



MICHIGAN SENATE
JIM STAMAS
APPROPRIATIONS CHAIRMAN

May 20, 2020

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 12, 2020, Legislative Transfer Request 2020-1. The transfers are for the Departments of Agriculture and Rural Development, Education, Health and Human Services, Military and Veterans Affairs, Natural Resources, State Police, Transportation, and Treasury.

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

Sincerely,



Jim Stamas, Chair
Senate Appropriations Committee



Shane Hernandez, Chair
House Appropriations Committee



FY 2019-20 LEGISLATIVE TRANSFER PACKAGE

Department/Budget Area	FY 2019-20					
	Year-to-Date Gross Appropriation As of 5/20/20	Contingency Transfer Amount	Standard Transfer Amount	Total Transfer Amount	Page Number	Transfer Percent of Y-T-D Gross
Agriculture and Rural Development	\$111,417,500	\$300,000	\$0	\$300,000	1	0.27%
Education	738,332,100	1,500,000	0	1,500,000	2	0.20
Health and Human Services	26,771,381,800	3,361,100	0	3,361,100	3	0.01
Military and Veterans Affairs	206,056,900	470,000	0	470,000	7	0.23
Natural Resources	439,734,000	1,802,000	2,100,000	3,902,000	8	0.89
State Police	1,289,981,500	500,000	0	500,000	13	0.04
Transportation	5,351,553,700	0	10,000,000	10,000,000	14	0.19
Treasury	604,669,800	190,000	0	190,000	15	0.03
Total	\$61,856,395,700	\$8,123,100	\$12,100,000	\$20,223,100		0.06%

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

FY 2019-20 LEGISLATIVE TRANSFER PACKAGE FUND SOURCES

Department/Budget Area	Federal	Local/ Private	State Restricted	GF/GP	Total Transfer Amount
Agriculture and Rural Development	\$300,000	\$0	\$0	\$0	\$300,000
Education	0	1,500,000	0	0	1,500,000
Health and Human Services	2,000,000	1,061,100	300,000	0	3,361,100
Military and Veterans Affairs	470,000	0	0	0	470,000
Natural Resources	2,852,000		1,050,000	0	3,902,000
State Police	0	0	500,000	0	500,000
Transportation	10,000,000	0	0	0	10,000,000
Treasury	0	0	190,000	0	190,000
Total	\$15,622,000	\$2,561,100	\$2,040,100	\$0	\$20,223,100

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: AGRICULTURE AND RURAL DEVELOPMENT

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$300,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	3,000,000	(300,000)	(300,000)	(300,000)
Federal contingency revenues	3,000,000	(300,000)	(300,000)	(300,000)

TO: AGRICULTURE DEVELOPMENT

Agriculture development	4,323,900	300,000	300,000	300,000
USDA, multiple grants	2,274,800	300,000	300,000	300,000

This transfer would shift \$300,000 in Federal contingency fund authorization to USDA multiple grants in the Agriculture Development line item to accommodate a Federal grant specialty crop award.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: EDUCATION

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$1,500,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	1,500,000	(1,500,000)	(1,500,000)	(1,500,000)
Private contingency revenues	1,500,000	(1,500,000)	(1,500,000)	(1,500,000)

TO: MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

Camp Tuhsmeheeta	298,000	1,500,000	1,500,000	1,500,000
Gifts, bequests, and donations	298,000	1,500,000	1,500,000	1,500,000

This transfer requests \$1.5 million in excess private authorization for Camp Tuhsmeheeta to cover costs associated with a new indoor activity center to encourage physical activity and for use in a Para-Olympic VI sport - Goalball. These funds are available from private donations and will be used for preparation of the land, architect fees, and building materials and labor. This is a one-time grant to complete the new facility. This transfer is requested by April 1, 2020.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$1,061,100

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	2,000,000	(1,061,100)	(1,061,100)	(1,061,100)
Private contingency revenues	2,000,000	(1,061,100)	(1,061,100)	(1,061,100)

TO: FAMILY HEALTH SERVICES

Women, infants, and children program administration and special projects	18,186,600	1,061,100	1,061,100	1,061,100
Total private revenues	304,300	1,061,100	1,061,100	1,061,100

