

STATE BUDGET OVERVIEW



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SENATE FISCAL AGENCY**

September 2024

<https://www.senate.michigan.gov/sfa/>

Table 1

MICHIGAN'S MAJOR TAXES: REVENUE ESTIMATES, TAX RATES, AND YIELDS FOR FY 2023-24 & FY 2024-25
(dollars in millions)

Tax	Revenue Estimates (a)		Current Tax Rate	Examples of Revenue Impact Due To Change in Rate (i)			History of Tax Rate Changes:
	FY 2023-24 Net Revenue	FY 2024-25 Net Revenue		Rate Change	FY '24 Rev Change Eff. 1/1/24	FY '25 Rev Change Eff. 1/1/24	
Individual Income Tax: Gross Collections Refunds Net Income Tax	\$15,706.2 -3,317.0 \$12,389.2	\$16,292.2 -3,251.7 \$13,040.5	4.25%				1967: 2.6% 1971: 3.9% 2004: 3.9% 7/1 1975: 4.6% 1982: 5.6% 4/1 1982: 4.6% 10/1 1983: 6.35% 2007: 4.35% 10/1 1984: 5.35% 9/1 1986: 4.6% 2012: 4.25% 10/1 1994: 4.4% 5/1 2000: 4.2% 2023: 4.05% 2002: 4.1% 2003: 4.0% 2024: 4.25%
Sales Tax (b)	\$10,487.3	\$10,588.8	6.0%	1% of: (b) first 4% of 6% last 2% of 6%	\$1,333.4 1,265.9	\$1,794.8 1,704.8	1933: 3.0% 1960: 4.0% 1994: 6.0% 5/1
Use Tax (c)	\$2,815.0	\$2,869.4	6.0%	1.0%	\$351.9	\$478.2	1937: 3.0% 1960: 4.0% 1994: 6.0% 5/1
Corporate Income Tax	\$2,225.0	\$2,198.3	6.0%	1.0%	\$278.1	\$366.4	Rate has not changed.
Tobacco Tax Cigarettes Other Tobacco Products	\$691.0 \$585.0 \$106.0	\$676.8 \$569.8 \$107.0	\$2.00/pack 32% whole-sale price	\$0.10/pack 2.0%	\$21.7 \$4.9	\$28.2 \$6.6	1947: 3 cents/pk 1959: 4 cents/pk 1961: 5 cents/pk 1962: 7 cents/pk 1970: 11 cents/pk 1982: 21 cents/pk 1987: 25 cents/pk 1993: 75 cents/pk 2002: \$1.25/pk 8/1 2004: \$2/pk 7/1
Liquor Tax (d)	\$81.3	\$82.7	4.0%	1.0%	\$15.2	\$20.6	1959: Liquor excise tax established - 4.0% 1962: Liquor specific tax established - 4.0% 1972: Liquor specific tax established - 1.85%, repealed 10/1/2012 1985: Liquor specific tax established - 4.0%
Beer Tax (e)	\$36.8	\$37.6	\$6.30/barrel (e)	\$1/barrel (e)	\$4.4	\$5.9	1933: \$1.25/barrel 1959: \$2.50/barrel 1962: \$6.61/barrel 1966: \$6.30/barrel
Wine Tax (f)	\$9.2	\$9.4	(f)	\$0.01/liter	\$0.5	\$0.7	1937: \$0.50/gallon 1981: w/ 16% alcohol 13.5 cents/liter 1981: w/ >16% alcohol 20 cents/liter 1989: mixed-spirit drinks 48 cents/liter 2021: mixed-spirit drinks 30 cents/liter
Casino Gaming Tax (g)	\$100.8	\$102.3	8.1%	1.0%	\$9.3	\$12.6	1999: 8.1% of adj. gross receipts 2004: 12.1% of adj. gross receipts 9/1 FY07: 8.1%-12.1% FY09: 8.1% 2/09
Real Estate Transfer Tax	\$370.0	\$385.0	0.75%	0.25%	\$92.5	\$128.3	Rate has not changed.
State Education Property Tax	\$2,715.0	\$2,812.6	6 mills	1 mill	\$452.5	\$468.8	1994: 6 mills 2003: 5 mills (one-year reduction only) 2004: 6 mills
Gasoline Tax (h)	\$1,259.0	\$1,297.0	\$0.272/gal.	\$0.01/gal.	\$33.0	\$43.2	1983: 13 cents/gal. 2022: 27.2 cents/gal. 1984: 15 cents/gal. 2023: 28.6 cents/gal. 1997: 19 cents/gal. 2024: 30.0 cents/gal. 2017: 26.3 cents/gal.

(a) Consensus Revenue Estimates, May 17, 2024.

(b) The first 4 percentage points of the 6% sales tax rate are assessed on the entire sales tax base (including residential utilities), whereas the last 2 percentage points of the 6% sales tax rate are not assessed on residential utilities.

(c) Combined State and local revenue, and thus includes portion of the Use Tax directed to the Local Community Stabilization Authority. The LCSCA portion is set in statute and would not be affected by a rate change. Thus the estimated impact of a rate change only reflects the impact on State revenue.

(d) There are three taxes on liquor, each with a rate of 4.0% and they are earmarked to the General Fund, School Aid Fund, and the Convention Facility Fund. One tax, assessed at 1.85% on sales for off-site consumption and earmarked to the Liquor Purchase Revolving Fund, was repealed effective October 1, 2012.

(e) The beer tax of \$6.30/barrel is equivalent to 1.9 cents per 12 ounce can of beer. Increasing the rate by \$1/barrel would increase the tax/can to 2.2 cents.

(f) Tax on wine is as follows: Wine containing 16% or less of alcohol: 13.5 cents/liter; and wine containing more than 16% alcohol: 20 cents/liter.

(g) Includes only the regular casino gaming tax and excludes the taxes on internet wagering, sports betting and fantasy games.

(h) Tax rate is adjusted each year for inflation (maximum increase 5%). Estimates assume Consensus inflation rate to determine the adjustment to current tax rate.

(i) Senate Fiscal Agency estimate.

OTHER TAX ITEMS: FY 2023-24 FY 2024-25

Income Tax Personal Ex.		
Level (Tax Year)	\$5,600	\$5,800
Cost per \$100 change	\$30.0	\$30.0
Property Tax Credit		
Max. Credit (Tax Year)	\$1,800	\$1,900
Cost per \$100 change	\$11.8	\$11.8

Table 2

DISTRIBUTION AND EARMARKING OF MICHIGAN'S MAJOR STATE TAXES

(% Distribution)

Tax	Type of Earmarking	Major State Funds									
		General Fund	School Aid Fund	Michigan Trans. Fund	Public Trans. (CTF) 1)	Revenue Sharing 8)	Health & Safety Fund	Healthy Michigan Fund	Medicaid Benefits Trust Fund	Other	Total
Income Tax:											
Personal Income											
Gross Collections	Statutory 2)	71.92% 12)	23.88% 2)	3.8% 12)						0.4% 12)	100.0%
Refunds	Statutory	100.0%									100.0%
Sales Tax:											
4% rate:	Constitutional		60.0%			15.0%					75.0%
	Statutory	1.7% 10)	0.0%	10)	1.7% 3)	21.3%				0.3% 4)	25.0%
Subtotal 4% rate:		1.7%	60.0%		1.7%	36.3%				0.3%	100.0%
2% rate:	Constitutional	0.0%	100.0%		0.0%	0.0%				0.0%	100.0%
Total 6% Sales Tax rate:		1.1%	73.3%		1.1%	24.2%				0.2%	100.0%
Use Tax:											
4% rate: 11)	Statutory	100.0% 11)	0.0%							11)	100.0%
2% rate:	Constitutional	0.0%	100.0%								100.0%
Total 6% Use Tax rate:		66.7%	33.3%								100.0%
Alcohol & Tobacco Taxes:											
Beer & Wine	Statutory	100.0%									100.0%
Liquor											
4% excise tax	Statutory		100.0%								100.0%
4% specific tax	Statutory	80.7%								19.3% 14)	100.0%
4% specific tax	Statutory									100.0% 5)	100.0%
1.85% specific tax	Statutory									100.0% 6)	100.0%
Cigarette	Statutory	19.2%	41.4%				2.4%	3.8%	31.7%	1.6% 7)	100.0%
Other Tobacco											
Products	Statutory	25.0%							75.0%		100.0%
Business Privilege Taxes:											
Single Business	Statutory	100.0%									100.0%
Michigan Business Tax	Statutory	100.0%									100.0%
Corporate Income Tax	Statutory	73.0% 13)								27% 13)	100.0%
Insurance Retaliatory	Statutory	100.0%									100.0%
Casino Gaming Tax 9)	Statutory	0.00%	100.00%							0.00%	100.0%
Oil & Gas Severance	Statutory	100.0%									100.0%
Property Taxes:											
State Education Property	Statutory		100.0%								100.0%
Real Estate Transfer	Statutory		100.0%								100.0%
Estate	Statutory	100.0%									100.0%
Utility Property	Statutory	100.0%									100.0%
Transportation Taxes:											
Gasoline	Constitutional			100.0%							100.0%
Diesel Fuel	Constitutional			100.0%							100.0%
Motor Carrier Fuel	Constitutional			100.0%							100.0%
Vehicle Weight/Value	Constitutional			100.0%							100.0%

