

**SENATE FISCAL AGENCY  
 MEMORANDUM**

**DATE:** June 19, 2019

**TO:** Members of the Michigan Senate

**FROM:** Cory Savino, Fiscal Analyst  
 Elizabeth Raczkowski, Fiscal Analyst  
 John Maxwell, Fiscal Analyst  
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**RE:** Executive Order 2019-13

**Executive Order 2019-13**

On June 6, 2019, Governor Whitmer issued Executive Order (E.O.) 2019-13, which would rename the Department of Talent and Economic Development (TED) as the Department of Labor and Economic Opportunity (LEO), create two new commissions to be housed within LEO, and transfer a number of other entities (boards, commissions, authorities) from other departments into LEO.

Specifically, the E.O. would create the Unemployment Insurance Appeals Commission and the Workers' Disability Compensation Appeals Commission and house both within LEO. Those commissions would replace existing bodies currently in other departments. Lastly, the E.O. would transfer 23 other administrative entities from other departments to LEO, including entities from the Department of Licensing and Regulatory Affairs (LARA), the Department of Health and Human Services (DHHS), the Department of Technology, Management, and Budget (DTMB), the Department of Education, and the Department of Treasury.

Article V, Section 2 of the Michigan Constitution states that the Legislature has 60 calendar days following the issuance of an Executive Order to disapprove it; the last day for the Legislature to reject E.O. 2019-13 is August 5, 2019.

**LEO AND ITS COMPONENTS**

In addition to most of the offices and agencies currently housed in TED, LEO also would absorb several other administrative entities currently housed in other departments. Table 1 is a listing of those agencies, sorted by current department, the type of transfer cited by the E.O. to move them into LEO, and references to the E.O. sections that require their transfer.

**Table 1**

<b>Agency</b>	<b>Action</b>	<b>Type</b>	<b>EO Section</b>
<b><u>DOE</u></b>			
Marshall Plan for Talent	to LEO .....	Type II	(5)(a)
Youth Employment Standards Act	to LEO .....	Type II	(5)(b)
Michigan Council on Educational Opportunity for Military Children	to LEO .....	Type II	(5)(c)
<b><u>DHHS</u></b>			
Michigan Council for Rehabilitation Services	to LEO .....	Type II	(6)(a)
Michigan Rehabilitation Services	to LEO .....	Type II	(6)(b)
Michigan Community Service Commission	to LEO .....	Type II	(6)(c)
<b><u>LARA</u></b>			
Michigan Compensation Appellate Commission	to Unemployment Insurance Appeals Commission within LEO	Type III	(3)(n)
Asian Pacific American Affairs Commission	to LEO .....	Type II	(7)(a)
Office of Asian Pacific American Affairs	to LEO, abolished .....	Type III	(7)(a)
Board of Health Safety and Compliance and Appeals	to LEO .....	Type I	(7)(b)
Bureau of Services for Blind Persons	to LEO .....	Type II	(7)(c)
Commission for Blind Persons	to LEO .....	Type II	(7)(d)
Commission on Middle Eastern Affairs	to LEO .....	Type II	(7)(e)
Employment Relations Commission	to LEO .....	Type I	(7)(f)
Hispanic/Latino Commission of Michigan	to LEO .....	Type II	(7)(g)
Office of Hispanic/Latino Affairs	to LEO, abolished .....	Type III	(7)(g)
Michigan Occupational Safety and Health Administration	to LEO .....	Type II	(7)(h)
Michigan Office for New Americans	to LEO; renamed Office of Global Michigan .....	Type II	(7)(i)
Wage and Hour Division	to LEO .....	Type II	(7)(k)
Workers' Compensation Agency	to LEO .....	Type II	(7)(l)
Workers' Compensation Board of Magistrates	to LEO .....	Type I	(7)(m)
<b><u>TED</u></b>			
Michigan State Housing Development Authority	to LEO .....	Type IV	(2)(a)
Michigan Strategic Fund	to LEO .....	Type IV	(2)(b)
Michigan Talent Investment Agency	to LEO .....	Type III	(2)(c)
State Historic Preservation Office	to MSF .....	Type I	(2)(d)
State Historic Preservation Review Board	to MSF .....	Type I	(2)(e)
State Land Band Fast Track Authority	to LEO .....	Type I	(2)(f)
Unemployment Insurance Agency	to LEO .....	Type III	(2)(g)
<b><u>DTMB</u></b>			
Michigan Science, Technology, Engineering, and Mathematics Education Advisory Council - MI-STEM	to LEO .....	Type III	(8)
<b><u>Treasury</u></b>			
Marshall Plan for Talent	to LEO .....	Type II	(9)(a)

