000	0	0	0	0
Community and worker economic transition office.....	10,000,000	0	0	0	0	10,000,000
Bureau of services for Blind Persons	5,000,000	5,000,000	0	0	0	0
Community and worker economic transition office.....	2,500,000	0	0	0	0	2,500,000
Job creation services	2,000,000	2,000,000	0	0	0	0
Housing readiness incentive grant program.....	1,000,000	0	0	0	0	1,000,000
Employee lump sum payments.....	727,000	0	0	0	0	727,000
Radiation safety section.....	582,000	0	0	0	582,000	0
Total - Labor & Economic Opportunity.....	\$210,873,500	\$46,064,500	\$0	\$0	\$582,000	\$164,227,000
Licensing & Regulatory Affairs						
Employee lump sum payments.....	\$511,200	\$0	\$0	\$0	\$0	\$511,200
Total - Licensing & Regulatory Affairs.....	\$511,200	\$0	\$0	\$0	\$0	\$511,200
Military and Veterans Affairs						
Employee lump sum payments.....	\$757,400	\$0	\$0	\$0	\$0	\$757,400
Michigan veterans affairs agency administration	750,000	750,000	0	0	0	0
Total - Military & Veterans Affairs.....	\$1,507,400	\$750,000	\$0	\$0	\$0	\$757,400
Natural Resources						
Straits State Park interpretive site.....	\$3,600,000	\$0	\$0	\$3,600,000	\$0	\$0
Decree negotiations	2,300,000	0	0	0	0	2,300,000
Brandon Road Lock and Dam.....	1,500,000	0	0	0	0	1,500,000
Employee lump sum payments.....	561,900	0	0	0	0	561,900
Total - Natural Resources	\$7,961,900	\$0	\$0	\$3,600,000	\$0	\$4,361,900
Natural Resources Trust Fund						
Acquisition grants-in-aid.....	\$17,518,500	\$0	\$0	\$0	\$17,518,500	\$0
Development grants-in-aid.....	9,820,600	\$0	\$0	\$0	9,820,600	\$0
Total - Natural Resources Trust Fund.....	\$27,339,100	\$0	\$0	\$0	\$27,339,100	\$0
School Aid						
Special education cost adjustments	\$127,700,000	\$0	\$0	\$0	\$127,700,000	\$0
School meals cost increase	30,000,000	0	0	0	30,000,000	0
GEER fund reallocation	13,300,000	13,300,000	0	0	0	0
Promise zones	2,300,000	0	0	0	2,300,000	0
Foundation allowance costs	(72,200,000)	0	0	0	(72,200,000)	0
Total - School Aid	\$101,100,000	\$13,300,000	\$0	\$0	\$87,800,000	\$0

FY 2023-24 SUPPLEMENTAL RECOMMENDATIONS BY FUND SOURCE

Budget Area/Program	Gross	Federal	Local	Private	State Restricted	GF/GP
State						
Election administration and services.....	\$6,551,900	\$5,720,000	\$0	\$0		\$831,900
Central Operations.....	1,146,500	0	0	0	1,146,500	0
Employee Lump Sum Payments (One-Time)	110,400	0	0	0	0	110,400
Total - State	\$7,808,800	\$5,720,000	\$0	\$0	\$1,146,500	\$942,300
State Police						
Disaster and emergency contingency fund	\$10,000,000	\$0	\$0	\$0	\$0	\$10,000,000
Employee lump sum payments.....	5,244,000	0	0	0	0	5,244,000
Hazard mitigation assistance loan program	500,000	0	0	0	0	500,000
Total - State Police.....	\$15,744,000	\$0	\$0	\$0	\$0	\$15,744,000
Technology, Management, and Budget						
Employee lump sum payments.....	\$1,265,600	\$0	\$0	\$0	\$0	\$1,265,600
Make it in Michigan	300	100	100	100	0	0
Total - Technology, Management, & Budget	\$1,265,900	\$100	\$100	\$100	\$0	\$1,265,600
Transportation						
Employee lump sum payments.....	\$8,373,600	\$0	\$0	\$0	\$0	\$8,373,600
Total - Transportation	\$8,373,600	\$0	\$0	\$0	\$0	\$8,373,600
Treasury-Operations						
Special election costs	\$750,000	\$0	\$0	\$0	\$0	\$750,000
Employee lump sum payments - Treasury.....	641,200	0	0	0	0	641,200
Employee lump sum payments - Lottery operations	569,200	0	0	0	569,200	0
Lottery operations	540,800	0	0	0	540,800	0
Total - Treasury - Operations	\$2,501,200	\$0	\$0	\$0	\$1,110,000	\$1,391,200
TOTAL CURRENT YEAR SUPPLEMENTAL REQUESTS.....	\$1,771,167,100	\$637,224,600	(\$9,799,800)	\$4,451,600	\$851,802,800	\$287,487,900

