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MICHIGAN SENATE  
**JIM STAMAS**  
APPROPRIATIONS CHAIRMAN

November 6, 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 September 23, 2019, Legislative Transfer Request 2019-6. The transfers are for the Departments of Corrections; Health and Human Services; Military and Veterans Affairs; Natural Resources; State; and Treasury.

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

Sincerely,

A blue ink signature of Jim Stamas, written in a cursive style.

Jim Stamas, Chair  
Senate Appropriations Committee

A blue ink signature of Shane Hernandez, written in a cursive style.

Shane Hernandez, Chair  
House Appropriations Committee



**FY 2018-19 LEGISLATIVE TRANSFER PACKAGE 2019-6**

<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	\$3,100,000	\$3,100,000	1	0.15%
Health and Human Services	25,989,004,900	184,000,000	1,000,000	185,000,000	2	0.71%
Military and Veterans Affairs	200,639,300	3,765,000	1,594,800	5,359,800	6	2.67%
Natural Resources	505,530,900	250,000	0	250,000	12	0.05%
State	250,362,800	50,000	0	50,000	13	0.02%
Treasury (Revenue Sharing)	595,291,500	100	0	100	14	0.00%
<b>Total</b>	<b>\$58,709,274,900</b>	<b>\$188,065,100</b>	<b>\$5,694,800</b>	<b>\$193,759,900</b>		<b>0.33%</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	\$3,100,000	\$3,100,000
Health and Human Services	179,900,000	5,000,000	0	100,000	185,000,000
Military and Veterans Affairs	3,550,000	0	1,005,000	804,800	5,359,800
Natural Resources	0	0	250,000	0	250,000
State	0	0	50,000	0	50,000
Treasury (Revenue Sharing)	0	0	100	0	100
<b>Total</b>	<b>\$183,450,000</b>	<b>\$5,000,000</b>	<b>\$1,305,100</b>	<b>\$4,004,800</b>	<b>\$193,759,900</b>

November 6, 2019

State Budget Office Request 2019-6, September 23, 2019

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: CORRECTIONS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$3,100,000**

**FROM: CORRECTIONAL FACILITIES**

Gus Harrison Correctional Facility - Admin	50,857,600	(200,000)	(200,000)	(200,000)
State general fund/general purpose	50,857,600	(200,000)	(200,000)	(200,000)
Ojibway Correctional Facility - Marenisco	6,401,800	(2,400,000)	(2,400,000)	(2,400,000)
State general fund/general purpose	6,401,800	(2,400,000)	(2,400,000)	(2,400,000)
Special alternative incarceration program - Camp Cassidy Lake	14,179,300	(500,000)	(500,000)	(500,000)
State general fund/general purpose	14,077,200	(500,000)	(500,000)	(500,000)

**TO: CORRECTIONAL FACILITIES ADMINISTRATION**

Transportation	26,768,000	3,100,000	3,100,000	3,100,000
State general fund/general purpose	26,194,100	3,100,000	3,100,000	3,100,000

This request transfers General Fund authorization to the Transportation line to support higher than anticipated prisoner transportation costs due to increased transportation mileage, medical treatments, and court appearances. Funding for this transfer results from savings due to the closure of the Ojibway Correctional Facility, closed housing units at the Gus Harrison Correctional Facility, and savings from the Special Alternative Incarceration Facility.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19
<b>TOTAL TRANSFER REQUEST: \$5,000,000</b>				
<b>FROM: BOILERPLATE APPROPRIATIONS</b>				
Contingency funds	40,000,000	(5,000,000)	(5,000,000)	(5,000,000)
Local contingency revenues	40,000,000	(5,000,000)	(5,000,000)	(5,000,000)
<b>TO: FAMILY, MATERNAL, AND CHILD HEALTH</b>				
Family, maternal, and child health administration	9,221,700	5,000,000	5,000,000	5,000,000
Total local revenues	75,000	5,000,000	5,000,000	5,000,000

The transfer requests \$5.0 million in Local contingency authorization to recognize available revenue for school-based behavioral health services within the Family, Maternal, and Child Health Administration line item.