## **Types of Transfers**

Article V, Section 2 of the State Constitution authorizes the Governor to organize the Executive branch of government by Executive Order. Three types of reorganizations are identified in the Executive Organization Act:

**Type I Transfer.** Under a Type I transfer, an existing department, board, commission, or agency is transferred intact to another principal department. The entity is administered under the supervision of the new principal department; however, the prescribed statutory powers, duties, and functions are exercised by the entity as a relatively autonomous entity.

**Type II Transfer.** Under a Type II transfer, all of the statutory authority, powers, duties, and functions, as well as records, personnel, property, unspent balances of appropriations and other funds associated with an entity, and the entity itself, are transferred to and placed under the authority of the principal department.

**Type III Transfer.** A Type III transfer abolishes an existing entity. The statutory authority, powers, duties, functions, records, personnel, and funding are not abolished, but are transferred to a principal department.

In addition to the transfer types listed above, E.O. 2019-13 refers to some transfers as Type IV. Type IV transfers are defined in E.O. 2003-18 as the following:

"Type IV Transfer" means a basic type transfer where all statutory authority, powers, duties, functions, records, personnel, property, unexpended balances of appropriations, allocations, and other funds, including the functions of budgeting, procurement, personnel, and management-related functions are retained by the transferred entity and the transferred entity remains an autonomous entity, in the same manner as the Michigan Employment Security Commission was designated an autonomous entity within the Michigan Department of Labor under Section 379 of the Executive Organization Act, 1965 PA 380, MCL 16.479, and the Michigan Strategic Fund was transferred to the Michigan Department of Management and Budget under Executive Order 1999-1, MCL 408.40.

Reference Table 1 to see which type of transfer is associated with each entity being transferred into LEO.

### **Reorganization within the new Department (LEO)**

The authorities, powers, duties, functions, and responsibilities of the State Historic Preservation Office, created under Executive Order 2010-12, would be transferred from the Michigan State Housing Development Authority to the Michigan Strategic Fund. The Governor would have to appoint a State historic preservation officer to administer the Office and program.

The authorities, powers, duties, functions, and responsibilities of the State Historic Preservation Review Board, created under Executive Order 2007-53, would be transferred from the Michigan State Housing Development Authority to the Michigan Strategic Fund. The budget, procurement, and related management functions of the Board would be performed under the supervision of the President of the Michigan Strategic Fund.

## **Transfers from the Department of Talent and Economic Development<sup>1</sup>**

The powers and responsibilities of the Michigan State Housing Development Authority, created under Section 21 of the State Housing Development Authority Act (Public Act (PA) 346 of 1966), would be transferred to LEO. This would include any agreements executed before the issuance of this Executive Order, such as those with note holders, bond holders, or issuers of instruments that are guaranteed.

The first position on the Michigan State Housing Development Authority for heads of principal Executive branch departments would be transferred to the Director of LEO or his or her designee. The second position on the Authority would be transferred to the State Treasurer, or his or her designee. The third position on the Authority would be transferred to the President of the Michigan Strategic Fund or his or her designee. Each of these individuals would serve as an ex officio, voting member of the Authority. Currently, the positions on the Michigan State Housing Development Authority for heads of principal Executive branch departments are the State Treasurer, Director of the Department of Transportation, and Director of the Department of Health and Human Services.