This transfer requests \$1,061,100 in Private authorization in the Women, Infants, and Children Program Administration and Special Projects line to recognize available vendor fine and penalty revenues. The increased authorization will be used to support food service initiatives, staffing costs, contractual and compliance costs, information technology improvements, training activities, and other related materials and supplies costs within the special supplemental nutrition program for Women, Infants, and Children.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$1,000,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	80,000,000	(1,000,000)	(1,000,000)	(1,000,000)
Federal contingency revenues	80,000,000	(1,000,000)	(1,000,000)	(1,000,000)

TO: LABORATORY SERVICES

Laboratory services	23,774,500	1,000,000	1,000,000	1,000,000
Total other federal revenues	4,338,600	1,000,000	1,000,000	1,000,000

This transfer request increases Federal authorization in the Laboratory Services line by \$1,000,000 to recognize an award from the Centers for Disease Control and Prevention (CDC) to the Michigan Department of Health and Human Service (DHHS) to conduct targeted investigations and assessments of per-and polyfluoroalkyl substances (PFAS) exposure in Michigan communities. (For complete description of the CDC/DHHS PFAS project, please see the description in the next transfer).

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$1,000,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	80,000,000	(1,000,000)	(1,000,000)	(1,000,000)
Federal contingency revenues	80,000,000	(1,000,000)	(1,000,000)	(1,000,000)

TO: EPIDEMIOLOGY AND POPULATION HEALTH

Epidemiology administration	25,826,600	1,000,000	1,000,000	1,000,000
Total other federal revenues	13,141,000	1,000,000	1,000,000	1,000,000

The administration is requesting a transfer of \$1,000,000 in Federal contingency authorization for the Epidemiology Administration line. In October 2019, the Michigan Department of Health and Human Services (DHHS) announced that it was awarded a \$1,000,000 competitive grant from the Centers for Disease Control and Prevention (CDC), Agency for Toxic Substances and Disease Registry (ATSDR). The DHHS will focus on a multi-site study to investigate the relationship between drinking water contamination with per- and polyfluoroalkyl substances (PFAS). The study will take place in the City of Parchment, Cooper Township and the North Kent County area. These communities were selected for the study because uniquely high PFAS levels have been found in their drinking water, and their populations are large enough to meet the requirements of the ATSDR grant. The state aims to recruit 1,000 adults and 300 children across the selected communities to participate in the project. According to the DHHS the award is for year one of the study and the amounts to be awarded for future years have not been determined. This funding is a part of a national grant project that will allow residents at the funded sites across the country to provide important information about PFAS and health in the first nationwide multi-site PFAS study.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$300,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	45,000,000	(300,000)	(300,000)	(300,000)
State restricted contingency revenues	45,000,000	(300,000)	(300,000)	(300,000)

TO: EMERGENCY MEDICAL SERVICES, TRAUMA, AND PREPAREDNESS

Emergency medical services program	6,594,100	300,000	300,000	300,000
Total other state restricted revenues	4,003,400	300,000	300,000	300,000

This transfer requests \$300,000 in State Restricted fund authorization in the Emergency Medical Services Program line to recognize available Emergency Medical Services provider fee revenue to support operational costs of Michigan's Emergency Medical Services system. These provider fees are charged for licensure of emergency services personnel, such as paramedics or medical first responders, and are used to cover the cost of the licensure program, compliance activities and investigations, statewide data collection, and regional trauma network support.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$470,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	8,600,000	(470,000)	(470,000)	(470,000)
Federal contingency revenues	8,600,000	(470,000)	(470,000)	(470,000)

TO: INFORMATION TECHNOLOGY

Information technology services and projects	1,530,800	470,000	470,000	470,000
Other federal revenues	586,700	470,000	470,000	470,000

This transfer request would shift Federal contingency fund authorization to the Information Technology Services and Projects line to align authorization with higher than anticipated Federal revenue received under the department's Cooperative Agreement grants from the Federal National Guard Bureau. The funding would support the implementation of a new building asset life-cycle management information technology system.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: NATURAL RESOURCES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$50,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	5,000,000	(50,000)	(50,000)		(50,000)
State restricted contingency revenues	5,000,000	(50,000)	(50,000)		(50,000)

