



Senate Fiscal Agency
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**Senate Bill 82 (S-3) CR-1:
FY 2021-22 General Omnibus Appropriation Bill
FY 2020-21 and FY 2021-22**

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* General Government includes FY 2021-22 appropriations for the following budget areas: Attorney General; Civil Rights; Executive; Labor and Economic Opportunity; Legislature; State; Technology, Management, and Budget; and Treasury.

Date Completed: 9-21-21

General Omnibus Appropriation Bill
Senate Bill 82 (S-3) CR-1
FY 2021-22 Appropriations Compared to FY 2020-21

	FY 2020-21 INITIAL		FY 2020-21 YEAR-TO-DATE ¹		FY 2021-22 CONFERENCE REPORT	
Department/Budget Area	Gross Appropriation	GF/GP Appropriation	Gross Appropriation	GF/GP Appropriation	Gross Appropriation	GF/GP Appropriation
Agriculture and Rural Development	\$121,295,000	\$63,616,800	\$121,795,000	\$63,616,800	\$155,560,300	\$97,366,900
Attorney General	106,828,600	41,148,400	106,828,600	41,148,400	108,398,800	43,056,000
Capital Outlay	0	0	1,000	1,000	0	0
Civil Rights	18,037,400	14,792,200	18,037,400	14,792,200	17,834,100	14,607,300
Corrections	2,060,788,400	1,809,258,400	2,060,788,400	1,809,258,400	2,065,873,000	2,005,369,400
Education	451,695,700	90,067,100	556,695,700	90,067,100	1,912,027,900	96,508,100
Environment, Great Lakes and Energy	511,359,200	59,443,900	511,359,200	59,443,900	689,770,700	153,375,500
Executive	7,114,300	7,114,300	7,114,300	7,114,300	7,318,600	7,318,600
Health and Human Services	28,498,448,600	5,090,371,100	31,903,978,600	5,279,838,900	31,667,058,000	5,422,425,000
Insurance and Financial Services	73,315,700	0	98,315,700	25,000,000	72,987,600	0
Judiciary	313,641,200	201,934,300	313,641,200	201,934,300	320,463,100	209,280,900
Labor and Economic Opportunity	1,625,864,300	192,867,600	2,345,270,900	251,367,600	2,073,829,100	496,044,600
Legislature	202,453,800	189,026,600	202,453,800	189,026,600	213,762,800	200,134,300
Licensing and Regulatory Affairs	484,389,600	149,605,600	484,389,600	149,605,600	517,236,400	184,195,900
Military and Veterans Affairs	226,092,500	81,421,200	234,412,500	84,280,200	220,852,600	78,758,800
Natural Resources	469,594,100	50,697,300	469,594,100	50,697,300	464,341,400	48,612,500
Natural Resources (Trust Fund)	39,189,600	0	39,189,600	0	0	0
State	254,297,500	12,597,500	254,297,500	12,597,500	252,164,300	12,435,600
State Police	738,085,500	439,376,600	845,182,500	449,376,600	829,457,700	527,822,500
Technology, Management, and Budget	1,671,705,000	516,326,100	1,695,955,000	537,326,100	1,701,869,800	516,045,100
Transportation	5,107,470,600	0	5,107,470,600	0	5,236,619,200	0
Treasury (Debt Service)	113,735,000	113,735,000	113,735,000	113,735,000	99,064,000	99,064,000
Treasury (Operations)	710,983,500	209,932,200	1,109,629,500	286,432,200	667,235,900	166,014,200
Treasury (Revenue Sharing)	1,341,924,300	0	1,430,784,600	0	1,412,735,300	433,000
TOTAL GENERAL OMNIBUS APPROPRIATIONS	\$45,148,309,400	\$9,333,332,200	\$50,030,920,300	\$9,716,660,000	\$50,706,460,600	\$10,378,868,200

¹ YTD as of August 1, 2021

**Education Omnibus Appropriation Bill
House Bill 4400 (H-2) CR-1
FY 2021-22 Appropriations Compared to FY 2020-21**

	FY 2020-21 INITIAL		FY 2020-21 YEAR-TO-DATE ¹		FY 2021-22 CONFERENCE REPORT	
Department/Budget Area	Gross Appropriation	GF/GP Appropriation	Gross Appropriation	GF/GP Appropriation	Gross Appropriation	GF/GP Appropriation
Community Colleges	\$425,667,600	\$0	\$425,667,600	\$0	\$431,917,000	\$0
Higher Education	1,699,925,400	\$1,217,835,700	\$1,699,925,400	\$1,217,835,700	1,808,251,200	1,318,321,500
Total Higher Education/Community Colleges	\$2,125,593,000	\$1,217,835,700	\$2,125,593,000	\$1,217,835,700	\$2,240,168,200	\$1,318,321,500
School Aid K-12 (PA 48 of 2021)	\$15,525,164,800	\$50,964,600	\$21,720,040,700	\$54,464,600	\$16,978,110,700	\$85,400,000
Total Education Appropriations	\$17,650,757,800	\$1,268,800,300	\$23,845,633,700	\$1,272,300,300	\$19,218,278,900	\$1,403,721,500

¹ YTD as of August 1, 2021

**Total Conference Report Appropriations
SB 82 (S-3) CR-1 and HB 4400 (H-2) CR-1
FY 2021-22 Appropriations Compared to FY 2020-21**

	FY 2020-21 INITIAL		FY 2020-21 YEAR-TO-DATE ¹		FY 2021-22 CONFERENCE REPORT	
	Gross Appropriation	GF/GP Appropriation	Gross Appropriation	GF/GP Appropriation	Gross Appropriation	GF/GP Appropriation
TOTAL COMBINED APPROPRIATIONS	\$62,799,067,200	\$10,602,132,500	\$73,876,554,000	\$10,988,960,300	\$69,924,739,500	\$11,782,589,700

*Total includes School Aid Initial appropriations enacted in PA 48 of 2021.

¹ YTD as of August 1, 2021

**Article 14: FY 2020-21 Supplemental Appropriations
Senate Bill 82 (S-3) CR-1**

Department/Budget Area	FY 2020-21 Gross Appropriation	FY 2020-21 IDG Appropriations	FY 2020-21 Federal Appropriation	FY 2020-21 Other Appropriation	FY 2020-21 GF/GP Appropriation
Agriculture and Rural Development	\$3,100,000	\$0	\$3,100,000	\$0	\$0
Attorney General	150,000	0	0	0	150,000
Corrections	0	0	0	0	0
Education	4,171,600	0	4,171,600	0	0
Environment, Great Lakes, and Energy	173,000,000	0	140,000,000	33,000,000	0
Health and Human Services	1,096,339,700	0	1,735,305,900	(20,412,600)	(618,553,600)
Judiciary	305,000	45,000	260,000	0	0
Labor and Economic Opportunity	322,464,600	0	322,406,200		58,400
Military and Veterans Affairs	25,827,300	0	25,777,300	50,000	0
State Police	25,706,000	0	(144,000)	20,750,000	5,100,000
Technology, Management, and Budget	3,645,700	0	0	0	3,645,700
Transportation	390,883,100	0	390,883,100	0	0
Treasury	500,000	0	0	0	500,000
Total Supplemental	\$2,046,093,000	\$45,000	\$2,621,760,100	\$33,387,400	(\$609,099,500)

**General Omnibus Appropriations Bill
Senate Bill 82 (S-3) CR-1
Federal Coronavirus State Fiscal Recovery Fund Appropriations**

Department/Budget Area	FY 2020-21 Appropriation	FY 2021-22 Appropriation
Health and Human Services	\$0	\$41,900,000
Labor and Economic Opportunity	150,000,000	120,000,000
Michigan State Police	(2,700,000)	0
Subtotal SB 82 (CR-1) State Fiscal Recovery Fund	\$147,300,000	\$161,900,000
<u>Enacted Appropriations</u>		
PA 48 of 2021	\$0	\$202,000,000
PA 67 of 2021	262,700,000	0
Subtotal Enacted State Fiscal Recovery Fund Appropriations	\$262,700,000	\$202,000,000
Total State Fiscal Recovery Fund Appropriations	\$410,000,000	\$363,900,000
Michigan's State Fiscal Recovery allocation total: \$6,540,417,600		
Estimated funds remaining: \$5,766,517,600		

FY 2021-22 CONFERENCE APPROPRIATIONS BY SOURCE OF FUNDS	
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DEPARTMENT	Gross	IDGs	Adjusted Gross	Federal Funds	Local & Private Funds	Total State Spending	Other State Restricted	General Funds	Payments To Locals
Agriculture & Rural Development	155,560,300	320,000	155,240,300	13,599,800	71,300	141,569,200	44,202,300	97,366,900	11,800,000
Attorney General	108,398,800	35,083,600	73,315,200	9,868,400	0	63,446,800	20,390,800	43,056,000	0
Capital Outlay	0	0	0	0	0	0	0	0	0
Civil Rights	17,834,100	298,900	17,535,200	2,850,700	18,700	14,665,800	58,500	14,607,300	0
Community Colleges	431,917,000	0	431,917,000	0	0	431,917,000	431,917,000	0	431,917,000
Corrections	2,065,873,000	0	2,065,873,000	5,364,100	9,646,100	2,050,862,800	45,493,400	2,005,369,400	122,895,500
Education	1,912,027,900	0	1,912,027,900	1,797,625,600	8,108,800	106,293,500	9,785,400	96,508,100	23,327,700
Environment, Great Lakes & Energy	689,770,700	3,544,900	686,225,800	226,889,200	1,411,200	457,925,400	304,549,900	153,375,500	54,146,000
Executive	7,318,600	0	7,318,600	0	0	7,318,600	0	7,318,600	0
Health and Human Services	31,667,058,000	14,593,500	31,652,464,500	22,908,179,800	335,227,600	8,409,057,100	2,986,632,100	5,422,425,000	1,775,502,800
Higher Education	1,808,251,200	0	1,808,251,200	128,526,400	0	1,679,724,800	361,403,300	1,318,321,500	0
Insurance and Financial Services	72,987,600	724,600	72,263,000	1,017,100	0	71,245,900	71,245,900	0	0
Judiciary	320,463,100	1,652,300	318,810,800	6,374,800	8,842,400	303,593,600	94,312,700	209,280,900	148,056,300
Labor and Economic Opportunity	2,073,829,100	0	2,073,829,100	1,282,114,800	22,167,000	769,547,300	273,502,700	496,044,600	51,944,500
Legislature	213,762,800	6,345,200	207,417,600	0	406,000	207,011,600	6,877,300	200,134,300	0
Licensing and Regulatory Affairs	517,236,400	45,079,800	472,156,600	29,030,900	0	443,125,700	258,929,800	184,195,900	169,417,400
Military and Veterans Affairs	220,852,600	101,800	220,750,800	120,015,300	640,000	100,095,500	21,336,700	78,758,800	4,386,500
Natural Resources	464,341,400	203,100	464,138,300	91,291,300	7,039,200	365,807,800	317,195,300	48,612,500	10,491,100
Natural Resources (Trust Fund)	0	0	0	0	0	0	0	0	0
School Aid	16,978,110,700	0	16,978,110,700	2,024,478,500	0	14,953,632,200	14,868,232,200	85,400,000	14,743,857,700
State	252,164,300	20,000,000	232,164,300	1,460,000	50,100	230,654,200	218,218,600	12,435,600	1,343,800
State Police	829,457,700	24,816,300	804,641,400	125,953,100	4,867,700	673,820,600	145,998,100	527,822,500	20,253,300
Technology, Management, and Budget	1,701,869,800	1,057,210,900	644,658,900	5,129,800	2,463,400	637,065,700	121,020,600	516,045,100	0
Transportation	5,236,619,200	4,044,800	5,232,574,400	1,448,519,000	81,682,000	3,702,373,400	3,702,373,400	0	2,196,214,200
Treasury (Debt Service)	99,064,000	0	99,064,000	0	0	99,064,000	0	99,064,000	0
Treasury (Operations)	667,235,900	13,073,500	654,162,400	27,361,400	13,063,000	613,738,000	447,723,800	166,014,200	306,634,700
Treasury (Revenue Sharing)	1,412,735,300	0	1,412,735,300	0	0	1,412,735,300	1,412,302,300	433,000	1,412,735,300
TOTAL APPROPRIATIONS	69,924,739,500	1,227,093,200	68,697,646,300	30,255,650,000	495,704,500	37,946,291,800	26,163,702,100	11,782,589,700	21,484,923,800

Source: Senate Fiscal Agency



Senate Fiscal Agency
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BILL ANALYSIS



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Article 1

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	519.0	521.0	2.0	0.4
GROSS	121,795,000	155,560,300	33,765,300	27.7
Less:				
Interdepartmental Grants Received	324,400	320,000	(4,400)	(1.4)
ADJUSTED GROSS	121,470,600	155,240,300	33,769,700	27.8
Less:				
Federal Funds	13,629,500	13,599,800	(29,700)	(0.2)
Local and Private	71,300	71,300	0	0.0
TOTAL STATE SPENDING	107,769,800	141,569,200	33,799,400	31.4
Less:				
Other State Restricted Funds	44,153,000	44,202,300	49,300	0.1
GENERAL FUND/GENERAL PURPOSE	63,616,800	97,366,900	33,750,100	53.1
PAYMENTS TO LOCALS	8,800,000	11,800,000	3,000,000	34.1

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$121,795,000	\$63,616,800

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- Laboratory Integration of Food Safety System.** The Governor, House, and Senate recommended adding \$600,000 in available Federal fund support for an integrated food safety system. 600,000 0
- Licensing and Inspection Programs.** The Governor, House, and Senate recommended ongoing maintenance and support costs for the licensing and inspection system, including \$210,000 GF/GP and \$44,900 in restricted funds. 254,900 210,000
- Conservation Reserve Enhancement Program.** The Governor, House, and Senate recommended the elimination of the one-time program from FY 2020-21. (4,400,000) (4,400,000)
- Michigan Animal Agriculture Alliance.** The Governor recommended a reduction of \$1,253,000 from the GF/GP funded grant program designed to support agriculture animal research, which would result in a proposed appropriation FY 2021-22 of \$1,747,000 GF/GP. House, Senate and Conference rejected reduction and chose to continue FY 2020-21 funding level of \$3.0 million GF/GP for FY 2021-22. 0 0
- Information Technology.** The Governor, House, and Senate recommended a technical adjustment to reflect actual revenues, including a reduction of \$3,200 IDG and \$700 in State restricted funds. (3,900) 0
- Pesticide and Plant Pest Management.** The Governor, House, and Senate recommended a shift of \$101,800 in existing revenues from restricted to Federal to accurately reflect funding. 0 0

7. Adjustment for FY 2020-21 Supplementals and Transfers. A technical adjustment to reflect the passage of FY 2020-21 supplemental appropriations and transfers	(500,000)	0
8. Economic Adjustments. Includes (\$433,700) Gross and (\$307,900) GF/GP for total economic adjustments, of which an estimated (\$1,592,100) Gross and (\$1,103,900) GF/GP is for legacy retirement costs.	(433,700)	(307,900)

Conference Agreement on Items of Difference

9. Local Conservation Districts. Senate included \$3.0 million GF/GP in on-going funds to provide operational support for local conservation districts. House included \$2.0 million. Conference concurred with Senate but specified \$1.0 million of total to be a one-time appropriation.	3,000,000	3,000,000
10. Farm Innovation Program. Conference included one-time funding of \$3,189,000 GF/GP for a new grant program for farm innovation projects.	3,180,000	3,180,000
11. Bovine Producer Reimbursement. Conference included one-time funding of \$400,00 GF/GP to assist livestock producers under a quarantine issue.	400,000	400,000
12. Agriculture Equine Industry Development Fund (AEIDF). Conference included a one-time \$3.2 million GF/GP appropriation to the restricted fund AEIDF.	3,200,000	3,200,000
13. Agriculture Nutrient Best Management Voluntary Practices Program. Conference included a one-time appropriation of \$25.0 million GF/GP (over 4 years, via work project status) to administer a pilot program to support the implementation of agriculture nutrient best management practices to improve water quality and to reduce phosphorus levels in the Lake Erie basin.	25,000,000	25,000,000
14. County Fairs, Shows, and Exhibitions. Senate included additional funding of \$2.0 million GF/GP for grant program, for a total FY 2021-22 appropriation of \$2.5 million GF/GP. House included \$500,000; Conference included \$500,000 ongoing and \$1,950,000 million one-time.	1,950,000	1,950,000
15. Farm Stress. Senate included \$225,000 GF/GP in one-time funds for a program to respond to mental stress and fatigue of Michigan farmers and agricultural workers and their families. House did not include; Conference concurred with Senate.	225,000	225,000
16. Rural Development Specialist. The Governor recommended the creation of a new FTE position to specialize in rural development, at an ongoing cost of \$175,000 restricted. Senate did not include. House and Conference included, using GF/GP funds.	175,000	175,000
17. Fair Food Network - Double Up Food Bucks. Senate eliminated funding for the grant program for FY 2021-22. House included year-to-date amount of \$900,000; Conference included \$900,000 ongoing and \$1.1 million one-time.	1,100,000	1,100,000
18. Food Safety and Quality Assurance Reduction. Senate included a reduction of 1.0 FTE and \$100,000 gross, \$50,000 GF/GP. House and Conference did not include reduction.	0	0
19. Food and Agriculture Investment Program. Senate included an increase of \$740,000 GF/GP, leaving an appropriation of \$3,210,600 GF/GP for FY 2021-22. House and Conference maintained FY 2020-21 funding.	0	0
20. Unclassified Salaries. The Governor and House recommended an increase from \$599,900 GF/GP for FY 2020-21 to \$617,900 GF/GP. Senate did not include an increase. Conference concurred with Governor and House.	18,000	18,000

Total Changes	\$33,765,300	\$33,750,100
FY 2021-22 Conference Report Appropriation	\$155,560,300	\$97,366,900
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. **Acronyms and Definitions.** The Governor removed definition of "Fiscal Agencies," "HHS," "LARA," "MDEGLE," and "Subcommittee", terms currently used throughout FY 2020-21 boilerplate. *House and Senate retained current year language.* (Sec. 203)
2. **Reporting Requirements.** The Governor removed a subsection that required notification when a report has been placed on the Department's website. *House and Senate retained current year language.* (Sec. 204)
3. **Out of State Travel Report.** The Governor amended language by adding reference to MCL 18.1217. *House and Senate retained current year language.* (Sec. 207)
4. **General Fund Lapse Report.** The Governor amended the language to shift the due date of the report from no later than November 30 to December 30. *House and Senate retained current year language.* (Sec. 209)
5. **Web-Based Fiscal Status Reporting.** The Governor amended language by changing that the Department shall "cooperate with the SBO" to "shall report to SBO." *House and Senate retained current year language.* (Sec. 211)
6. **Restricted Fund Balances Report.** The Governor amended language by changing that the Department shall "cooperate with the SBO" to "shall report to SBO". *House and Senate retained current year language with date change.* (Sec. 212)
7. **Disciplinary Action.** The Governor recommended elimination of this section, which prohibited action against an employee for communicating with legislative staff. *House and Senate retained current year language.* (Sec. 215)
8. **Work Project Expenditures.** The Governor deleted this section, which required that, to the extent possible, appropriations in part 1 not be spent until all existing work project funds for that same purpose have been spent. *House and Senate retained current year language.* (Sec. 217)
9. **Administrative Board Transfers.** The Governor deleted this section, which allows the Legislature to transfer funds via resolution should the Administrative Board transfer funds. *House and Senate retained current year language.* (Sec. 218)
10. **Policy Changes Made to Implement Public Acts.** The Governor deleted language that required the Department to report annually on policy changes made to implement recent public acts. *House and Senate retained current year language.* (Sec. 220)
11. **MDARD Collaboration with USDA on Monitoring Bovine TB.** The Governor, House, and Senate removed a reference to a specific memorandum of understanding (MOU) date and supplanted it with "currently required" MOU. (Sec. 454)
12. **Environmental Stewardship.** The Governor, House, and Senate struck a reference to grants within the 2014 Federal farm bill and kept a reference to 2018 farm bill. (Sec. 601)
13. **Michigan Agriculture Environmental Assurance Program (MAEAP).** Governor amended language to remove cap on federal receive and expend monies. *House and Senate retained current year language.* (Sec 604)
14. **Agriculture Equine Industry Development Fund.** The Governor, House and Senate amended language to update a reference from 2021 to 2022. (Sec. 802)
15. **Conservation Reserve Enhancement Program.** The Governor, House, and Senate deleted this language, which refers to a one-time FY 2020-21 program. (Sec. 901)
16. **Agriculture Nutrient Best Management Voluntary Practices Program.** Conference included language providing guideline for expending the one-time, \$25.0 million GF/GP 4-year program which is designed to support the implementation of agriculture nutrient best management practices to improve water quality and to reduce phosphorus levels in the Lake Erie basin. (Sec. 1001)

Conference Agreement on Items of Difference

17. **Purchase of Goods and Services.** The Governor amended language that required preferences, all things being equal, to purchase USA, Michigan, and veteran-owned business goods and services, by adding "to the extent possible under MCL 18.1261". *House and Senate retained current year language. Conference concurred with Governor.* (Sec. 205)