Updated: June 25, 2024

Table 2 - Continued

- 1) Comprehensive Transportation Fund (CTF)
- 2) From January 1, 2000 through November 30, 2018, the percentage share of gross income tax revenue that went to the SAF was equal to 1.012 divided by the current income tax rate. Effective December 1, 2018, PA 588 of 2018 changed the calculation to 0.954 divided by the tax rate, or 22.45%. However, P.A. 75 of 2020, reversed the earmark change in PA 588 and restored the earmark to the previous level, or 23.81%, effective October 1, 2019.
This method for calculating the share of the income tax revenue that goes to the SAF assures that the SAF income tax revenue is not affected by changes in the income tax rate. The 1.012 factor was equal to the portion of the income tax rate that was earmarked to the SAF after Proposal A was fully implemented, at which time the SAF received 23.8% of gross income tax revenue and 23.8% of the income tax rate of 4.4% at that time equalled 1.012. As the income tax rate was phased down from 4.4% to 3.9% from 2000 to 2004, the share of gross collections directed to the SAF increased from 23% to 25.95%. P.A. 588 changed the share earmarked in anticipation of additional sales tax revenue to the General Fund and School Aid Fund as a result of the U.S. Supreme Court's South Dakota v. Wayfair decision. See also Note 12.
Public Act 4 of 2023 phased-in an increase in the 1.012 numerator to 1.040 over the FY 2023-24 through FY 2026-27 period to hold the SAF harmless for changes in PA 4 of 2023 that lowered individual income tax revenue from certain retirees and from selected pension income.
- 3) The CTF is earmarked statutorily 27.9% of 25% of the sales tax collected at the 4% rate from motor vehicle related businesses, which equaled \$77.9 million in FY 2006-07 and \$87.1 million in FY 2007-08; however, in FY 2006-07, this statutory earmarking was reduced by \$5.3 million and in FY 2007-08 it was reduced \$5.0 million.
The earmark in FY 2013-14 totalled \$102.0 million and is estimated to total \$96.5 million in FY 2014-15.
- 4) \$9 million of sales tax revenue is earmarked each year for health programs.
- 5) Convention Facility Development Fund.
- 6) Liquor Purchase Revolving Fund. Repealed October 1, 2012 by PA 166 of 2011.
- 7) Wayne County receives 0.6% of cigarette tax revenue. The State Police receive \$8 million before distributions are made to other funds. Approximately \$3.0 million (in FY 2014-15, adjusted for inflation in later years) is directed from the General Fund portion to the Capitol Fund for preservation of the State Capitol building.
- 8) The sales tax statutory earmarking for revenue sharing does not occur automatically, but must be appropriated. In all but one year since the earmarking of 21.3% of the sales tax collected from 4.0 percentage points of the 6.0% tax rate took effect in FY 1998-99, the amount appropriated has been less than the 21.3% statutory earmarking amount.
For example, in FY 2007-08, statutory revenue sharing comprised 8.3% of the sales tax collected at a 4% tax rate. The amount of the statutory earmarking that is not appropriated to revenue sharing is automatically directed to General Fund/General Purpose revenue. The statutory earmark for revenue sharing payments to local units remains in statute.
- 9) As of February 2009, all casino gaming revenue is earmarked to the SAF. Beginning in 2004, the State casino tax rate was temporarily increased from 8.1% to 12.1%. Of this four percentage point increase in the tax rate the revenue from 3.5 percentage points was earmarked to the General Fund and the revenue from 0.5 percentage point was earmarked to the Agriculture Equine Fund. These rates remained in affect for each casino until their new permanent casino was operational. As of February 2009, all three casinos are now in their permanent facility so the tax rate for all three casinos is back to 8.1% and 100% of this revenue is earmarked to the SAF. Does not include other gaming related taxes such as sports betting, online gaming, and fantasy contest gaming.
- 10) In FY 2012-13 an additional \$100.0 million in sales tax revenue was earmarked to the MTF by PA 255 of 2012, and \$10.0 million in sales tax revenue earmarked to the Aeronautics Fund by PA 226 of 2012. These reductions were taken from the tax levied at a 4% rate and reduced revenue available to the General Fund.
- 11) Revenue directed by PA 80 of 2014 to the Local Community Stabilization Authority to reimburse local units for losses associated with personal property exemptions effectively alters the State tax rate. P.A. 80 does not identify a specific tax rate, but the effective tax rate is determined by the relationship between total collections at a 4% rate and the amounts statutorily directed to the Authority. Those amounts total \$96.1 million in FY 2015-16, \$380.6 million in FY 2016-17 and increase roughly \$30.0 million per year until reaching \$572.6 million in FY 2027-28. After FY 2027-28 the revenue directed to the Authority increases based on a growth rate defined in statute.
All revenue directed to the Authority reduces revenue directed to the General Fund.
- 12) As part of the road funding package enacted in 2015, P.A. 179 of 2015 provided that beginning with Fiscal Year 2018-19, after the earmark of revenue to the School Aid Fund, a specified amount of individual income tax revenue would be transferred to the Michigan Transportation Fund (MTF). In FY 2018-19, the MTF earmark is \$150.0 million. In FY 2019-20, the earmark is \$325.0 million, and is \$600.0 million for FY 2020-21 and subsequent fiscal years. P.A. 588 of 2018 increased these amounts in FY 2018-19, to \$264.0 million, and FY 2019-20, to \$468.0 million; as well as added an additional earmark of \$69.0 million per year to the Renew Michigan Fund. As a result, the actual percentage of gross collections deposited in the General Fund, for fiscal years after FY 2017-18, will be less than 76.85%.
- 13) Public Act 4 of 2023 earmarked \$500.0 million per year for FY 2022-23 through FY 2024-25 to the Strategic Outreach and Attraction Reserve Fund, and earmarked, beginning in FY 2022-23, \$50.0 million per year to the Michigan Housing and Community Development Fund and \$50.0 million per year to the Revitalization and Placemaking Fund.
- 14) Starting FY 2022-23, Public Act 190 of 2022 redirected \$15.0 million, adjusted each year for inflation, of liquor tax revenue from the General Fund to the Secondary Road Patrol Fund.

Updated: June 25, 2024

Budget Stabilization Fund

- The Countercyclical Budget and Economic Stabilization Fund (BSF) was established by Public Act 76 of 1977.
- The BSF is a cash reserve to which the State, in years of economic growth, adds revenue, and from which, in years of economic recession, the State withdraws revenue.
- Table 3 presents the recent history of the BSF in terms of actual transfers into and out of the Fund, interest earnings, and year-end balances.

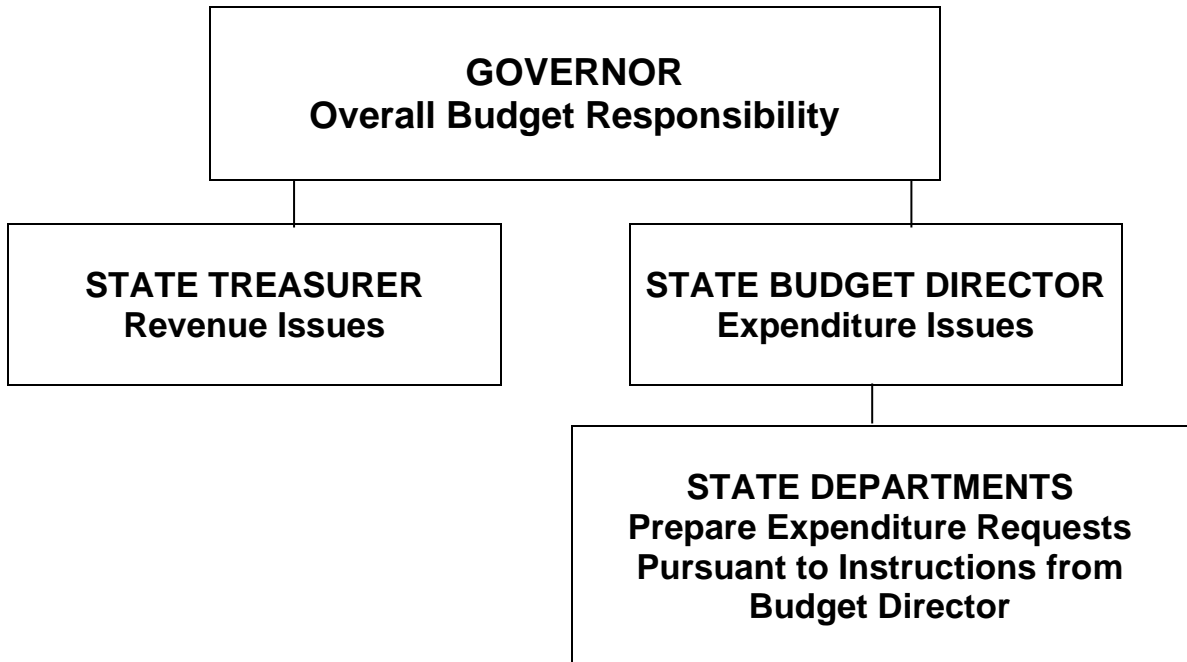
Table 3

BUDGET AND ECONOMIC STABILIZATION FUND TRANSFERS, EARNINGS, AND FUND BALANCE FY 1997-98 TO FY 2024-25 ESTIMATE (millions of dollars)				
Fiscal Year	Pay-In	Interest Earned	Pay-Out	Fund Balance
1997-98	\$0.0	\$60.1	\$212.0	\$1,000.5
1998-99	244.4	51.2	73.7	1,222.5
1999-2000	100.0	73.9	132.0	1,264.4
2000-01	0.0	66.7	337.0	994.2
2001-02	0.0	20.8	869.8	145.1
2002-03	0.0	1.8	147.0	0.0
2003-04	81.3	0.0	0.0	81.3
2004-05	0.0	2.0	81.3	2.0
2005-06	0.0	0.0	0.0	2.0
2006-07	0.0	0.1	0.0	2.1
2007-08	0.0	0.1	0.0	2.2
2008-09	0.0	0.0	0.0	2.2
2009-10	0.0	0.0	0.0	2.2
2010-11	0.0	0.0	0.0	2.2
2011-12	362.7	0.2	0.0	365.1
2012-13	140.0	0.5	0.0	505.6
2013-14	75.0	0.4	194.8	386.2
2014-15	111.5	0.4	0.0	498.1
2015-16	112.5	1.8	0.0	612.4
2016-17	92.5	5.1	0.0	710.0
2017-18	282.5	13.5	0.0	1,006.0
2018-19	117.5	25.1	0.0	1,148.6
2019-20	17.5	13.0	350.0	829.1
2020-21	552.5	0.8	0.0	1,382.3
2021-22	197.5	9.1	0.0	1,588.9
Estimates:				
2022-23	117.5	73.9	0.0	1,780.3
2023-24	117.5	89.0	0.0	1,986.8
2024-25	67.5	89.4	0.0	2,143.7

The Budget Process

Key Actors in Budget Decision Making Process

Executive Branch



Legislative Branch

HOUSE OF REPRESENTATIVES	SENATE
<p>Speaker of the House</p> <p>Chair of Appropriations Committee</p> <p>Members of Appropriations Committee</p> <p>Appropriation Subcommittees</p> <p>Full Membership of House</p> <p>House Fiscal Agency</p>	<p>Majority Leader</p> <p>Chair of Appropriations Committee</p> <p>Members of Appropriations Committee</p> <p>Appropriation Subcommittees</p> <p>Full Membership of Senate</p> <p>Senate Fiscal Agency</p>

Key Actors in Budget Decision Making Process

State Departments and Outside Interest Groups

- Education Institutions
- Units of Local Government
- Nonprofit Associations
- Multi-client Lobbyists
- Single Issue Lobbyists
- General Public

Preparation of Executive Budget

State Treasurer (Incoming \$\$\$)

- Revenue Estimates
- Tax Policy
- Cash Management
- Debt Management

Budget Director (Outgoing \$\$\$)

- Issues Budget Directions
- Reviews and Analyzes Agency Requests
- Filters Requests from Outside Groups
- Prepares Final Budget Documents
- Oversees Legislative Budget Process for Governor
- Management of Current Year Budget

Presentation of Executive Budget to the Legislature

- Prescribed by Statute
- Executive Press Releases
- Joint Meeting of the House and Senate Appropriations Committees
 - Governor and Budget Director Presentation
- Documentation
 - Summaries
 - Executive Budget Bills
 - Line Item Detail

Legislative Budget Responsibilities

- Consideration of Executive Budget
- Adoption of Annual Appropriation Bills
- Review of Governor's Line Item Vetoes
- Monitoring and Oversight of Current Year Budget

Budget Time Frame

JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE
LEGISLATIVE ACTION					
Governor's State of the State is delivered and budget recommendation is prepared for submission to the Legislature.	Governor's budget is delivered, legislative action begins.	Subcommittees make decisions, Appropriations Committee meets, floor votes take place.			Budget targets are negotiated, generally between the Executive and Legislature. Conference Committees meet.
SENATE FISCAL AGENCY ACTION					
First Consensus Revenue Estimating Conference (CREC) is scheduled. SFA prepares applicable documents, schedules future hearings, and provides background briefings.	SFA presents analysis of Governor's budget. Subcommittee hearings begin.	Decision documents are prepared, SFA works with Subcommittee chairs and members to develop proposals, substitute bills are prepared and analyzed, amendments are drafted. SFA revenue forecast is released. Second CREC is held in May.			SFA provides staff support to Conference negotiations, and prepares and analyzes Conference Reports.

JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
LEGISLATIVE ACTION					
Governor signs appropriation bills and issues vetoes. Veto overrides are considered. Current-year budget adjustments are considered. Fiscal year ends September 30.			New fiscal year begins October 1. Appropriations Committee considers book-closing transfers.		
SENATE FISCAL AGENCY ACTION					
Analysis of initial appropriations legislation is completed. Initial Appropriations Report is distributed. Year-end budgetary adjustments and lapse estimates are completed.			SFA Year-End Appropriations Report is generated. SFA Economic and Revenue Forecast is released. Mid-year budget adjustments (transfers, supplementals, Executive Orders) are analyzed as needed.		

Mandated Budget Requirements and Restrictions State Budget Process Constitutional Requirements

- Budget Submission Date (Sec. 18 of Article V)
- Balanced Budget Requirement (Sec. 31 of Article IV and Sec. 18 of Article V)
- Revenue Limit (Sec. 26 of Article IX)
- Expenditure Limit (Sec. 28 of Article IX)
- State and Local Spending Split (Sec. 30 of Article IX)
- Appropriation Reductions (Sec. 20 of Article V)
- Line Item Veto (Sec. 19 of Article V)
- Limits on State General Obligation Debt (Sec. 15 of Article IX)
- Appropriations for a Local or Private Purpose (Constitution, Section 30, Article IV)
- Appropriation Bills Not Subject to Referendum (Constitution, Section 9, Article II and Section 31, Article IV)

Mandated Budget Requirements and Restrictions State Budget Process Statutory Requirements

Public Act 431 of 1984 provides the basic statutory framework for the State budget process. Some of the major provisions include:

- Role of State Budget Director
- Fiscal Year Period
- Budget Submission Date
- Consensus Revenue Estimating Conference

- Countercyclical Budget and Economic Stabilization Fund
- Operating Funds
- Implementation of Constitutional Requirements

Mandated Budget Requirements and Restrictions

Boilerplate Requirements

Intent language contained in appropriation bills is referred to as boilerplate. Boilerplate language is used to accomplish the following objectives:

- Impose Conditions on Appropriations
- Require Reporting
- Impose Specific Spending Criteria

Specific Michigan Budget Practices

Several features of Michigan's budget process that result from historical practices impact on final budget decisions. These include:

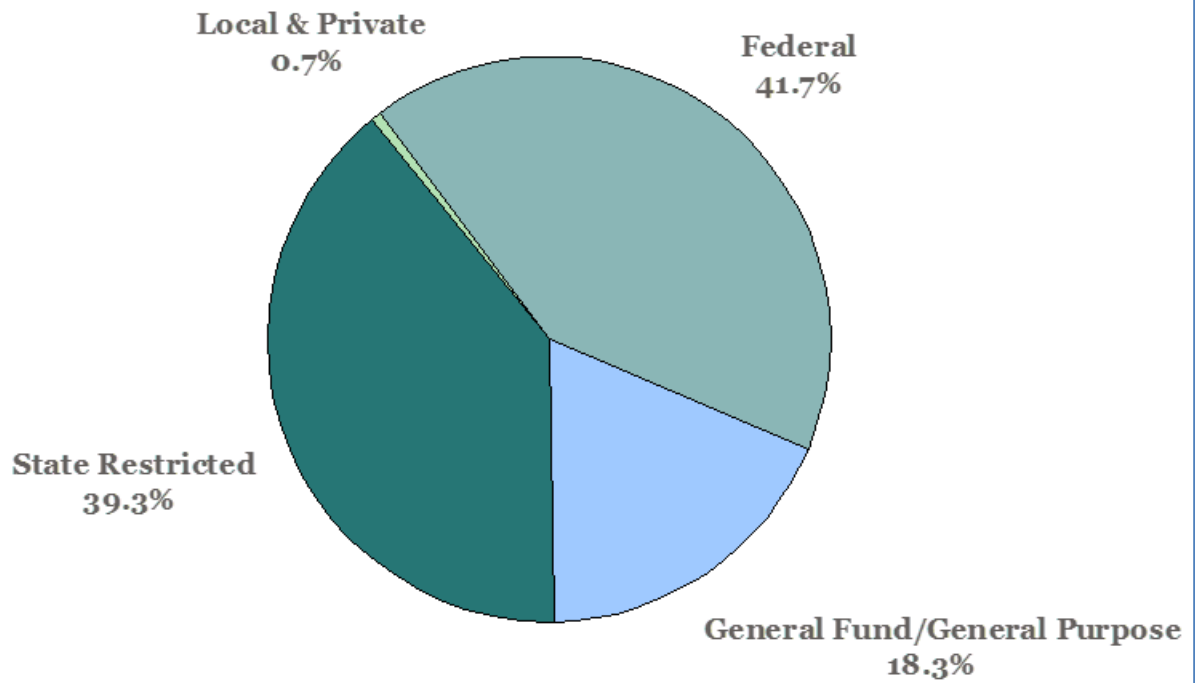
- Strong Executive Branch Influence
- Strong Legislative Appropriations Committees
- Numerous Appropriations Bills/Omnibus Bills
- Incremental Changes in Budget
- Potential for Line Item Veto

The State Budget FY 2024-25

Figure A

Appropriations by Source of Funds

FY 2024-25 Initial Adjusted Gross Appropriations



Total = \$ 81,235,921,100

State Budget Terms

Gross Appropriations: Total level of State appropriations from all fund sources

Adjusted Gross Appropriations: Total Gross Appropriations excluding interdepartmental grants and transfers

State Restricted Revenue Appropriations: State taxes or fees that are designated for a specific purpose in the budget by either constitutional or statutory requirements

General Fund/General Purpose (GF/GP) Appropriations: Unrestricted portion of State budget fund sources

State Spending from State Resources Appropriations: Total level of State appropriations excluding Federal, local, and private funding sources; includes only State Restricted and General Fund/General Purpose appropriations

FTE: Full-time equated employee

Boilerplate: Intent language in appropriation bills

Table 4

ADJUSTED GROSS, STATE SPENDING FROM STATE RESOURCES, AND GF/GP INITIAL APPROPRIATIONS FOR FY 2024-25 (billions of dollars)			
Department/Budget Area	Adjusted Gross	State Spending	GF/GP
Health and Human Services	\$37.6	\$10.6	\$6.7
K-12 School Aid	20.6	18.4	0.1
Transportation	6.8	4.4	0.2
Labor and Economic Opportunity	2.4	1.2	0.8
Higher Ed/Community Colleges	2.8	2.8	1.9
Corrections	2.1	2.1	2.1
Subtotal	\$72.3	\$39.5	\$11.8
All Other	8.9	7.3	3.1
Total	\$81.2	\$46.8	\$14.9

Table 5

SUMMARY OF FY 2024-25 APPROPRIATION CHANGES		
	Gross	GF/GP
FY 2023-24 Year-To-Date Appropriation¹⁾	\$84,936,640,500	\$15,753,937,600
Changes for FY 2024-25:		
CSB Adjustments	(\$6,051,128,800)	(\$2,666,922,900)
New Programs	3,082,776,700	1,175,123,100
Program Increases	1,250,459,900	445,854,400
Program Eliminations	(108,032,600)	(88,231,000)
Program Reductions	(809,736,900)	(43,225,100)
Major Fund Shifts Affecting GF/GP	449,800	169,830,900
Other Technical Program Transfers/Adjustments	(138,700)	(137,100)
Economic Adjustments	211,981,600	127,432,000
Unclassified Salaries Adjustments (Executive Branch)	2,266,800	1,797,800
Total Changes	(2,421,102,200)	(878,477,900)
FY 2024-25 INITIAL APPROPRIATION	\$82,515,538,300	\$14,875,459,700