The Michigan Strategic Fund would be transferred to LEO. This would include the authorities, powers, duties, functions, and responsibilities of TED (which would be transferred to the Michigan Strategic Fund) that oversee data center equipment exemption from tax indicated in the following sections:

- Section 4ee of the General Sales Tax Act (PA 167 of 1933).
- Section 4cc of the Use Tax Act (PA 94 of 1937).

The board of directors of the Michigan Strategic Fund created under Section V. A of Executive Order 2014-12 would be abolished and its powers, duties, functions, and responsibilities would be transferred to a new board of directors consisting of the following:

- The Director of LEO or his or her designee.
- The State Treasurer or his or her designee.
- The Director of the Department of Transportation or his or her designee.
- The Chief Executive Officer of the Michigan Economic Development Corporation, or his or her designee.
- Seven State residents appointed by the Governor, subject to advice and consent of the Senate. These seven members would consist of the following:
  - At least six individuals would have to be from the private sector.
  - One individual would have to be from a list of at least three nominees submitted by the Senate Majority Leader.
  - One individual would have to be from a list of at least three nominees submitted by the Speaker of the House.
  - At least two members would be required to have experience in private equity of venture capital investment: at least one in commercial lending and at least one in commercialization of technology.

Membership would have to include minority, small business, and female representation in accordance to Section 5 of the Michigan Strategic Fund Act (PA 270 of 1984).

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<sup>1</sup> Because not every office within TED will be part of LEO, the units that would be transferred are listed individually.

The Governor would have to designate a member of the new board to serve as President of the Michigan Strategic Fund. The President would serve as chairperson of the new board of directors and as a member of the Governor's cabinet. The authorities, power, duties, functions, and responsibilities of the chairperson and of the President under the Michigan Strategic Fund Act would be vested in the new President. The President of the Michigan Strategic Fund also could serve as the Chief Executive Officer of the Michigan Economic Development Corporation. The Director of LEO could not be designated as the President of the Michigan Strategic Fund.

The authorities, powers, duties, functions, and responsibilities of the Michigan Talent Investment Agency created under Section 3 of Executive Order 2014-12, including the Workforce Development Agency, would be transferred to LEO and abolished. One position on the P-20 Longitudinal Data Systems Advisory Council nominated by the Director of the Workforce Development Agency would be nominated by the Director of LEO. The powers identified in the following Public Acts would be transferred to LEO:

- Sections 61b, 61c, 67, 203, 217, 222, 276 to 222 of the State School Aid Act (PA 94 of 1979) (these sections include the CTE Early/Middle College program, CTE Skilled Trades Equipment Upgrades program, Michigan College Access Network, Michigan Community College Date Inventory, and Martin Luther King, Jr.-Cesar Chavez-Rosa Parks-Morris Hood Jr. programs).
- Section 10 of the Michigan Employment Security Act (PA 1 of 1936).
- Section 4 of the Michigan Civilian Conservation Corps Act (PA 22 of 1984).

The State Land Bank Fast Track Authority, would be renamed the State Land Bank Authority, and would be transferred to LEO. The Authority board of directors and position of Director of the Authority would be abolished. The bonding, budget, procurement, and related management functions of the Authority would be performed under the direction and supervision of the Director of LEO. The authorities, powers, and duties of the Authority would be vested in a new board of directors. The board of directors would appoint an executive director who would exercise powers, duties, functions, and responsibilities vested in the executive director under the Land Bank Fast Track Act (PA 258 of 2009). The board of directors would consist of the following individuals:

- The Director of LEO or his or her designee.
- The President of the Michigan Strategic Fund or his or her designee.
- The executive director of the Michigan Housing Development Authority or his or her designee.
- Four State residents appointed by the Governor.

The authorities, power, duties, functions, and responsibilities of the Unemployment Insurance Agency and its Director would be transferred to LEO. This would include any reference to the Director of Unemployment Insurance, or Unemployment Agency.

The authorities, powers, duties, function, and responsibilities under Sections 209(2), 211(2), and 527(1) of the Recodified Tax Increment Financing Act (PA 57 of 2018) would be transferred from TED to LARA.