Funding appropriated in the School Aid Act, Sec. 31n(5) flows to intermediate school districts, then back to the Department as local revenue, and ultimately to a network of child and adolescent health centers to support school-based behavioral health services through a contract with the Michigan Primary Care Association.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19
<b>TOTAL TRANSFER REQUEST: \$125,000,000</b>				
<b>FROM: BOILERPLATE APPROPRIATIONS</b>				
Contingency funds	365,200,000	(125,000,000)	(125,000,000)	(125,000,000)
Federal contingency revenues	365,200,000	(125,000,000)	(125,000,000)	(125,000,000)
<b>TO: MEDICAL SERVICES</b>				
Health plan services	5,191,129,300	125,000,000	125,000,000	125,000,000
Total other federal revenues	3,449,307,500	125,000,000	125,000,000	125,000,000

The Administration is requesting \$125.0 million in Federal authorization to account for the September payment the Department will make to the contracted health plans for the cost of services to Medicaid enrollees.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19
<b>TOTAL TRANSFER REQUEST: \$54,000,000</b>				
<b>FROM: BOILERPLATE APPROPRIATIONS</b>				
Contingency funds	365,200,000	(54,000,000)	(54,000,000)	(54,000,000)
Federal contingency revenues	365,200,000	(54,000,000)	(54,000,000)	(54,000,000)
<b>TO: CHILDREN'S SPECIAL HEALTH CARE SERVICES</b>				
Medical care and treatment	217,159,500	7,500,000	7,500,000	7,500,000
Total other federal revenues	118,626,100	7,500,000	7,500,000	7,500,000
<b>MEDICAL SERVICES</b>				
Medicare premium payments	608,352,900	6,500,000	6,500,000	6,500,000
Total other federal revenues	464,872,300	6,500,000	6,500,000	6,500,000
Physician services	253,189,400	40,000,000	40,000,000	40,000,000
Total other federal revenues	165,597,500	40,000,000	40,000,000	40,000,000

The Administration is requesting \$54.0 million in Federal authorization for the Medicaid and Children's Special Health Care Services Programs. The request assumes enactment of the Medicaid consensus adjustments agreed upon at the Consensus Revenue Estimating Conference in May.

Of the \$54.0 million, \$40.0 million is needed in the Physician Services line to cover payments and settlements to federally qualified health clinics and rural health centers.

\$6.5 million is requested in the Medicare Premium Payments line item to ensure there is sufficient Federal authority to make September's payment to the Federal government.

The remaining \$7.5 million is requested in the Medical Care and Treatment line item to account for caseload growth in the program.

Note: The original transfer request stated that \$7.5 million be transferred into the Children's Special Health Care Services Administration line item. The Administration indicated that this was an error, and that the \$7.5 million should be transferred into the Medical Care and Treatment line item.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19
<b>TOTAL TRANSFER REQUEST: \$1,000,000</b>				
<b>FROM: STATE PSYCHIATRIC HOSPITAL AND FORENSIC MENTAL HEALTH SERVICES</b>				
Kalamazoo Psychiatric Hospital- adult	69,457,400	(1,000,000)	(1,000,000)	(1,000,000)
Total other federal revenues	6,541,300	(900,000)	(900,000)	(900,000)
State general fund/general purpose	54,966,900	(100,000)	(100,000)	(100,000)
<b>TO: STATE PSYCHIATRIC HOSPITAL AND FORENSIC MENTAL HEALTH SERVICES</b>				
Walter P. Reuther Psychiatric Hospital- adult	57,673,400	1,000,000	1,000,000	1,000,000
Total other federal revenues	3,231,900	900,000	900,000	900,000
State general fund/general purpose	48,728,400	100,000	100,000	100,000