Table 27

Proposed Fee Increases		
Department	Fee	Estimated Annual Revenue
Environment, Great Lakes, and Energy	Solid Waste Surcharge Fee	\$80,000,000
Labor and Economic Opportunity	Worker's Compensation Fee	\$1,500,000
Natural Resources	Recreation Passport Fee Opt-Out	\$17,190,300
Transportation	Michigan Aircraft Registration Fee	\$2,500,000
Total		\$101,190,300

Table 28

Governor's FY 2024-25 Proposed Changes to Fees		
Department	Purpose	Michigan Compiled Law (MCL)
Environment, Great Lakes, and Energy	Remove fee sunset, increase solid waste surcharge fees, and add Consumer Price Index inflation language	MCL 324.11525a
Environment, Great Lakes, and Energy	Amend Renew Michigan funding allocations to incorporate additional solid waste surcharge revenue as well as create a new category of spending for environmental workforce development.	MCL 206.51g
Labor and Economic Opportunity	Workers' Disability Compensation Agency Redemption Fees and Filing Fees	MCLs 418.835(4); 418.625
Natural Resources	Recreation Passport Opt-Out and Resident Military Exemption	MCL 257.805; 324.74116
Transportation	Aircraft Registration Fees	MCL 259.77(5)

Table 29

**Michigan Natural Resources Trust Fund
Supplemental Request 2024-4**

Trust Fund Acquisition Projects by Priority:	
Village of Lexington’s Harbor Acquisition, Sanilac County (grant-in-aid to Village of Lexington) (#23- 0070)	\$300,000
North Branch Land Acquisition, Macomb County (grant-in-aid to Macomb Township) (#23-0055)	742,500
Sycamore Creek Land Acquisition-Cavanaugh Road, Ingham County (grant-in-aid to City of Lansing) (#23-0032)	300,000
Cloverport Park - Clinton River Buffer Acquisition, Oakland County (grant-in-aid to City of Rochester Hills) (#23-0003)	1,328,000
Black River Ranch Acquisition, Cheboygan County (#23-0208)	3,000,000
Waverly Road Acquisition, Ingham County (grant-in-aid to City of Lansing) (#23-0043)	500,000
Johnson Nature Center Preserve Expansion, Oakland County (grant-in-aid to Bloomfield Hills Schools) (#23-0184)	890,000
Rosy Mound Acquisition - Phase 2, Ottawa County (grant-in-aid to Ottawa County) (#23-0030).....	1,642,000
Superior Greenway Nature Preserve Acquisition, Washtenaw County (grant-in-aid to Superior Charter Township) (#23-0058)	1,020,000
Brown Bridge Quiet Area - Spring Lake Expansion, Grand Traverse County (grant-in-aid to City of Traverse City) (#23-0059)	2,352,200
Middleville State Game Area Land Acquisition, Barry County (#23-0098)	1,200,000
Rogue River State Game Area Land Acquisition, Kent County (#23-0166)	1,200,000
Doe Lake, Cheboygan County (#23-0172)	1,100,000
Betsie River Springs, Benzie County (#23-0171)	620,000
AuSable River Scenic Preserve Acquisition, Iosco County (grant-in-aid to Oscoda Charter Township) (#23-0207)	270,000
Hessel Marina Expansion Project, Mackinac County (grant-in-aid to Clark Charter Township) (#23-0029)	737,000
Gransden Park Expansion, Midland County (grant-in-aid to Edenville Township) (#23-0054)	121,200
Rotary Park Expansion Along the Clinton River, Macomb County (grant-in-aid to City of Sterling Heights) (#23-0113).....	195,600
Trust Fund Development Projects by Priority:	
Development of Covert Park Beach, Van Buren County (grant-in-aid to Covert Township) (#23-0034)	300,000
Cass River Trail Development, Saginaw County (grant-in-aid to Bridgeport Charter Township) (#23- 0136)	300,000
Paul Henry - Thornapple Trail Improvements, Kent County (grant-in-aid to City of Kentwood) (#23-0073).....	300,000
Rotary Park Pavilion Project, Chippewa County (grant-in-aid to City of Sault Ste Marie) (#23-0144)	275,400
North Channel County Park Waterfront Trail Access, St Clair County (grant-in-aid to St Clair County) (#23-0146)	300,000
Niagara Woods Nature Area Development, Bay County (grant-in-aid to City of Bay City) (#23-0161)	300,000
Paint Creek Trail - Bridge Renovation, Oakland County (grant-in-aid to Paint Creek Trailways Commission) (#23-0002).....	300,000
Willow Metropark - Big Bend Fishing Area Renovation, Wayne County (grant-in-aid to Huron- Clinton Metropolitan Authority) (#23-0010)	300,000
Porter Legacy Dunes Park Development, Van Buren County (grant-in-aid to South Haven Area Recreation Authority) (#23-0090)	300,000
Renovation of the Martin Luther King Jr. Equality Trail, Jackson County (grant-in-aid to City of Jackson) (#23-0024)	300,000
Heart of Cedar Springs Playground Development, Kent County (grant-in-aid to City of Cedar Springs) (#23-0102).....	300,000