18. **Contractual Services and Supplies in Deprived and Depressed Communities.** The Governor amended language requiring that steps be taken to ensure businesses in deprived and depressed communities compete for State business, by adding "to the extent permissible under the management and budget act". *House and Senate retained current year language. Conference concurred with Governor.* (Sec. 206)
19. **Contingency Fund Legislative Transfers.** The Governor amended language to increase the maximum of Federal fund transfers from \$3.0 million to \$5.0 million, increase the maximum for Restricted funds from \$2.0 million to \$6.0 million, and keep the local and private funds limit at \$100,000 that would be eligible for transfer. *Senate deleted entire boilerplate section. House and Conference retained current year language, using "authorization."* (Sec. 210)
20. **Quarterly Employee Status Reports.** The Governor deleted this reporting requirement. *Senate included "on a semiannual basis"; House and Conference retained current year language.* (Sec. 216)
21. **Retention of Reports.** The Governor and Senate recommended elimination of this section, which requires the Department to receive and retain records. *House and Conference retained current year language.* (Sec. 219)
22. **Report on Severance Pay.** House and Conference included language requiring a report on departmental severance pay. (Sec.221)
23. **COVID-19 Management Restrictions.** House and Conference added language to prohibit requiring proof of vaccination. (Sec.222)
24. **Costs of Whole Herd Bovine TB Testing.** The Governor added language that MDARD must pay for all "required regulatory" testing costs. *Senate retained current year language. House and Conference added buffer zones to areas in which payments would be provided.* (Sec. 451)
25. **Local Conservation Districts.** Senate added language providing that funds in part 1 for local conservation districts shall be distributed equally to each local conservation district in operation as of April 15, 2021. *House did not include; Conference included language providing guidelines for expenditure.* (Sec. 609)
26. **Farmland and Open Space Preservation.** Senate added new language requiring the department to work with the Department of Treasury to improve the timely processing and issuance of tax credits for Michigan's farmland and open space preservation program. *House did not include; Conference concurred with Senate.* (Sec. 610)
27. **Food and Agriculture Investment Program.** The Governor amended the language by changing the tentative work project date from 2023 to 2024 and increasing the allowable percent of administration costs charged to the grant program from 5% to 10%. *Senate concurred with date change, rejected increase in admin allowance, and added to the purposes of the program, facilities "with a focus on new and expanding protein processors." House and Conference concurred with Senate.* (Sec. 701)
28. **Double Up Food Bucks.** The Governor amended language to update reporting requirements for the program from 2021 to 2022. *House added language requiring 80% of appropriations go to payments to participating food vendors and updated program guidelines. Senate deleted entire boilerplate section. Conference concurred with House.* (Sec. 703)
29. **Agriculture Equine Industry Development Fund (AEIDF).** Conference included language providing guidelines for the expenditure of a one-time \$3.2 million GF/GP appropriation to the restricted fund AEIDF. (Sec. 1002)
30. **Bovine TB Quarantine - Producer Reimbursement.** Conference included language providing guidelines for expenditures for producer reimbursements under the one-time grant program appropriated at \$400,000 GF/GP. (Sec.1003)
31. **Farm Innovation Grant Program.** Conference included language providing guidelines for expenditure of the one-time appropriations of \$3,180,000 for grants for farm innovation projects. (Sec.1004)
32. **Farm Stress Program.** Senate included language providing that one-time funds in part 1 for the farm stress program shall be used to respond to the mental stress and fatigue of Michigan farmers and agriculture producers and their families. *House did not include; Conference concurred with Senate.* (Sec. 1005)

Date Completed: 9-20-21

Fiscal Analyst: Bruce Baker

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 2

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	13,686.8	13,484.4	(202.4)	(1.5)
GROSS	2,060,788,400	2,065,873,000	5,084,600	0.2
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	2,060,788,400	2,065,873,000	5,084,600	0.2
Less:				
Federal Funds	196,370,900	5,364,100	(191,006,800)	(97.3)
Local and Private	9,680,600	9,646,100	(34,500)	(0.4)
TOTAL STATE SPENDING	1,854,736,900	2,050,862,800	196,125,900	10.6
Less:				
Other State Restricted Funds	45,478,500	45,493,400	14,900	0.0
GENERAL FUND/GENERAL PURPOSE	1,809,258,400	2,005,369,400	196,111,000	10.8
PAYMENTS TO LOCALS	123,330,800	122,895,500	(435,300)	(0.4)

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$2,060,788,400	\$1,809,258,400

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|--|--------------|--------------|
| 1. Removal of FY 2020-21 One-Time Funding. The Governor removed a total of \$15.0 million of one-time funding for payments related to <i>John Doe v. MDOC</i> 2020 settlement agreement related to the incarceration of juveniles. The Senate, House and Conference concurred with Governor. | (15,000,000) | (15,000,000) |
| 2. John Doe v. MDOC Settlement Agreement. The Governor included the final payment for the \$80.0 million settlement reached in 2020 for the housing of underage individuals in adult facilities. Payments of \$25.0 million were made in FY 2019-20, \$15.0 million in FY 2020-21, and this final payment of \$40.0 million. The Senate, House and Conference reduced Governor's request by \$15.0 million. | 25,000,000 | 25,000,000 |
| 3. New Custody Staff Training. The Governor provided additional support for the training of an estimated 300 new correctional officers annually to alleviate higher-than-anticipated attrition. This additional funding would allow the Department to hire and train an estimated 800 officers annually. The Senate, House and Conference concurred with Governor but moved the funding to one-time. | 7,373,700 | 7,373,700 |
| 4. Administrative Hearings and Rules Caseload Adjustment. The Governor included a \$204,000 increase for the Office for ongoing support for an increased caseload in administrative hearings. The Senate, House and Conference did not include. | 0 | 0 |

5. Fund Shift - Public Safety Payroll. The Governor included the reversal of GF/GP expenditures that helped the Department realize a savings in FY 2020-21 by including a one-time shift of \$191.0 million GF/GP to the Federal Coronavirus Relief Fund to support payroll costs during the pandemic. The expiration/exhaustion of CRF funds requires the restoration of the GF/GP funds in FY 2021-22. This shift has a zero affect in the gross appropriation while increasing GF/GP expenditures by \$190.2 million. The Senate, House and Conference concurred with Governor.	0	190,164,500
6. Transportation Costs. The Governor increased the spending authority from the Correctional Industries Revolving Fund to support increased transportation costs for goods made by Michigan State Industries sold to correctional facilities. Increased fund revenue from the sale of goods provides restricted funding for this increase. The Senate, House and Conference concurred with Governor.	72,000	0
7. Detroit Re-entry Center Savings. The Governor included the full-year savings to be realized in the fiscal year because of the closure of the Center in January 2021. The Senate, House and Conference concurred with Governor.	(10,523,600)	(10,523,600)
8. Economic Adjustments. The Governor Includes a negative \$4,696,900 Gross and a negative \$3,763,000 GF/GP for total economic adjustments, of which an estimated negative \$37,736,100 Gross and a negative \$33,402,600 GF/GP is for legacy retirement costs (pension and retiree health). The Senate, House and Conference concurred with Governor.	(4,696,900)	(3,763,000)

Conference Agreement on Items of Difference

9. Employee Wellness Enhancements. The Governor provided new funding to support additional employee wellness resources and support services for Department employees. Ideas may be submitted by employees or by worksite. The House did not include increase. The Senate and Conference concurred with Governor.	809,400	809,400
10. Chance for Life. The Senate added \$250,000 in GF/GP funding for an evidence based mentoring program that emphasizes job training, life skills, and family reintegration. The House did not include funding. The Conference concurred with Senate and Increased funding to \$1.5 million GF/GP, all one-time funding.	1,500,000	1,500,000
11. Goodwill Flip the Script. The Senate increased funding for this program for total funding of \$1.5 million to provide job placement assistance for recently released prisoners. The House did not include funding. The Conference concurred with Senate but moved the funding to one-time.	250,000	250,000
12. Prosperity Region 8 Pilot Program. The Senate added new funding for a pilot program to provide care management post-release which may include the development of a prerelease mental health discharge plan for parolees in Kalamazoo County. The House did not include funding. The Conference concurred with Senate but moved the funding to one-time.	300,000	300,000
13. Administrative Reduction. The Senate included an administrative reduction of \$300,000 for the Community Corrections Comprehensive Plans and Services line item. The Conference did not include this reduction.	0	0

Total Changes	\$5,084,600	\$196,111,000
FY 2021-22 Conference Report Appropriation	\$2,065,873,000	\$2,005,369,400
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Deletions.** The **Governor** proposed to eliminate the following sections from current-year boilerplate: 206, 216, 221, 222, 225, 239, 248, 304, 309, 313(2), 314, 315, 316, 317, 318, 405, 409(3), 411, 417, 419(1), 423, 602, 605, 611, 612, 613, 802, 812, 901, 908, 913(2), 940, 942, 943, 944, 1011, and 1013. These deletions include a variety of reporting requirements, record retention requirements, and statements of legislative intent.
2. The **Senate, House,** and **Conference** retained the following sections: 206, 216, 218, 221, 222, 239, 304, 309, 314, 318, 405, 611, 612, 802, 812, 940, 942, 943, 944, 1011, and 1013.
3. **Definitions.** Fifteen definitions were eliminated from the bill. These included acronyms that are no longer referenced in the bill, as well as the definition "offender who would likely be sentenced to imprisonment." The **Senate, House,** and **Conference** retained current law.
4. **Using Internet to File Reports.** The **Governor** expanded definition to include agencies in the definition. The **Senate, House,** and **Conference** concurred. (Sec. 204)
5. **Adding MCL Citations to Various Boilerplate Sections.** The **Governor** added "To the extent possible under MCL XXX" to various boilerplate sections. The **Senate, House,** and **Conference** concurred.
6. **Communicating with Legislators.** The **Governor** eliminated language stating that the Department cannot take disciplinary action against an employee or prisoner for communicating with a legislator or his or her staff. The **Senate, House,** and **Conference** retained current law. (Sec. 206)
7. **Updated Amounts for Total Legacy Costs.** The **Governor** updated total legacy costs section. The pension-related costs for FY 2021-22 are \$156,450,700 and the retiree health care costs are \$122,799,000. The **Senate, House,** and **Conference** concurred. (Sec. 214)
8. **Staff Retention Strategies Report.** The **Governor** eliminated the specific reporting requirements and, instead, stated that the report must be submitted by March 1 and must include the Department's staff retention strategies. The **Senate, House,** and **Conference** retained current law but eliminated the board. (Sec. 302)
9. **Offender Success Report.** The **Governor** removed a requirement to report details on planned expenditures and requires only the reporting of previous-year expenditures. The **Senate, House,** and **Conference** added new language allowing the department to accept cash or in-kind donations for prisoner education training, supplies, and materials necessary to complete the program. (Sec. 402)
10. **Withholding of County Jail Reimbursements.** The **Governor** removed language that bars reimbursement for any county that enacts or enforces any law or ordinance concerning the immigration status of an individual. The **Senate, House,** and **Conference** concurred. (Sec. 414)
11. **Tether Reimbursement Guidelines.** The **Governor** eliminated language stating that, for a fee, the Department would provide counties with the curfew monitor equipment, replacement parts, etc., and install and service the equipment. The **Senate, House,** and **Conference** concurred. (Sec. 603)
12. **Criminal Justice Reinvestment Appropriation.** The **Governor** eliminated the \$600,000 earmark of funding. The **Senate, House,** and **Conference** retained current law and added a new subsection (3) requiring a report by March 30 on the reincarceration recidivism rate or program participants, employment rate of participants, and the cost per participant. (Sec. 604)
13. **Residential Alternative to Prison Program.** The **Governor** removed the specific metrics and stated that the Department must measure and set metric goals. The **Senate, House,** and **Conference** retained current law. (Sec. 617)
14. **Retreatment for Hepatitis C.** The **Senate, House,** and **Conference** retained current law and added a new subsection (2) requiring a report on the number of offenders requiring retreatment for Hepatitis C, broken down by the number of those who have been retreated while incarcerated and the number of those treated and released and then retreated upon re-incarceration. (Sec. 807)

Conference Agreement on Items of Difference

15. **Contingency Funds.** The current budget provided only Federal contingency funds up to \$2.5 million. The Governor restored all contingency funds, including increasing the Federal limit to \$10.0 million and providing up to \$10.0 million for State Restricted Funds and up to \$2.0 million each for local or private funds. The **Senate** deleted all contingency funds. The **House** and **Conference** retained current language and changed "funds" to "authorizations". (Sec. 210)

16. **Staff Suggestions.** The **Senate and House** added a new subsection (2) rewarding an employee whose suggestion is implemented by the Department that results in a savings with 1% of the savings capped at \$2,000. **Conference:** Concurs with Senate and House on concept but changes reward to a non-compensatory recognition. (Sec. 304)
17. **Employee Wellness.** The **Governor** eliminated funding for the study and the reporting requirement. The language states only that the Department must maintain employee wellness programming, including programming focused on post-traumatic stress disorder outreach. The **Senate** added new subsection (1) stating that the department shall maintain employee wellness programming, including PTSD outreach. The **House** retained current law with changes. **Conference:** incorporated the Governor's and Senate language into a revised section. (Sec. 312)
18. **New Custody Staff Trainings.** The **Governor** added language stating that funding must be used to hire and train new corrections officers to address attrition and reduce overtime costs. Also eliminated language on vacancy rates. The **Senate** retained vacancy language. The **House** and **Conference** retained current law. (Sec. 313)
19. **NEW. Data Sharing.** **Conference** added new language that authorizes MDOC to establish agreements and exchange offender data with local, state, and federal agencies, law enforcement, and community providers in an effort to improve offender success. (**NEW** Sec. 315)
20. **NEW. Wastewater Operator Certification Program.** **Conference** added new language requiring MDOC to conduct a study, in consultation with the Department of Environment, Great Lakes, and Energy (DEGLE), to determine the feasibility of including prisoners nearing their earliest release dates in the Wastewater Operator Certification program administered by DEGLE; requires a report on the feasibility of training and certifying prisoners to become water, drinking water, wastewater, and stormwater operators; if determined to not be feasible, requires a report on the reasons for infeasibility. (**NEW** Sec. 406)
21. **Community Corrections Comprehensive Plans.** The **Governor, House, and Conference:** eliminated all language and retained only the per diem reimbursement limit of \$55.50. The **Senate** retained current law. (Sec. 410)
22. **Documents for Prisoners.** The **Governor** and **Senate** removed language requiring relevant departments to cooperate with access to documents, such as birth certificates and DDE form 214 for military service, and to require instead that the MDOC facilitate prisoners' access to these records. Also requires the MDOC to retain the prisoner's identification materials in the prisoner's personal file but only if the prisoner provides these documents. The **House** and **Conference** retained current law.
23. **Food Technology Program.** The **Governor** relocated former section 901 regarding the enhanced food technology program. The program is maintained but rolled into the Education/Skilled Trades line item. A new section is added to state that the Education/Skilled Trades program must maintain an enhanced food technology program that will lead to food service training credentials recognized by the restaurant industry. The **Senate** concurred. The **House** and **Conference** retained the language and relocated it the new section but did not roll the line into the Education/Skilled Trades program. (**NEW** Sec. 424)
24. **Medication-Assisted Treatment Offender Success.** The **Senate** and **House** added new language to the report to also include the number of offenders who are actively employed, or are continuing treatment, and if an offender is subsequently returned to prison, the number of months since original release. **Conference** retained current law. (Sec. 425)
25. **Feasibility Study on Direct Procurement for Medication.** The **Senate** and **House** retained current law and added a new subsection (3) requiring a feasibility study by April 1 on practices the department can implement to defray the cost of medications, including the feasibility of the department to procure medications directly from the manufacturer. **Conference** retained current law. (Sec. 802)
26. **Access to Academic and Vocational Education Programs.** The **Senate** added new language requiring the department to ensure all prisoners, including those upon intake, to be provided information regarding the academic and vocational educational programs provided and available. **Conference** did not include.
27. **NEW. Chance for Life Program.** **Conference** new language requires funding to be allocated to an organization that provides prison-based rehabilitation programming including educational, life skills, and behavioral modification programs. (**NEW** Sec. 1101)

Date Completed: 9-23-21

Fiscal Analyst: Joe Carrasco, Jr.

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 3

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	614.5	615.5	1.0	0.2
GROSS	556,695,700	1,912,027,900	1,355,332,200	243.5
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	556,695,700	1,912,027,900	1,355,332,200	243.5
Less:				
Federal Funds	448,701,700	1,797,625,600	1,348,923,900	300.6
Local and Private	8,111,400	8,108,800	(2,600)	(0.0)
TOTAL STATE SPENDING	99,882,600	106,293,500	6,410,900	6.4
Less:				
Other State Restricted Funds	9,815,500	9,785,400	(30,100)	(0.3)
GENERAL FUND/GENERAL PURPOSE	90,067,100	96,508,100	6,441,000	7.2
PAYMENTS TO LOCALS	15,267,700	23,327,700	8,060,000	52.8

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$556,695,700	\$90,067,100

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|---|---------------|-------------|
| 1. FY 2020-21 Supplemental Removal. The Conference removed \$105.0 million Gross and Federal in FY 2020-21 supplemental appropriations. | (105,000,000) | 0 |
| 2. Child Development and Care Adjustment. The Governor/Senate/House/Conference shifted \$1,019,600 GF/GP to Federal revenue to align with current Federal matching requirements. House/Conference reduced \$42,542,000 Gross and Federal to align with the May 2021 CREC. | (42,542,000) | (1,019,600) |
| 3. Educare Transfer. The Governor/Senate/House/Conference transferred the grant for the Early Childhood Collaborative in Genesee County to the School Aid budget. | (1,000,000) | (1,000,000) |
| 4. Great Start Operations Rollup. The Governor rolled up the CDC Contract Services and TEACH Scholarship line items into the Great Start Operations line item. The Senate/House/Conference did not include. | 0 | 0 |
| 5. Economic Adjustments. Includes economic adjustments of a negative \$599,300 Gross and \$149,400 GF/GP for total economic adjustments, of which an estimated negative \$1,860,600 Gross and \$543,300 GF/GP is for legacy retirement costs (pension and retiree health). | (599,300) | (149,400) |

Conference Agreement on Items of Difference

6. Child Development and Care Public Assistance. The Governor included a one-time appropriation of \$78.0 million GF/GP to continue CDC enhancements requested in a FY 2020-21 supplemental. The Senate included \$77.0 million Gross (Federal) to increase the income entry threshold to 160% FPL, increase the hourly reimbursement rate 15%, and reduce the number of biweekly reimbursement blocks to a part-time (1-55 hours) and full-time (56-90 hours) block. The Conference included \$1,495,863,500 to provide one-year, two-year, and ongoing enhancements to child care providers and the child development and care program. (Outlined in boilerplate)	1,495,863,500	0
7. Educator Shortage. The Governor included a 0.5 FTE position and \$2,895,000 GF/GP in the Educator Excellence line item to address the educator shortage in Michigan. Of the total, \$1,775,000 is designated for a Teacher Recruitment Program, \$320,000 is designated for teacher license fees for former teachers who return to the profession, and \$800,000 is designated for grants up to \$8,000 for teachers who move to high demand and critical fields. The Senate/House did not include. The Conference included \$1,950,000 Gross and GF/GP and 1.0 FTE position to address the teacher shortage. Of the total, \$1,670,000 and 1.0 FTE position is designated to educator recruitment and preparations programs while \$280,000 is to support teacher licensing fees for returning teachers.	1,950,000	1,950,000
8. Before and After School Program. The Conference included \$5.0 million Gross and GF/GP for Before and After School Programs. Of the total, \$1,090,000 is ongoing and \$3,910,000 is one-time.	5,000,000	5,000,000
9. State Aid to Libraries. The Senate/Conference included a \$2.0 million Gross and GF/GP increase to State Aid to Libraries.	2,000,000	2,000,000
10. Library Pilot Program. The Conference included \$800,000 to support a pilot program to allow librarians to be shared between public libraries and school libraries.	800,000	800,000
11. Special Education Virtual Learning Tool. The Senate included an additional \$750,000 Gross and GF/GP increase in the Special Education Unit to develop virtual learning tools for students with special needs. The Conference removed the appropriations for the virtual learning tool.	(1,500,000)	(1,500,000)
12. School Board Member Training. The Senate included \$400,000 Gross and Certification Fees for reimbursement of school board member training. The Conference included \$260,000 GF/GP.	260,000	260,000
13. Poet Laureate. The Governor/Conference created a Poet Laureate program with \$100,000 GF/GP to promote poetry, the spoken word, and literary arts. The Senate/House did not include.	100,000	100,000
14. Unclassified Salaries. The Senate did not include economic increases to Unclassified Positions. The Conference did not include	0	0
15. FY 2021-22 One-Time Appropriations. (delete if not applicable)		
Total Changes	\$1,355,332,200	\$6,441,000
FY 2021-22 Conference Report Appropriation	\$1,912,027,900	\$96,508,100
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **General Fund Lapse Report.** The Governor modified the date for the General Fund Lapse Report from November 30 to December 31. The Senate/House /Conference maintained current language. (Sec. 209)
2. **Teacher Recruitment Program.** The Governor changed the appropriation for the Teacher Recruitment Program from \$100 to \$1,775,000 to recruit districts to make the program available for students and to implement a competitive grant program. The Senate/House/Conference deleted the section. (Sec. 233)
3. **Modified Boilerplate.** The Senate/House/Conference modified a number of sections to connect boilerplate sections to appropriations. (Sec. 206, 211, 212, 215, 216, 217, 220, 221, 222, 223, 228, 229, 234, 401, 406, 1002, and 1010)
4. **Technical Changes.** The Governor/Senate/House/Conference made a number of technical modifications that include date changes, Part 1 appropriation changes, legacy cost adjustments, and standardized language. (Secs. 201, 212, 214, 216, 217, 230, 231, 350, 601, 701, 804, 1007, and 1011)

Conference Agreement on Items of Difference

5. **Contingency Funds.** The Governor doubled the contingency fund amounts for the Federal, State Restricted, and Private funds. The Senate deleted the section. The House/Conference modified "fund" to "authorization." (Sec. 210)
6. **Retained Sections.** The Governor deleted and Senate/House/Conference retained a number of other sections, which include: 216 (FTE Quarterly Report), 218 (State Administrative Board transfers), 221 (policy change report), 222 (protects employees who communicate with the Legislature), 223 (retention of reports), 224 (work project prioritization), 229 (Federal Accountability Plan amendment notification), 230 (nonpublic school mandate report), 501 (education personnel revocation/felony conviction files), 1003 (Early Childhood Comprehensive System report), 1004 (\$5.0 million to the TEACH Scholarship Program), and 1010 (notification of Federal changes to the Child Development and Care Program).
7. **Deleted Sections.** The Governor/Conference deleted a number of other sections, which include: 219 (kindergarten entry assessment requirements), 231 (school policy adoption report), 234 (postsecondary enrollment option report), 351 (Virtual Learning Tool), 409 (State administrative judge hearing requirement), and 1101 (Educare grant).
8. **Severance Pay Report (New).** The House/Conference included a report on severance payments to former employees who leave the Department. (Sec. 225)
9. **COVID-91 Vaccine Requirement Prohibition (New).** The House/Conference included a new section to prohibit COVID-19 vaccine requirements. (Sec. 227)
10. **Department Survey (New).** The House/Conference included a new requirement that the Department survey and allow feedback to the department on its various activities with educators and educational stakeholders. (Sec. 235)
11. **Transportation Report (New).** The House/Conference included a report on rural transportation funding. (sec. 236)
12. **Teacher Recruitment and Preparation Programs (New).** The Conference included new sections to address teacher recruitment and support. These sections include appropriating \$280,000 to cover teacher license renewals fees (Sec. 502), appropriating \$1.0 million to support tuition, program fees, testing fees, and substitute permit costs for individuals employed in pre-k to 12 and teachers working towards certification or additional endorsements (Sec. 504), and appropriated \$160,000 and 1.0 position to support these initiatives (sec. 505)
13. **School Library Pilot Program (New).** The Conference included a new section that appropriated \$800,000 towards grants in four counties to allow librarians to work part-time in school libraries. The four counties include Mackinaw, Kent, Genesee, and Barrien. (Sec. 802)
14. **Before and After School Programs (New).** The Conference included a new section that appropriates \$5.0 million for grants to Before and After School programs throughout the state and to those with demonstrated need. (Sec. 1001)
15. **Poet Laureate (New).** The Governor included \$100,000 to support the Michigan Poet Laureate Program. (Sec. 1102)
16. **School Board Member Training (New).** The Senate included a new section to create a school board member training reimbursement program with \$400,000, with individual reimbursements capped at \$100 per course. The Conference included \$260,000 GF/GP for school board member training reimbursement. (Sec. 1100)

17. Child Care Programs. The Governor increased the income entry threshold to 200% (1009).

The Senate included a 15% hourly reimbursement rate increase (Sec. 1101), increase the income entry threshold to 160% (Sec. 1009), and reduced the number of hourly biweekly blocks from four to two (Sec. 1010).