The transfer request shifts \$1.0 million Gross and \$100,000 GF/GP from the Kalamazoo Psychiatric Hospital-adult line item to the Walter P. Reuther Psychiatric-adult line item to support investments in anti-ligature upgrades as mandated by the Center for Medicare and Medicaid Services. There is excess authorization available in the Kalamazoo Psychiatric Hospital-adult line item due to lower than anticipated expenditures.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$275,000**

**FROM: ONE-TIME APPROPRIATIONS**

Grand Rapids home for veterans video monitoring pilot project	275,000	(275,000)	(275,000)	(275,000)
State general fund/general purpose	275,000	(275,000)	(275,000)	(275,000)

**TO: GRAND RAPIDS HOME FOR VETERANS**

Veterans homes operations	8,989,700	275,000	275,000	275,000
State general fund/general purpose	856,700	275,000	275,000	275,000

This transfer request would shift General Fund authorization from the Grand Rapids Home for Veterans Video Monitoring Pilot Project line to the Grand Rapids Veterans Home Operations line to support higher than anticipated operating costs at the home. Spending authority is available in the Grand Rapids Home for Veterans Video Monitoring Pilot Project line because a pilot was not implemented due to an assessment by the home that there was an incompatibility between video monitoring and the home's established proactive care model.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$205,000**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	3,000,000	(205,000)	(205,000)	(205,000)
Total state restricted revenues	3,000,000	(205,000)	(205,000)	(205,000)

**TO: MILITARY**

Military training sites and support facilities	36,411,300	205,000	205,000	205,000
Other state restricted revenues	1,567,800	205,000	205,000	205,000

This transfer request would shift State restricted contingency fund authorization to the Military Training Sites and Support Facilities line to align authorization with available revenue from Consumers Energy from the solar energy installation project at Fort Custer. State restricted contingency fund authorization is available in accordance with PA 207 of 2018, Article XIV, Section 210(2).

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$790,000**

**FROM: CAPITAL OUTLAY**

Land and acquisitions	2,900,000	(790,000)	(790,000)	(790,000)
Other state restricted revenues	2,900,000	(790,000)	(790,000)	(790,000)

**TO: CAPITAL OUTLAY**

Special maintenance - National Guard	20,000,000	790,000	790,000	790,000
Other state restricted revenues	0	790,000	790,000	790,000

This transfer request would shift Michigan National Guard Armory Construction Fund authorization from the Land and Acquisitions line to the Special Maintenance - National Guard line to fund maintenance projects at armories in Grayling and Grand Ledge. Spending authority is available in the Land and Acquisitions line due to lower than anticipated property acquisition.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$3,550,000**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	11,000,000	(3,550,000)	(3,550,000)	(3,550,000)
Total federal revenues	11,000,000	(3,550,000)	(3,550,000)	(3,550,000)

**TO: MILITARY**

Departmentwide	1,876,300	500,000	500,000	500,000
Other federal revenues	1,563,400	500,000	500,000	500,000
Headquarters and armories	17,452,100	3,000,000	3,000,000	3,000,000
Other federal revenues	9,702,500	3,000,000	3,000,000	3,000,000
Starbase grant	2,322,000	50,000	50,000	50,000
Other federal revenues	2,322,000	50,000	50,000	50,000

This transfer request would shift Federal contingency fund authorization to multiple operating lines to align authorization with higher than anticipated Federal revenue received under the Department's Cooperative Agreement grants from the Federal National Guard Bureau. Spending authority is available from Federal contingency authorization in accordance with PA 207 of 2018, Article XIV, Section 210(1).