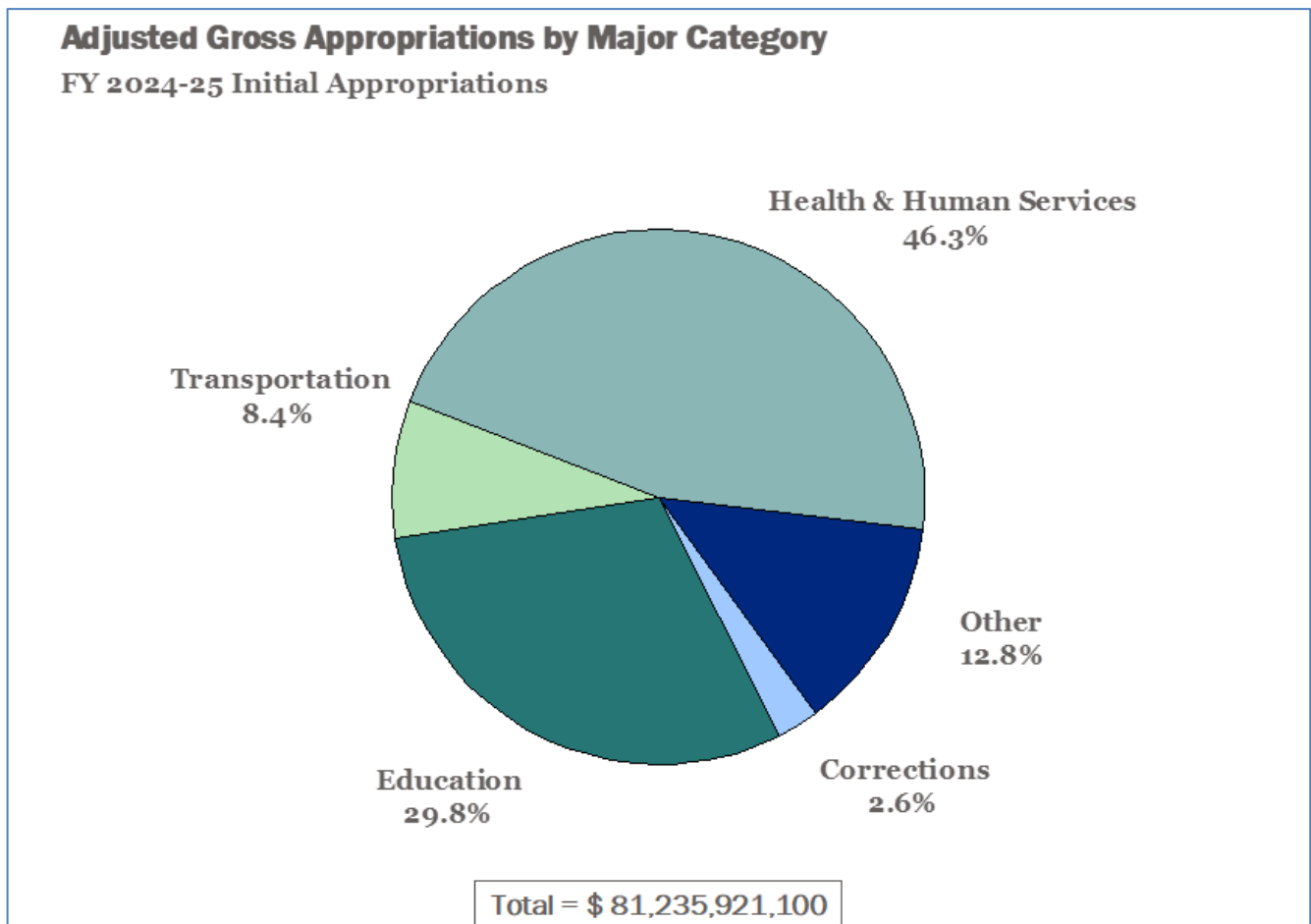
Figure B

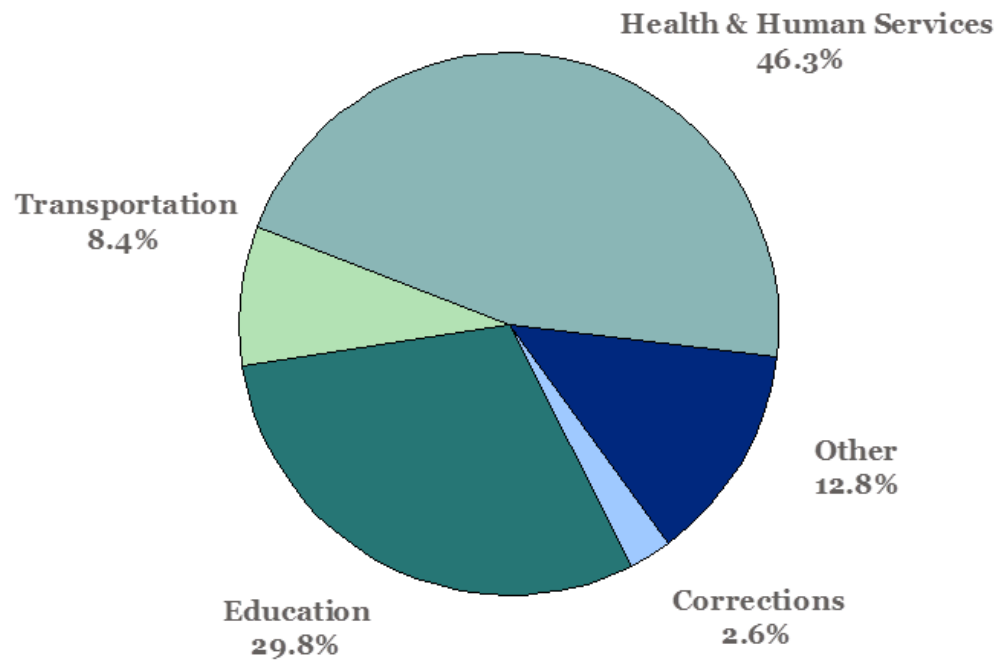
Table 6

APPROPRIATIONS BY SOURCE OF FUNDS FY 2024-25 INITIAL APPROPRIATIONS							
Department/Budget Area	Gross	IDGs	Adjusted Gross	Federal	Local & Private	State Restricted	General Fund/ General Purpose
Agriculture & Rural Development	\$156,938,900	\$332,400	\$156,606,500	\$20,357,900	\$21,300	\$47,170,900	\$89,056,400
Attorney General	129,746,700	39,465,600	90,281,100	10,391,600	0	22,480,400	57,409,100
Capital Outlay	0	0	0	0	0	0	0
Civil Rights	29,163,500	0	29,163,500	2,890,900	18,700	58,500	26,195,400
Community Colleges	462,220,800	0	462,220,800	0	0	461,720,800	500,000
Corrections	2,147,379,000	0	2,147,379,000	5,180,500	11,694,000	33,494,400	2,097,010,100
Education	164,975,100	0	164,975,100	82,550,500	8,410,700	10,117,800	63,896,100
Environment, Great Lakes, & Energy	1,039,098,600	4,085,900	1,035,012,700	463,788,900	1,364,200	309,149,300	260,710,300
Executive	9,337,100	0	9,337,100	0	0	0	9,337,100
Health & Human Services	37,646,231,100	14,707,900	37,631,523,200	26,644,177,600	348,092,100	3,922,022,500	6,717,231,000
Higher Education	2,324,292,600	0	2,324,292,600	3,200,000	0	461,668,300	1,859,424,300
Insurance & Financial Services	78,621,400	753,500	77,867,900	700,000	0	77,167,900	0
Judiciary	373,441,400	2,402,300	371,039,100	7,132,600	1,905,300	95,887,300	266,113,900
Labor & Economic Opportunity	2,421,794,500	0	2,421,794,500	1,191,165,800	23,284,600	413,774,700	793,569,400
Legislature	231,881,000	7,334,800	224,546,200	0	467,700	7,898,400	216,180,100
Licensing & Regulatory Affairs	648,739,000	27,682,800	621,056,200	30,471,300	0	281,979,200	308,605,700
Lifelong Educ., Adv., & Potential	643,994,200	0	643,994,200	505,391,000	250,000	1,863,900	136,489,300
Military & Veterans Affairs	275,904,100	101,800	275,802,300	144,786,800	100,000	13,221,400	117,694,100
Natural Resources	534,579,800	207,000	534,372,800	96,140,700	7,609,200	353,865,900	76,757,000
Natural Resources Trust Fund	0	0	0	0	0	0	0
School Aid	20,644,275,400	0	20,644,275,400	2,272,793,500	0	18,292,651,300	78,830,600
State	291,839,900	20,000,000	271,839,900	1,460,000	50,100	258,360,700	11,969,100
State Police	953,108,500	27,189,800	925,918,700	99,062,700	5,010,700	174,984,300	646,861,000
Technology, Management, & Budget	1,796,825,200	1,119,848,200	676,977,000	4,393,300	2,523,200	130,096,500	539,964,000
Transportation	6,807,900,300	4,316,700	6,803,583,600	2,273,675,100	106,248,500	4,230,660,000	193,000,000
Treasury - Debt Service	95,087,000	0	95,087,000	0	0	0	95,087,000
Treasury - Operations	832,673,100	11,188,500	821,484,600	25,011,400	15,243,700	567,660,800	213,568,700
Treasury - Revenue Sharing	1,775,490,100	0	1,775,490,100	0	0	1,775,490,100	0
TOTAL BUDGET AREA APPROPS	\$82,515,538,300	\$1,279,617,200	\$81,235,921,100	\$33,884,722,100	\$532,294,000	\$31,943,445,300	\$14,875,459,700

Figure C

Adjusted Gross Appropriations by Major Category

FY 2024-25 Initial Appropriations



Total = \$ 81,235,921,100

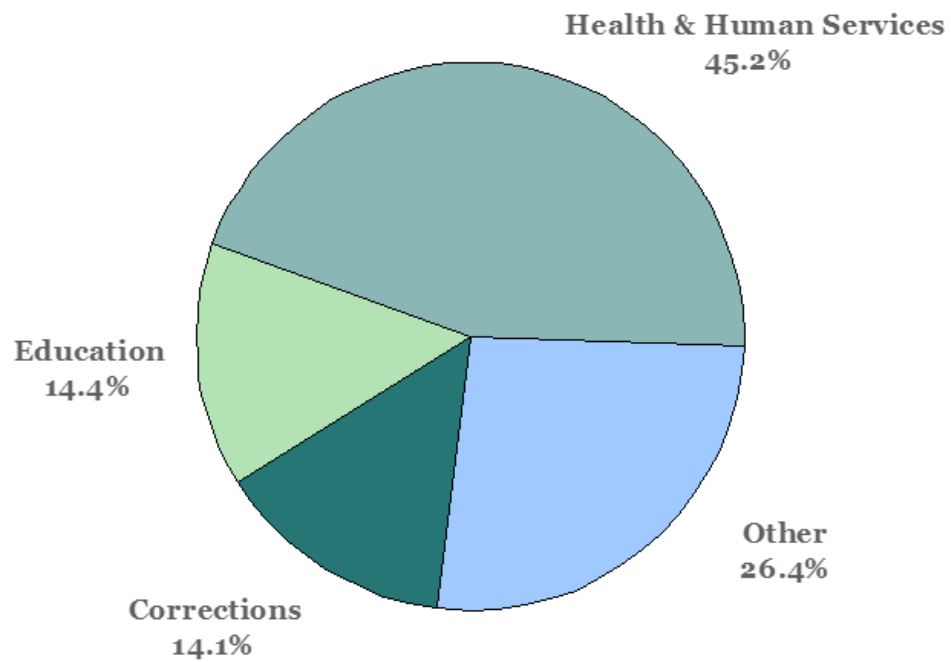
Table 7
ADJUSTED GROSS APPROPRIATIONS
FY 2023-24 and FY 2024-25

Department/Budget Area	FY 2023-24 Year-to-Date Appropriations¹⁾	FY 2024-25 Initial Appropriations	Dollar Difference	Percent Change
Agriculture & Rural Development	\$175,415,800	\$156,606,500	(\$18,809,300)	(10.7%)
Attorney General	107,125,900	90,281,100	(16,844,800)	(15.7)
Capital Outlay	1,800	0	(1,800)	(100.0)
Civil Rights.....	31,919,300	29,163,500	(2,755,800)	(8.6)
Community Colleges	550,817,500	462,220,800	(88,596,700)	(16.1)
Corrections	2,098,327,000	2,147,379,000	49,052,000	2.3
Education.....	685,749,900	164,975,100	(520,774,800)	(75.9)
Environment, Great Lakes, & Energy	1,345,509,900	1,035,012,700	(310,497,200)	(23.1)
Executive	9,073,300	9,337,100	263,800	2.9
Health & Human Services	37,302,605,500	37,631,523,200	328,917,700	0.9
Higher Education	2,305,048,800	2,324,292,600	19,243,800	0.8
Insurance & Financial Services	73,415,800	77,867,900	4,452,100	6.1
Judiciary.....	356,097,300	371,039,100	14,941,800	4.2
Labor & Economic Opportunity	3,686,204,200	2,421,794,500	(1,264,409,700)	(34.3)
Legislature	218,503,300	224,546,200	6,042,900	2.8
Licensing & Regulatory Affairs	589,322,900	621,056,200	31,733,300	5.4
Lifelong Educ., Adv., & Potential.....	6,508,600	643,994,200	637,485,600	9,794.5
Military & Veterans Affairs	253,035,300	275,802,300	22,767,000	9.0
Natural Resources.....	580,007,400	534,372,800	(45,634,600)	(7.9)
Natural Resources Trust Fund	0	0	0	0.0
School Aid.....	21,587,001,300	20,644,275,400	(942,725,900)	(4.4)
State	292,518,300	271,839,900	(20,678,400)	(7.1)
State Police	890,840,700	925,918,700	35,078,000	3.9
Technology, Management, & Budget	986,773,100	676,977,000	(309,796,100)	(31.4)
Transportation	6,739,194,300	6,803,583,600	64,389,300	1.0
Treasury - Debt Service.....	100,084,100	95,087,000	(4,997,100)	(5.0)
Treasury - Operations.....	1,053,599,200	821,484,600	(232,114,600)	(22.0)
Treasury - Revenue Sharing	1,655,606,300	1,775,490,100	119,883,800	7.2
TOTAL BUDGET AREA APPROPRIATIONS.....	\$83,680,306,800	\$81,235,921,100	(\$2,444,385,700)	(2.9%)