Historic Pedestrian Bridge Renovation, Genesee County (grant-in-aid to Genesee County) (#23-0012).....	300,000
Grand Traverse Commons Natural Area Accessible Trail, Grand Traverse County (grant-in-aid to Garfield Charter Township) (#23-0025)	300,000
Saginaw Valley Rail Trail Renovation, Saginaw County (grant-in-aid to Saginaw County) (#23-0115).....	300,000
Burchfield Park - Riverbend Natural Area Access Improvements, Ingham County (grant-in-aid to Ingham County) (#23-0142)	300,000
Davis Bridge Park Water Access Renovation, Mecosta County (grant-in-aid to Mecosta County) (#23-0147)	299,800
Flint River Access at the Confluence of Swartz Creek, Genesee County (grant-in-aid to Genesee County) (#23-0013)	300,000
Development of the M-63 Lakeview Trail, Berrien County (grant-in-aid to Berrien County) (#23-0085).....	300,000
Development of Riverfront Park, Berrien County (grant-in-aid to City of Buchanan) (#23-0042).....	229,400
Point Abbaye Natural Area Campsite & Trail Expansion Project, Baraga County (grant-in-aid to Baraga County) (#23-0082).....	300,000
Development of Paw River Water Trail Access, Van Buren County (grant-in-aid to Van Buren County) (#23-0178)	283,700
Sanborn Park Development, St Clair County (grant-in-aid to City of Port Huron) (#23-0016)	250,000
Development of the Fruit Belt Rail Trail - East Segment, Kalamazoo County (grant-in-aid to Oshtemo Township) (#23-0052).....	263,000
Eliza Howell Park - Nature Exploration and Playground Project, Wayne County (grant-in-aid to City of Detroit) (#23-0174)	300,000
Development of the Fruit Belt Rail Trail - Center Segment, Kalamazoo County (grant-in-aid to Oshtemo Township) (#23-0053)	300,000
Seven Mile Road Regional Pathway, Wayne County (grant-in-aid to Northville Township) (#23-0118).....	300,000
Development of the Fruit Belt Rail Trail - West Segment, Kalamazoo County (grant-in-aid to Oshtemo Township) (#23-0129).....	148,000
River Bends Accessible Kayak Launch Park Improvements, Macomb County (grant-in-aid to Shelby Township) (#23-0071)	164,500
Looking Glass River Access Site Development, Shiawassee County (grant-in-aid to City of Laingsburg) (#23-0114).....	200,000
Middle Macatawa - Trailhead and connector, Ottawa County (grant-in-aid to Holland Charter Township) (#23-0123).....	300,000
Cook Road/Dort Hwy Shared Use Path, Genesee County (grant-in-aid to Grand Blanc Township) (#23-0125).....	300,000
Abby - Radtke Lake Superior Beach Access, Ontonagon County (grant-in-aid to Ontonagon Township) (#23-0159)	206,800
Blue Star Trail - Maple St to Beeline Trail, Allegan County (grant-in-aid to Saugatuck Township) (#23-0028)	300,000
Veterans Memorial Park - Boardwalk Renovation, Manistee County (grant-in-aid to City of Manistee) (#23-0126)	300,000
Spring Lake Park - Restroom and Fishing Platform Renovation, Emmet County (grant-in-aid to Bear Creek Township) (#23-0128).....	300,000
GROSS APPROPRIATION	\$27,339,100
Appropriated from:	
Michigan Natural Resources Trust Fund	\$27,339,100