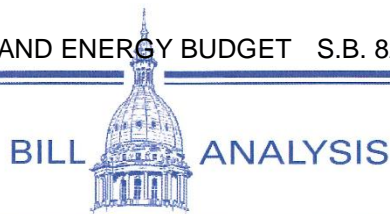
The Conference included a number of changes using existing Federal Child Development and Care dollars as well as Federal CRRSSA and Federal ARPA dollars, which include: (Sec. 1009) increasing the income entry threshold to 185% and instituting a wait list if more than 40,000 children are enrolled in the program for over three month, (Sec. 1012) appropriates \$1.5 million for Mental Health Consultation, (1020) increasing the ongoing hourly reimbursement rate 30% from the base rate at the beginning of FY 2020-21, (Sec. 1021) pay child development and care rates based on enrollment through FY 2022-23, (Sec. 1022) appropriated \$700,708,800 to issue two rounds of stabilization grants over the next six months, (Sec. 1023) appropriated \$100.0 million to provide technical and financial support to new and expanding child care providers, (Sec. 1024) appropriated \$222.0 million to provide an additional reimbursement rate bonus over the next 39 biweekly pay periods, (Sec. 1025) cover the cost of family copays through FY 2021-22, (Sec. 1026) appropriated \$30.0 million to provide up to \$1,000 in bonus pay and starting bonuses for current and new early child care employees, (Sec. 1027) appropriated \$36.5 million to contract for infant and toddler slots, (Sec. 1028) appropriated \$7,154,700 to support department administration, and (Secs. 1030, 1031, 1032, 1033, 1034) provide work project authorization for all of the one-time federal child care dollars.

Date Completed: 9-20-21

Fiscal Analyst: Cory Savino



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Article 4

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	1,418.0	1,461.0	43.0	3.0
GROSS	511,359,200	689,770,700	178,411,500	34.9
Less:				
Interdepartmental Grants Received	3,337,700	3,544,900	207,200	6.2
ADJUSTED GROSS	508,021,500	686,225,800	178,204,300	35.1
Less:				
Federal Funds	171,973,000	226,889,200	54,916,200	31.9
Local and Private	1,412,800	1,411,200	(1,600)	(0.1)
TOTAL STATE SPENDING	334,635,700	457,925,400	123,289,700	36.8
Less:				
Other State Restricted Funds	275,191,800	304,549,900	29,358,100	10.7
GENERAL FUND/GENERAL PURPOSE	59,443,900	153,375,500	93,931,600	158.0
PAYMENTS TO LOCALS	44,000,600	54,146,000	10,145,400	23.1

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	511,359,200	59,443,900
Changes from FY 2020-21 Year-to-Date:	0	0
<u>Items Included by the Senate and House</u>		
1. Increase MI Clean Water Plan (one-time). Governor recommended an appropriation of the remaining \$290.0 million in bonding authority approved by voters in 2002 under the Great Lakes Water Quality Protection Bond. House, Senate, and Conference did not include.	0	0
2. Premcor Settlement. Governor, House, and Senate included a proposal for funds from the Premcor Administrative Consent order to fund cleanups of petroleum releases at 79 sites. The Conference included.	29,300,000	0
3. Brownfield Redevelopment Fund. Governor, House, and Senate included.	1,100,000	0
4. Increase Authorization for Remedial Settlement Fund. Governor, House and Senate included this funding to be used for one-time contamination remediation and cleanup projects. The Conference included.	1,000,000	0
5. Economic Adjustments. Includes negative \$923,600 Gross and negative \$183,500 GF/GP for total economic adjustments, of which an estimated negative \$5,867,900 Gross and negative \$4,396,600 GF/GP is for legacy retirement costs (pension and retiree health). The Conference included.	(948,700)	(190,000)
6. Other Changes.		
7. Removal of FY 2020-21 One-Time Projects. Governor, House, and Senate included the removal of eight one-time FY 2020-21 projects. The Conference removed all except \$600,000 for Watershed Council Grants.	(4,960,000)	(4,960,000)

8. Remove FY 2020-21 Use of Scrap Tire Authorization. Governor, House, and Senate included the removal of eight one-time FY 2020-21 projects.	(3,000,000)	0
<u>Conference Agreement on Items of Difference</u>		
9. Drinking Water Laboratory. Governor recommended additional funding authorization and an increase of 3.0 FTEs to support drinking water testing. The Senate included funding, but no FTEs. The House did not include. The Conference included the item with the increased FTEs.	1,450,000	0
10. Federal Oil and Gas Program Oversight Activities. Governor recommended regulatory oversight responsibilities for underground injection and gas storage wells to be transferred from the Environmental Protection Agency to the State of Michigan and an increase in 3.0 FTEs. The Senate included without FTEs. The House did not include. The Conference included this item with increased FTEs.	370,000	0
11. FY 2021-22 One-Time Appropriations.		
12. Water Infrastructure Improvements for the Nation Act. The Governor revised the budget recommendation to include \$45.0 million in Federal funding to help with service line replacements, meter replacements, and other projects as designated by the department, for the City of Flint. The House and Conference included.	45,000,000	0
13. Drinking Water Emergency Assistance. The Conference included \$15.0 million to support activities that address drinking water systems contamination response and remediation.	15,000,000	15,000,000
14. PFAS Remediation. The Conference included \$14.5 million for grants to eligible applicants to help with environmental contamination responses including remediation, monitoring, or testing related to PFAS contamination.	14,450,000	14,450,000
15. High Water Infrastructure Grants. Governor recommended \$40.0 million to cover infrastructure for high water levels and climate resiliency planning. The Senate proposed a different program focused on infrastructure needs related to emergency situations with \$10.0 million. The House did not include. The Conference modified and combined the two programs and funded at \$14.3 million.	14,325,000	14,325,000
16. Dam Safety Grant Program. House recommended \$1.0 million for a grant program for dam repair, alteration, or removal activities deemed necessary. The Conference included the item funded at \$13.0 million.	13,000,000	13,000,000
17. Lead service line replacements. The Conference included \$10.0 million to help a qualifying local unit of Government in replacing lead service lines and improving the safety of the public.	10,000,000	10,000,000
18. Contaminated Site Cleanup. Governor recommended \$20.0 million in funding to be used to support remediation at new high-risk sites. The House and Senate did not include. The Conference included the item at \$10.0 million and linked it with a contingency reserve fund.	10,000,000	10,000,000
19. Superfund Cleanup - Spartan Chemical. The House included this item. The Wyoming Spartan Chemical site is a former industrial chemical storage, mixing, and bulk transport operations and resulted in the contamination and it is a Superfund site allowing \$10.0 million in additional funding from the Environmental Protection Agency that will support remediation at the site.	10,000,000	0
20. Emergency Dam Safety Action Fund. Governor recommended \$15.0 million in funding for emergency response costs related to dams in cases where the dam owner fails to pay for the necessary work. The Senate modified the item, and the House included the modified program. The Conference included a modified version and funded at \$6.0 million.	6,000,000	6,000,000

21. Increase Land and Water Resources Fees. Governor recommended an increase in land and water resources fees for \$5.3 million in funds to support permitting and compliance activities and a change of 35.0 FTEs. The House and Senate did not include. The Conference included the funding as GF/GP and the FTE changes, but no fees.	5,317,000	5,317,000
22. Michigan Water Use Advisory Council (WUAC). The Senate included \$5.2 million to support water conservation, data collection, and modeling recommended by the WUAC. The Conference did not include this item.	0	0
23. Sustainable Business Park. The Conference included \$4.0 million to help a qualifying county's public works department to develop a sustainable business park that will replace the need for new landfills.	4,000,000	4,000,000
24. GF/GP Spending in Lieu of Fee Increases. The Conference included \$2.1 million in GF/GP to support four existing programs: NPDES Non-Storm Water \$1,405,100, Storm Water Activities \$415,800, Surface Water \$35,500, and Environmental Health \$30,200. Plus, an additional \$192,100 for a new item with 1.0 FTE, called the Lead Line Replacement program.	2,078,700	2,078,700
25. Harbor Site Environmental Cleanup. The Conference included \$2.3 million to help a qualifying city with the removal and replacement of soils contaminated with hazardous metals, and work on wetland areas.	2,300,000	2,300,000
26. Wastewater Retention Basin. The Conference included \$2.0 million to help a qualifying county with increasing their storage capacity for wastewater retention basins.	2,000,000	2,000,000
27. Watershed Council Grants. The Conference restored \$600,000 for grant awards to be used for education, administration, and conservation.	0	0
28. Increase Drinking Water and Industrial Stormwater Operator Certification Fees. Governor recommended an increase in fees for \$309,400 and an increase of 1.0 FTE. The House Senate did not include the item. The Conference included the funding as GF/GP and the FTE changes, but no fees.	309,400	309,400
29. Increased funding for NPDES and Storm Water Program. Governor recommended an increase in the fees for \$194,900, and an increase in 15.0 FTEs. The House and Senate did not include. The Conference included funding as GF/GP and the FTE changes, but no fees.	194,900	194,900
30. Increase Hazardous Waste Site Identification Fees. Governor recommended an increase in fees for \$100,000. The House and Senate did not include. The Conference included funding as GF/GP, but no fees.	100,000	100,000
31. Unclassified salaries. The Governor and House included \$25,100 increase in unclassified salaries. Senate did not. The Conference included.	25,100	6,500
32. Contaminated Site Cleanup Contingency Reserve Fund. The Conference included a boilerplate appropriation for \$10.0 million in funding for the creation of a contingency fund to support contaminated site cleanups in the state. This funding can only be used if no other sources are available and it requires a legislative transfer to authorize the use of funds.	100	100
Total Changes	\$178,411,500	\$93,931,600
FY 2021-22 Conference Report Appropriation	\$689,770,700	\$153,375,500
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. **Sec. 237. *Reinstated* - Flint Water Crisis Legal Fees.** The Governor removed item paying the legal defense fees for employees related to the Flint Water Crisis. The Senate, House, and conference retained this section.
2. **Sec. 902. *Deleted* - Scrap Tire Grants.** Governor, House, and Senate removed this section that included \$3.0 million in grants for a county with a specific population.
3. **Sec. 1006. *New* - High Water Emergency Infrastructure Grants.** Senate and House added language outlining use of these one-time funds.
4. **Sec. 1007. *Reinstated* - Cooperative Lakes Monitoring Program.** Governor recommended removing. The Senate and House retained this section and specified funding by the Water Resource Division. The Conference included.
5. **Sec. 1007. *Deleted* - Work Project Authority for Michigan Clean Water Plan.** Governor recommended language to advocate for statutory work project language to ensure the fund does not lapse at the end of the fiscal year into the General Fund. The House, Senate, and Conference did not include.
6. **Sec. 1008. *New* - Prior Grant Awards Not Disqualifying Applicants.** Senate and House included language that allowed that prior receipt of a grant award does not disqualify applicants from future eligibility. The Conference included.
7. **Sec. 1009. *New* - Dam Safety Emergency Action Fund.** Senate and House added language outlining use of these one-time funds. The Conference included.

Conference Agreement on Items of Difference

8. **Sec. 221. *New* - Severance Pay Reporting.** New requirement to report severances for high-ranking officials.
9. **Sec. 222. *New* - Limitation on COVID-19 Restrictions.** House recommended specific COVID-19 language. Sets general limits on what the department can require of employees related to COVID and barring the use of a database to track vaccination statuses, use of a vaccine passport, or requiring vaccination to access a state facility. It also includes special provisions for medical and programs that have to comply with federal policies. Conference included.
10. **Sec. 222, 235, 303 and 306. *Consolidated* - Cleanup Reports.** The Conference consolidated reporting requirements.
11. **Sec. 223. *Modified* - Added Strategic Water Quality Initiatives Fund.** The Conference included technical change.
12. **Sec. 411. *New* - Chapaton Open-Air Wastewater Treatment.** The Conference included item outlining a new department requirement to report the information and materials needed to permit.
13. **Sec. 1003. *New* - Dam Safety Grant Program.** House added item outlining program. The Conference included.
14. **Sec. 1004. *New* - Dam Safety Emergency Action Fund.** Senate added item outlining program rules and the use of one-time funds. The Conference included.
15. **Sec. 1005. *Deleted* - Private Well Testing.** The Conference agreed to delete.
16. **Sec. 1006. *New* - High Water Infrastructure Grants.** Governor recommended language for a new infrastructure program. Senate and House modified program language. The Conference combined the two programs and included new rules outlining the use of the one-time funds.
17. **Sec. 1009. *New* - PFAS Remediation.** The Conference added language outlining use of one-time funds.
18. **Sec. 1014. *New* - Lead service line replacements.** The Conference added language outlining the use of one-time funds.
19. **Sec. 1015. *New* - Contaminated Site Cleanup.** The Conference added language outlining the use of one-time funds.
20. **Sec. 1016. *New* - Contaminated Site Cleanup Contingency Reserve.** The Conference added language outlining the of this reserve fund and the transfer requirements to access funding.
21. **Sec. 1017. *New* - Drinking Water Emergency Assistance.** The Conference added language outlining the of one-time funds.

Date Completed: 9-20-21

Fiscal Analyst: Ben Dawson

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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	9,915.5	9,920.5	5.0	0.1
GROSS	6,574,602,700	6,554,212,700	(20,390,000)	(0.3)
Less:				
Interdepartmental Grants Received	1,099,669,700	1,132,012,100	32,342,400	2.9
ADJUSTED GROSS	4,938,349,400	5,422,200,600	483,851,200	9.8
Less:				
Federal Funds	1,510,581,200	1,328,785,100	(181,796,100)	(12.0)
Local and Private	38,247,300	38,168,200	(79,100)	(0.2)
TOTAL STATE SPENDING	3,715,070,300	4,055,247,300	340,177,000	9.2
Less:				
Other State Restricted Funds	2,472,564,600	2,500,094,600	27,530,000	1.1
GENERAL FUND/GENERAL PURPOSE	1,453,539,900	1,555,152,700	101,612,800	7.0
PAYMENTS TO LOCALS	1,669,696,100	1,772,658,300	102,962,200	6.2

*As of August 1, 2021.

See Individual Highlight Sheet for Department Detail

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Extent Permissible.** The **Governor** added "to the extent permissible under statute" to the sections related to Buy American, ensuring business in deprived areas, and out-of-State travel. The **Senate** did not include. The **Conference** and **House** concurred for Sec. 205 and retained current law for Secs. 206 and 207. (Secs. 205, 206, 207)
2. **Disciplinary Action.** The **Governor** deleted prohibition against departments taking disciplinary action against employees communicating with legislators or their staff. The **Senate, House, and Conference** retained. (Sec. 206)
3. **Budget Stabilization.** The **Governor, Senate, House, and Conference** included no deposits into the BSF. (Sec. 210)
4. **FTE Report.** The **Governor** deleted the FTEs and remote work report. The **Senate** retained. The **House** revised to require DTMB to compile the report. The **Conference** revises to make four subsections an annual report. (Sec. 216)
5. **Work Project Prioritization.** The **Governor** deleted the requirement that work project appropriation be used before new appropriations. The **Senate, House, and Conference** retained. (Sec. 217)
6. **Administrative Board Transfers.** The **Governor** deleted section that allows the Legislature to vote in concurrent to funds transferred by the State Administrative Board. The **Senate, House, and Conference** retained. (Sec. 218)
7. **Retention of Report.** The **Governor** deleted the section requiring departments to retain copies of reports. The **Senate, House, and Conference** retained. (Sec. 219)
8. **Policy Change Reporting.** The **Governor** deleted a report due April 1 that requires each department to specify policy changes made to implement enacted legislation. The **Senate, House, and Conference** retained. (Sec. 220)
9. **General Fund Prioritization.** The **Governor** deleted a prohibition on departments using General Fund appropriations where Federal and Private Funds are available. The **Senate, House, and Conference** retained. (Sec. 221)
10. **Auditor General.** The **Governor** deleted requirement that departments report within six months after an audit with implementation of identified initiatives related to savings and efficiencies found by the Auditor General and requiring the Auditor General to conduct another audit and charge the noncompliant departments for the cost of performing another audit. The **Senate, House, and Conference** retained the section. (Sec. 229)
11. **Contingency Plan.** The **Governor** deleted requirement that the State Budget Director recommend a contingency plan if Federal funding reduces by \$10.0 million or 10%. The **Senate, House, and Conference** retained. (Sec. 235)
12. **Return on Taxpayer Investment.** The **Governor** deleted requirement that the State Budget Director list new or increased programs over \$500,000 in the Governor's budget recommendation, establish program metrics, and provide an update on metrics in two years. The **Senate, House, and Conference** retained. (Sec. 240)
13. **Technical Modification.** The **Governor** made technical adjustments such as revised dates, spending totals, definitions, and moving department budgets to individual articles. The **Senate, House, and Conference** revised dates and spending totals to reflect bill content, retained definitions, and did not move budgets to individual articles. (Secs. 201, 203, 204, 209, 210, and 212)

Conference Agreement on Items of Difference

14. **Coronavirus Work Project Notification.** The **Governor** deleted a notification by the Budget Director on any changes in planned spending for work projects containing coronavirus relief funds. The **Senate** retained. The **House** and **Conference** deleted the section. (Sec. 222)
15. **Coronavirus Relief Fund Deposit.** The **Governor, Senate, House, and Conference** deleted a section that deposits any unspent coronavirus funds on December 30 into the Unemployment Compensation Fund. (Sec. 223)
16. **Modified Boilerplate.** The **Senate, House, and Conference** modified a number of sections to connect boilerplate sections to part 1 appropriations. (Secs. 204, 205, 206, 207, 209, 211, 212, 215, 216, 217, 218, 219, 220, 221, 222)

Date Completed: 9-20-21

Fiscal Analysts: Cory Savino, Joe Carrasco, Jr.,
Ryan Bergan, and Elizabeth Raczkowski

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	537.4	541.4	4.0	0.7
GROSS	106,828,600	108,398,800	1,570,200	1.5
Less:				
Interdepartmental Grants Received	35,285,800	35,083,600	(202,200)	(0.6)
ADJUSTED GROSS	71,542,800	73,315,200	1,772,400	2.5
Less:				
Federal Funds	9,906,100	9,868,400	(37,700)	(0.4)
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	61,636,700	63,446,800	1,810,100	2.9
Less:				
Other State Restricted Funds	20,488,300	20,390,800	(97,500)	(0.5)
GENERAL FUND/GENERAL PURPOSE	41,148,400	43,056,000	1,907,600	4.6
PAYMENTS TO LOCALS	0	0	0	0.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$106,828,600	\$41,148,400