¹⁾ Appropriations as of July 24, 2024

Figure D

General Fund/General Purpose
FY 2024-25 Initial Appropriations



Total = \$ 14,875,459,700

Table 8

**GENERAL FUND/GENERAL PURPOSE APPROPRIATIONS
FY 2023-24 and FY 2024-25**

Department/Budget Area	FY 2023-24 Year-to-Date Appropriations¹⁾	FY 2024-25 Initial Appropriations	Dollar Difference	Percent Change
Agriculture & Rural Development	\$93,561,900	\$89,056,400	(\$4,505,500)	(4.8%)
Attorney General.....	76,289,000	57,409,100	(18,879,900)	(24.7)
Capital Outlay	1,800	0	(1,800)	(100.0)
Civil Rights	28,951,200	26,195,400	(2,755,800)	(9.5)
Community Colleges.....	0	500,000	500,000	n/a
Corrections.....	2,005,572,900	2,097,010,100	91,437,200	4.6
Education	130,961,700	63,896,100	(67,065,600)	(51.2)
Environment, Great Lakes, & Energy	293,955,000	260,710,300	(33,244,700)	(11.3)
Executive	9,073,300	9,337,100	263,800	2.9
Health & Human Services.....	6,679,761,900	6,717,231,000	37,469,100	0.6
Higher Education	1,677,754,100	1,859,424,300	181,670,200	10.8
Insurance & Financial Services	0	0	0	0.0
Judiciary.....	252,289,500	266,113,900	13,824,400	5.5
Labor & Economic Opportunity.....	1,489,214,900	793,569,400	(695,645,500)	(46.7)
Legislature	210,472,000	216,180,100	5,708,100	2.7
Licensing & Regulatory Affairs.....	271,842,300	308,605,700	36,763,400	13.5
Lifelong Educ., Adv., & Potential.....	6,508,600	136,489,300	129,980,700	1,997.1
Military & Veterans Affairs	101,936,000	117,694,100	15,758,100	15.5
Natural Resources	90,916,400	76,757,000	(14,159,400)	(15.6)
Natural Resources Trust Fund.....	0	0	0	0.0
School Aid.....	87,900,000	78,830,600	(9,069,400)	(10.3)
State.....	14,267,000	11,969,100	(2,297,900)	(16.1)
State Police.....	623,308,000	646,861,000	23,553,000	3.8
Technology, Management, & Budget	844,465,100	539,964,000	(304,501,100)	(36.1)
Transportation.....	300,373,600	193,000,000	(107,373,600)	(35.7)
Treasury - Debt Service.....	100,084,100	95,087,000	(4,997,100)	(5.0)
Treasury - Operations.....	364,477,300	213,568,700	(150,908,600)	(41.4)
Treasury - Revenue Sharing.....	0	0	0	0.0
TOTAL BUDGET AREA APPROPRIATIONS.....	\$15,753,937,600	\$14,875,459,700	(\$878,477,900)	(5.6%)

¹⁾ Appropriations as of July 24, 2024

Table 9

FULL-TIME EQUATED POSITIONS FY 2023-24 and FY 2024-25				
Department/Budget Area	FY 2023-24 Year-to-Date Positions	FY 2024-25 Initial Positions	Position Change	Percent Change
Agriculture & Rural Development	544.0	550.0	6.0	1.1%
Attorney General.....	605.4	621.4	16.0	2.6
Civil Rights	160.0	169.0	9.0	5.6
Corrections.....	13,190.0	13,211.0	21.0	0.2
Education	634.5	568.5	(66.0)	(10.4)
Environment, Great Lakes, & Energy	1,615.0	1,646.0	31.0	1.9
Executive	86.2	86.2	0.0	0.0
Health & Human Services.....	15,855.5	15,935.5	80.0	0.5
Higher Education	0.0	0.0	0.0	0.0
Insurance & Financial Services	388.5	398.5	10.0	2.6
Judiciary	598.5	643.5	45.0	7.5
Labor & Economic Opportunity	2,619.0	2,637.0	18.0	0.7
	1,863.9	1,791.0	(72.9)	(3.9)
Licensing & Regulatory Affairs.....	30.0	337.0	307.0	1,023.3
Military & Veterans Affairs	1,051.0	1,051.0	0.0	0.0
	2,549.3	2,539.3	(10.0)	(0.4)
State.....	1,627.0	1,629.0	2.0	0.1
State Police.....	3,829.0	3,849.0	20.0	0.5
Technology, Management, & Budget	3,214.0	3,243.5	29.5	0.9
Transportation.....	3,220.3	3,222.3	2.0	0.1
Treasury - Operations	2,003.5	2,002.5	(1.0)	(0.0)
TOTAL POSITIONS	55,684.6	56,131.2	446.6	0.8%
Note: Full-Time Equated classified positions include exempt positions in Judiciary.				

Figure E

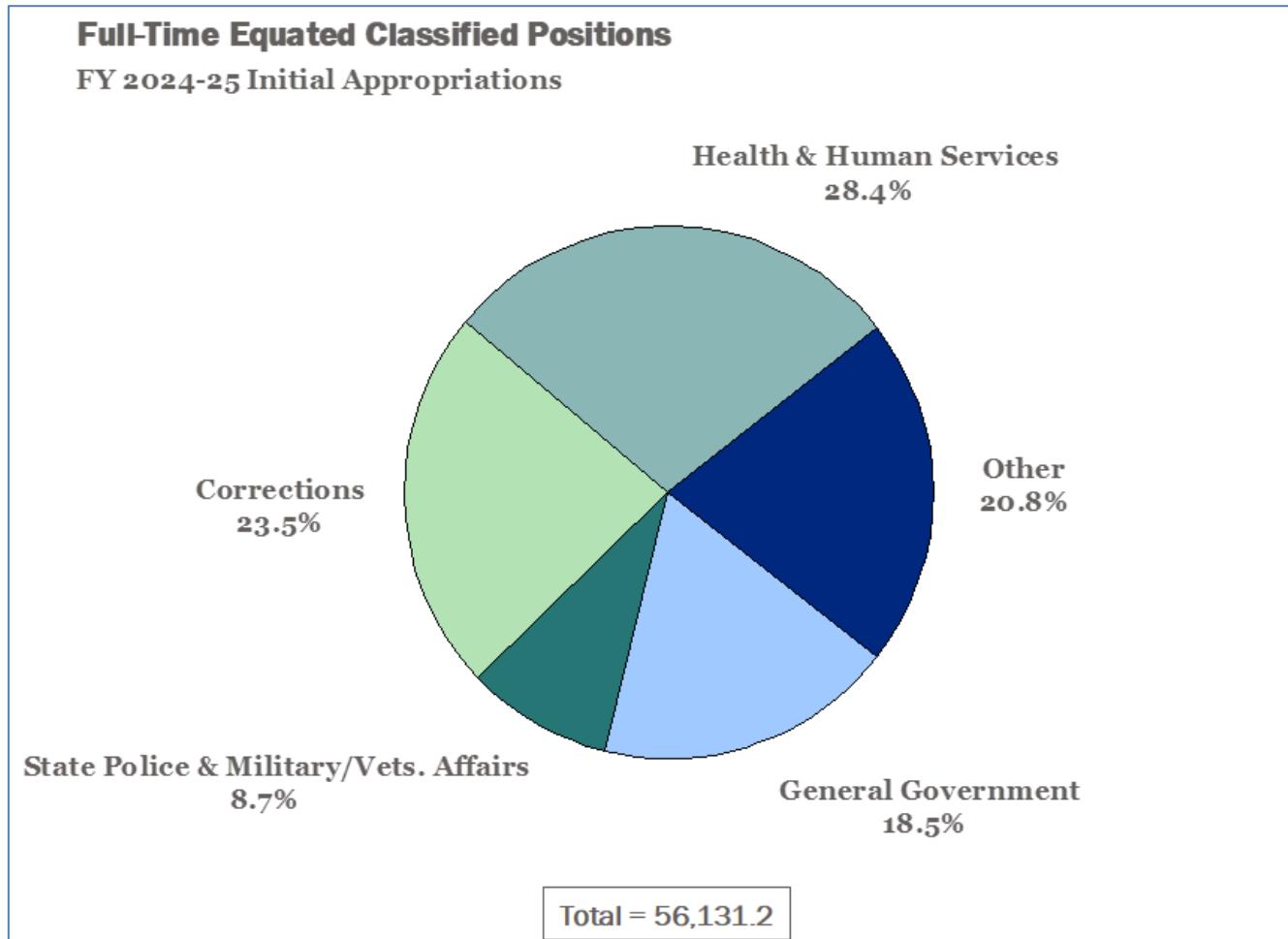
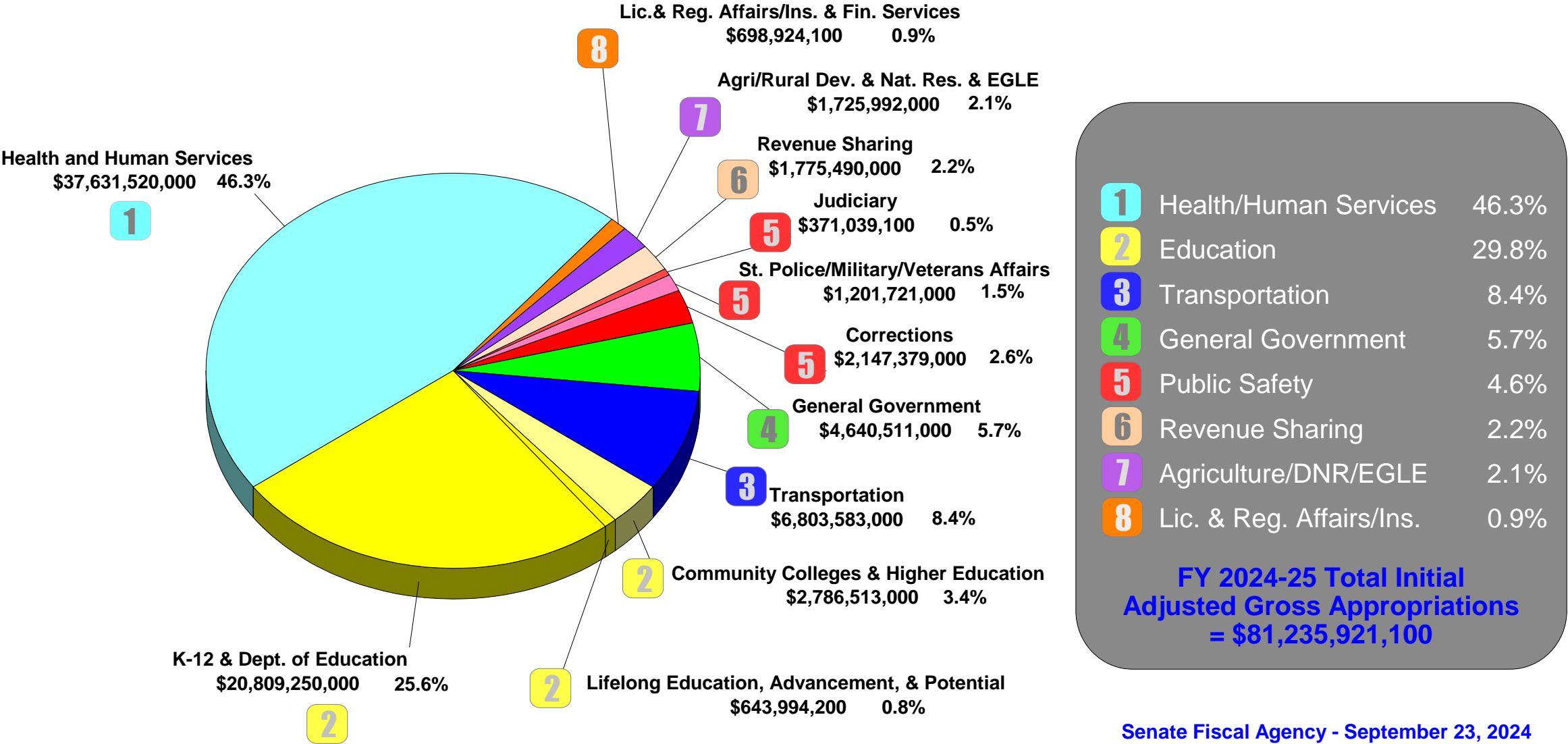