### **Transfers from the Department of Education**

The authorities, powers, duties, functions, and responsibilities under the Marshall Plan for Talent, (created under Article V of the School Aid Act), the Youth Employment Standards Act, and the Michigan Council on Education Opportunity for Military Children (created under the Interstate

Compact on Educational Opportunity for Military Children Act) would be transferred from the Department of Education to LEO. The State Board of Education would maintain general leadership and supervision of those Acts or programs as provided by Article VIII, Section 3 of the Michigan Constitution.

### **Transfers from the Department of Treasury**

The authorities, powers, duties, functions, and responsibilities of the Marshall Plan for Talent would be transferred from the Department of Treasury to LEO.

### **Creation of the Unemployment Insurance Appeals Commission**

The Unemployment Insurance Appeals Commission would be created as a Type I agency within the Unemployment Insurance Agency. The Commission would have to exercise prescribed statutory powers, duties, and functions of rule-making, licensing, and registration independently of the Director of the Unemployment Insurance Agency and the Director of LEO. The Commission would include seven members appointed by the Governor with the advice and consent of the Senate. Each member would have to be a member in good standing with the State Bar of Michigan who had practiced in Michigan courts for at least five years. The Governor would have to designate one member as the chairperson, and he or she would have to assign a panel of three members to hear matters brought before the Commission. The Governor could suspend or remove members of the Commission upon recommendation by the Director of LEO, based on a performance evaluation or misfeasance or malfeasance in office. Decisions reached by the panel would be the final decision of the Commission unless five members requested that the matter be brought for a full review by the entire Commission. This request would need to be made within five business days after a decision of the panel.

Each member would have to devote his or her full time to the Commission and perform the functions and responsibilities of his or her office during hours generally worked by the officers and employees of the principal departments of State government. A Commission member could not participate in a case in which he or she was an interested party, and would have to discharge his or her duties in a nonpartisan manner, with good faith, and with the degree of diligence, care, and skill of an ordinarily prudent public officer. Any matters of first impression relating to unemployment insurance, as determined by the chairperson, or any matter that at least five members requested to be reviewed, would have to be reviewed by the full Commission. Opinions issued by the Commission would have to be written and clearly defined with legal principals applied, and would have to be publicly distributed, including by electronic means using the internet.

The Director of Unemployment Insurance, in consultation with the chairperson, would have general supervisory control of assignment and scheduling of the Commission's work and would have to establish productivity standards for the Commission, its members, and panels. Annual evaluations of each member would have to be conducted by the Director of Unemployment Insurance in consultation with the Commission chairperson. The Director of Unemployment Insurance would have to submit a written report to the Director of LEO with any supporting documentation. The evaluations would have to be based on the following:

- Productivity, including reasonable time deadlines for disposing of cases and productivity standards.
- Manner in conducting hearings.
- Knowledge of rules of evidence as demonstrated by transcripts of the proceedings.
- Knowledge of and compliance with the law.

- Evidence of any demonstrated bias against defendants, claimants, or attorneys.
- Written surveys or comments of one of more interested parties.

The Department of Labor and Economic Opportunity would have to provide suitable office space for the Commission and its activities, as well as staff necessary to perform its functions under the Michigan Employment Security Act. The authorities, powers, duties, functions, and responsibilities of the Michigan Compensation Appellate Commission relating to the Michigan Employment Security Act would be transferred to the Unemployment Insurance Appeals Commission. Any statutory reference to the Former Michigan Employment Security Board of Review would be a reference to the Unemployment Insurance Appeals Commission.

### **Creation of the Worker's Disability Compensation Appeals Commission**

The Workers' Disability Compensation Appeals Commission would be created as a Type I agency within LEO. The Appeals Commission would be located within the Workers' Disability Compensation Agency, but would exercise prescribed statutory powers, duties, and functions of rule-making, licensing, and registration independently of the Director of the Workers' Disability Compensation and the Director of LEO. The Commission would include three members appointed by the Governor with the advice and consent of the Senate. The Commission would have to act by a vote of two or more members, except when a member did not participate in a case, in which case, the chairperson would cast a vote after reviewing the record.