TO: COMMUNICATION AND CUSTOMER SERVICES

Marketing and outreach	14,166,300	50,000	50,000		50,000
Sportsmen against hunger fund	76,400	50,000	50,000		50,000

Additional State Restricted spending authority is requested to allow the Michigan Sportsmen Against Hunger organization to continue to accept and process available deer to support local food banks and shelters. Donations of harvested deer have increased due to a variety of factors, including surveillance and population control activities and overall use of crop damage permits. As donations increase, there are additional costs to reimburse wild game processors and provide for the transportation of the venison to local charities and food banks. Spending authority is available from State restricted contingency authorization in accordance with PA 59 of 2019, Section 210.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: NATURAL RESOURCES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020
TOTAL TRANSFER REQUEST: \$1,000,000				

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	5,000,000	(1,000,000)	(1,000,000)	(1,000,000)
State restricted contingency revenues	5,000,000	(1,000,000)	(1,000,000)	(1,000,000)

TO: COMMUNICATION AND CUSTOMER SERVICES

Marketing and outreach	14,166,300	1,000,000	1,000,000	1,000,000
Game and fish protection fund	8,466,800	1,000,000	1,000,000	1,000,000

Additional State Restricted spending authority is requested to support one-time costs associated with the implementation of the new license sales system. This includes payments for DTMB staff and contractors who are managing the conversion, the replacement of outdated point-of-sale equipment, and for one month of overlapping hosting by the contractor of the former system.

Revenue is available from the Game and Fish Protection Fund to support this one-time increase in spending authority due to recent favorable investment returns. Spending authority is available from State Restricted contingency authorization in accordance with PA 59 of 2019, Section 210.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: NATURAL RESOURCES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020
TOTAL TRANSFER REQUEST: \$1,000,000				

FROM: WILDLIFE MANAGEMENT

Wildlife management	45,881,000	(1,000,000)	(1,000,000)	(1,000,000)
Federal funds	25,377,200	(1,000,000)	(1,000,000)	(1,000,000)

TO: FOREST RESOURCES DIVISION

Forest management and timber market development	35,061,700	1,000,000	1,000,000	1,000,000
Federal national forest timber fund	902,600	1,000,000	1,000,000	1,000,000

Additional Federal spending authority is requested to support Good Neighbor Authority (GNA) projects in the Huron-Manistee, Hiawatha, and Ottawa National Forests. Revenue from timber sales prepared by the Michigan Department of Natural Resources within the three national forests is allocated for specific projects identified in the GNA agreements with the U.S. Forest Service. These projects support timber management and wildlife habitat work throughout the national forests in Michigan.

Sufficient GNA timber sale revenue is available to support the increased spending authorization. Federal authority is available from the Wildlife Management line due to the FY 2019-20 federal Pittman-Robertson apportionment being less than anticipated.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: NATURAL RESOURCES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020
TOTAL TRANSFER REQUEST: \$752,000				
FROM: BOILERPLATE APPROPRIATIONS				
Contingency funds	5,000,000	(752,000)	(752,000)	(752,000)
State restricted contingency revenues	5,000,000	(752,000)	(752,000)	(752,000)
TO: GRANTS				
Recreation improvement fund grants	907,100	188,000	188,000	188,000
Recreation improvement account	907,100	188,000	188,000	188,000
PARKS AND RECREATION DIVISION				
Forest recreation and trails	7,131,100	564,000	564,000	564,000
Recreation improvement account	504,600	564,000	564,000	564,000

Additional State Restricted spending authority is requested for recreational trail projects. The increased spending authorization for the Recreation Improvement Fund Grants line is needed to address trail damage from off-road vehicles (ORVs). Current law requires that at least 25% of the amount spent from the Recreation improvement account on recreational projects in a given fiscal year must be used to repair natural resource damages from ORVs.