Figure F

Where State of Michigan Tax Dollars Are Spent

Fiscal Year 2024-25 Initial Adjusted Gross Appropriations

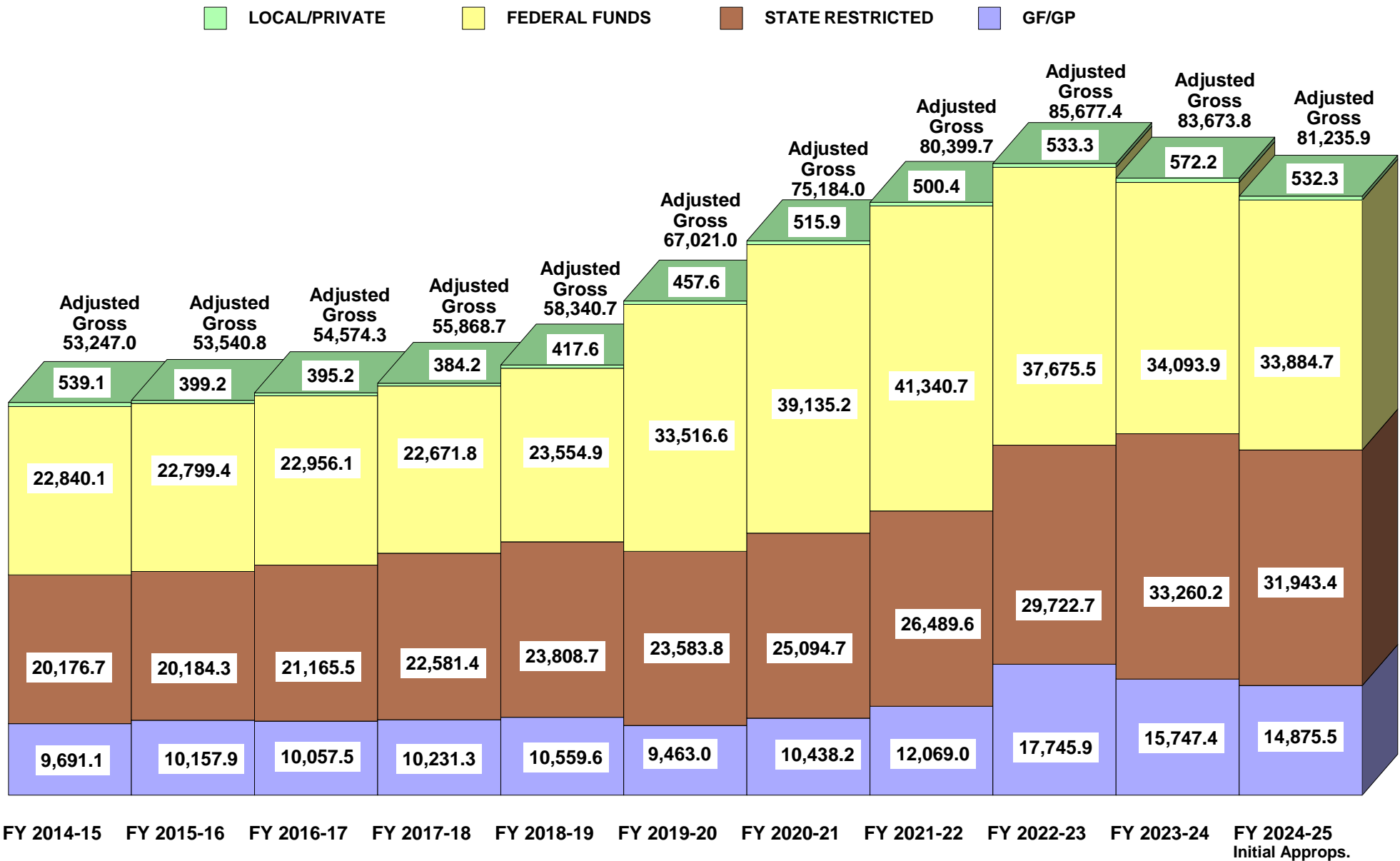


Recent State Appropriation History

Figure G

State Of Michigan Appropriations by Fund Source

Year-To-Date (Millions of Dollars)



Notes: Adjusted Gross = Total appropriations for all departments.
 State Resources = State restricted + GF/GP appropriations.
 Does not include GF/GP BSF appropriations.

Senate Fiscal Agency, September 23, 2024

Table 10

ADJUSTED GROSS APPROPRIATION HISTORY (millions of dollars)			
Fiscal Year	Appropriations	Dollar Change	Percent Change
2005-06	\$41,322.7	\$1,414.2	3.5%
2006-07	41,851.8	529.1	1.3
2007-08	43,616.5	1,764.7	4.2
2008-09	47,942.0	4,325.5	9.9
2009-10	45,656.6	(2,285.3)	(4.8)
2010-11	48,089.6	2,433.0	5.3
2011-12	47,598.1	(491.6)	(1.0)
2012-13	47,758.6	160.6	0.3
2013-14	50,199.5	2,440.9	5.1
2014-15	53,247.0	3,047.5	6.1
2015-16	53,540.8	293.8	0.6
2016-17	54,574.3	1,033.5	1.9
2017-18	55,868.7	1,294.4	2.4
2018-19	58,340.7	2,472.0	4.4
2019-20	67,021.0	8,680.4	14.9
2020-21	75,184.0	8,163.0	12.2
2021-22	80,399.7	5,215.7	6.9
2022-23	85,677.4	5,277.7	6.6
2023-24 (YTD)	83,680.3	(1,997.1)	(2.3)
2024-25 (Initial)	81,235.9	(2,444.4)	(2.9)
Change FY 2014-25 to FY 2024-25		\$27,988.9	52.6%
State and Local Gov't Price Deflator 10-Yr % Change			36.5%
Detroit CPI 10-Year Percent Change			35.4%
Note: Does not include Budget Stabilization Fund appropriations.			

Percent Change in Adjusted Gross and Total State Spending Appropriations

Base year of FY 2005-06, FY 2005-06 through FY 2024-25 (Initial)

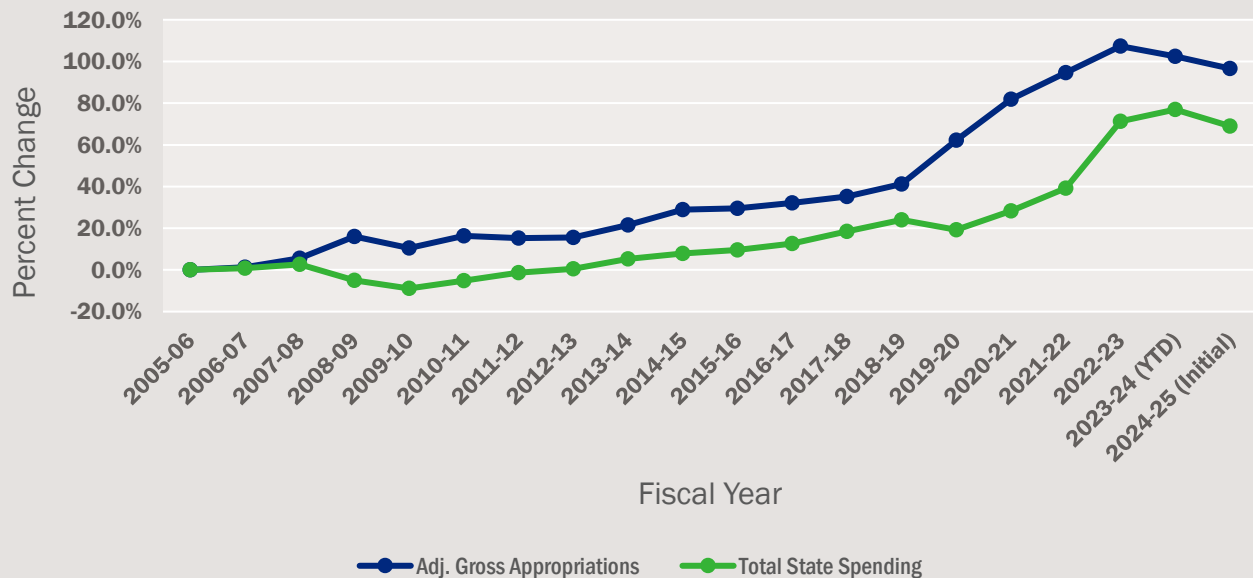


Table 11

STATE SPENDING FROM STATE RESOURCES APPROPRIATION HISTORY (millions of dollars)			
Fiscal Year	Appropriations	Dollar Change	Percent Change
2005-06	\$27,704.0	\$1,418.7	5.4%
2006-07	27,928.6	224.6	0.8
2007-08	28,441.3	512.7	1.8
2008-09	26,309.9	(2,131.4)	(7.5)
2009-10	25,239.0	(1,070.8)	(4.1)
2010-11	26,266.7	1,027.7	4.1
2011-12	27,346.9	1,080.3	4.1
2012-13	27,847.1	500.2	1.8
2013-14	29,164.7	1,317.6	4.7
2014-15	29,867.7	703.0	2.4
2015-16	30,342.2	474.4	1.6
2016-17	31,223.0	880.8	2.9
2017-18	32,812.7	1,589.7	5.1
2018-19	34,368.2	1,555.5	4.7
2019-20	33,046.5	(1,321.7)	(3.8)
2020-21	35,532.9	2,486.4	7.5
2021-22	38,558.6	3,025.7	8.5
2022-23	47,468.6	8,910.0	23.1
2023-24 (YTD)	49,014.1	1,545.5	3.2
2024-25 (Initial)	46,818.9	(2,195.2)	(4.5)
Change FY 2014-15 to FY 2024-25		\$16,951.2	56.8%
State and Local Gov't Price Deflator 10-Yr % Change			36.5%
Detroit CPI 10-Year Percent Change			35.4%
Note: Does not include Budget Stabilization Fund appropriations.			