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|--|-----------|-----------|
| 1. Address Confidentiality Program. The Governor included \$500,000 GF/GP in one-time appropriations for an online system to assist crime victims in protecting their personal information. The Senate, House, and Conference concurred. | 500,000 | 500,000 |
| 2. Economic Adjustments. Includes negative \$549,800 Gross and negative \$212,400 GF/GP for total economic adjustments, of which an estimated negative \$2,290,300 Gross and negative 3333 \$884,300 GF/GP is for legacy retirement costs (pension and retiree health). | (549,800) | (212,400) |

Conference Agreement on Items of Difference

- | | | |
|---|-----------|-----------|
| 3. NextGen Case and Data Management. The Senate included \$1.0 million GF/GP for the completion of the Prosecuting Attorneys Coordinating Council data management upgrade. The House did not include. The Conference included. | 1,060,000 | 1,060,000 |
| 4. Clean Slate for Michigan. The Governor and House included \$560,000 GF/GP for costs related to recently passed criminal records expungement legislation. The Senate did not include. The Conference included the funds. | 560,000 | 560,000 |
| 5. UIA Fraud Assistance. Senate included \$750,000 for the Attorney General to assist individuals who were affected by UIA benefit denials due to false accusations of fraud. The House and Conference did not include. | 0 | 0 |

6. General Fund Reductions. The Senate reduced General Fund appropriations for a total reduction of \$2.1 million. The House and Conference did not include these reductions.	0	0
7. FTE Reductions. The Senate reduced FTEs by 1.0 Unclassified and 21.3 Classified FTEs. The House and Conference included no FTE reductions.	0	0
8. Unrolling of Operations Line. The Senate unrolled the Operations line into an Operations line and six additional Bureau lines. The House and Conference did not unroll the line.	0	0
Total Changes	\$1,570,200	\$1,907,600
FY 2021-22 Conference Report Appropriation	\$108,398,800	\$43,056,000
Amount Over GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2018-19 Year-to-Date:Items Included by the Senate and House

1. **Litigation Expense Reimbursements.** The **Governor** revised the amount of funds appropriated from up to \$500,000 to \$1.0 million. The **Senate, House, and Conference** retained. (Sec. 308)
2. **Reimbursements Report.** The **Governor** deleted a section requiring the Attorney General to report on the total amount of reimbursements received under Section 6 of the State Correctional Facility Reimbursement Act. The **Senate, House, and Conference** retained. (Sec. 309a)
3. **Legacy Cost Estimates.** The **Governor** provided the following legacy cost estimates for FY 2021-22. Total legacy costs estimated at \$17,036,000. Of that total, \$9,544,500 is for pension-related legacy costs and \$7,491,500 is for retiree health care legacy costs for the fiscal year ending September 30, 2022. The **Senate, House, and Conference** concurred. (Sec. 315)
4. **Notification of Lawsuit Settlements.** The **Governor** deleted and declared unenforceable language requiring the Department to provide notification when a lawsuit settlement has a fiscal impact of \$2.0 million or more and prohibiting the Attorney General from entering any lawsuits contrary to the laws of the State. The **Senate, House, and Conference** modified the section to remove intent language and the language regarding lawsuits contrary to the laws of the State. (Sec. 317)
5. **Notification of Lawsuits Against Federal Government.** The **Governor** deleted and declared unenforceable language requiring the Department to provide notification to the chairs of the appropriations subcommittees upon entering a lawsuit against the Federal government and to estimate the costs of that action. The **Senate, House, and Conference** retained the notification as a written report. (Sec. 318)

Conference Agreement on Items of Difference

6. **PACC Case Management System.** The **Senate** included language stating the purpose of the funds appropriated in part 1 for the replacement of the Prosecuting Attorneys Coordinating Council's case and data management system. The **House** did not include. The **Conference** included. (Sec 323)
7. **Payroll Fraud Enforcement Report.** The **Senate** included language requiring the Department to make publicly available an annual report on the findings of the Payroll Fraud Enforcement Unit, including complaints received, a judgement as to their validity, and any enforcement actions taken. The **House** did not include. The **Conference** included modified language to remove validity judgment but state that if the unit requests another department investigate the validity the Attorney General shall request that the department report back its findings. (Sec. 324)
8. **UIA Fraud Assistance.** The **Senate** included language stating that the Department use funds appropriated for UIA Fraud Assistance in part 1 to provide assistance and guidance to individuals denied benefits due to false accusations of unemployment insurance fraud. The **House** and **Conference** did not include. (SB 82 Sec. 323)

Date Completed: 9-20-21

Fiscal Analyst: Elizabeth Raczkowski

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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	110.0	109.0	(1.0)	(0.9)
GROSS	18,037,400	17,834,100	(203,300)	(1.1)
Less:				
Interdepartmental Grants Received	299,800	298,900	(900)	(0.3)
ADJUSTED GROSS	17,737,600	17,535,200	(202,400)	(1.1)
Less:				
Federal Funds	2,868,200	2,850,700	(17,500)	(0.6)
Local and Private	18,700	18,700	0	0.0
TOTAL STATE SPENDING	14,850,700	14,665,800	(184,900)	(1.2)
Less:				
Other State Restricted Funds	58,500	58,500	0	0.0
GENERAL FUND/GENERAL PURPOSE	14,792,200	14,607,300	(184,900)	(1.2)
PAYMENTS TO LOCALS	0	0	0	0.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$18,037,400	\$14,792,200

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|---|-----------|-----------|
| 1. Transfer of Women's Commission to LEO. The Governor included the transfer of the Women's Commission to LEO, in which the State's other commissions are housed. The Senate, House, and Conference concurred. | (366,800) | (366,800) |
| 2. Economic Adjustments. Governor: Includes a negative \$86,500 Gross and a negative \$68,100 GF/GP for total economic adjustments, of which an estimated negative \$330,700 Gross and a negative \$270,000 GF/GP is for legacy retirement costs (pension and retiree health). The Senate, House, and Conference concurred. | (86,500) | (68,100) |

Conference Agreement on Items of Difference

- | | | |
|---|---|---|
| 3. FTE Reduction. The Senate reduced FTEs by 40.1. Conference did not include this reduction in FTE authorizations. | 0 | 0 |
| 4. Unclassified Salaries. The Senate did not include an increase to Unclassified Salaries but adjusted fund sources, resulting in a \$21,800 decrease to the General Fund/General Purpose appropriation. The House and Conference did not include this reduction. | 0 | 0 |

5. **Discrimination Outreach.** The **Senate** included \$250,000 for the Department to conduct public outreach about criminal activity primarily motivated discrimination and ethnic intimidation during the COVID-19 pandemic. The **House** did not include this funding. **Conference** concurred with Senate.

Total Changes	(250,000)	250,000
FY 2021-22 Conference Report Appropriation	\$17,834,100	\$14,607,300
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. **Legacy Cost Estimates.** The **Governor** provided the following Legacy Costs estimates for FY 2021-22: Total legacy costs estimated at \$2,420,300. Of that total, \$1,356,000 is for pension-related legacy costs and \$1,064,300 is for retiree health care legacy costs for the fiscal year ending September 30, 2022. The **Senate, House, and Conference** concurred. (Sec. 410)

Conference Agreement on Items of Difference

2. **Governor:** Moved boilerplate from the FY 2020-21 general sections that applied to all General Government budgets to the Article for the Department of Civil Rights. Changes to those items can be found in the highlight sheet for the General Sections.
3. **Contingency Funds.** The **Governor** increased funding for contingency funds for Federal and private funds. Federal funds limit increased from \$1.0 million to \$2.0 million and Private funds were increased from \$375,000 to \$750,000. The **Senate** removed this section. The **House** and **Conference** retained current law. (Sec. 401)
4. **NEW - Discrimination Outreach Efforts.** The **Senate** included language requiring the Department to use the funds in part 1 for discrimination awareness and outreach to increase public awareness criminal activity motivated by discrimination and ethnic intimidation during the COVID-19 pandemic. **Conference** concurred with Senate but moved to one-time section. (Sec. 412)

Date Completed: 9-20-21

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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	79.2	79.2	0.0	0.0
GROSS	7,114,300	7,318,600	204,300	2.9
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	7,114,300	7,318,600	204,300	2.9
Less:				
Federal Funds	0	0	0	0.0
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	7,114,300	7,318,600	204,300	2.9
Less:				
Other State Restricted Funds	0	0	0	0.0
GENERAL FUND/GENERAL PURPOSE	7,114,300	7,318,600	204,300	2.9
PAYMENTS TO LOCALS	0	0	0	0.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$7,114,300	\$7,114,300
Changes from FY 2020-21 Year-to-Date:		
<u>Items Included by the Senate and House</u>		
1. Economic Adjustments. Includes \$204,300 Gross and \$204,300 GF/GP for total economic adjustments, of which an estimated \$0 Gross and \$0 GF/GP is for legacy retirement costs (pension and retiree health). The Senate concurred. The Senate, House, and Conference concurred.	204,300	204,300
<u>Conference Agreement on Items of Difference - NONE</u>		
Total Changes	\$204,300	\$204,300
FY 2021-22 Conference Report Appropriation	\$7,318,600	\$7,318,600
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:

1. There is no boilerplate for the Executive Office.

Date Completed: 9-20-21

Fiscal Analyst: Joe Carrasco, Jr.

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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	2,545.4	2,553.4	8.0	0.3
GROSS	2,345,270,900	2,073,829,100	(271,441,800)	(11.6)
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	2,345,270,900	2,073,829,100	(271,441,800)	(11.6)
Less:				
Federal Funds	1,799,296,400	1,282,114,800	(517,181,600)	(28.7)
Local and Private	22,217,800	22,167,000	(50,800)	(0.2)
TOTAL STATE SPENDING	523,756,700	769,547,300	245,790,600	46.9
Less:				
Other State Restricted Funds	272,389,100	273,502,700	1,113,600	0.4
GENERAL FUND/GENERAL PURPOSE	251,367,600	496,044,600	244,677,000	97.3
PAYMENTS TO LOCALS	39,115,200	51,944,500	12,829,300	32.8

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$2,345,270,900	\$251,367,600

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|--|------------|------------|
| 1. Governor Recommendations. Governor included \$25.0 million for the Mobility Futures Initiative, \$10.0 million for Housing and Community Development. Senate/House/Conference did not include. | 0 | 0 |
| 2. Flint Settlement Debt Service. The Governor/Senate/House/Conference included \$35.0 million GF/GP for ongoing debt service payments for the Flint Settlement Bond. | 35,000,000 | 35,000,000 |
| 3. Workforce Development Programs. Governor/Senate/House/Conference included an increase of \$13,075,000 in Federal funds in Workforce Development Programs because of anticipated increases for the Michigan Learning and Education Advancement Program (\$5,950,000), Gaining Early Awareness and Readiness for Undergraduate Program (\$4,000,000), and H-1B workforce development grants (\$3,125,000). | 13,075,000 | 0 |
| 4. State Historic Preservation Office. Governor/Senate/House/Conference included \$2.1 million Gross (\$1.9 million Federal revenue for Federal National Park Service Grants and \$200,000 in State Historic Preservation Office fees) for the historic tax credit program. | 2,100,000 | 0 |
| 5. Technical Adjustment. Governor/Senate/House/Conference included \$1,719,000 Gross and \$78,100 GF/GP in technical adjustments. | 1,719,000 | 78,100 |
| 6. Brownfield Redevelopment Fund. Governor/Senate/House/Conference included \$1,175,000 in Brownfield Redevelopment Funds to support community redevelopment projects authorized in Public Act 502 of 2012. | 1,175,000 | 0 |
| 7. Michigan Women's Commission. Governor/Senate/House/Conference transferred the Michigan Women's Commission (\$366,800 GF/GP and 1.0 FTE position) from the Department of Civil Rights to the Department. | 366,800 | 366,800 |

8. One-Time and Supplemental Removal. Governor/Senate/House/Conference removed \$760,695,400 Gross and \$89,788,800 GF/GP in FY 2020-21 one-time and supplemental appropriations.	(760,695,400)	(89,788,800)
9. Economic Adjustments. Includes an adjustment of negative \$2,133,700 Gross and \$191,300 GF/GP for total economic adjustments, of which an estimated negative \$8,008,200 Gross and \$873,200 GF/GP is for legacy retirement costs (pension and retiree health).	(2,133,700)	(180,600)

Conference Agreement on Items of Difference

1. Michigan Enhancement Grants. Senate included \$5,662,000 for Centers for Employment Opportunity and Rural Jobs and Capital Investment. Conference included \$146,892,000 Gross and GF/GP for 176 grants outlined in boilerplate.	146,892,000	146,892,000
2. One-Time Appropriations. Conference included \$3.0 million GF/GP for Jobs Training Center Equipment Grants, \$5.0 million for Rural Jobs and Capital Investment, \$23.75 million Gross and \$5.0 million GF/GP to the Michigan Career and Technical Institute, \$660,000 GF/GP to the Centers for Employment Opportunity, \$1.0 million GF/GP to West Michigan Construction Institute, \$1.8 million to the Diploma Equity Project, and \$100.0 million in ARP dollars for Community Revitalization and Placemaking Grants.	135,210,000	16,460,000
3. Michigan Reconnect Grant Program. Governor included 8.0 FTE positions and \$120.0 million General Fund/General Purpose (GF/GP) in one-time appropriations to the Michigan Reconnect Grant Program to continue funding for the program through FY 2022-23. Senate maintained current funding at \$30.0 million Gross and Talent Investment Funds. Conference included \$55.0 million Gross (a \$25.0m increase), \$5.0 million in Talent Investment Funds, and \$50.0 million GF/GP and 12.0 FTEs for FY 2021-22.	25,000,000	50,000,000
4. Michigan Infrastructure Grants. Conference included \$48,020,200 for 25 grants outlined in boilerplate.	48,020,200	48,020,200
5. Governor Recommendations. Governor included \$39.1 million GF/GP for Futures for Frontliners, \$6.0 million for wraparound services, \$3.0 million for a statewide pre-apprenticeship program, \$2.2 million for child care facilitator pilot program, \$2.0 million for a child savings accounts pilot program, \$1.0 million for the Michigan Poverty Taskforce, and \$1.0 million for Focus: Hope. Conference Included \$25.0 million Gross and Talent Investment Funds for Legacy program - Futures for Frontliners, \$8.0 million GF/GP for statewide pre-apprenticeship program, \$2.5 million GF/GP for the child care facilitator pilot program, and concurred with \$6.0 million for wraparound services, \$2.0 million for child savings accounts pilot, \$1.0 Michigan Poverty Taskforce, and \$1.0 million for Focus: HOPE.	45,500,000	20,500,000
6. Pure Michigan. Senate included \$15.0 million GF/GP for Pure Michigan. This would bring total FY 2021-22 Pure Michigan appropriations to \$40.0 million Gross and \$30.0 million GF/GP. Conference included \$40.0 million Gross: \$20.0 million ARP dollars, \$10.0 million Local/Private revenue, and \$10.0 million GF/GP for FY 2021-22.	15,000,000	(5,000,000)
7. Going Pro. Governor included \$15.0 million GF/GP in one-time appropriations for Going Pro in addition to the ongoing appropriations. Senate/Conference included an increase of \$11,329,300 GF/GP in ongoing appropriations, which would bring the total FY 2021-22 Going Pro appropriations to \$40.0 million Gross and \$30,459,200 GF/GP.	11,329,300	11,329,300
8. Unemployment Insurance (UI) Fraud Detection. House/Conference included \$4.0 million GF/GP for a UI fraud detection contract.	4,000,000	4,000,000
9. Centers for Independent Living. Senate/Conference included an additional \$3.0 million Gross and GF/GP to Centers for Independent Living.	3,000,000	3,000,000

10. Arts and Cultural Grants. Senate/Conference included an additional \$1.5 million for Arts and Cultural Grants. This would bring total FY 2021-22 appropriations to \$11.0 million Gross and \$9,985,000 GF/GP.	1,500,000	1,500,000
11. Graduation Alliance. Conference included \$1.5 million Gross and GF/GP.	1,500,000	1,500,000
12. Jobs for Michigan Graduates. Senate included \$1.25 million in matching grants for the Jobs for Michigan Graduates program. Conference Included \$1.0 million in matching grants. This would bring total FY 2021-22 appropriations to \$4,750,000 Gross and GF/GP.	1,000,000	1,000,000
13. Michigan Works! ID Support. Senate included \$2.5 million Gross and GF/GP to assist residents in obtaining State IDs. Conference did not include	0	0
14. Other Changes. Governor transferred \$1.1 million GF/GP and 7.0 FTE positions from Workforce Development Programs to Executive Direction and increased 500.0 FTE positions in the Unemployment Insurance Agency (UIA). Senate decreased the number of FTEs and appropriations for the Michigan Occupational safety and Health Administration and the Bureau of Employment Services 20% and decreased Unclassified Salaries 25%. Shifted \$5.0 from GF/GP to Penalties and Interest Revenue in the Workforce Development Programs line item. Unrolled the State Historic Preservation Office out of Job Creation Services and Michigan Works! out of Workforce Development Programs. Conference concurred with Governor's transfers and included 500.0 temporary FTE positions in the boilerplate.	0	0
Total Changes	(\$271,441,800)	\$244,677,000
FY 2021-22 Conference Report Appropriation	\$2,073,829,100	\$496,044,600
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Deleted Sections. Governor/Senate/House/Conference** deleted the Coronavirus Relief Fund grants (Sec. 1052) and Going Pro Talent fund (1067).
2. **Retained Sections. Governor** deleted and **Senate/House/Conference** retained, a number of sections, which include 983 (MSF/MSHDA restriction on appropriations for broadband), 984 (use of SIGMA), 989 (worker's compensation legislative intent language), 990 (Michigan State Housing development Report), 1004 (Michigan Strategic Fund statutory report), 1006 (Business Attraction amendment report), 1009 (limits on land purchases), 1013 (private fundraising restriction), 1033 (Michigan Film Office activity report), 1041 (Business Attraction and Community Revitalization transfers), , 1069 (Healthy Michigan quarterly report), 1070 (Graduation Alliance), 1071 (Jobs for Michigan Graduates program), 1072 (High School Equivalency-to-School program), 1073 (ongoing Michigan Reconnect Grant Program), 1079 (TANF requirements), 1082 (Michigan Rehabilitation Services report), 1085 (Federal match requirement for community-based rehabilitation organizations), 1091 (Commission expenditure requirements), and 1097 (administration of Michigan Enhancement Grants).
3. **Arts and Cultural Program. Governor** removed the restriction on Arts and Cultural Program appropriations from being used for administration of the program. **Senate/House/Conference** maintained current language. (Sec. 1035)
4. **Good Jobs for Michigan Fund. (NEW)** The **Governor/Senate/House/Conference** included a new section that requires that funds in the Good Jobs for Michigan Fund be distributed and used in accordance with statute. (Sec. 1053)
5. **Vocational Rehabilitation Appropriations. Governor** removed the \$50,000 appropriation for vocational rehabilitation services for agricultural workers. **Senate/House/Conference** maintained current language. (Sec. 1083)
6. **Technical Changes. Governor/Senate/House/Conference** made a number of technical modifications that include date changes, changes in Part 1 appropriations, legacy cost adjustments, and connected boilerplate sections to part 1 appropriations. (Secs. 1033, 1034, 1048, 1050, 1060, 1062, 1065, 1068, 1072, 1076, 1079, 1081, 1082, and 1090)

Conference Agreement on Items of Difference

7. **UIA Sections. (NEW) Senate/Conference** included language that directs appropriations in the UIA line item be used to support in-person claimant services. (Secs. 203a and 1070)
8. **Governor Sections Not Included. Governor** introduced a number of sections that were not adopted by the **Conference**, which include: 1077 (UIA Receive and Expend Authorization), 1093 (\$10.0 million for the Michigan Housing and Community Development program), 1096 (\$25.0 million for the Mobility Futures Initiative), and 1100 (\$120.0 million for one-time Michigan Reconnect Grant Program).
9. **Senate Sections Not Included.** The **Senate** introduced a number of sections that were not adopted by the **Conference**, which include: 1003 (Pure Michigan Study), 1040 (Small Business Equipment and Facility Upgrade Grants), 1046 (rural Small Business Development Centers), 1047 (Michigan Enhancement Grants), 1066 (\$4.0 Going Pro Equipment Upgrades), 1077/1077a (Michigan Works! ID support), and 1093 (West Michigan Community Center).
10. **Contingency Fund. Governor** doubled the contingency fund amounts. **Senate** deleted the section. **House/Conference** modified "fund" to "Authorization". (Sec. 980)
11. **Proposal for Solutions. Conference** included a new section that requires the department to solicit proposals for solutions regarding the Unemployment Insurance Agency claim processing and fraud detection. (Sec. 989b)
12. **Pure Michigan Prioritization. House/Conference** included a new section that prioritizes the Pure Michigan campaign toward sectors of the economy most impacted by the COVID-19 pandemic. (Sec. 1005d)
13. **MIOSHA Communications. House/Conference** included a new section that restricts MIOSHA from distributing press releases that list employers who were issued COVID-19 violations. (Sec. 1056)
14. **Helmets to Hardhats. Governor/Conference** included a new section to appropriate \$250,000 from Going Pro appropriations for Helmets-to-Hardhats. (Sec. 1066 (f))
15. **Unemployment Insurance Agency Branch Operations. Senate/Conference** included a new section that appropriates the branch operation line item to provide in-person claimant services. (Sec. 1077)
16. **Jobs for Michigan Graduate. Senate** allowed up to an additional \$1,250,000 in At-risk Youth Grants to be used for matching private contributions. **Conference** included up to an additional \$1.0 million for matching grants. (Sec. 1071)
17. **UIA Reports. Governor/Senate/House/Conference** modified the UIA reports from monthly to quarterly.
Senate/ Conference included that the report must be submitted within 15 days at the end of each quarter.
House/Conference included a new quarterly report on expenditures by division and program unit. (Secs. 1074, 1075, and 1076)
18. **UIA Administration. House/Conference** included a new section that allows the UIA to hire 500 term-limited employees or contractors and another section that appropriated \$4.0 million to support unemployment insurance benefit claims monitoring and fraud detection through a third-party contract. (Secs. 1077a and 1077b)
19. **One-Time Appropriations. Conference** included a number of sections for one-time appropriations, which include: 1094 (\$25.0 million for the Legacy Program - Futures for Frontliners), 1094a (\$6.0 million for Wraparound Services), 1094b (\$2.5 million for the Child Care Facilitator Pilot Project), 1094c (\$2.0 million for the Child Savings Accounts pilot), 1094d (\$1.0 million for the Michigan Poverty Task Force), 1094e (\$1.0 million for Focus: HOPE), 1094f (\$8.0 million for Statewide pre-apprenticeship program), 1094g (\$3.0 million for Training Center Equipment Grants), 1094h (\$5.0 million for Rural Jobs and Capital Investment), 1094i (\$23,750,000 for Michigan Career and Technical Institute), 1094j (\$660,000 for Centers for Employment Opportunity), 1094k (\$1.0 million for West Michigan Construction Institute), 1094L (\$1.8 million for Diploma Equity Project), and 1094m (\$100.0 million for Community Revitalization and Placemaking Grants program).
20. **Michigan Infrastructure Grants.**
Conference Outlined the one-time Michigan Infrastructure Grants, which include: (1) Livonia flooding \$1.0 million, (2) I-131 at Kalamazoo \$3.0 million, (3) Michigan International Technology Center \$1.0 million, (4) Gladwin Dam \$2.0 million, (5) McLaren/Groesbeck Rd \$3.0 million, (6) Lake State Line \$1.1 million, (7) Bay Co. Road Commission \$2,314,000, (8) Houghton Co. Road Commission flood repair \$2,314,000, (9) City of Houghton flood repair \$320,200, (10) City of Hancock flood repair \$235,000, (11) Briggs Dam \$850,000, (12) Shanty Creek Road \$2.0 million, (13) Mackinac Coal Dock \$1.5 million, (14) Barry/Allen road renovation \$951,000, (15) Michigan Sugar Plant \$2.5 million, (16) Farwell Mill Pond \$3.5 million, (17) Cascades dredging \$1.0 million, (18) City of Adrian tunnel \$3.5 million, (19) Kingsley water line replacement \$1.5 million, (20) Secore Rd. \$2.0 million, (21) Mission Road project \$1.5 million, (22) Mt. Pleasant traffic \$200,000, (23) Wealthy St. w/ 131, (24) Manistee Lake rail study \$400,000, and (25) Cheese Factory Rd. \$150,000. (Sec. 1095)

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.