Members would have to be in good standing with the State Bar of Michigan, have practiced law in Michigan courts for at least five years, and have practiced in the field of workers' compensation law with demonstrated proficiency in that field. The Governor would have to designate one member as the chairperson. The Governor would retain the power to suspend or remove members of the Commission upon recommendation by the Director of LEO, based on a performance evaluation or other misfeasance or malfeasance in office.

Each member would have to devote his or her full time to the Commission and would have to perform the functions and responsibilities of the office during hours generally worked by the officers and employees of the principal departments of State government. A member of the Commission could not participate in a case in which he or she was an interested party, and would have to discharge his or her duties in a nonpartisan manner, with good faith and with the degree of diligence, care, and skill of an ordinarily prudent public officer. Opinions issued by the Commission would have to be written and clearly defined with legal principals applied, and would have to be publicly distributed including by electronic means using the internet.

The Director of Workers' Disability Compensation, in consultation with the chairperson, would have general supervisory control of assignment and scheduling of the Commission work and of establishing productivity standards for the Commission, its members, and panels. Annual evaluations of each member would be conducted by the Director of Workers' Disability Compensation in consultation with the chairperson. The Director of Workers' Disability Compensation would have to submit a written report to the Director of LEO with any relating supporting documentation. The evaluations would have to be based on the following:

- Productivity, including reasonable time deadlines for disposing of cases and productivity standards.
- Manner in conducting hearings.
- Knowledge of rules of evidence as demonstrated by transcripts of the proceedings.
- Knowledge of and compliance with the law.

- Evidence of any demonstrated bias against defendants, claimants, or attorneys.
- Written surveys or comments of one of more interested parties.

The Department of LEO would have to provide suitable office space for the Commission and its activities, as well as staff necessary to perform its functions under the Worker's Disability Compensation Act. The authorities, powers, duties, functions, and responsibilities of the Michigan Compensation Appellate Commission relating to the Worker's Disability Compensation Act would be transferred to the Workers' Disability Compensation Appeal Commission. The authorities, powers, duties, functions, and responsibilities of the executive director of the former Michigan Administrative Hearing System under Section 212 of the Worker's Disability Compensation Act would be transferred to the Director of the Workers' Disability Compensation. Any statutory reference to the former Workers' Compensation Appellate Commission would be a reference to the Worker's Disability Compensation Appeals Commission.

### **Transfers from the Department of Licensing and Regulatory Affairs**

The powers and responsibilities of the Michigan Compensation Appellate Commission, currently housed in LARA, under certain sections of the Michigan Employment Security Act, would be transferred to the Unemployment Insurance Appeals Commission within LEO and abolished.

Three cultural commissions, the Asian Pacific American Affairs Commission, the Commission on Middle Eastern American Affairs, and the Hispanic/Latino Commission of Michigan, would be transferred from LARA to LEO. The Office of Asian Pacific American Affairs and the Office of Hispanic/Latino Affairs would be transferred to LEO and abolished. The positions of director for both offices would be abolished.

The Board of Health Safety and Compliance and Appeals and the Employment Relations Commission would be transferred from LARA to LEO.

The Bureau of Services for Blind Persons would be transferred from LARA to LEO. The associated authorities, powers, and duties of the Director of LARA would be transferred to the Director of LEO. The authorities, powers, and duties of LARA under Public Act 260 of 1978 (which pertaining to blind and visually disabled individuals) would be transferred to LEO. The Commission for Blind Persons also would be transferred from LARA to LEO.

The Michigan Occupational Safety and Health Administration, as well as its authorities, powers, duties, functions and responsibilities under the Michigan Occupational Health and Safety Act would be transferred from LARA to LEO.

The Michigan Office for New Americans would be transferred from LARA to LEO and renamed the Office for Global Michigan. Its advisory Chairpersons Council would be renamed as the Chairpersons' Council on Opportunities and would be required to meet at least four times per year and to comply with the Open Meetings Act. Members of the Council would be eligible for reimbursement for necessary travel, and expenses subject to the approval of the Office.