State Spending From State Resources Appropriation History FY 2005-06 through FY 2024-25 (Initial)

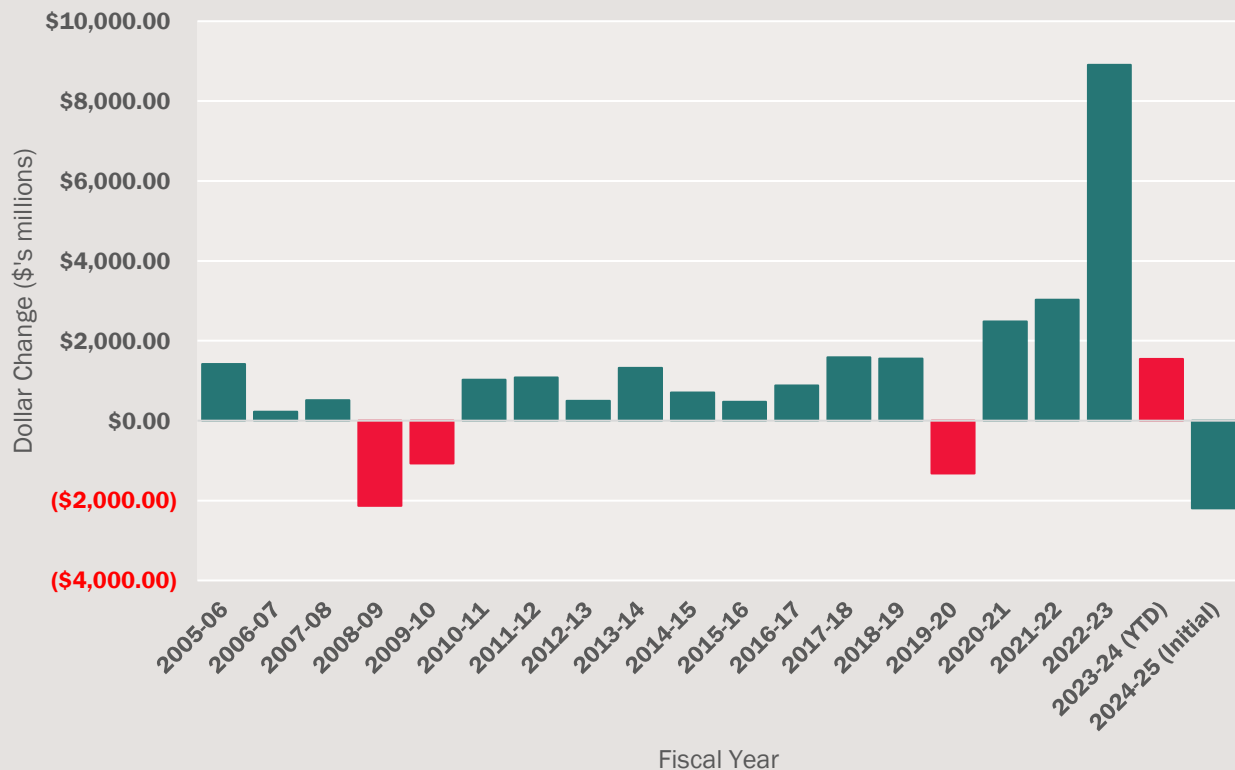


Table 12

GENERAL FUND/GENERAL PURPOSE APPROPRIATION HISTORY (millions of dollars)			
Fiscal Year	Appropriations	Dollar Change	Percent Change
2005-06	\$9,106.3	\$403.5	4.6%
2006-07	9,118.7	12.4	0.1
2007-08	9,980.7	862.0	9.5
2008-09	8,568.7	(1,412.0)	(14.1)
2009-10	7,787.4	(781.2)	(9.1)
2010-11	8,424.6	637.2	8.2
2011-12	8,341.1	(83.6)	(1.0)
2012-13	9,024.2	683.2	8.2
2013-14	9,571.3	547.1	6.1
2014-15	9,691.1	119.8	1.3
2015-16	10,157.9	466.8	4.8
2016-17	10,057.5	(100.4)	(1.0)
2017-18	10,231.3	173.8	1.7
2018-19	10,559.6	328.3	3.2
2019-20	9,463.0	(1,096.5)	(10.4)
2020-21	10,438.2	975.2	10.3
2021-22	12,069.0	1,630.8	15.6
2022-23	17,745.9	5,676.9	47.0
2023-24 (YTD)	15,753.9	(1,992.0)	(11.2)
2024-25 (Initial)	14,875.5	(878.4)	(5.6)
Change FY 2014-15 to FY 2024-25		\$5,184.4	53.5%
State and Local Gov't Price Deflator 10-Yr % Change			36.5%
Detroit CPI 10-Year Percent Change			35.4%
Note: Does not include Budget Stabilization Fund appropriations.			

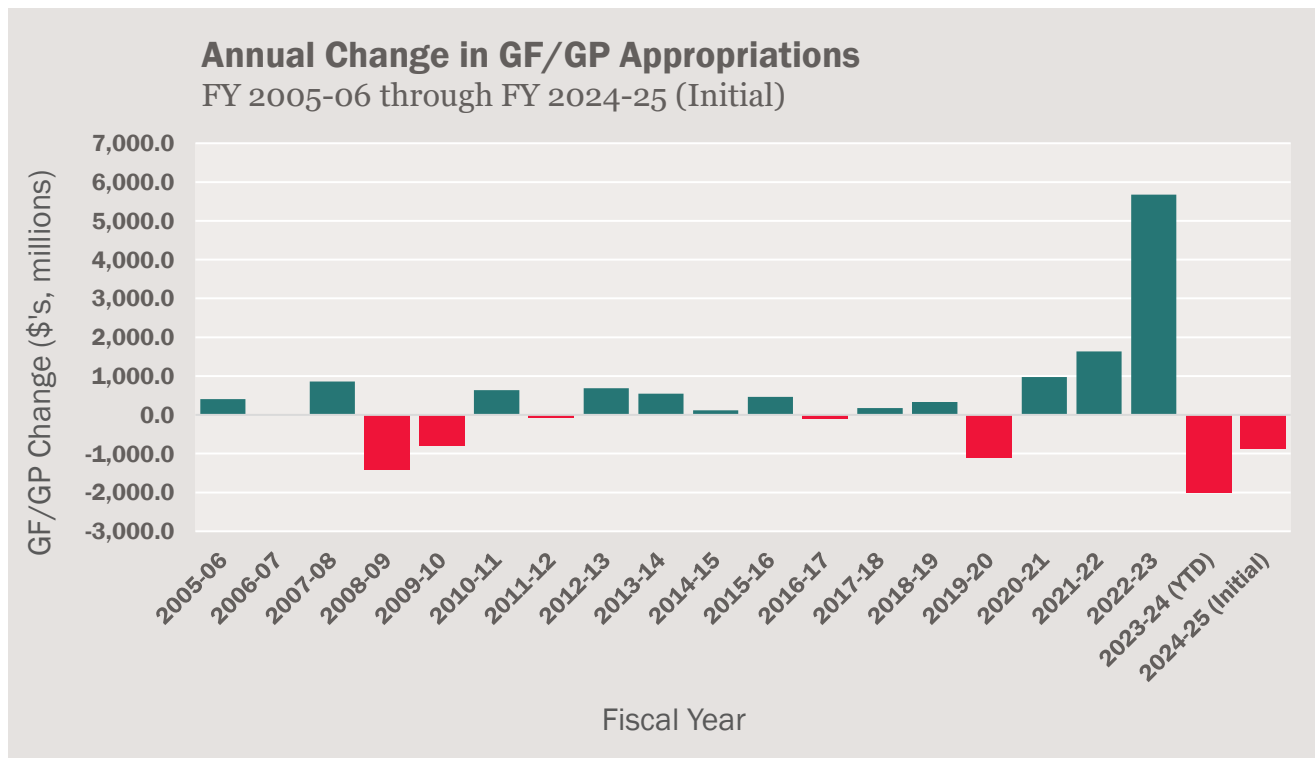


Table 13

FEDERAL FUNDS APPROPRIATED IN MICHIGAN BUDGET (millions of dollars)			
Fiscal Year	Federal Funds	Adjusted Gross Appropriations	Federal as Percent of Total Adjusted Gross
2005-06	\$13,179.9	\$41,322.7	31.9%
2006-07	13,436.1	41,851.8	32.1
2007-08	14,669.5	43,616.5	33.6
2008-09	21,124.7	47,941.9	44.1
2009-10	19,940.9	45,656.6	43.7
2010-11	21,314.5	48,089.6	44.3
2011-12	19,730.5	47,598.1	41.5
2012-13	19,372.7	47,758.6	40.6
2013-14	20,500.2	50,199.5	40.8
2014-15	22,840.1	53,247.0	42.9
2015-16	22,799.4	53,540.8	42.6
2016-17	22,956.1	54,574.3	42.1
2017-18	22,671.8	55,868.7	40.6
2018-19	23,554.9	58,340.7	40.4
2019-20	33,516.6	67,021.1	50.0
2020-21	39,135.2	75,184.0	52.1
2021-22	41,340.7	80,399.7	51.4
2022-23	37,675.5	85,677.4	44.0
2023-24 (YTD)	34,093.9	83,680.3	40.8
2024-25 (Initial)	33,884.7	81,235.9	41.7
Change FY 2014-25 to FY 2024-25	48.4%	52.6%	(1.2%)

Federal Funds Percentage of Adjusted Gross Appropriations
FY 2005-06 through FY 2024-25 (Initial)

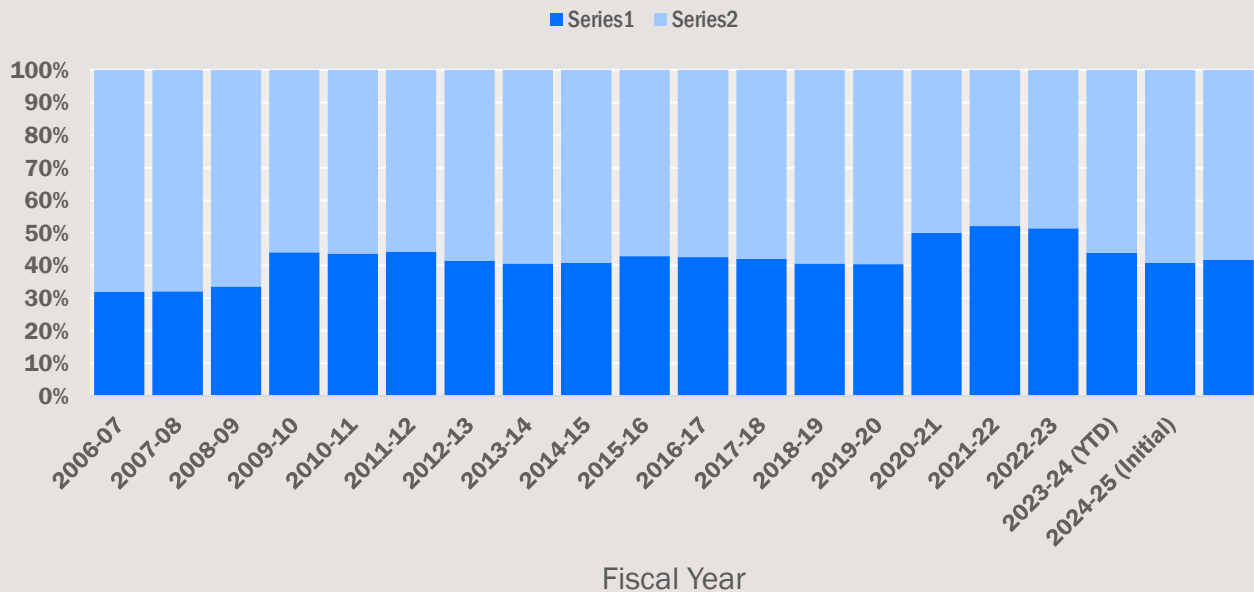


Table 14

APPROPRIATED FULL-TIME EQUATED CLASSIFIED POSITIONS (FTEs) IN MICHIGAN STATE BUDGET			
Fiscal Year	FTEs	Change	Percent Change
2005-06	56,436.4	(591.9)	(1.0%)
2006-07	56,760.3	323.9	0.6
2007-08	57,041.7	281.4	0.5
2008-09	56,491.1	(550.6)	(1.0)
2009-10	55,597.2	(893.9)	(1.6)
2010-11	56,089.3	492.1	0.9
2011-12	54,795.5	(1,293.8)	(2.3)
2012-13	53,583.5	(1,212.0)	(2.2)
2013-14	52,797.5	(786.0)	(1.5)
2014-15	52,853.5	56.0	0.1
2015-16	52,702.9	(150.6)	(0.3)
2016-17	52,756.0	53.1	0.1
2017-18	53,010.5	254.5	0.5
2018-19	53,789.0	778.5	1.5
2019-20	53,940.6	151.6	0.3
2020-21	54,178.6	238.0	0.4
2021-22	54,377.0	198.4	0.4
2022-23	54,930.4	553.4	1.0
2023-24 (YTD)	55,684.6	754.2	1.4
2024-25 (Initial)	56,131.2	446.6	0.8
Change FY 2014-15 to FY 2024-25		3,277.7	6.2%
State and Local Gov't Price Deflator 10-Yr % Change			36.5%
Detroit CPI 10-Year Percent Change			35.4%
Note: Includes exempt positions in Judiciary.			