Table 30

STATE SPENDING FROM STATE RESOURCES APPROPRIATIONS TOTAL COMPARED IN SELECTED BUDGET AREAS (millions of dollars)				
Budget Area	FY 2014-15 Year-to-Date Appropriations	FY 2024-25 Gov's Rec. Appropriations	Dollar Difference	Percent Change
Health and Human Services	\$6,348.2	\$10,589.4	\$4,241.2	66.8%
Corrections	2,008.9	2,127.5	118.6	5.9
K-12 School Aid	11,865.8	18,337.2	6,471.4	54.5
Community Colleges	364.7	465.9	101.2	27.7
Higher Education	1,419.5	2,311.0	891.5	62.8
Labor and Economic Opportunity	365.3	772.8	407.5	111.6
Revenue Sharing	1,218.7	1,713.3	494.6	40.6
Transportation	2,439.6	4,417.0	1,977.4	81.1
All Other Programs	3,837.0	5,590.7	1,753.7	45.7
Total State Spending	\$29,867.7	\$46,324.8	\$16,457.1	55.1%
Addendum:				
Medicaid Caseload	2,268,150	2,943,450	675,300	29.8%
Prison Population	42,628	33,461	(9,167)	(21.5)
K-12 Pupil Count	1,508,008	1,385,900	(122,108)	(8.1)
University Students	261,989	234,412	(27,577)	(10.5)
Community College Students	133,895	97,057	(36,838)	(27.5)
Michigan Personal Income (millions)	\$424,082.5	\$636,210.5	\$212,128.0	50.0%
Detroit Consumer Price Index	218.9	297.8	78.9	36.1%
<p>NOTES: Revenue Sharing: Constitutional number is the January 2024 Consensus Revenue Estimating Conference (CREC) estimate. Medicaid Caseload: Number for FY 2014-15 includes the estimated 514,600 individuals who are eligible under the expansion of Medicaid that went into effect in March 2014. Number for FY 2024-25 is based on eligibility reports through the last week of January 2024 and includes the estimated 903,625 individuals who are eligible under the expansion of Medicaid. Medicaid redeterminations began on April 1, 2023 with a 14-month period allowed for the completion of systemwide eligibility redeterminations. Prison Population: These are the most recent year-end numbers published by the Department of Corrections for calendar year 2015 and the Governor's population projection for FY 2024-25. K-12 Pupils: FY 2024-25 pupil count is the January 2024 CREC estimate. Community College and University Students: Numbers in FY 2024-25 column reflect the most recent data available, which are FY 2022-23 fiscal-year-equated-students as reported in the Michigan Community College Data Inventory Report and the Higher Education Institutional Data Inventory (HEIDI). Michigan Personal Income and Detroit CPI: Numbers are fiscal year averages; FY 2024-25 numbers are January 2024 CREC estimates.</p>				

OVERVIEW OF
GOVERNOR WHITMER'S
FY 2024-25 BUDGET
APPROPRIATIONS REPORT - PART 1

Kathryn R. Summers, Director
Senate Fiscal Agency

February 14, 2024

