



MICHIGAN SENATE  
**JIM STAMAS**  
APPROPRIATIONS CHAIRMAN

June 19, 2019

Chris Kolb, Director  
State Budget Office  
Department of Technology, Management, and Budget  
6th Floor Romney Building  
Lansing, MI 48090

Dear Director Kolb:

For your information, the attached transfer package has been approved by a majority of the members of both the Senate and House Appropriations Committees.

The transfers approved are from the State Budget Office letter dated March 21, 2019, Legislative Transfer Request 2019-2. The transfers are for the Departments of Corrections; Health and Human Services; Licensing and Regulatory Affairs; Military and Veterans Affairs; Natural Resources; and State.

If you need further information, please do not hesitate to contact us.

Sincerely,

A handwritten signature in blue ink, appearing to read "J. Stamas".

Jim Stamas, Chair  
Senate Appropriations Committee

A handwritten signature in blue ink, appearing to read "Shane Hernandez".

Shane Hernandez, Chair  
House Appropriations Committee



**FY 2018-19 LEGISLATIVE TRANSFER PACKAGE**

<b>Department/Budget Area</b>	<b>FY 2018-19 Year-to-Date Gross Appropriation</b>	<b>Contingency Transfer Amount</b>	<b>Standard Transfer Amount</b>	<b>Total Transfer Amount</b>	<b>Page Number</b>	<b>Transfer Percent of Y-T-D Gross</b>
Corrections	\$2,019,056,200	\$0	\$19,201,100	\$19,201,100	1	0.95%
Health and Human Services	25,527,390,900	35,500,000	20,886,000	56,386,000	2	0.22
Licensing and Regulatory Affairs	527,212,200	640,100	0	640,100	6	0.12
Military and Veterans Affairs	199,639,300	1,000,000	0	\$1,000,000	8	0.50
Natural Resources	484,430,900	0	230,000	\$230,000	9	0.05
State	247,062,800	800,000	0	\$800,000	10	0.32
<b>Total</b>	<b>\$58,171,947,200</b>	<b>\$37,940,100</b>	<b>\$40,317,100</b>	<b>\$78,257,200</b>		<b>0.13%</b>

Year-to-Date Gross Appropriation Total represents all department budgets.

**FY 2018-19 LEGISLATIVE TRANSFER PACKAGE FUND SOURCES**

<b>Department/Budget Area</b>	<b>Federal</b>	<b>Local/ Private</b>	<b>State Restricted</b>	<b>GF/GP</b>	<b>Total Transfer Amount</b>
Corrections	\$0	\$0	\$0	\$19,201,100	\$19,201,100
Health and Human Services	45,243,000	700,000	0	10,443,000	56,386,000
Licensing and Regulatory Affairs	340,100	0	300,000	0	640,100
Military and Veterans Affairs	1,000,000	0	0	0	1,000,000
Natural Resources	0	0	230,000	0	230,000
State	0	0	800,000	0	800,000
<b>Total</b>	<b>\$46,583,100</b>	<b>\$700,000</b>	<b>\$1,330,000</b>	<b>\$29,644,100</b>	<b>\$78,257,200</b>

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: CORRECTIONS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19
<b>TOTAL TRANSFER REQUEST: \$19,201,100</b>				
<b>FROM: CORRECTIONAL FACILITIES</b>				
Ojibway Correctional Facility - Marenisco	23,747,300	(17,345,500)	(17,345,500)	(17,345,500)
State general fund/general purpose	23,747,300	(17,345,500)	(17,345,500)	(17,345,500)
<b>HEALTH CARE</b>				
Clinical complexes	146,066,300	(1,182,800)	(1,182,800)	(1,182,800)
State general fund/general purpose	145,809,100	(1,182,800)	(1,182,800)	(1,182,800)
Mental health services and support	45,981,100	(101,500)	(101,500)	(101,500)
State general fund/general purpose	45,981,100	(101,500)	(101,500)	(101,500)
<b>OFFENDER SUCCESS ADMINISTRATION</b>				
Educational/skilled trades/career readiness programs	41,009,700	(571,300)	(571,300)	(571,300)
State general fund/general purpose	30,460,300	(571,300)	(571,300)	(571,300)
<b>TO: CORRECTIONAL FACILITIES</b>				
Facility closure	(19,201,100)	19,201,100	19,201,100	19,201,100
State general fund/general purpose	(19,201,100)	19,201,100	19,201,100	19,201,100