21. Michigan Enhancement Grants.

Conference: Outlines the one-time Michigan Enhancement Grants, which includes: (1) Minority Supplier Development Council \$2.0 million, (2) Making it Happen \$1.0 million, (3) McLaren (Lansing) \$1.0 million, (4) Border to Border trail \$750,000, (5) Pedestrian Trail safety \$750,000, (6) Battle Creek City Hall \$1.0 million, (7) Mackinac Island State Park \$500,000, (8) McCamly Plaza Hotel \$2.0 million, (9) Bay Veterans Foundation Workshop \$300,000, (10) SVSU Talent Lab \$1.75 million, (11) Barrien Co. Youth Fair \$600,00, (12) St. Joseph United Way \$26,000, (13) Harsen's Island bridge study \$250,000, (14) Houghton Trail \$4.0 million, (15) Maritime Museum South Haven \$500,000, (16) Meals on Wheels - Livingston \$1.0 million, (17) St. Ignace ambulance \$1.5 million, (18) Litchfield skilled trades \$150,000, (19) Hillsdale Co. Sheriff \$210,000, (20) Jackson ISD \$10.0 million, (21) Point Betsie Lighthouse \$5,183,400, (22) Ottawa groundwater \$1,141,500, (23) River Raisin Battlefield \$2.0 million, (24) Midland Center for the Arts \$5.0 million, (25) West Michigan Immigration Center \$500,000, (26) Midland Community Center \$6,557,100, (27) YMCA-Jackson \$224,000, (28) Berrien Co. Tower \$5.0 million, (29) Steve Mariucci Beacon House \$3,150,000, (30) Great Lakes Central projects \$1,195,000, (31) Van Dyke apartment \$1.5 million, (32) Mancelona sewer \$500,000, (33) Berston Field House \$1.0 million, (34) Flint Library \$250,000, (35) GM Linden Parkway \$200,000, (36) Flint social club \$375,000, (37) Flint United Basketball \$100,000, (38) Flint Food Market \$460,000, (39) CMH Oakland Co. \$250,000, (40) Pontiac FQHC \$1.0 million, (41) GR AA Health Institute \$500,000, (42) GR Children's Healing Center \$500,000, (43) GR Public Museum \$500,000, (44) Palmer Park \$1.0 million, (45) Binder Street Block Club \$25,000, (46) Women of Tomorrow \$200,000, (47) Wayne State \$150,000, (48) Riverside Arts Center \$450,000, (49) HighScope \$300,000, (50) Washtenaw Co. re-entry pilot \$500,000, (51) Iron Belle Train study \$30,000, (52) Superior Twp. Library \$150,000, (53) AA solder memorial \$25,000, (54) Parkridge Community Center \$50,000, (55) Rockwood wastewater treatment \$350,000, (56) Village of Westland \$1.0 million, (57) Motown Museum \$1,000,000, (58) JROTC DPSCD \$250,000, (59) Great Lakes Center - Autism \$1.0, (60) Portage Senior Center \$1.5 million, (61) I-75 sound wall \$300,000, (62) Rochester Innovation Hills \$500,000, (63) Carpenter Lake Nature Preserve \$600,000, (64) Living and Learning Center \$50,000, (65) Livonia Senior Park \$100,000, (66) Goudy Park \$500,000, (67) Cody Rouge Community Action Alliance \$750,000, (68) Sickle Cell Anemia \$750,000, (69) Authority Health \$450,000, (70) Child and Family charities \$1.0 million, (71) Mikey 23 \$100,000, (72) Poor People's Campaign \$375,000, (73) Tri-County Special Ops. \$150,000, (74) Allen Neighborhood \$85,000, (75) Beach Water Hazard, (76) Lansing Arts Center \$2.0 million, (77) Farmer's Market Association \$350,000, (78) Veterans Service Orgs. \$1.8 million, (79) Warren emergency vehicle \$400,000, (80) Women's Center of Lansing \$25,000, (81) Firecracker Foundation \$25,000, (82) Lansing Police Department \$75,000, (83) Kent Co. Youth Fair \$5,200,000, (84) Lowell YMCA \$150,000, (85) PFAS GR Water 1,625,000, (86) Boys and Girls Alpena \$500,000, (87) Michigan Snowmobile and ORV Association \$1,150,000, (88) Chaldean Community Center \$150,000, (89) MI Law Enforcement Memorial Fund \$500,000, (90) Dearborn Community Center \$1,500,000, (91) Amity Foundation \$2.0 million, (92) Yemeni American Association \$100,000, (93) Manton Library \$250,000, (94) Rising Stars \$100,000, (95) Degage Ministries \$500,000, (96) 9/11 Memorial \$500,000, (97) Newago Co. Fair Barn \$800,000, (98) Arenac Fair Grounds \$2,830,000, (99) Sanilac Co. Parks \$20,000, (100) St. Clair Co. Nutrition \$50,000, (101) Holiday Camp in Monroe \$150,000, (102) St. Joseph Center for Hope \$100,000, (103) Blight Cleanup \$200,000, (104) Detroit Public Library \$500,000, (105) Luce Co. road \$6.0 million, (106) Calumet Fire \$250,000, (107) UP State Fair \$500,000, (108) Restore the Rapids \$7.0 million, (109) Van Andel Institute \$1.0 million, (110) Fort Gratiot Campground \$50,000, (111) Long Boat Lake \$300,000, (112) Walbo Corp. Cass City \$1.5 million, (113) Linden Mill Pond \$30,000, (114) West Michigan Aviation Academy \$1.0 million, (115) Calvin Prison Institute \$1.0 million, (116) MiLaunch \$250,000, (117) Small Business Development Centers \$200,000, (118) Novi Education Foundation \$400,000, (119) Plymouth Cultural Center \$250,000, (120) Portage Senior Center \$500,000, (121) City of Sterling Heights \$200,000, (122) Tree Canopy Grants \$250,000, (123) Delta Twp. Regional Fire \$1.4 million, (124) United Way - Washtenaw Co. \$275,000, (125) Eden Park \$300,000, (126) Covenant House \$200,000, (127) GR Center for Transformation \$500,000, (128) Grant Bridging Communities \$250,000, (129) Youth Development Program \$500,000, (130) Third Street Wharf Project \$1.5 million, (131) City of Farmington fire \$100,000, (132) Level 2 EV charging station \$36,000, (133) Farmington Hills police \$300,000, (134) Mack Avenue Streetscape Plan - Phase 1 \$200,000, (135) Lakeshore Drive Seawall \$750,000, (136) Invest Detroit \$500,000, (137) Detroit Parks Coalition \$500,000, (138) Block Club Grants \$300,000, (139) Royal Oak Twp. \$125,000, (140) Kids Kicking Cancer \$200,000, (141) Hamtramck Alleyway improvements \$750,000, (142) Lansing Capitol security \$1.0 million, (143) Lathrup infrastructure \$200,000, (144) Franklin sewer \$200,000, (145) Meridian Twp. Fire \$225,000, (146) Marquette Planetarium \$250,000, (147) MI Hispanic Collaborative \$2.0 million, (148) Talent Development Coalition - Oakland \$200,000, (149) Keego Harbor \$50,000, (150) Wayne Co. Action Agency \$1.5 million, (151) Flint Beecher HS \$500,000, (152) Lincoln Park traffic signal \$128,000, (153) Westland school conversion \$500,000, (154) Veterans Memorial Project \$50,000, (155) Taylor Fire \$500,000, (156) Michigan Science Olympiad \$30,000, (157) Ingham - Advance Peace Street Outreach \$357,000, (158) Garden City Fire \$400,000, (159) Clawson crosswalk \$80,000, (160) Youth Offender Pilot Program \$81,000, (161) Downriver Community Conference \$400,000, (162) Bloomfield Twp. SOAR \$500,000, (163) Flint Blight Removal \$1.0 million, (164) Belleville Lake bridge \$500,000, (165) Avalon House \$250,000, (166) Ann Arbor Housing Commission \$200,000, (167) Highland Park Fire \$850,000, (168) Burton Indigent Defense \$125,000, (169) Mount Clemens HS \$200,000, (170) Center Line - Indigent Defense \$125,000, (171) Adult Adjustable change table grants \$100,000, (172) Community Garden and Playground Equipment \$60,000, (173) Bardon Elementary \$78,000, (174) Children's Center Detroit \$250,00, (175) Detroit Horse Power Capital Improvement \$300,000, and (176) Development Center Grants \$150,000. (Sec. 1096)

Date Completed: 9-20-21

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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	0.0	0.0	N/A	N/A
GROSS	202,453,800	213,762,800	11,309,000	5.6
Less:				
Interdepartmental Grants Received	6,250,400	6,345,200	94,800	1.5
ADJUSTED GROSS	196,203,400	207,417,600	11,214,200	5.7
Less:				
Federal Funds	0	0	0	0.0
Local and Private	400,000	406,000	6,000	1.5
TOTAL STATE SPENDING	195,803,400	207,011,600	11,208,200	5.7
Less:				
Other State Restricted Funds	6,776,800	6,877,300	100,500	1.5
GENERAL FUND/GENERAL PURPOSE	189,026,600	200,134,300	11,107,700	5.9
PAYMENTS TO LOCALS	0	0	0	0.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$202,453,800	\$189,026,600

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|--|-----------|-----------|
| 1. Capitol Security Improvements. The Governor included one-time GF/GP funding of \$5.0 million for security improvements at the Capitol building. The Senate, House, and Conference did not include. | 0 | 0 |
| 2. House Increase. The Governor provided a 1.5% overall increase for the Michigan House of Representatives. The Senate, House, and Conference concurred with Governor. | 1,045,300 | 1,045,300 |
| 3. Senate Increase. The Governor provided a 1.5% overall increase for the Michigan Senate. The Senate, House, and Conference concurred with Governor. | 741,500 | 741,500 |
| 4. Legislative Auditor General Increase. The Governor provided a 1.5% overall increase for the Legislative Auditor General. The Senate, House, and Conference concurred with Governor. | 400,700 | 274,900 |
| 5. Property Management. The Governor provided an increase totaling \$312,000 that consists of \$185,500 for the Cora Anderson House Building and \$126,500 for the Binsfeld Office Building. The Senate, House, and Conference concurred with Governor. | 312,000 | 312,000 |
| 6. Legislative Retirement System Increase. The Governor provided a 1.5% overall increase for the Legislative Retirement System. The Senate, House, and Conference concurred with Governor. | 80,500 | 61,800 |

- | | | |
|--|-----------|-----------|
| 7. Census Tracking. The Governor removed the funding of \$170,000 for each the House of Representatives and the Michigan Senate for census tracking costs. The Senate, House, and Conference concurred with Governor. | (340,000) | (340,000) |
|--|-----------|-----------|

Conference Agreement on Items of Difference

- | | | |
|---|-----------|-----------|
| 8. Legislative Council Increase. The Governor provided a 1.5% overall increase for the Legislative Council totaling \$283,000. The Senate and House concurred with Governor. Conference concurred with Governor, but moved \$406,000 to State Capitol Historic Site and added an additional \$1.4 million GF/GP for Legislative Service Bureau Automated Data Processing, resulting in a net increase of \$1.3 million Gross and a \$1.7 million increase in GF/GP from YTD. | 1,285,500 | 1,685,500 |
| 9. State Capitol Historic Site Increase. The Governor provided an increase totaling \$121,500 that consists of an increase of \$70,700 for General Operations and an increase of \$50,800 for Restoration, Renewal, and Maintenance. The Senate and House concurred with Governor. Conference concurred with Governor, but transferred \$406,000 in private funds from Legislative Council and added an additional \$519,300 to the Operations line, resulting in an overall increase of \$1.0 million Gross and \$590,000 GF/GP. | 1,046,800 | 590,000 |
| 10. Independent Citizens Redistricting Commission. The Governor provided the statutorily required funding for the Commission resulting in a decrease of \$40,500. The State is required to provide funding equal to 25% of the GF/GP funding for the Department of State. The Senate funding for the Department of State for FY 2021-22 decreased by \$182,600; thus, a reduction of \$45,700 is required for the Commission. The House and Conference concurred with Governor. | (40,500) | (40,500) |
| 11. Legislative IT Design Special Project. Governor: Provided a 1.5% overall increase totaling \$11,500 GF/GP for total funding of \$776,500. Conference: Added additional funding for upgrades to the Legislature's computer system totaling \$6,765,700 GF/GP for total funding of \$7,542,200 for FY 2021-22. | 6,777,200 | 6,777,200 |

Total Changes	\$11,309,000	\$11,107,700
FY 2021-22 Conference Report Appropriation	\$213,762,800	\$200,134,300
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Governor:** Moved boilerplate from the FY 2020-21 general sections that applied to all General Government budgets to the Article for the Legislature. Changes to those items can be found in the highlight sheet for the General Sections.
2. **Legacy Cost Estimates.** The **Governor** provided the following Legacy Costs estimates for FY 2021-22: total legacy costs estimated at \$28,091,700. Of that total, \$15,738,400 is for pension-related legacy costs and \$12,353,300 is for retiree health care legacy costs for the fiscal year ending September 30, 2022. The **Senate, House, and Conference** concurred with Governor. (Sec. 615)
3. **Senate Census Tracking and Reapportionment.** The **Governor** deleted language designating unspent funds for the Senate census tracking and reapportionment project as a work project appropriation and stating the purpose of the project. The **Senate, House, and Conference** concurred with Governor. (Sec. 613)

4. **House Census Tracking and Reapportionment.** The **Governor** deleted new language designating unspent funds for the House census tracking and reapportionment project as a work project appropriation and stating the purpose of the project. The **Senate, House, and Conference** concurred with Governor. (Sec. 614)
5. **Capitol Security Improvements.** The **Governor** included new language requiring the necessary improvements to implement a ban on weapons in any building under the control of the Michigan State Capitol Commission. The **Senate, House, and Conference** did not include.
6. **Confidential Information.** Legislative intent language allowing the Auditor General to access and examine confidential information and to remain subject to the same duty of confidentiality imposed by law. The Governor deleted the language. The **Senate, House, and Conference** revised language as follows: The auditor general shall not be denied access to examine confidential information of any branch, department, office, board, commission, agency, authority, or institution of the state. The auditor general shall be subject to the same duty of confidentiality imposed by law on the entity providing the confidential information. (Sec. 625)

Conference Agreement on Items of Difference

7. **Redistricting Commission Report.** **House** specifies that report must be transmitted within 30 days of end of quarter. **Senate** did not include. **Conference** concurred with House. (Sec. 617)
8. **Work Project Funds.** **Conference** modified name to Annual Comprehensive Financial Report, added "and contract units" to part (b), and changed date to September 30, 2026 in part (d).

Date Completed: 9-20-21

Fiscal Analyst: Joe Carrasco, Jr.

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	1,586.0	1,586.0	0.0	0.0
GROSS	254,297,500	252,164,300	(2,133,200)	(0.8)
Less:				
Interdepartmental Grants Received	20,000,000	20,000,000	0	0.0
ADJUSTED GROSS	234,297,500	232,164,300	(2,133,200)	(0.9)
Less:				
Federal Funds	1,460,000	1,460,000	0	0.0
Local and Private	50,100	50,100	0	0.0
TOTAL STATE SPENDING	232,787,400	230,654,200	(2,133,200)	(0.9)
Less:				
Other State Restricted Funds	220,189,900	218,218,600	(1,971,300)	(0.9)
GENERAL FUND/GENERAL PURPOSE	12,597,500	12,435,600	(161,900)	(1.3)
PAYMENTS TO LOCALS	1,041,800	1,343,800	302,000	29.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$254,297,500	\$12,597,500

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|---|-------------|-----------|
| 1. Motorcycle Safety Fund Fee Increase. The Governor increased the funding authority from this fund due to increased revenue receipts resulting from the fee increase in 2017. The Senate, House, and Conference concurred with Governor. | 300,000 | 0 |
| 2. Reinstatement Fee Revenue Adjustment. The Governor reduced funding because of decreased revenue receipts resulting from the elimination of driver responsibility fees and recent criminal justice reforms. The Senate, House, and Conference concurred with Governor. | (1,204,300) | 0 |
| 3. Economic Adjustments. Governor: Includes a negative \$1,228,900 Gross and a negative \$161,900 GF/GP for total economic adjustments, of which an estimated negative \$3,976,000 Gross and a negative \$290,800 GF/GP is for legacy retirement costs (pension and retiree health). Senate, House, and Conference concurred with Governor. | (1,228,900) | (161,900) |

Conference Agreement on Items of Difference

4. Transportation Administration Collection Fund (TACF) Shortfall. The Governor included a \$4 increase in the look-up fees from \$11 to \$15 per record. The additional revenue would alleviate a shortfall in the TACF of an estimated \$7.9 million in FY 2021-22. The fee increase would hold the General Fund harmless. The Senate did not include the \$4 increase in the fee and reduced Branch Operations by \$5,135,000 and Customer Delivery Services \$2,765,000. House and Conference did not include the \$4 increase in the fee nor the reductions made by the Senate. Instead this conference report replaced \$18.0 million of TACF revenue with revenue from the new Transportation Administration Support Fund. The transfer in funding held harmless Gross, Restricted, and GF/GP funding.	0	0
5. Unclassified Salaries. The Governor included an increase of \$20,700 for unclassified salaries. The Senate did not include. House and Conference concurred with Governor.	0	0
Total Changes	(\$2,133,200)	(\$161,900)
FY 2021-22 Conference Report Appropriation	\$252,164,300	\$12,435,600
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Governor:** Moved boilerplate from the FY 2020-21 general sections that applied to all General Government budgets to the Article for the Department of State. Changes to those items can be found in the highlight sheet for the General Sections.
2. **Record Look-Up Fees.** The **Governor** increased the look-up fee from \$11 per record to \$15 per record. The increased fee is estimated to bring in additional revenues totaling \$19.0 million annually. The **Senate, House, and Conference** did not include fee increase. (Sec. 703)
3. **Branch Office Closure Notification.** The **Governor** deleted all language requiring the Department to give at least a 180-day notice to the Legislature before any branch offices are closed, relocated, or consolidated. The **Senate, House, and Conference** retained current law. (Sec. 714)
4. **Redistricting Commission Report.** The **Governor** deleted the report detailing the Department's expenditures associated with the role of the Secretary of State serving as the secretary of the Commission. The **Senate, House, and Conference** retained current law. (Sec. 721)
5. **Voter Registration Report.** The **Governor** deleted the report required detailing the Department's expenditures associated with voter registrations. The **Senate, House, and Conference** retained current law. (Sec. 721a)
6. **Legacy System Replacements.** The **Governor** deleted language requiring the Department to modernize and expand the entire system and remove existing programs from the legacy mainframes. The **Senate, House, and Conference** retained current law. (Sec. 722)
7. **Legacy Cost Estimates.** The **Governor** provided the following Legacy Costs estimates for FY 2021-22: total legacy costs estimated at \$29,398,500. Of that total, \$16,470,600 is for pension-related legacy costs and \$12,927,900 is for retiree health care legacy costs for the fiscal year ending September 30, 2022. The **Senate, House, and Conference** concurred with Governor. (Sec. 725)