The increased spending authorization for the Forest Recreation and Trails line is needed to address damages from a 2018 flooding event that led to the closure of the Houghton to Chassell Trail, a nonmotorized trail in Houghton County. The scope of work includes repairing a bridge over the Pilgrim River and replacing three large culverts so the trail can be reopened. Financial assistance will be provided by the Federal Emergency Management Agency, with reimbursement to be provided for 75% of the approved project costs. Spending authority is available from State Restricted contingency authorization in accordance with PA 59 of 2019, Section 210.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: NATURAL RESOURCES

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020
TOTAL TRANSFER REQUEST: \$1,100,000				

FROM: WILDLIFE MANAGEMENT

Wildlife management	45,881,000	(1,100,000)	(1,100,000)	(1,100,000)
Federal funds	25,377,200	(1,100,000)	(1,100,000)	(1,100,000)

TO: DEPARTMENT INITIATIVES

Great Lakes restoration initiative	2,922,000	1,100,000	1,100,000	1,100,000
Federal funds	2,922,000	1,100,000	1,100,000	1,100,000

This transfer is requested to align spending authority with available Federal revenue to restore the flatwood forest in Belle Isle Park for fish and wildlife. Federal authority is available from the Wildlife management line due to the FY 2020 federal Pittman-Robertson apportionment being less than anticipated.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: STATE POLICE

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$500,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	4,000,000	(500,000)	(500,000)	(500,000)
State restricted contingency revenues	4,000,000	(500,000)	(500,000)	(500,000)

TO: DEPARTMENTAL ADMINISTRATION AND SUPPORT

Departmentwide	41,408,500	500,000	500,000	500,000
Other state restricted revenues	843,700	500,000	500,000	500,000

This transfer request would shift State Restricted contingency fund authorization to the Departmentwide line to align authorization with available vehicle sales revenue generated through the sale of surplus vehicles from the Department's fleet. Revenue from vehicle sales would be used to support the Department's ongoing fleet costs.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: TRANSPORTATION

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$10,000,000

FROM: INTERCITY PASSENGER AND FREIGHT

Rail freight, rail economic development	27,753,300	(10,000,000)	(10,000,000)	(10,000,000)
Federal aid, transportation programs	10,000,000	(10,000,000)	(10,000,000)	(10,000,000)

TO: INTERCITY PASSENGER AND FREIGHT

Rail passenger	57,813,400	10,000,000	10,000,000	10,000,000
Federal aid, transportation programs	0	10,000,000	10,000,000	10,000,000

This transfer shifts \$10.0 million of Federal authorization from the Rail Freight, Rail Economic Development line item to the Rail Passenger line item to support competitive grants for improved or new intercity passenger rail service as designated by the Federal Railroad Administration. During the unrolling of the Rail Operations and Infrastructure line item in fiscal year 2019-2020, this Federal authorization was incorrectly allocated to the Rail Freight, Rail Economic Development line item. This transfer would allow this Federal grant funding to be appropriately expended for its Federally-required purpose. This transfer is requested by March 31, 2020.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2020-1

BUDGET AREA: TREASURY

FISCAL YEAR: 2019-20

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/17/2020	HOUSE ACTION 5/6/2020

TOTAL TRANSFER REQUEST: \$190,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	10,000,000	(190,000)	(190,000)	(190,000)
State restricted contingency revenues	10,000,000	(190,000)	(190,000)	(190,000)

TO: PAYMENTS IN LIEU OF TAXES

Purchased lands	8,677,900	190,000	190,000	190,000
Michigan natural resources trust fund	2,064,700	190,000	190,000	190,000

This transfer would provide \$190,000 in State restricted authorization to the Purchased Lands appropriation, with financing from the Michigan Natural Resources Trust Fund. The purchased lands appropriation includes Payments In Lieu of Taxes (PILT) to local units of government for State-owned property made on behalf of the Department of Natural Resources (DNR). The additional authority is necessary to support the payments associated with the purchase of additional land parcels by DNR through the Michigan Natural Resources Trust Fund over the past few years. PA 604 of 2012 requires PILT to be paid in full; otherwise, the unpaid portion is subject to penalties and interest.