



MICHIGAN LEGISLATURE

July 21, 2022

Mr. Chris Harkins, Director
Office of the State Budget
Department of Technology, Management, and Budget
6th Floor Romney Building
Lansing, MI 48090

Dear Director Harkins,

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

The transfers approved are from the Office of the State Budget letter dated June 2, 2022, Legislative Transfer Request 2022-4. The transfer is for Labor and Economic Opportunity.

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

Sincerely,

Two handwritten signatures in black ink. The signature on the left is "Thomas A. Albert" and the signature on the right is "Jim Stamas".

Thomas Albert, Chair
House Appropriations Committee

Jim Stamas, Chair
Senate Appropriations Committee



FY 2021-22 LEGISLATIVE TRANSFER PACKAGE

Department/Budget Area	FY 2021-22 Year-to-Date Gross Appropriation	Contingency Transfer Amount	Standard Transfer Amount	Total Transfer Amount	Page Number	Transfer Percent of Y-T-D Gross
Labor and Economic Opportunity	\$4,291,152,600	\$100,800,000	\$0	\$100,800,000	1	2.35%
Total	\$4,291,152,600	\$100,800,000	\$0	\$100,800,000		2.35%

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

FY 2021-22 CONTINGENCY TRANSFER FUND SOURCES

Department/Budget Area	Inter- Departmental Grants	Federal	Local/ Private	State Restricted	Total Contingency Transfer Amount	Percent Increase of Y-T-D Gross
Labor and Economic Opportunity	\$0	\$0	\$0	\$100,800,000	\$100,800,000	2.35%
Total	\$0	\$0	\$0	\$100,800,000	\$100,800,000	2.35%

YTD as of March 31, 2022

State Budget Office Request 2022-4, June 2, 2022

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2022-4

BUDGET AREA: LABOR AND ECONOMIC OPPORTUNITY

FISCAL YEAR: 2021-22

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 6/23/2022	HOUSE ACTION 6/15/2022
TOTAL TRANSFER REQUEST: \$ 100,800,000				
FROM: BOILERPLATE APPROPRIATIONS				
Contingency funds	338,900,000	(100,800,000)	(100,800,000)	(100,800,000)
State restricted contingency revenues	338,900,000	(100,800,000)	(100,800,000)	(100,800,000)
TO: ONE-TIME APPROPRIATIONS				
Critical industry program	600,000,100	100,800,000	100,800,000	100,800,000
Strategic outreach and attraction reserve fund	600,000,100	100,800,000	100,800,000	100,800,000

This transfer would provide \$100.8 million in state restricted contingency authorization to the Critical Industry Program (CIP) pursuant to Sec. 301 of PA 132 of 2021. Funds would be transferred to the Critical Industry Program in support of an investment project involving Ford Motor Company. Revenue to support this transfer is available in the Strategic Outreach and Attraction Reserve Fund (SOAR), created in PA 137 of 2021, and capitalized in PA 132 of 2021. After the previous SOAR transfer (approved in March 2022), there is \$333.9 million remaining to support this request. This transfer is in compliance with the statutory requirements for the use and expenditure of the SOAR fund in its enacting legislation

The Michigan Strategic Fund Board approved performance-based incentives for the aforementioned project on June 2, 2022. The project would include up to a \$1.16 billion capital investment in Michigan by Ford Motor Company to increase capacity to produce new battery electric vehicles, make capital investments to existing internal combustion engine manufacturing, and construct a new packaging facility. The agreement requires the creation of at least 3,030 jobs in the State. The \$100.8 million transfer to the CIP would support the creation of new jobs at the following five sites (four existing and one new site): Rouge Electrical Vehicle Center, Michigan Assembly Plant, Monroe Packaging Center (new), Rawsonville Plant, and Livonia Transmission.