Conference Agreement on Items of Difference

8. **Contingency Funds.** The **Governor** increased funding for contingency funds for Federal, State restricted funds, local funds, and private funds. Federal funds limit increased from \$500,000 to \$2.0 million; State restricted increased from \$500,000 to \$7.5 million; Local increased from \$25,000 to \$50,000; and Private funds were increased from \$50,000 to \$100,000. The **Senate** deleted all contingency funds. The **House and Conference** retained current law and changed "contingency fund" to "contingency authorization". (Sec. 701)

9. **NEW. In-Person Services at Branch Offices.** The **Senate** added a requirement (as Sec. 702) that in order to receive funds for Branch Operations, the Department must offer in-person services without an appointment for a minimum of 25 hours per week. The Department would be allowed to continue to offer appointments in addition to in-person services without an appointment, provided the in-person without an appointment provisions are implemented. **House:** Did not include. **Conference:** Included revised language stating that the funds provided in Part 1 for Branch Operations must be used to provide adequate in-person services as defined in PA 71 of 2021. (**NEW** Sec. 718)
10. **NEW. Allowing the Sale of Records in Bulk.** **Senate:** Added new language allowing the Department to contract for the sale of lists of driver and motor vehicle records and other records maintained under the Motor Vehicle Code in bulk, in addition to those lists distributed at cost or at no cost under this section for purposes permitted by and described in section 208c(3) of the Motor Vehicle Code. **House:** Did not include language. **Conference:** Included revised language that set a cap on the price of bulk sales at \$35 per 1,000 records requested. (**NEW** Sec. 703a)
11. **Gifts, Donations, or Contributions.** The **Governor** added new language stating that revenue received may be used for the Departmental functions relating to licensing, regulation, or safety. The **Senate** added a **new subsection (3)** disallowing the use of any gifts received for election costs or the purchase, update, or replacement of any election equipment, elections materials, or software. **House:** Added "of a de minimus value" for the value of gifts. **Conference:** Concurred with House and added provision to allow for the gifting of motorcycles. (Sec. 717)
12. **NEW. Election-Related Contracts.** The **Senate** added new language (as Sec. 717a) stating that not later than July 1, the secretary of state shall provide a report to the legislature detailing each contract the secretary of state has entered into with an entity for an election related activity or service. **House and Conference** do not include.
13. **NEW. Federal Funding for Election Purposes.** The **Senate** added new language (as Sec. 719a) stating that if the Department receives or is eligible to receive federal funds that must be used for election-related purposes, and the federal funds may be received or expended only after satisfying certain conditions placed by the federal government, the federal funds must not be expended except upon appropriation in a budget act. If the federal funds described in this subsection are not appropriated in a budget act within 90 days after the Department receives the federal funds, the federal funds must be returned to the federal government. **House and Conference** do not include.
14. **NEW. Election Mailings.** **House:** Included new language requiring a notice to Legislative leadership before the Secretary of State sends any election-related materials to 20% or more of the electorate. **Conference:** Revised language to exempt the notification when the secretary of state is exercising supervisory authority over the administration of local elections under applicable state law. (**NEW** Sec. 720)

Date Completed: 9-20-21

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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	3,133.0	3,127.0	(6.0)	(0.2)
GROSS	1,695,955,000	1,701,869,800	5,914,800	0.3
Less:				
Interdepartmental Grants Received	1,024,720,900	1,057,210,900	32,490,000	3.2
ADJUSTED GROSS	671,234,100	644,658,900	(26,575,200)	(4.0)
Less:				
Federal Funds	8,389,300	5,129,800	(3,259,500)	(38.9)
Local and Private	2,472,300	2,463,400	(8,900)	(0.4)
TOTAL STATE SPENDING	660,372,500	637,065,700	(23,306,800)	(3.5)
Less:				
Other State Restricted Funds	123,046,400	121,020,600	(2,025,800)	(1.6)
GENERAL FUND/GENERAL PURPOSE	537,326,100	516,045,100	(21,281,000)	(4.0)
PAYMENTS TO LOCALS	0	0	0	0.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$1,695,955,000	\$537,326,100

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|--|------------|-----------|
| 1. IT Adjustments. The Governor included \$33.1 million in IDG adjustments to align IT support costs. The Senate, House, and Conference concurred. | 33,138,500 | 0 |
| 2. State Psychiatric Hospital Special Maintenance. The Governor maintained \$15.0 million GF/GP in one-time funding or special maintenance projects at State psychiatric hospitals. The Senate, House, and Conference did not include the funding. | 0 | 0 |
| 3. SIGMA Data Storage and Agency Services. The Governor included \$1.7 million GF/GP to maintain funding for ongoing data storage and other agency costs. The Senate, House, and Conference concurred. | 1,650,000 | 1,650,000 |
| 4. Veterans Homes Accounting Services. The Governor included \$1.0 million in interdepartmental grant funding and 8.0 FTEs to align accounting services provided to Veterans Homes. The Senate, House, and Conference concurred. | 1,051,900 | 0 |
| 5. Deferred Compensation. The Governor included \$400,000 in Deferred Compensation funds for the administration of Defined Contribution plans by the Office of Retirement Services (ORS). The Senate, House, and Conference concurred. | 400,000 | 0 |

6. Transfer of Radio Leases from MSP. The Governor included \$157,500 GF/GP in the Michigan Public Safety Communications System line item for radio leases that support public safety agencies including the Michigan State Police. The Senate, House, and Conference concurred.	157,500	157,500
7. SBA Rent Adjustments. The Governor made net-to-zero adjustments to align State Building Authority rent appropriations with expenditures. The Senate, House, and Conference concurred.	0	0
8. Removal of Venture Michigan II Line Item. The Governor removed the \$37.2 million GF/GP line item included in FY 2020-21 for the Venture Michigan Fund II voucher purchases. The Senate, House, and Conference concurred.	(37,200,000)	(37,200,000)
9. Removal of One-Time Funding. The Governor removed \$55.7 million Gross and \$29.3 million GF/GP in one-time funding appropriated in FY 2020-21. The Senate, House, and Conference concurred.	(55,655,000)	(50,305,000)
10. Statewide Cost Allocation Plan Adjustments (SWCAP). The Governor made annual SWCAP adjustments resulting in a Gross reduction of \$212,600. The Senate, House, and Conference concurred.	0	(212,600)
11. Supplemental MSP Retirement Payments. The Governor adjusted spending on Michigan State Police retirement system supplemental payments with a \$27,000 GF/GP reduction. The Senate, House, and Conference concurred.	(27,000)	(27,000)
<u>Conference Agreement on Items of Difference</u>		
12. Advanced Persistent Cyber Threats. The Governor included \$20.0 million GF/GP in one-time appropriations for cyber security improvements. The Senate included \$12.0 million GF/GP. The House did not include. The Conference concurred with the Governor.	20,000,000	20,000,000
13. Information Technology Investment Fund. The Governor included \$2.5 million GF/GP in ongoing appropriations to restore ITIF appropriations to previous levels, as well as \$15.0 million GF/GP in one-time funding for ITIF projects. The Senate and House did not include this funding. The Conference concurred with the Governor.	17,500,000	17,500,000
14. Legal Services Funding. The Governor included \$5.0 million GF/GP in one-time appropriations for potential litigation costs involving State agencies. The Senate did not include this funding. The House included \$4.6 million GF/GP. The Conference included \$12.3 million GF/GP.	12,300,000	12,300,000
15. Energy Efficiency Revolving Fund. The Governor included \$5.0 million GF/GP to capitalize an Energy Efficiency Revolving Fund for energy efficiency and renewable energy projects at State facilities. The Senate included a \$100 placeholder. The House included no funding. The Conference included \$5.0 million.	5,000,000	5,000,000
16. Longitudinal Data System. The Conference included \$2.75 million to support staff for building and operating the Longitudinal Data System.	2,750,000	2,750,000
17. State Budget Office. The Conference added \$2.5 million GF/GP to Budget and Financial Management to support the State Budget Office.	2,500,000	2,500,000
18. Building Operation Services Facility Security. The Conference included \$1.5 million GF/GP for increased security at DTMB facilities.	1,500,000	1,500,000
19. Business Incentive Study. The Conference included \$1.0 million GF/GP to implement the Economic Development Incentive Evaluation Act.	1,000,000	1,000,000
20. Statewide PPE Procurement. The Conference included \$1.0 million GF/GP for DTMB to issue an RFP for the contracting of the purchase of personal protective equipment to establish a statewide reserve.	1,000,000	1,000,000

21. Michigan-Indiana Border Study. The Conference included \$500,000 GF/GP for DTMB to conduct a study of the administration and remonumentation of the Michigan-Indiana border.	500,000	500,000
22. Vendor Data Tracking. The Senate included \$300,000 GF/GP for the maintenance of a comprehensive supplier risk and information subscription used for the Pre-contract Risk Assessment program authorized in Public Act 107 of 2017. The House did not include. The Conference included.	300,000	300,000
23. Actuarial Study of State Innovation Waiver. The Conference included \$250,000 GF/GP for the completion of an actuarial study to pursue a state innovation waiver under the Patient Protection and Affordable Care Act.	250,000	250,000
24. Office of the Children's Ombudsman. The Governor included \$200,000 GF/GP for the Office. The Senate did not include the increase and reduced the line by \$9,800 GF/GP. The House did not include the increase. The Conference concurred with the Governor.	200,000	200,000
25. Survivor Benefits for Public Safety Officers. The Governor included \$43,000 GF/GP to provide benefits for survivors of public safety officers killed in the line of duty under Public Act 284 of 2016. The Senate concurred. The Senate included \$6,700 GF/GP. The House and Conference concurred with the Governor.	43,000	43,000
26. GF/GP Reductions. The Senate made GF/GP reductions to numerous line items within the Department for a total reduction of \$8.8 million GF/GP. The House and Conference did not include these reductions.	0	0
27. Economic Adjustments. Includes negative \$2,444,100 Gross and negative \$186,900 GF/GP for total economic adjustments, of which an estimated negative \$11,037,100 Gross and negative \$2,060,300 GF/GP is for legacy retirement costs (pension and retiree health). The Senate did not include an increase for Unclassified Salaries. The House and Conference included the adjustments.	(2,444,100)	(186,900)
Total Changes	\$5,914,800	(\$21,281,000)
FY 2021-22 Conference Report Appropriation	\$1,701,869,800	\$516,045,100
Amount Over GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **IT Contract Amendments Report.** The **Governor** modified language requiring the Department to report on IT contract amendments causing cost changes in excess of \$250,000 to in excess of \$500,000. The **Senate, House, and Conference** retained. (Sec. 809)
2. **ORS Report.** The **Governor** deleted a section requiring the ORS to produce a report on various State retirement systems. The **Senate, House, and Conference** retained. (Sec. 821)
3. **Rates and Fees Report.** The **Governor** deleted a section requiring the Department to report on its fee and rate schedules used by State departments and agencies, which are available online. The **Senate, House, and Conference** retained. (Sec. 820d)
4. **Center for Shared Solutions Report.** The **Governor** deleted a required report on funding sources and expenditures related to agreements made by the DTMB to supply spatial information and technology services to the State and local governments or other entities. The **Senate, House, and Conference** retained. (Sec. 824)
5. **IT Expenditures by Agency Report.** The **Governor** modified the report due date from 30 to 45 days after the end of the fiscal quarter. The **Senate, House, and Conference** concurred. (Sec. 828)

6. **Procurement Contract Procedures.** The **Governor** deleted a section requiring the DTMB to develop policies and procedures to include performance targets and performance-related liquidated damages for procurement contracts. The **Senate, House, and Conference** concurred, as the language is in statute. (Sec. 838)
7. **EPMO Metrics.** The **Governor** deleted a section on metrics used by the EMPO. The **Senate, House, and Conference** retained. (Sec. 840)
8. **Capital Outlay Project Status Report.** The **Governor** deleted a required report on the status of previously authorized capital outlay projects. The **Senate, House, and Conference** retained. (Sec. 862)

Conference Agreement on Items of Difference

9. **Maintenance and Services Carryforward.** The **Governor** modified this section to permit the carryforward of funds collected from user fees for certain maintenance and operations services provided to other agencies and entities. The **Senate** retained current language. The **House** and **Conference** concurred with the Governor. (Sec. 802)
10. **Tail-Spend Pilot Program.** The **Senate** included language requiring DTMB to conduct a 12-month pilot program for the purpose of reducing tail spend. The **House** and **Conference** did not include. (Sec. 815)
11. **IT Spending Report.** The **Governor** and **Senate** modified the IT spending report due date from 30 to 45 days after the end of the quarter. The **House** retained at 30 days. The **Conference** modified to 45. (Sec. 828)
12. **Child Support Enforcement System Penalty Reporting.** The **Governor** deleted a section requiring the DTMB to report on Federal penalties related to the system as the system received full certification in 2003. The **Senate** concurred. The **House** and **Conference** retained. (Sec. 832)
13. **Broadband Work Group.** The **Senate** included language requiring DTMB to establish a work group to review approaches to developing a statewide broadband program. The **House** and **Conference** did not include. (Sec. 834)
14. **Unemployment Benefits System RFP.** The **Conference** included language requiring DTMB to use a third-party vendor to compile requirements for the RFP for the rebid of the unemployment insurance benefits system. (Sec. 837)
15. **Solar Energy Solicitation Report.** The **Conference** included language stating that new proposals or arrangements for solar energy projects or purchases for use at state-owned or leased facilities consider the value of the lifecycle carbon emissions in the manufacturing of the equipment as part of the selection process. Requires report. (Sec. 838)
16. **Capital Outlay Rent Approval.** The **House** included language stating that if the director proposes to rent space or a facility with an annual base cost of more than \$500,000, approval of the Joint Capital Outlay Subcommittee is required. Also applies to rent renewals. The **Conference** modified to allow written notification rather than approval in an emergency situation. (Sec. 863)
17. **Building and Office Space Usage Report.** The **Conference** included language requiring a report evaluating current office building and space usage and projecting future occupancy rates among other details. (Sec. 863a)
18. **Energy Efficiency Revolving Fund.** The **Governor** included language for the creation and capitalization of a revolving fund to facilitate energy efficiency and renewable energy projects. The **Senate** included the language with \$100 placeholder. The **House** did not include. The **Conference** included modified language requiring a report with an appropriation of \$5.0 million. (Sec. 890)
19. **Business Incentive Study.** The **Conference** included language stating that funds for a business incentive study in part 1 must be used to implement the Economic Development Incentive Evaluation Act. (Sec. 891)
20. **Michigan-Indiana Border Survey.** The **Conference** included language directing the use of funds for a study of the remonumentation of the Michigan-Indiana Border. (Sec. 892)
21. **State Innovation Waiver Study.** The **Conference** included language directing the use of funds for a study to support the State's pursuit of an innovation waiver under the PPACA and outlining study requirements. (Sec. 893)
22. **PPE Procurement RFP.** The **Conference** included language outlining requirements for the issuance of an RFP for a contract for the purchase of personal protective equipment for a statewide stockpile. (Sec. 894)
23. **Vendor Data Tracking.** The **Senate** and **Conference** included language stating the appropriation for vendor data tracking is to continue a comprehensive supplier risk assessment subscription used for pre-contract risk assessment program in Public Act 107 of 2017. (Sec. 895)

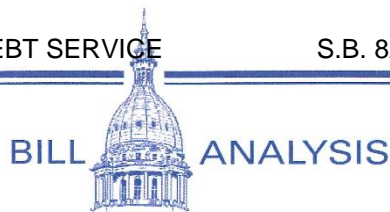
Date Completed: 9-20-21

Fiscal Analyst: Elizabeth Raczkowski

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	0.0	0.0	N/A	N/A
GROSS	113,735,000	99,064,000	(14,671,000)	(12.9)
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	113,735,000	99,064,000	(14,671,000)	(12.9)
Less:				
Federal Funds	0	0	0	0.0
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	113,735,000	99,064,000	(14,671,000)	(12.9)
Less:				
Other State Restricted Funds	0	0	0	0.0
GENERAL FUND/GENERAL PURPOSE	113,735,000	99,064,000	(14,671,000)	(12.9)
PAYMENTS TO LOCALS	0	0	0	0.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$113,735,000	\$113,735,000
Changes from FY 2020-21 Year-to-Date:		
<u>Items Included by the Senate and House</u>		
1. Great Lakes Water Quality Bond. The Governor/Senate/House/Conference increased debt service payments to this bond because of projected new bond issuances for FY 2021-22. This would increase total debt service payments to \$71,983,000.	24,383,000	24,383,000
2. Clean Michigan Initiative. The Governor/Senate/House/Conference reduced debt service payments to this bond because of changes to existing debt service payments. This would decrease total debt service payments to \$23,771,000.	(25,743,000)	(25,743,000)
3. Quality of Life Bond. The Governor/Senate/House/Conference reduced debt service payments to this bond because of changes to existing debt service payments. This would decrease total debt service payments to \$3,310,000.	(13,311,000)	(13,311,000)
Total Changes	(\$14,671,000)	(\$14,671,000)
FY 2021-22 Conference Report Appropriation	\$99,064,000	\$99,064,000
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date: NONE

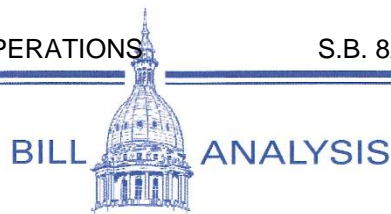
Date Completed: 9-20-21

Fiscal Analyst: Cory Savino

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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	1,924.5	1,924.5	0.0	0.0
GROSS	1,109,629,500	667,235,900	(442,393,600)	(39.9)
Less:				
Interdepartmental Grants Received	13,112,800	13,073,500	(39,300)	(0.3)
ADJUSTED GROSS	1,096,516,700	654,162,400	(442,354,300)	(40.3)
Less:				
Federal Funds	349,567,800	27,361,400	(322,206,400)	(92.2)
Local and Private	13,088,400	13,063,000	(25,400)	(0.2)
TOTAL STATE SPENDING	733,860,500	613,738,000	(120,122,500)	(16.4)
Less:				
Other State Restricted Funds	447,428,300	447,723,800	295,500	0.1
GENERAL FUND/GENERAL PURPOSE	286,432,200	166,014,200	(120,418,000)	(42.0)
PAYMENTS TO LOCALS	247,351,800	306,634,700	59,282,900	24.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$1,109,629,500	\$286,432,200

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. Recreational Marihuana Grants. Governor/Senate/House/Conference increased the appropriations from the Marihuana Regulation Fund for grants to locals from \$23.4 million to \$30.0 million in FY 2021-22.	6,600,000	0
2. Payments in Lieu of Taxes. Governor/Senate/House/Conference increased Payments in Lieu of Taxes \$2,183,200 Gross and \$1,774,500 GF/GP to align with estimated payments to locals in FY 2021-22.	2,183,200	1,774,500
3. Senior Citizen Cooperative Housing. Governor/Senate/House/Conference increased this line item \$500,000 GF/GP to account for two new qualified facilities in the City of Detroit and Farmington.	500,000	500,000
4. Dual Enrollment Payments. Governor/Senate/House/Conference included an increase of \$667,400 GF/GP to align with estimated. This brings appropriations to \$3.0 million Gross and GF/GP for FY 2021-22.	667,400	667,400
5. Home Heating Assistance. Governor/Senate/House/Conference reversed an economic decrease to the Home Heating Assistance program to maintain funding.	2,000	0
6. Compulsive Gaming Prevention Fund. Governor/Senate/House/Conference transferred the distribution to the Compulsive Gaming Prevention Fund instead to boilerplate, resulting in a \$2.0 million Gross decrease in part 1 appropriations.	(2,000,000)	0

7. FY 2020-21 One-Time and Supplemental Removal. Governor/Senate/House/Conference removed \$507,471,000 Gross and \$181,300,000 GF/GP in FY 2020-21 one-time and supplemental appropriations.	(507,471,000)	(181,300,000)
8. Economic Adjustments. Includes an adjustment of negative \$1,075,200 Gross and \$259,900 GF/GP for total economic adjustments, of which an estimated negative \$5,595,200 Gross and \$914,200 GF/GP is for legacy retirement costs (pension and retiree health).	(1,075,200)	(259,900)
<u>Conference Agreement on Items of Difference</u>		
9. Transportation Administration Support Fund. House/Conference included an \$18.0 million Gross and GF/GP deposit into the Transportation Administration Support Fund.	18,000,000	18,000,000
10. NextGen Infrastructure. Conference included \$16.0 million Gross and GF/GP for NextGen 9-1-1 infrastructure upgrades.	16,000,000	16,000,000
11. Flow-Through Entity Tax Implementation. House/Conference included \$4.6 million Gross and GF/GP for implementation of flow-through entity tax.	4,600,000	4,600,000
12. Unfunded Liability Matching Grants. Senate included \$50.0 million Gross and GF/GP to provide matching grants to municipalities that provide extra payments to pension systems that are less than 40% funded. House/Conference: Did not include.	0	0
13. Local First Responder Training and Recruitment Grants. Governor/Conference included \$5.0 million GF/GP in one-time appropriations to support local efforts to recruit and improve training for first responders. The Senate/House did not include.	5,000,000	5,000,000
14. Wrongful Imprisonment Compensation Fund. Governor/House/Conference increased deposits into the Wrongful Imprisonment Compensation Fund from \$3.0 million GF/GP to \$10.0 million GF/GP. The Senate maintained the deposit of \$3.0 million in FY 2021-22.	7,000,000	7,000,000
15. Michigan Infrastructure Council. Senate/Conference increased \$3.0 million Gross and GF/GP to Michigan Infrastructure Council. This brings total appropriations to \$3,845,900 Gross and \$3,596,800 GF/GP.	3,000,000	3,000,000
16. Information Technology. Governor/House/Conference included \$2.6 million GF/GP to support increased costs associated with mainframe and maintenance costs and \$2.0 million to support replacement of Treasury's legacy collection system. Senate did not include.	4,600,000	4,600,000
17. Unclassified Salaries. Senate did not include economic increases to Unclassified Positions. Conference did not include.	0	0
Total Changes	(\$442,393,600)	(\$120,418,000)
FY 2021-22 Conference Report Appropriation	\$667,235,900	\$166,014,200
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Deleted Sections. Governor/Senate/House/Conference** deleted a number of sections, including 949L (Historic Preservation Tax Credit implementation), 949m (blight elimination grants), 949n (school district debt relief grants), 949o (disaster relief grants), 949p (teacher COVID-19 grants), 949q (school support staff COVID-19 grants).