This transfer would shift a total of \$19.2 million in General Fund authorization from the Ojibway Correctional Facility, Clinical Complexes, Mental Health Services and Support, and the Education/Skilled Trades/Career Readiness Programs lines to the Facility Closure line to recognize partial year savings from the closure of the Ojibway Correctional Facility and satisfy the negative Facility Closure line item included in the original Fiscal Year 2019 enacted budget. The reductions in these lines are for the portions of the line items that were appropriated for the Ojibway facility and would now result in savings due to the closure.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19
<b>TOTAL TRANSFER REQUEST: \$100,000</b>				
<b>FROM: BOILERPLATE APPROPRIATIONS</b>				
Contingency funds	60,000,000	(100,000)	(100,000)	(100,000)
Private contingency revenues	60,000,000	(100,000)	(100,000)	(100,000)
<b>TO: LOCAL HEALTH AND ADMINISTRATIVE SERVICES</b>				
Cancer prevention and control program	15,101,500	100,000	100,000	100,000
Total private revenues	500,000	100,000	100,000	100,000

This transfer requests \$100,000 in Private contingency authorization for the Cancer Prevention and Control Program line to recognize available revenue from Breast Cancer Awareness license plate sales, and a Breast Cancer tax check-off. PA 134 of 2007 created an income tax check off box to allow for donations of money to support Amanda's Fund for Breast Cancer Prevention and Treatment, while the Breast Cancer Awareness license plate was introduced in 2014. Additional private revenue from this fund and license plate sales is available to support the Breast Cancer and Cervical Cancer Nation Program (BCCCNP), which assists low income women in screening, follow up, and cancer treatment services.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19
<b>TOTAL TRANSFER REQUEST: \$20,886,000</b>				
<b>FROM: CHILDREN'S SERVICES AGENCY - CHILD WELFARE</b>				
Child welfare field staff - caseload compliance	234,317,000	(10,443,000)	(10,443,000)	(10,443,000)
Social security act, temporary assistance for needy families	128,225,200	(6,721,100)	(6,721,100)	(6,721,100)
Capped federal revenues	31,085,400	(2,095,900)	(2,095,900)	(2,095,900)
Total other federal revenues	33,911,700	(1,626,000)	(1,626,000)	(1,626,000)
Children's protective services staffing enhancement	13,963,400	(10,443,000)	(10,443,000)	(10,443,000)
State general fund/general purpose	13,963,400	(10,443,000)	(10,443,000)	(10,443,000)
<b>TO: CHILDREN'S SERVICES AGENCY - CHILD WELFARE</b>				
Child welfare field staff - caseload compliance	234,317,000	10,443,000	10,443,000	10,443,000
State general fund/general purpose	41,094,700	10,443,000	10,443,000	10,443,000
Children's protective services staffing enhancement	13,963,400	10,443,000	10,443,000	10,443,000
Social security act, temporary assistance for needy families	0	6,721,100	6,721,100	6,721,100
Capped federal revenues	0	2,095,900	2,095,900	2,095,900
Total other federal revenues	0	1,626,000	1,626,000	1,626,000

The Administration is requesting a transfer to utilize funding in the Children's protective services staffing enhancement line-item. The transfer will amend the fund sources for the staffing enhancement to align the cost allocation for Federal funds. In PA 618 of 2018, a total of \$15.0M GF/GP was appropriated to the Department of Health and Human Services. \$13.9M GF/GP was appropriated specifically to the Children's protective services staffing enhancement line-item. These funds are intended to correct the findings in the September 2018 Office of the Auditor General Children's protective services performance audit.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19
<b>TOTAL TRANSFER REQUEST: \$600,000</b>				
<b>FROM: BOILERPLATE APPROPRIATIONS</b>				
Contingency funds	60,000,000	(600,000)	(600,000)	(600,000)
Private contingency revenues	60,000,000	(600,000)	(600,000)	(600,000)
<b>TO: MEDICAL SERVICES</b>				
Home health services	5,525,900	100,000	100,000	100,000
Total private revenues	0	100,000	100,000	100,000
Medicaid home- and community-based services waiver	351,913,900	500,000	500,000	500,000
Total private revenues	0	500,000	500,000	500,000