Table 15

SCHOOL AID K-12 APPROPRIATION HISTORY (millions of dollars)			
Fiscal Year	State-Funded K-12 Appropriations	Dollar Change	Percent Change
2004-05	\$11,113.5	\$54.2	0.5%
2005-06	11,308.0	194.5	1.8
2006-07	11,597.0	288.9	2.6
2007-08	11,421.8	(175.2)	(1.5)
2008-09	11,097.8	(324.0)	(2.8)
2009-10	10,675.1	(422.7)	(3.8)
2010-11	10,803.4	128.3	1.2
2011-12	11,088.9	285.5	2.6
2012-13	11,211.0	122.1	1.1
2013-14	11,506.1	295.1	2.6
2014-15	11,865.8	359.7	3.1
2015-16	11,960.5	94.7	0.8
2016-17	12,323.2	362.7	3.0
2017-18	12,955.7	632.5	5.1
2018-19	13,065.3	109.6	0.8
2019-20	13,051.6	(13.7)	(0.1)
2020-21	13,850.1	798.5	6.1
2021-22	14,681.1	831.0	6.0
2022-23	17,652.2	2,971.1	20.2
2023-24 (YTD)	19,367.9	1,715.7	9.7
2024-25 (Initial)	18,371.5	(996.4)	(5.2)
Change FY 2014-15 to FY 2024-25		\$6,505.7	54.8%
State and Local Gov't Price Deflator 10-Yr % Change			36.5%
Detroit CPI 10-Year Percent Change			35.4%

Table 16

PUPIL MEMBERSHIP HISTORY FY 1994-95 to FY 2025-26				
Blend Calculation	Fiscal Year	Local Districts	Charter Schools	Total
50/50	1994-95	1,593,306	0	1,593,306
50/50	1995-96	1,610,130	4,790	1,614,920
50/50	1996-97	1,634,074	11,520	1,645,594
60/40	1997-98	1,651,011	19,202	1,670,213
60/40	1998-99	1,656,186	31,109	1,687,295
75/25	1999-2000	1,651,300	45,290	1,696,590
80/20	2000-01	1,649,085	55,072	1,704,157
80/20	2001-02	1,647,459	62,113	1,709,572
80/20	2002-03	1,647,531	67,336	1,714,867
80/20	2003-04	1,640,929	73,473	1,714,402
75/25	2004-05	1,626,289	81,491	1,707,780
75/25	2005-06	1,607,880	89,654	1,697,534
75/25	2006-07	1,584,435	96,627	1,681,062
75/25	2007-08	1,553,568	98,987	1,652,555
75/25	2008-09	1,517,714	102,030	1,619,744
75/25	2009-10	1,487,297	108,425	1,595,722
75/25	2010-11	1,457,160	112,276	1,569,436
90/10	2011-12	1,432,200	119,900	1,552,100
90/10	2012-13	1,405,599	130,390	1,535,989
90/10 CY	2013-14	1,374,800	147,828	1,522,628
90/10 CY	2014-15	1,356,640	151,368	1,508,008
90/10	2015-16	1,344,369	151,611	1,495,980
90/10	2016-17	1,338,231	152,933	1,491,164
90/10	2017-18	1,336,720	145,011	1,481,731
90/10	2018-19	1,323,703	145,318	1,469,021
90/10	2019-20	1,313,665	146,862	1,460,527
Superblend*	2020-21	1,301,200	148,300	1,449,500
90/10	2021-22	1,254,900	150,183	1,405,083
90/10	2022-23	1,248,755	150,474	1,399,229
90/10	2023-24 Est.	1,239,600	151,600	1,391,200
90/10	2024-25 Est.	1,232,500	152,500	1,385,000
90/10	2025-26 Est.	1,225,000	153,400	1,378,400

*Superblend is 75% weight on FY 2019-20 blend plus 25% weight on what a 'normal 90/10' blend would have been for FY 2020-21.

Table 17

STATE SPENDING PER PUPIL HISTORY			
Fiscal Year	State-Funded Approps. (millions of dollars)	Pupils (millions)	Appropriations Per Pupil
2005-06	\$11,308.1	1.6975	\$6,661
2006-07	11,597.0	1.6811	6,898
2007-08	11,421.8	1.6526	6,911
2008-09	11,097.8	1.6197	6,851
2009-10	10,675.1	1.5957	6,690
2010-11	10,803.4	1.5694	6,884
2011-12	11,088.9	1.5521	7,144
2012-13	11,211.0	1.5360	7,299
2013-14	11,506.1	1.5226	7,557
2014-15	11,865.8	1.5080	7,869
2015-16	11,960.5	1.4960	7,995
2016-17	12,323.2	1.4912	8,264
2017-18	12,955.7	1.4817	8,744
2018-19	13,065.3	1.4690	8,894
2019-20	13,051.6	1.4605	8,936
2020-21	13,850.1	1.4495	9,555
2021-22	14,681.1	1.4051	10,448
2022-23	17,652.2	1.3992	12,616
2023-24 (YTD)	19,367.9	1.3912	13,922
2024-25 (Initial)	18,371.5	1.3850	13,265

Table 18

K-12 SCHOOLS MINIMUM FOUNDATION ALLOWANCE HISTORY			
Fiscal Year	Enacted Per Pupil	After Reductions	Percent Change
2004-05	\$6,700	\$6,700	1.1%
2005-06	6,875	6,875	2.6
2006-07	7,108	7,108	3.4
2007-08	7,204	7,204	1.4
2008-09	7,316	7,316	1.6
2009-10	7,316	7,151	(2.3)
2010-11	7,316	7,146	0.0
2011-12	6,846	6,846	(4.2)
2012-13	6,966	6,966	1.8
2013-14	7,076	7,076	1.6
2014-15	7,251	7,251	2.5
2015-16	7,391	7,391	1.9
2016-17	7,511	7,511	1.6
2017-18	7,631	7,631	1.6
2018-19	7,871	7,871	3.1
2019-20	8,111	7,936	0.8
2020-21	8,111	8,111	2.2
2021-22	8,700	8,700	7.3
2022-23	9,150	9,150	5.2
2023-24 (YTD)	9,608	9,608	5.0
2024-25 (Initial)	9,608	9,608	0.0
10-Year Change	\$2,357	\$2,357	
10-Year % Change	32.5%	32.5%	
State and Local Gov't Price Deflator 10-Yr % Change		36.5%	
Detroit CPI 10-Year % Change		35.4%	

Table 19

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 Initial Appropriations	Dollar Difference	Percent Change
Health and Human Services	\$6,348.2	\$10,639.3	\$4,291.1	67.6%
Corrections	2,008.9	2,130.5	121.6	6.1
K-12 School Aid	11,865.8	18,371.5	6,505.7	54.8
Community Colleges	364.7	462.2	97.5	26.7
Higher Education	1,419.5	2,321.1	901.6	63.5
Labor and Economic Opportunity	365.3	1,207.3	842.0	230.7
Revenue Sharing-Constitutional	1,092.9	1,073.3	(19.6)	(1.8)
Revenue Sharing-Nonconstitutional	562.7	702.2	139.5	24.8
Transportation	2,439.6	4,423.7	1,984.1	81.3
All Other Programs	3,400.1	5,487.8	2,087.7	61.4
Total State Spending	\$29,867.7	\$46,818.9	\$16,951.1	56.8%
Addendum:				
Medicaid Caseload	2,290,827	2,633,570	342,743	15.0%
Prison Population	42,628	32,98	(9,755)	(22.9)
K-12 Pupil Count	1,508,008	1,385,000	(123,008)	(8.2)
University Students	261,989	234,412	(27,577)	(10.5)
Community College Students	136,124	97,057	(39,067)	(28.7)
Michigan Personal Income (millions)	\$424,082.5	\$640,815.3	\$216,732.8	51.1%
Detroit Consumer Price Index	218.9	296.5	--	35.4%
NOTES: Revenue Sharing: Constitutional number is the May 2024 Consensus Revenue Estimating Conference (CREC) estimate. Medicaid Caseload: Number for FY 2024-25 is based on eligibility reports through the fourth week of August 2024 and includes the estimated 711,490 individuals who are eligible under the expansion of Medicaid. Caseload redeterminations were suspended for all fiscal year quarters in which Enhanced FMAP had been accepted by the State due to the COVID-19 pandemic. Michigan resumed redeterminations in June of 2023. Prison Population: These are the most recent year-end numbers published by the Department of Corrections for calendar year 2015 and the most recent monthly update (August 2024) for a 2025 estimate, respectively. K-12 Pupils: FY 2024-25 pupil count is the May 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 May 2024 CREC estimates.				

Table 20

STATE APPROPRIATIONS FROM ALL SOURCES: HOW MUCH IS DISCRETIONARY? (actual dollars)	
FY 2024-25 Initial Adjusted Gross Appropriation	\$81,235,921,100
<u>Constitutional/Statutory Earmarking Requirements:</u>	
School Aid Fund - K-12 (28% Constitutional), CCs, HE	(\$19,215,940,400)
Transportation	(3,503,660,000)
Regulatory Restricted Revenue (Statutory)	(2,278,700,000)
Constitutional Revenue Sharing	(1,073,331,400)
Federal Funding Requirement	(\$33,884,722,100)
Local and Private Revenue	(\$532,294,000)
Debt Service Payments (GF/GP)	(\$366,657,600)
Capital Outlay	\$0
Caseload/Inmate Driven	(\$12,066,775,700)
Estimated Balance for Discretionary Spending	\$8,313,839,900
<u>Estimated Balance for Discretionary Spending Includes:</u>	
GF/GP Funding for Higher Education	\$1,859,924,300
Nonconstitutional State Revenue Sharing Funding	702,158,700
State Restricted and GF/GP Funding for State Police (ongoing)	796,945,300
Medicaid Programs-includes GME and MIChoice waiver	500,000,000
Non-Medicaid Programs-includes CMH, Local Public Health, Aging	380,000,000
GF/GP Funding for K-12 School Aid (ongoing)	49,980,600
GF/GP Funding for Judiciary (ongoing)	264,113,900
State Restricted and GF/GP Funding for Department of State (ongoing)	270,329,800
State Restricted Revenue for Various State Departments	496,949,800
Other GF/GP Funding for: Agriculture; Attorney General; Civil Rights; Education; DEQ; Executive; Insurance & Financial Services; Legislature; Licensing & Regulatory Affairs; Military & Veterans Affairs; DNR; LEO ongoing; Technology, Management, & Budget; Transportation; and Treasury ongoing	1,724,160,800
One-Time GF/GP Across State Departments	1,269,276,700
Total Estimated "Discretionary" Appropriations	\$8,313,839,900