2. **Retained Sections. Governor** deleted and **Senate/House/Conference** retained two sections, including 934 (Michigan Finance Authority report) and 947 (Financial Independence Team cooperation requirement).
3. **Good Jobs for Michigan Fund. Governor/Senate/House/Conference** included a new section that requires that the funds in the Good Jobs for Michigan Fund be distributed in accordance with statute. (Sec. 949b)
4. **Marihuana Regulation and Taxation. Governor/Senate/House/Conference** included a new section that revenue generated from the Michigan Regulation and Taxation Act be distributed pursuant to the initiated law. (Sec. 949i)
5. **Horse Racing Regulatory Costs. Governor** removed the directives in the event funding is higher or lower than the amount needed for the regulatory costs of conducting horse racing.
Senate/House/Conference maintained current language. (Sec. 978)
6. **Millionaire Party Oversight Report. Governor** removed the millionaire party oversight report.
Senate/House/Conference maintained current language. (Sec. 979)
7. **Technical Modification. Governor/Senate/House/Conference** updated amounts to reflect changes to appropriation in part one, dates, and the legacy cost estimates for FY 2021-22. (Secs. 903, 915, 926, 930, 948)
8. **Modified Boilerplate. Senate/House/Conference** modified a number of sections to connect boilerplate sections to part 1 appropriations, and other technical adjustments. (Sec. 902a, 902b, 920, 937, 941, 944, 945, 947)

Conference Agreement on Items of Difference

9. **Contingency Funds. Governor** doubled the contingency fund amounts for the Federal, Local, and Private funds.
Senate deleted the section. **House/Conference** modified section to replace "fund" with "Authorization". (Sec. 901)
10. **Notification of Revenue Administrative Bulletins. Governor** modified the notification to the Legislature on Revenue Administrative Bulletins from the same day to five days after the guidance is posted.
Senate/House/Conference maintained current language. (Sec. 921)
11. **Farmland and Open Space Preservation Program. Senate/Conference** included a new section to require that the department coordinate with the Department of Agriculture and Rural Development to improve the processing and issuance of tax credits from the Michigan Farmland and Open Space Preservation Program. (Sec. 949c)
12. **Unfunded Liability Matching Grant. Senate** included a new section to provide matching grants to local units of government retirement pension systems that are less than 40% funded. The local unit of government must provide excess contributions to the pension system before the Department approves a 100% match. The amount is capped at the amount necessary to get the pension system up to 40% funded. **Conference** did not include. (Sec. 949f)
13. **Transportation Administration Support Fund. House/Conference** created the Transportation Administration Support Fund, deposited appropriations into the fund, and would not allow funds to lapse to the General Fund. (949l)
14. **Michigan Infrastructure Council. Conference** required funds appropriated to the Michigan Infrastructure Council be used to improve the asset management for infrastructure in Michigan. (949m)
15. **NextGen 9-1-1. Conference** deposited the appropriations for NextGen infrastructure into the 9-1-1 fund created in the emergency 9-1-1 service enabling act. (Sec 949n)
16. **Local First Responder Recruitment and Training Grants. Governor/Conference** included a new section that appropriates the \$5.0 million for local first responder recruitment and training to support efforts to expand recruitment, improve training, and provide professional development and support to first responders. The section includes a cap of \$100,000 on the amount that a single applicant can receive. The **Senate/House** did not include. (Sec. 949o)

Date Completed: 9-20-21

Fiscal Analyst: Cory Savino

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 5

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	0.0	0.0	N/A	N/A
GROSS	1,430,784,600	1,412,735,300	(18,049,300)	(1.3)
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	1,430,784,600	1,412,735,300	(18,049,300)	(1.3)
Less:				
Federal Funds	0	0	0	0.0
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	1,430,784,600	1,412,735,300	(18,049,300)	(1.3)
Less:				
Other State Restricted Funds	1,430,784,600	1,412,302,300	(18,482,300)	(1.3)
GENERAL FUND/GENERAL PURPOSE	0	433,000	433,000	--
PAYMENTS TO LOCALS	1,430,784,600	1,412,735,300	(18,049,300)	(1.3)

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$1,430,784,600	\$0

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- 1. Constitutional Revenue Sharing.** The May 2021 consensus revenue estimating conference increased the estimate for constitutional revenue sharing to \$912,040,500 for FY 2021-22, a 3.0% decrease from FY 2020-21. (28,690,100) 0

Conference Agreement on Items of Difference

- 2. City, Village, and Township Revenue Sharing.** The **Governor, Senate, House, and Conference** recommended a total of \$266,245,100 in FY 2021-22 for nonconstitutional or "statutory" payments to CVTs, a 2.0% increase from FY 2020-21. The **Governor** designated the increased amount as one-time funding. The **Senate** designated the increased amount as ongoing funding. The **House** designated 1.0% as ongoing funding and 1.0% as one-time funding. The **Conference** designated the increased amount as ongoing funding. 5,220,500 0
- 3. County Revenue Sharing and County Incentive Program.** The **Governor, Senate, House, and Conference** recommended \$231,516,700 for total payments to counties. This would be paid through two line items: \$188,097,900 for County Revenue Sharing and \$43,418,800 for the County Incentive Program. The Governor recommended increases of \$358,300 for County Revenue Sharing and \$89,500 for the County Incentive Program to cover the first full-year cost of Leelanau County, which re-entered State-paid revenue sharing in 2021. All counties would receive 106.6435% of statutory funding, a 2.0% increase from FY 2020-21. The **Governor** designated the increased amount as one-time funding. The **Senate** designated the increased amount as ongoing funding. The **House** designated 1.0% as ongoing funding and 1.0% as one-time funding. The **Conference** designated the increased amount as ongoing funding. 4,987,300 0

4. **Coronavirus Relief Local Government Grants (CRLGG) Reimbursement.** The **Senate** recommended \$433,000 in FY 2021-22 to reimburse 107 local units who returned some portion of the CRLGG funds received in FY 2019-20. The **Conference** concurred but funded the line with GF/GP rather than restricted funds.
5. **FY 2021-22 One-Time Appropriations.** The **Conference** designated \$433,000 as one-time appropriations, Coronavirus Relief Local Government Grants Reimbursement (#4 above).

Total Changes	(\$18,049,300)	\$433,000
FY 2021-22 Conference Report Appropriation	\$1,412,735,300	\$433,000
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. **Financially Distressed Cities, Villages, or Townships.** The **Governor** removed "reduction of unfunded accrued liability" and "reduction in debt obligations" from the list of eligible projects. (Sec. 956). The **Senate/House/Conference** retained existing language. (Sec. 956)
2. **CVT Revenue Sharing.** The **Governor/Senate/House/Conference** set the amount that an eligible local government can receive at 102.0% of its payment under Sec. 952(1) of PA 166 of 2020. (Sec. 952(1)). The **Governor** removed the requirement that any CVT with a retirement benefit system that was in underfunded status must dedicate any CVT Revenue Sharing increase to that system. (Sec. 952(6)). The **Senate/House/Conference** retained the requirement that any CVT with a retirement benefit system that was in underfunded status must dedicate any CVT Revenue Sharing increase to that system. (Sec. 952(6))
3. **County Revenue Sharing.** The **Governor/Senate/House/Conference** recommended that payments in FY 2021-22 be 106.6435% of the payments for which counties are eligible under the Glen Steil State Revenue Sharing Act, increased from 104.5619% in FY 2020-21 (Sec. 955(1)). **Governor** removed the requirement that any county with a retirement benefit system that was in underfunded status must dedicate any County Revenue Sharing increase to that system. (Sec. 955(3)). The **Senate/House/Conference** retained the requirement that any county with a retirement benefit system that was in underfunded status must dedicate any County Revenue Sharing increase to that system. (Sec. 955(3))

Conference Agreement on Items of Difference

4. **Coronavirus Relief Local Government Grant Reimbursement.** The **Senate/Conference** added language to specify that CRLGG reimbursement funds are to be distributed to local units that returned some amount of CRLGG funds, in the amount that was returned. (Sec. 957)

Date Completed: 9-20-21

Fiscal Analyst: Ryan M. Bergan

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 6

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	15,481.0	15,581.5	100.5	0.6
GROSS	31,903,978,600	31,667,058,000	(236,920,600)	(0.7)
Less:				
Interdepartmental Grants Received	13,829,900	14,593,500	763,600	5.5
ADJUSTED GROSS	31,890,148,700	31,652,464,500	(237,684,200)	(0.7)
Less:				
Federal Funds	23,282,018,900	22,908,179,800	(373,839,100)	(1.6)
Local and Private	338,810,800	335,227,600	(3,583,200)	(1.1)
TOTAL STATE SPENDING	8,269,319,000	8,409,057,100	139,738,100	1.7
Less:				
Other State Restricted Funds	2,989,480,100	2,986,632,100	(2,848,000)	(0.1)
GENERAL FUND/GENERAL PURPOSE	5,279,838,900	5,422,425,000	142,586,100	2.7
PAYMENTS TO LOCALS	1,673,960,400	1,775,502,800	101,542,400	6.1

*As of August 1, 2021

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$31,903,978,600	\$5,279,838,900

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|--|-------------|---------------|
| 1. Medicaid Match Rate Adjustments. The base Medicaid match rate will increase from 64.08% to 65.48%. In addition the budget assumed continuation of the 6.2% COVID-19 related match rate enhancement. | 0 | (147,647,900) |
| 2. Medicaid Actuarial Soundness Adjustments. Conference included increases for managed care entities that provide Medicaid services to reflect the Federal requirement that capitation rates paid be actuarially sound. | 299,600,000 | 78,794,100 |

Conference Agreement on Items of Difference

- | | | |
|--|---------------|--------------|
| 3. Other Fund Source Adjustments. Conference included removal of one-time Federal Coronavirus Relief Fund revenue and increases in Restricted funds used to support Medicaid. | 0 | (35,152,100) |
| 4. Food Assistance Program (FAP) Base and Caseload. The budget reflected an assumed reduction in FAP caseload and benefits. | (181,074,100) | 0 |
| 5. Medicaid Special Financing and Provider Tax Adjustments. Budget include expansion of special payments to hospitals that are funded with provider tax revenue. | 143,686,900 | (43,202,800) |

6. Full-year Funding for Direct Care Worker Wage Increase. Conference reflected full year costs of a wage supplement for direct care workers on an ongoing basis. The wage increase would be \$2.35 per hour (as opposed to the final FY 2020-21 amount of \$2.25 per hour) for the vast majority of those covered with some others receiving a \$2.00 per hour increase.	414,511,900	146,131,100
7. Child Welfare Services Base and Caseload. Conference included consensus adjustments to reflect projected child welfare caseload costs, in particular the Child Care Fund.	(45,248,600)	(20,667,600)
8. Public Assistance Base and Caseload. Conference included consensus adjustments to reflect projected public assistance caseloads and costs, with the largest adjustment being in the Family Independence Program.	(55,504,500)	(42,936,200)
9. Medicaid Base and Caseload. Conference included consensus adjustments to reflect projected costs for the Medicaid program and to remove one-time savings tied to the health plan risk corridor.	714,965,000	200,869,300
10. Program Increases. Conference included a number of program increases, including \$91.0 million Gross and \$30.0 million GF/GP for costs related to the KB v. Lyon settlement, \$49.0 million Gross in Federal pharmacy grants, \$29.1 million Gross and \$24.2 million GF/GP to implement the Raise the Age legislation, \$26.5 million Gross and \$5.0 million GF/GP for a community behavioral health demonstration project, \$20.3 million Gross and \$15.4 million GF/GP for qualified residential treatment programs, \$19.1 million Gross and \$4.4 million GF/GP to add 1,000 slots to the MiChoice program, \$7.4 million Gross and \$6.3 million GF/GP to expand home visiting services, \$6.7 million Gross and GF/GP to cover services to adults with sickle cell disease, \$10.0 million Gross and GF/GP for adoption marketing, \$21.3 million Gross and \$9.9 million GF/GP to increase foster care private agency rates, \$6.9 million Gross and \$4.8 million GF/GP to increase adoption support payments, \$54.3 million Gross and \$12.9 million GF/GP to increase Medicaid emergency medical services rates to Medicare levels, and \$3.0 million Gross and GF/GP for a maternal navigator program.	468,474,900	182,069,600
11. Program Reductions and Savings. Budget includes assumed savings from greater efficiencies including \$12.4 million Gross and \$8.9 million GF/GP from home help payment changes as well as savings on the Claimsure program and the phase-out of funding from Illinois to use Michigan's Medicaid computer system.	(36,175,500)	(10,156,700)
12. Removing of FY 2020-21 COVID Related Supplementals and Contingency Fund Transfers. Conference adjusted out one-time Federal money and contingency fund transfers.	(1,724,831,200)	(55,000,000)
13. Removal of FY 2020-21 One-Time Appropriations.	(406,228,800)	(187,872,600)
14. FY 2021-22 One-Time Appropriations. Among the programs funded were nursing home support payments (\$37.5 million Gross, \$0 GF/GP), lead poisoning prevention (\$10.0 million Gross and GF/GP), one-time health disparity initiatives (\$8.4 million Gross, \$5.1 million GF/GP), \$20.9 million Gross and \$9.2 million GF/GP for redetermination of Medicaid eligibility once the Federal COVID-19 emergency ends, multicultural services (\$4.4 million Gross, \$0 GF/GP), a jail diversion fund (\$5.0 million Gross and GF/GP), and first responder mental health (\$2.5 million Gross and GF/GP).	181,343,900	82,258,300
15. Other Changes. Other changes resulted in minor adjustments.	257,100	(146,900)

16. Economic Adjustments. Includes \$(10,697,600) Gross and \$(4,753,500) GF/GP for total economic adjustments, of which an estimated \$(43,970,300) Gross and \$(20,212,400) GF/GP is for legacy retirement costs (pension and retiree health).	(10,697,600)	(4,753,500)
Total Changes	(\$236,920,600)	\$142,586,100
FY 2021-22 Conference Report Appropriation	\$31,667,058,000	\$5,422,425,000

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Legacy Costs.** Senate and House modified language to specify legacy costs for FY 2021-22 to include \$182.8 million for pension-related costs and \$143.5 million for retiree health care costs. (Sec. 214)
2. **Child Advocacy Centers (CACs).** Senate and House revised language to maintain increased payments to CACs made in previous fiscal year. (Sec. 459)
3. **Adoption Placement Rate Increase.** Senate and House revised language to maintain increased payments to made for adoption placements made by private child placing agencies in previous fiscal year. (Sec. 509)
4. **Pharmacy Dispensing Fee and Copayments.** Senate and House modified language to set professional dispensing fees to specific amounts or the submitted dispensing fee, whichever is less, and clarified language relating to prescriptions indicated as preferred and prescriptions not indicated as preferred. (Sec. 1620)
5. **Medicaid Prescription Cost Report.** Senate and House included new language on historic and projected costs per Medicaid prescription in the Fee-for-Service Program and the Managed Care Program. (Sec. 1627)
6. **Managed Care Risk Corridor.** Senate and House included new language stating that the capitation rates for FY 2021-22 not include a 2-way risk corridor. (Sec. 1881)

Conference Agreement on Items of Difference

7. **Deletions.** Conference eliminated the following sections from current year boilerplate: 235, 281, 309, 660, 710, 972, 1009, 1144, 1238, 1319, 1501, 1506, 1509, 1876, 1878, 1880, 1906, 1914, 1917, 1922, and 1924.
8. **Renumbering.** Conference renumbered current year sections as follows: Sec. 251 as Sec. 244, Sec. 253 as Sec. 1910, Sec. 256 as Sec. 1321, Sec. 295 as Sec. 1014, Sec. 307 as Sec. 1152, Sec. 316 as Sec. 301, Sec. 905 as Sec. 1063, Sec. 1226 as Sec. 1342, Sec. 1920 as Sec. 913 and renumbered the one-time section so that it starts at 1950.
9. **Contingency Fund Authorization.** Senate removed current language that appropriated contingency funds in the following amounts: \$20.0M in federal funds, \$20.0M in state restricted funds, \$5.0M in local funds, and \$2.0M in private funds. Conference maintained language at current funding levels and made a technical change. (Sec. 210)
10. **Contracting with Michigan Public Health Institute (MPHI).** Senate modified language to reduce the time the Department is allowed to contract with MPHI without using the bid process from 3 years to 6 months. Conference modified language to reduce contract period to 1 year and require reports on a semiannual basis. (Sec. 219)
11. **Medicaid Reimbursement Parity.** Senate included new language to require the same reimbursement for services provided through telemedicine as through face-to-face contact in the Medicaid program. Conference added clarifying language specify this applies only to the non-facility component. (Sec. 239)
12. **Vaccine Passports.** Senate and House included new language prohibiting the use of funds from being used to develop, create, implement, or enforce vaccine passports or any similar document. Conference modified language to also prohibit vaccination as a condition of access to services or facilities, develop or utilize and existing database to make an individual's vaccine status publicly available, prohibit proof of vaccination as a condition of employment, prohibit any negative employment consequences because of vaccine status, specifies that vaccine information may be transmitted if the individual consents, and specifies exemptions that must be allowed when establishing a vaccine policy due to federal mandate. (Sec. 250)
13. **Under 18 Mask Mandate Prohibition.** Senate included new language prohibiting the use of funds to create or enforce a mandate requiring an individual under the age of 18 to wear a face mask. Conference modified language to remove reference to funds appropriated in part 1. (Sec. 250)
14. **Title IV-E Policy.** Senate included modified language that requires a certain Title IV-E appeals policy be maintained in order for any Title IV-E funds to be appropriated. Conference concurred with Senate. (Sec. 517)

15. **Adoption Caseload Definition.** Senate changed language to appropriate funding to the settlement monitor that requires an interpretation in calculating adoption caseloads. Conference modified language to remove reference to funds appropriated in part 1. (Sec. 527)
16. **Foster Care Prevention Services.** Senate included language to ensure existing prevention service programs are maintained at FY 2020-21 levels as the FFPSA is implemented. Conference concurred with Senate with minor modifications. (Sec. 529)
17. **Compliance with Social Welfare Act.** Senate included new language to require the department that it has implement section 115o of the social welfare act, 1939 PA 280, MCL 400.115o. Conference concurred with Senate. (Sec. 537)
18. **Therapeutic Intervention Treatment.** Senate added language that requires the department to train any department employee responsible for the investigation of complaints and licensing determinations in therapeutic crisis intervention. Conference included modified language that included elements of Senate language. (Sec. 541/Sec. 545)
19. **Child Welfare Remote Training Allowance.** Senate revised section that allows private nonprofit child placing agencies to complete preservice training at private agency facilities internally. Conference concurred with the rationale of Senate section but removes reference to funds appropriated in part 1. (Sec. 558)
20. **Indigent Burial Report.** Senate incorporated a report detailing various aspects of the existing indigent burial program. Conference concurred with Senate. (Sec. 613)
21. **Drug Felony Exemption.** Senate eliminated section detailing process for excluding persons from food assistance after receiving two or more drug felonies. Conference retained current law language. (Sec. 619)
22. **Heat and Eat Program.** Senate removed section requiring the Department to provide a \$20.01 payment in utility assistance to food assistance program households. Conference retained current law language. (Sec. 688)
23. **Diaper Assistance Program.** Senate initiated new language to distribute \$250,000 for diaper assistance to entities across the state. Conference concurred with Senate language with slight fund source change. (Sec. 689)
24. **Raise the Age Fund.** Senate included section detailing the process for counties and tribal entities to receive allocations from the Fund as new requirements for age of criminal liability go into effect. Conference concurred with most of Senate changes but makes modifications to allow for basic grants and tribal entity allocations. (Sec. 715)
25. **Uniform Credentialing.** Senate included new language requiring CMHSPs and PIHPs to work to implement the provisions of 2020 PA 282 as part of their contract. Conference concurred with Senate. (Sec. 908)
26. **Block Grant Distribution.** Senate included new language that requires the Department to distribute Federal substance use disorder block grant and mental health block grant funds, pursuant to Federal laws, to local entities providing services and one private entity with a statewide contract to provide appropriate services. Conference modified language to require this distribution be done to the extent possible. (Sec. 915 and 1015)
27. **Opioid Consulting Company Contracting Prohibition.** Senate included new language prohibiting the Department from contracting with a private company that has reached a settlement with this State regarding the company's role in the State's opioid crisis. Conference concurred with Senate. (Sec. 1508)
28. **Independent Pharmacist Dispensing Fee Increase.** Senate modified language to remove outdated references to "Average Wholesale Price" when calculating reimbursements to independent pharmacies with seven or fewer retail outlets. Conference maintained current year language except for removing references to February 1, 2021. (Sec. 1625)
29. **Prior Authorization for Certain Drugs.** Senate modified language to prohibit certain Medicaid prescriptions from being subject to prior authorization procedures. Conference updated language to prohibit Medicaid prescriptions being subjected to prior authorization procedures if that drug is carved out and is not subject to prior authorization procedures as of January 2021 for prescriptions for treatment of a psychiatric disorder. For prescriptions for the treatment of HIV, AIDS, epilepsy or seizure disorder, or organ replacement therapy updated the date from 2020 to 2021. (Sec. 1875)
30. **IT Agile Software Mandate.** Senate revised section requiring the Department to use "agile" principles and frameworks as the Department policy for IT and give updates to the subcommittees on request. Conference concurred with portions of Senate language but modified the structure and removed references to some of the appropriations. (Sec. 1910)

Date Completed: 9-20-21

Fiscal Analyst: Steve Angelotti, Ellyn Ackerman, and John Maxwell

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 7

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	372.5	372.5	0.0	0.0
GROSS	98,315,700	72,987,600	(25,328,100)	(25.8)
Less:				
Interdepartmental Grants Received	728,600	724,600	(4,000)	(0.5)
ADJUSTED GROSS	97,587,100	72,263,000	(25,324,100)	(26.0)
Less:				
Federal Funds	1,017,100	1,017,100	0	0.0
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	96,570,000	71,245,900	(25,324,100)	(26.2)
Less:				
Other State Restricted Funds	71,570,000	71,245,900	(324,100)	(0.5)
GENERAL FUND/GENERAL PURPOSE	25,000,000	0	(25,000,000)	(100.0)
PAYMENTS TO LOCALS	0	0	0	0.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	98,315,700	25,000,000

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- Net-to-Zero Fund Shift.** Governor included a net-to-zero fund shift of \$2.0 million from the Insurance Bureau Fund to Insurance Licensing and Regulation Fees within the Insurance Evaluation Program. Senate, House, and Conference concurred.