The Administration is requesting \$600,000 in Private authorization to recognize additional civil monetary penalty revenue for the Home Health Services and Medicaid Home- and Community-Based Services Waiver line items. Civil monetary penalties are imposed by the Centers for Medicare and Medicaid Services (CMS) on home health providers, and home-and community-based services providers who are out of compliance with regulatory requirements. A portion of these funds collected by CMS are returned to the State for quality improvement projects.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19
<b>TOTAL TRANSFER REQUEST: \$34,800,000</b>				
<b>FROM: BOILERPLATE APPROPRIATIONS</b>				
Contingency funds	400,000,000	(34,800,000)	(34,800,000)	(34,800,000)
Federal contingency revenues	400,000,000	(34,800,000)	(34,800,000)	(34,800,000)
<b>TO: BEHAVIORAL HEALTH SERVICES</b>				
Community substance use disorder prevention, education, and treatment	76,956,200	30,000,000	30,000,000	30,000,000
Total other federal revenues	60,247,700	30,000,000	30,000,000	30,000,000
Federal mental health block grant	17,465,400	4,800,000	4,800,000	4,800,000
Total other federal revenues	17,465,400	4,800,000	4,800,000	4,800,000

The Administration is requesting \$30.0 million of Federal authorization to reflect increased State Targeted Response to the Opioid Crisis grant funding and new State Opioid Response (SOR) grant funding to support the Michigan Opioid State Targeted Response (STR) Project. State Opioid Response grant funding will be used to increase access to Medication-Assisted Treatment, reduce unmet treatment need, and reduce opioid overdose-related deaths.

The purpose of the Michigan STR Project is to increase access to treatment, reduce unmet need, and reduce opioid overdose related deaths through the provision of prevention, treatment and recovery activities for persons with opioid use disorders. Funds for the project will support multiple initiatives to (1) improve the state infrastructure for individuals with an opioid use disorder; (2) train PIHP administration on infrastructure improvements, and train staff on evidence based interventions; (3) implement evidence-based prevention and treatment interventions; (4) improve access to psychiatric services an psychotropic medications; (5) expand the availability and use of Medication Assisted Treatment and drug free programming; (6) expand outreach to primary care and law enforcement sites; (7) increase supports to the prisoner re-entry population with an opioid use disorder; (8) expand the use of peers in emergency departments and primary care settings; (9) expand overdoes education and naloxone distribution; and (10) disseminate a statewide media campaign for the purpose of public education.

In addition, the Administration is requesting \$4.8 million of Federal authorization to reflect additional Mental Health Block Grant funding from the Substance Abuse and Mental Health Services Administration resulting from an increase in the annual grant and subsequent carryforward funds. The Mental Health Block Grant is used to provide community-based mental health services to adults with serious mental illnesses as well as children with serious emotional disturbances through the implementation of a recovery-based system of care that focuses on resiliency, trauma-informed care, person-centered planning, peer supports, consumer-run practices, integrated whole health, and self-determination.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: LICENSING AND REGULATORY AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19

**TOTAL TRANSFER REQUEST: \$300,000**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	25,000,000	(300,000)	(300,000)	(300,000)
State restricted contingency revenues	25,000,000	(300,000)	(300,000)	(300,000)

**TO: GRANTS**

Firefighter training grants	2,000,000	300,000	300,000	300,000
Fireworks safety fund	2,000,000	300,000	300,000	300,000

This transfer request increases State Restricted spending authorization for Firefighter Training Grants by \$300,000 for specialized training courses on mental health and community risk reduction in order to assist firefighters who may have had or could face traumatic experiences during their career. These funds will be disbursed to all 83 counties through a 70% (county population) and 30% (county square millage) formula pursuant to Public Act 291 (MCL 29.374), with a minimum per county allocation of \$17,500. Spending authority is available from State Restricted contingency authorization in accordance with PA 207 of 2018, Article XIII, Section 210(2), and sufficient revenues exist within the Fireworks Safety Fund.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: LICENSING AND REGULATORY AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19