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$529,800**

**FROM: MICHIGAN VETERANS AFFAIRS AGENCY**

Veterans service grants	3,835,500	(529,800)	(529,800)	(529,800)
State general fund/general purpose	3,835,500	(529,800)	(529,800)	(529,800)

**TO: MICHIGAN VETERANS AFFAIRS AGENCY**

Michigan veterans affairs agency administration	7,136,500	529,800	529,800	529,800
State general fund/general purpose	7,086,500	529,800	529,800	529,800

This transfer request would shift General Fund authorization from the Veterans Services Grants line to the Michigan Veterans Affairs Agency Administration line to support the development of a web-based grant management system to modernize the administration of veterans service grants. Spending authority is available in the Veterans Services Grants line due to lower than anticipated utilization by veterans service organizations.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$10,000**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	3,000,000	(10,000)	(10,000)	(10,000)
Total state restricted revenues	3,000,000	(10,000)	(10,000)	(10,000)

**TO: GRAND RAPIDS HOME FOR VETERANS**

Veterans homes operations	8,989,700	10,000	10,000	10,000
Other state restricted revenues	856,700	10,000	10,000	10,000

This transfer request would shift State restricted contingency fund authorization to the Grand Rapids Veterans Home Operations line to align authorization with higher than anticipated lease revenue at the Grand Rapids Home for Veterans. State restricted contingency fund authorization is available in accordance with PA 207 of 2018, Article XIV, Section 210(2).

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: NATURAL RESOURCES

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19
<b>TOTAL TRANSFER REQUEST: \$250,000</b>				
<b>FROM: BOILERPLATE APPROPRIATIONS</b>				
Contingency funds	10,000,000	(250,000)	(250,000)	(250,000)
State restricted contingency revenues	10,000,000	(250,000)	(250,000)	(250,000)
<b>TO: PARKS AND RECREATION DIVISION</b>				
State parks	75,086,600	250,000	250,000	250,000
Park improvement fund, Belle Isle subaccount	800,200	250,000	250,000	250,000

Additional State Restricted spending authority is proposed to allow revenue deposited in the Park Improvement - Belle Isle Subaccount in FY 2018-19 to be fully allocated for the operation, maintenance, and improvement of Belle Isle Park. Revenue collections exceed the current appropriation level due to the Grand Prix increasing its annual contribution for hosting the event on Belle Isle per the terms of a new agreement executed in August 2018. The requested contingency transfer will align FY 2018-19 spending authorization for the Park Improvement - Belle Isle Subaccount with estimated revenue for the year. Spending authority is available from Sate Restricted contingency authorization in accordance with PA 207 of 2018, Article XV, Section 210.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: STATE

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$50,000**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	6,700,000	(50,000)	(50,000)	(50,000)
State restricted contingency revenues	6,700,000	(50,000)	(50,000)	(50,000)

**TO: DEPARTMENTAL ADMINISTRATION AND SUPPORT**

Worker's compensation	248,200	50,000	50,000	50,000
Driver fees	13,500	50,000	50,000	50,000

This request transfers \$50,000 in available Drivers Fee revenue to the Worker's Compensation line item. This transfer utilizes State Restricted contingency fund authorization to meet worker's compensation current obligations that have exceeded the estimates used in the budget development process.

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2019-6

BUDGET AREA: TREASURY

FISCAL YEAR: 2018-19

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 11/6/19	HOUSE ACTION 11/6/19

**TOTAL TRANSFER REQUEST: \$100**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	4,387,000	(100)	(100)	(100)
State restricted contingency revenues	4,387,000	(100)	(100)	(100)

**TO: ONE-TIME APPROPRIATIONS**

Supplemental city, village, and township revenue sharing	6,200,000	100	100	100
Sales tax	6,200,000	100	100	100

This request is to transfer \$100 of State Restricted contingency funds to the Supplemental City, Village, and Township Revenue Sharing line in order to allow for full distribution of the Supplemental City, Village, and Township Revenue Sharing payments as required by boilerplate Section 957 of Public Act 207 of 2018. This formula results in a total distribution of \$6,200,000.02, and the appropriation is \$6.2 million. While the appropriation would need to be increased by only \$0.02, \$100 is the smallest sum that can be appropriated. If the transfer is not approved, payments will be prorated based on the amount appropriated as provided for in Section 957 of Public Act 207 of 2018.