The position of Director of the Office would be abolished and a new position of executive director of the Office of Global Michigan would be created. The executive director would have to be appointed by the Governor, and would serve as a member of the Governor's cabinet and as a member of the new Council.

The authorities, powers, duties, functions, and responsibilities of LARA related to nonincorporated private educational institutions as described in Section II. B of Executive Order 2012-9 would be transferred to LEO.

The authorities and functions of the Wage and Hour Division under Section II. L of Executive Order 2003-18 would be transferred from LARA to LEO.

The Workers' Compensation Agency would be transferred from LARA to LEO and renamed the Workers' Disability Compensation Agency. Certain authorities, powers, duties, functions, and responsibilities of LARA and of the former Michigan Administrative Hearing System and its executive director under the Worker's Disability Compensation Act would be transferred to the Workers' Disability Compensation Agency or its Director, as described in Section 7(l) of the Executive Order.

The Workers' Compensation Board of Magistrates would be transferred from LARA to LEO as a component of the new Workers' Disability Compensation Agency. The E.O. specifies that the powers and responsibilities of LARA or its Director under Sections 212 and 213 of the Worker's Disability Compensation Act would be transferred to LEO or its Director as described in the Order.

Additional powers, functions, and responsibilities of LARA under the following Public Acts would be transferred to LEO:

- Public Act 390 of 1978 (which pertains to the payment of wages and fringe benefits).
- The Earned Sick Time Act (PA 338 of 2018).
- The Improved Workforce Opportunity Wage Act (PA 337 of 2018).
- Public Act 251 of 1972 (which pertains to the reciprocal exchange of educational services).
- The Higher Education Authorization and Distance Education Reciprocal Exchange Act (PA 45 of 2015).
- The Proprietary Schools Act (PA 148 of 1943).
- Section 177 of Public Act 327 of 1931.
- The Employment Security Financing Act (PA 267 of 2011).

Powers, functions, and responsibilities of the Director of LARA under the following Public Acts would be transferred to the Director of LEO:

- The Employment Security Financing Act.
- The Improved Workforce Opportunity Wage Act.
- The Michigan Occupational Safety and Health Act (PA 154 of 1974).
- Section 26a of the Michigan Employment Security Act (PA 1 of 1936).
- Section 14 of PA 176 of 1939 (which pertains to agreements between employers and unions).

### **Transfers from the Department of Health and Human Services**

The powers and responsibilities of the Michigan Council for Rehabilitation Services, currently housed in the DHHS, under Section V of Executive Order 2012-10, would be transferred to LEO. This also would include a member of the Michigan Council for Rehabilitation Services transferred from the Talent Investment Board to an individual representing the Michigan Future Talent Council.

The powers and responsibilities for Michigan Rehabilitation Services (MRS) would be transferred from the DHHS to LEO. This would include the Federal authority granted to MRS as a "designated state agency" under the Federal Rehabilitation Act of 1973. The State authority that would be transferred is granted under the Rehabilitation Act of 1964 (PA 232 of 1964) as amended.

The powers and responsibilities for Michigan Community Service Commission would be transferred from the DHHS to LEO. The State authority that would be transferred is granted under PA 219 of 1994.

### **Transfers from the Department of Technology, Management, and Budget**

The powers and responsibilities of the Michigan Science, Technology, Engineering, and Mathematics Education Advisory Council (MiSTEM), currently housed in the DTMB under Section 98(2)(a)(v) of the State School Aid Act, would be transferred to LEO and abolished. A new council would be created within LEO titled the Michigan Science, Technology, Engineering, and Mathematics Education Advisory Council, which would be referred to as the MI-STEM Council.

The Director of LEO, or his or her designee, would serve as an ex officio voting member, as would the Superintendent of Public Instruction or his or her designee. The remaining voting members of the Council would be comprised of nine Michigan residents appointed by the Governor, two members of the Senate (a majority member and a minority member), and two members from the House of Representatives (also a majority member and a minority member).