**TOTAL TRANSFER REQUEST: \$340,100**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	10,000,000	(340,100)	(340,100)	(340,100)
Federal contingency revenues	10,000,000	(340,100)	(340,100)	(340,100)

**TO: DEPARTMENTAL ADMINISTRATION AND SUPPORT**

Office of New Americans	25,449,700	340,100	340,100	340,100
HHS, refugee assistance program fund	24,969,500	340,100	340,100	340,100

This transfer request increases Federal spending authorization in the Office for New Americans by \$340,100 to recognize an award (CFDA 93.566) from the Federal Office of Refugee Resettlement (ORR) to support a youth mentoring program. This program seeks to promote civic and social engagement as well as educational and vocational advancement of refugee youth between the ages of 15-24. The amount of this award, as determined by ORR, is based on the number of eligible refugees who served in Fiscal Year 2017; Michigan served 636 qualifying individuals. A state match is not required and spending authority is available from Federal contingency authorization in accordance with PA 207 of 2018, Article XIII, Section 210(1).

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19

**TOTAL TRANSFER REQUEST: \$1,000,000**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	12,000,000	(1,000,000)	(1,000,000)	(1,000,000)
Federal contingency revenues	12,000,000	(1,000,000)	(1,000,000)	(1,000,000)

**TO: MICHIGAN VETERANS AFFAIRS AGENCY**

D.J. Jacobetti home for veterans	23,687,200	1,000,000	1,000,000	1,000,000
Other Federal revenue	8,516,300	1,000,000	1,000,000	1,000,000

This transfer requests \$1.0 million in Federal contingency authorization for the D.J. Jacobetti Home for Veterans line to align authorization with anticipated Federal revenues resulting from the expansion of Centers for Medicare and Medicaid Services certification to include an additional 55 beds in April.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: NATURAL RESOURCES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19

**TOTAL TRANSFER REQUEST: \$230,000**

**FROM: WATERWAYS BOATING PROGRAM**

State boating infrastructure maintenance	5,952,500	(230,000)	(230,000)	(230,000)
Michigan state waterways fund	4,877,500	(230,000)	(230,000)	(230,000)

**TO: WATERWAYS BOATING PROGRAM**

East Tawas state harbor, Iosco County, harbormaster building and site improvements, phase III (total authorized cost is \$6,870,000: federal share is \$1,650,000: state share is \$5,220,000)	750,000	230,000	230,000	230,000
Michigan state waterways fund	750,000	230,000	230,000	230,000

This request transfers \$230,000 in Michigan State Waterways Fund capital outlay authorization available in the State boating infrastructure maintenance line item to the East Tawas State Harbor, phase III project line item. These additional funds are needed as bids for materials and labor cost for the site improvement components of the project have come in higher than originally estimated. This transfer increases the total authorized cost for phase III of the East Tawas State Harbor project from \$6,870,000 to \$7,100,000 (Federal share is \$1,650,000: State share is increased from \$5,220,000 to \$5,450,000).

Both accounts in the transfer are FY 2018-19 capital outlay accounts. According to the State Budget Office, this transfer is needed in the early spring to ensure that construction can commence on schedule during this year's summer construction season.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-2

BUDGET AREA: STATE

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/12/19	HOUSE ACTION 6/19/19
<b>TOTAL TRANSFER REQUEST: \$800,000</b>				
<b>FROM: BOILERPLATE APPROPRIATIONS</b>				
Contingency funds	7,500,000	(800,000)	(800,000)	(800,000)
State restricted contingency revenues	7,500,000	(800,000)	(800,000)	(800,000)
<b>TO: CUSTOMER DELIVERY SERVICES</b>				
Branch operations	89,279,000	800,000	800,000	800,000
Transportation administration collection fund	37,835,300	800,000	800,000	800,000

This request would transfers \$800,000 in State Restricted contingency funds to the Branch Operations line item. Of the total, \$300,000 would be utilized to accommodate branch staffing and overtime costs due to extended branch hours resulting from weather-related state building closures in January 2019. The remaining \$500,000 would be used for contractual increases in janitorial services, security guards, and telecommunication functions not known during budget development. Funding is available from the Transportation Administration Collection Fund (TACF) as revenues have exceeded projections. Spending authority is available from State Restricted contingency funds.