The MI-STEM Council would have to perform the authorities, powers, duties, functions, and responsibilities transferred to LEO under Section 8(a) and all of the following:

- Recommending measures to ensure effective communications, collaboration, and joint objectives among departments and agencies with responsibilities relating to science, technology, engineering, and mathematics education.
- Providing other information, advice, or assistance as requested by the Director of LEO.
- Other authorities, powers, duties, functions, and responsibilities vested in the MI-STEM Advisory Council by law.

Also, LEO would have to assist the MI-STEM Advisory Council in the performance of its authorities, powers, duties, functions, and responsibilities and would have to provide personnel to staff the MI-STEM Advisory Council. The budgeting, procurement, and related management functions of the MI-STEM Advisory Council would be performed under the direction and supervision of the Director of LEO.

### **Fiscal Impact**

Executive Order 2019-13 likely would have a net-zero fiscal impact upon the State; however, many of the administrative entities that would be transferred to LEO from other Departments would bring with them FTEs and line-item appropriation amounts. An estimated listing is provided in Table 2, below:

Table 2

Agency, Board, Commission	FTEs (FY 2019)	Appropriations (FY 2019)	Action
<b><u>Talent and Economic Development</u></b>			
Michigan State Housing Development Authority.....	290.0	\$219,473,400	LEO
Michigan Strategic Fund.....	157.0	405,067,700	LEO
Talent Investment Agency.....	219.0	489,230,100	LEO
Unemployment Insurance Agency.....	760.0	137,836,900	LEO
Land Bank Fast Track Authority .....	9.0	4,125,700	LEO
TIF Oversight .....	N/A	N/A	LARA
<b><u>Licensing and Regulatory Affairs</u></b>			
Michigan Compensation Appellate Commission.....	18.0	4,660,500	UIA
Asian Pacific American Affairs Commission .....	1.0	137,400	LEO
Office of Asian Pacific American Affairs.....	N/A	N/A	LEO
Board of Health Safety and Compliance and Appeals	N/A	N/A	LEO
Bureau of Services for Blind Persons .....	113.0	24,931,000	LEO
Commission for Blind Persons .....	N/A	N/A	LEO
Commission on Middle Eastern Affairs.....	1.0	125,000	LEO
Employment Relations Commission.....	22.0	4,289,800	LEO
Hispanic/Latino Commission of Michigan .....	1.0	288,300	LEO
Office of Hispanic/Latino Affairs .....	N/A	N/A	LEO
Michigan Occupational Safety and Health Administration	197.0	29,418,000	LEO
Michigan Office for New Americans.....	9.0	29,249,100	LEO
Wage and Hour Division.....	32.0	3,826,100	LEO
Workers' Compensation Agency .....	56.0	8,177,500	LEO
Workers' Compensation Board of Magistrates.....	N/A	N/A	LEO
<b><u>Department of Health and Human Services</u></b>			
Michigan Council for Rehabilitation Services.....	0.0	0	LEO
Michigan Rehabilitation Services.....	526.0	129,881,000	LEO
Michigan Community Service Commission.....	15.0	11,650,300	LEO
<b><u>DTMB</u></b>			
Michigan Science, Technology, Engineering, and Mathematics Education (MiSTEM) Advisory Council	2.0	300,000	LEO
<b><u>Department of Education</u></b>			
Marshall Plan for Talent .....	0.0	0	LEO
Youth Employment Standards Act.....	N/A	N/A	LEO
Michigan Council for Educational Opportunity for Military Children .....	N/A	N/A	LEO
<b><u>Department of Treasury</u></b>			
Marshall Plan for Talent .....	0.0	0	LEO
<b>Total FTEs and Appropriations transferred to LEO</b>	<b>2,428.0</b>	<b>\$1,502,667,800</b>	

**Summary**

Executive Order 2019-13 would create the Department of Labor and Economic Opportunity, transfer most administrative entities currently housed within the Department of Talent and Economic Development to LEO, create two new commissions to be housed in LEO, and transfer 23 other administrative entities into LEO. Executive Order 2019-13 will take effect on August 11, 2019, unless the Legislature rejects it before August 5, 2019.

If you have any questions on E.O. 2019-13, please do not hesitate to contact us.

/mh

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