	0	0
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- Economic Adjustments.** Governor includes negative \$352,800 Gross and \$0 GF/GP for total economic adjustments, of which an estimated negative \$1,300,100 Gross and \$0 GF/GP is for legacy retirement costs (pension and retiree health). Senate did not increase Unclassified Salaries. House and Conference concurred with Governor.

	(328,100)	0
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Conference Agreement on Items of Difference

- Regulatory Staffing Shifts and Increase.** Governor and House included an increase of 10.0 FTEs in Consumer Services and Protection (7.0 FTEs) and Insurance Evaluation (3.0 FTEs). Governor and House also included a net-to-zero shift of 10.0 FTEs and \$2.4 million from Insurance Evaluation to Consumer Services and Protection. Senate did not include the FTE increase or FTE shift but included fund shift. Conference included FTE and fund shifts but did not include FTE increase.

	0	0
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4. Removal of FY 2020-21 Supplemental Appropriation. Conference removed \$25.0 million appropriated to the Post-Acute Auto Injury Provider Relief Fund created by Public Act 65 of 2021.	(25,000,000)	(25,000,000)
Total Changes	(\$25,328,100)	(\$25,000,000)
FY 2021-22 Conference Report Appropriation	\$72,987,600	\$0
Amount Over GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Television and Radio Productions Report.** Governor deleted a section requiring the Department to submit a report on payments for TV and radio productions made to third-party vendors. Senate, House, and Conference retained. (Sec. 222)
2. **Health Insurance Rate Filing Report.** Governor deleted a section requiring the Department to submit a report detailing health insurance rate filings. Senate, House, and Conference retained. (Sec. 301)
3. **Surprise Billing Report.** Governor, Senate, House, and Conference removed language requiring a report on out-of-network billing complaints. (Sec. 304)
4. **Marijuana Banking Guidance.** Governor deleted a section requiring the Department to update examination manuals and letters of guidance to State-chartered financial institutions as necessary with relation to providing financial services to marijuana businesses. Senate, House, and Conference retained. (Sec. 307)

Conference Agreement on Items of Difference

5. **Contingency Funds.** Governor increased the amounts appropriated for contingency funds. Senate deleted the section. House and Conference retained and modified language to refer to contingency authorization. (Sec. 210)
6. **General Section Modifications.** Conference modified various general sections of boilerplate across budgets to create more standardized language.
7. **Insurance Bureau Fund.** Governor deleted a section permitting the Fund to be used to support legislative participation in activities coordinated by insurance associations, as these permissions are contained in existing statute. Senate deleted the section. House and Conference retained. (Sec. 225)
8. **Conservatorship and Insurance Liquidation Funds.** Governor removed language limiting the amount of appropriated funds spent to provide required services in relation to a conservatorship or corporate liquidation, and appropriations from revenue from providing customized listings of nonconfidential information, to \$300,000. Senate deleted the sections. House retained. Conference included with increased cap of \$400,000. (Secs. 302 and 303)
9. **Anti-Fraud Unit Midyear Update.** Governor deleted language requiring the Department to provide a mid-year update to the annual Anti-Fraud Unit report required by statute (MCL 500.6303). Senate and House retained. Conference deleted. (Sec. 305)
10. **Complaints Report.** Governor deleted language requiring the Department to provide a report on complaints received by the Office of Consumer Services and steps taken to address them. Senate and House retained. Conference modified to require DIFS to submit its annual report electronically to the legislature. (Sec. 306)
11. **Database Contract Criteria.** Senate included language outlining criteria the department must prioritize if it awards a contract for an establishment of a regional healthcare claims database in the event that it receives federal funds for that purpose. Governor and House did not include. Conference included modified language altering prioritization to consideration. (Sec. 308)

Date Completed: 9-20-21

Fiscal Analyst: Elizabeth Raczkowski

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 8

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	513.0	524.0	11.0	2.1
GROSS	313,641,200	320,463,100	6,821,900	2.2
Less:				
Interdepartmental Grants Received	1,552,800	1,652,300	99,500	6.4
ADJUSTED GROSS	312,088,400	318,810,800	6,722,400	2.2
Less:				
Federal Funds	6,393,500	6,374,800	(18,700)	(0.3)
Local and Private	8,883,000	8,842,400	(40,600)	(0.5)
TOTAL STATE SPENDING	296,811,900	303,593,600	6,781,700	2.3
Less:				
Other State Restricted Funds	94,877,600	94,312,700	(564,900)	(0.6)
GENERAL FUND/GENERAL PURPOSE	201,934,300	209,280,900	7,346,600	3.6
PAYMENTS TO LOCALS	146,925,300	148,056,300	1,131,000	0.8

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$313,641,200	\$201,934,300

Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. MiFile Implementation. The Governor recommended 8.0 FTEs and restricted revenue to further implement the statewide eFile system. The Senate and House concurred.	821,800	0
2. Expungement Package Implementation. The Governor included \$605,000 GF/GP for implementation of statutory changes to the State's expungement laws. The Senate and House concurred.	605,000	605,000
3. Problem Solving Courts. The Governor moved GF/GP from previous year's one-time section to the ongoing section. The Senate and House concurred.	600,000	600,000
4. Court of Appeals Operations. The Governor included \$547,900 GF/GP for the Court of Appeals leadership and support positions. The Senate and House did not include. The Conference agreed to a reduced amount.	497,300	497,300
5. SADO Minimum Funding. The Governor restored funding from previous year COVID-19 reductions, which would allow the State Appellate Defender Office (SADO) to fill three vacant attorney positions. The Senate and House concurred.	360,700	360,700
6. Legal Help Website Maintenance. The Governor increased GF/GP to maintain the State's legal self-help website. The Senate and House concurred.	200,000	200,000

7. Jail Reform Advisory Support. The Conference included GF/GP and 1 FTE to assist with implementation of recent criminal justice reforms and to support the work of the Jail Reform Advisory Council.	150,000	150,000
8. Justice Training Grant Revenue. The Governor included IDG revenue awarded by the Michigan Commission on Law Enforcement Standards. The Senate and House concurred.	100,000	0
9. Juvenile Lifer Resentencing. The Governor moved the appropriation to the SADO from the one-time section to the ongoing section and increased the line by \$58,000. The Senate and House concurred in the amount but kept the funding in the one-time section.	58,000	58,000
10. Judicial Compensation Fund Shift. The Governor recommended a shortfall in restricted revenue for judicial salaries be filled by GF/GP. The Senate and House concurred.	0	1,358,600
11. Innovative Pretrial Services. The Governor included funding for pretrial services and 1 FTE. The Senate and House did not include.	0	0
12. One-Time Removals. The Governor removed previous year one-time funding for problem solving courts (\$600,000) and pretrial risk assessment evaluation (\$325,700). The Senate and House concurred.	(925,700)	(925,700)
13. Recommended Judicial Reduction. The Governor removed one District Judge position as per the Judicial Resources Recommendation produced by the State Court Administrative Office (SCAO). The Senate and House concurred.	(164,400)	(164,400)
14. Economic Adjustments. Includes \$3,334,900 Gross and \$3,422,800 GF/GP for total economic adjustments, of which an estimated negative \$1,850,500 Gross and a negative \$1,491,300 GF/GP is for legacy retirement costs (pension and retiree health).	3,334,900	3,422,800

Conference Agreement on Items of Difference

15. Justice for All Initiative. The Conference included one-time GF/GP to expand access to legal resources. The funding will assist in the administration of the Access to Justice Commission, the training of judges and staff when working with self-represented litigants, the simplification of court rules and processes, amongst other reforms.	798,000	798,000
16. Contract Attorneys for the Judicial Tenure Commission (JTC). The Senate included one-time GF/GP for the JTC to contract attorneys to assist with the judicial complaint backlog and to argue before the Supreme Court on ongoing cases. The Conference agreed.	204,000	204,000
17. Permanent Staff Attorney Added to the JTC. The Senate included ongoing funding for the JTC to add a permanent staff attorney, raising the total attorneys employed to investigate judicial misconduct from 3 to 4. The Conference concurred.	182,300	182,300
18. Legal Fees Administration by SADO. The Senate included funding for the SADO to administer a fund to cover legal fees for State employees and State agencies as per MCL 691.1408. The Conference did not include.	0	0

Total Changes	\$6,821,900	\$7,346,600
FY 2021-22 Conference Report Appropriation	\$320,463,100	\$209,280,900
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Domestic Goods and Services.** The Governor amended a section requiring preference be given to the purchase of domestic goods and services; preference to be given to the extent permissible under MCL 18.1261. The Senate and House retained the section as is. Conference amended the section similar to the Governor. (Sec. 205)
2. **Lapse Reporting.** The Governor amended a section requiring the State Budget Office report annually on GF/GP lapse. The amended section would push the reporting date back one month to December 31, annually. The Senate and House retained the section as is. (Sec. 209)
3. **Disciplinary Action.** The Governor removed a section prohibiting disciplinary action against Judicial employees who communicate with legislative members or staff. The Senate and House retained the section. (Sec. 215)
4. **Report Retention.** The Governor removed a requirement that the Judicial branch retain copies of all reports funded from appropriations. The Senate and House retained the section. (Sec. 219)
5. **Deleted - Pretrial Risk Assessment Pilot and Report.** The Governor removed a section requiring a pretrial risk assessment tool pilot and subsequent report, as the report is due March 31, 2021. The Senate and House concurred. (Sec. 316)
6. **Deleted - State-Owned Vehicle Prohibition.** The Senate and House removed a section prohibiting assignment of State-owned vehicles to judicial branch employees and judges. The section was deemed unnecessary. (Sec. 317)
7. **Swift & Sure Sanctions Amendments.** The Governor removed some reporting requirements from the annual Swift & Sure Sanctions report. The Senate and House retained the section as is. (Sec. 320)
8. **Medication-Assisted Treatment Program Report.** The Senate and House added a subsection to require the Judiciary to report on the voluntary medication-assisted treatment program. (Sec. 324)
9. **Juvenile Lifer Resentencing and Report.** The Governor moved previous year boilerplate language concerning the Juvenile Lifer Resentencing program and annual report from the one-time section to the ongoing section. The Senate and House kept the section in One-time. (Secs. 326 & 402)

Conference Agreement on Items of Difference

10. **Definitions.** The Governor removed definitions of acronyms not used in the recommendation. The Senate concurred. The House retained. The Conference retained all definitions. (Sec. 203)
11. **Deleted - Foster Parent Input.** The Governor removed a section requiring judges to publicly request input of foster parents during foster care hearings. The Senate retained. The House removed. The Conference removed. (Sec. 216)
12. **Deleted - Explanation of Foster Care Service Plan Changes.** The Governor removed a section requiring judges provide an explanation of changes to a foster care family service plan. The Senate retained. The House removed. The Conference removed. (Sec. 217)
13. **Interagency Collaboration for Swift & Sure.** The Governor removed a requirement that the SCAO identify programs available for Swift & Sure participants. The Senate retained the section. The House removed. The Conference retained. (Sec. 218)
14. **Not Included - Legal Fees Administration.** The Senate included a section directing SADO to administer and make payments from a new fund and in line in part 1 to cover legal fees for State employees and agencies. The Conference did not include the funding or the new section. (Sec. 220)
15. **Specialty Courts Report.** The House amended the Specialty Courts Reporting section to including reporting on grant requests, awards, and expenditures for trial courts. The Conference concurred. (Sec. 309)
16. **Veterans Court Pilot Program.** The Governor removed a one-time section concerning a veterans court pilot program. The Senate did not include the section. The House retained. The Conference retained the section and moved it to section 310. (Secs. 310 & 403)
17. **Parental Rights Reporting Requirement.** The Governor removed a section requiring a report on the number of petitions filed and granted of minors seeking a waiver of parental consent. The Senate concurred. The House retained. The Conference retained the section. (Sec. 312)

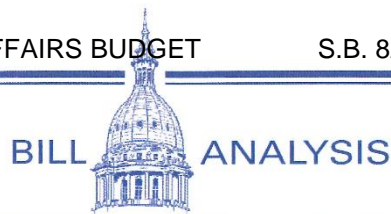
Date Completed: 9-20-21

Fiscal Analyst: Michael Siracuse

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 9

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	1,827.9	1,827.9	0.0	0.0
GROSS	484,389,600	517,236,400	32,846,800	6.8
Less:				
Interdepartmental Grants Received	46,664,600	45,079,800	(1,584,800)	(3.4)
ADJUSTED GROSS	437,725,000	472,156,600	34,431,600	7.9
Less:				
Federal Funds	28,823,700	29,030,900	207,200	0.7
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	408,901,300	443,125,700	34,224,400	8.4
Less:				
Other State Restricted Funds	259,295,700	258,929,800	(365,900)	(0.1)
GENERAL FUND/GENERAL PURPOSE	149,605,600	184,195,900	34,590,300	23.1
PAYMENTS TO LOCALS	137,967,400	169,417,400	31,450,000	22.8

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	484,389,600	149,605,600

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|--|-------------|------------|
| 1. Michigan Indigent Defense Commission (MIDC) Grants. Governor, Senate, and House included \$31.4 million GF/GP for MIDC grants and increased the local reimbursement authorization by \$100,000 restricted. | 31,450,000 | 31,350,000 |
| 2. Marijuana Regulatory Inspections. Governor included \$648,000 from the Marijuana Regulation Fund for increased inspections in the adult-use marijuana market. Senate, House, and Conference concurred. | 648,000 | 0 |
| 3. Underground Natural Gas Storage. Governor included \$352,500 from a Federal grant for the Underground Natural Gas Storage Inspection Program. Senate, House, and Conference concurred. | 352,500 | 0 |
| 4. CSB Technical Adjustments. Governor made adjustments for a total Gross reduction of \$1.4 million. Senate, House, and Conference concurred. | (1,398,400) | 0 |

Conference Agreement on Items of Difference

- | | | |
|---|-----------|-----------|
| 5. Nursing Home Infection Control Surveys. Governor included \$1.1 million GF/GP for nursing home infection control surveys in relation to the COVID-19 pandemic. Senate did not include. House included \$1.1 million federal. Conference concurred with Governor. | 1,100,000 | 1,100,000 |
| 6. Urban Search and Rescue. Governor maintained \$1.0 million GF/GP for Urban Search and Rescue but made the funding one-time. House retained \$1.0 million as ongoing and Senate included \$500,000 one-time. Conference included \$1.0 million ongoing and \$1.0 million one-time. | 1,000,000 | 1,000,000 |

7. Michigan Saves. Governor included a \$4.0 million GF/GP increase for the Michigan Saves Green Bank. Senate included \$750,000 GF/GP. House included no funding. Conference included \$1.5 million GF/GP.	500,000	500,000
8. Carnival Safety. Conference included \$500,000 GF/GP for the Ski and Amusement Safety Division in the Bureau of Construction Codes.	500,000	500,000
9. Renewable Natural Gas Study. Senate included \$250,000 GF/GP for a Public Service Commission study of renewable natural gas resources in Michigan. House did not include. Conference included.	250,000	250,000
10. Marijuana Social Equity Program. Governor and Senate included \$500,000 from the Marijuana Regulation Fund to increase access to loans and capital for marijuana businesses. House and Conference did not include.	0	0
11. Liquor Licensing and Enforcement. Senate reduced Liquor Licensing and Enforcement by \$3.3 million restricted. House and Conference did not include.	0	0
12. General Fund Reductions. Senate made \$12.6 million GF/GP in reductions across line items. House and Conference did not include.	0	0
13. FTE Adjustments. Senate reduced unclassified FTEs by 11.0 and classified FTEs by 341.2. House and Conference made no FTE reductions.	0	0
14. Net-to-Zero IDG Adjustment. House made an internal net-to-zero transfer between the Bureau of Community and Health Systems Administration and Child Care Licensing and Regulation to better align appropriations with actual spending. Conference concurred.	0	0
15. Economic Adjustments. Governor included negative \$1,55,300 Gross and negative \$109,700 GF/GP for total economic adjustments, of which an estimated negative \$5,581,700 Gross and negative \$591,000 GF/GP is for legacy retirement costs (pension and retiree health). Senate did not include Unclassified Salaries increase. House and Conference concurred with Governor.	(1,555,300)	(109,700)
Total Changes	\$32,846,800	\$34,590,300
FY 2021-22 Conference Report Appropriation	\$517,236,800	\$169,417,400
Amount Over GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Direct Shipper Enforcement.** Governor removed language requiring prioritization and special action for out-of-state and third-party marketer cases. Senate, House, and Conference retained and updated fund name. (Sec. 401)
2. **Homeowner Construction Lien Recovery Fund.** Governor deleted a section appropriating funds from the Homeowner Construction Lien Recovery Fund for payment of court-ordered judgments. The Fund has been insolvent since 2011 and there are no outstanding judgments or claims. Senate, House, and Conference concurred. (Sec. 504)

Conference Agreement on Items of Difference

3. **Contingency Funds.** Governor increased the amounts appropriated for contingency funds. Senate deleted the section. House and Conference retained and modified language to refer to contingency authorization. (Sec. 210)
4. **General Section Modifications.** Conference modified various general sections of boilerplate across budgets to create more standardized language.
5. **Carryforward and Receive and Expend.** Senate deleted language permitting the carryforward to federal pass-through funds to local communities that do not require state matching as well as sections permitting the LARA to receive and expend revenue received from private grants and program fees. House and Conference retained. (Secs. 223, 224, 225, 226, and 227)

6. **Pending Litigation.** Conference included language stating that pending litigation must not delay investigations and licensing actions unless otherwise prohibited by law. (Sec. 232)
7. **Marijuana Social Equity Program.** Governor and Senate included language directing that funds for the program be used to address social equity in the marijuana industry by expanding access to capital. House and Conference did not include. (proposed Sec. 510)
8. **Urban Search and Rescue.** House included language specifying that Urban Search and Rescue funds must be distributed by the Bureau of Fire Services to support Michigan Task Force 1. Conference did not include. (Proposed Sec. 510)
9. **Children's Masking Enforcement.** Senate included language prohibiting LARA from taking disciplinary action against licensees for not enforcing any requirement that children under the age of 5 wear a mask. House did not include. Conference included. (Sec. 510)
10. **BCHS Inspector Feedback.** House included language requiring biannual report containing inspector feedback and input regarding adequacy of federal and state guidelines related to entities regulated by the Bureau of Community and Health Systems. Conference did not include. (HB 4410 Sec. 511)
11. **Carnival-Amusement Safety Act.** Conference included language stating that at least \$500,000 appropriated to the Bureau of Construction Codes must be allocated inspection and enforcement related to the Carnival-Amusement Safety Act. (Sec. 511)
12. **Byrne Grants for MIDC.** Senate deleted language allowing the MIDC to receive and expend federal Byrne grants. House and Conference retained. (Sec. 801)
13. **Prohibitions on New Structures funded by MIDC Grants.** Conference included language prohibiting MIDC grants from being used by local systems to support any construction expenses for new structures. (Sec. 803)
14. **Michigan Saves Green Bank.** Governor and Senate included language pertaining to Michigan Saves grant, with different appropriation amounts. House did not include language. Conference includes with \$1.5 million. (Sec. 1001)
15. **Renewable Natural Gas Study.** Senate included language specifying the details of the study to be conducted using the funds appropriated in part 1 for a renewable natural gas study. House did not include. Conference included modified language. (Sec. 1002)

Date Completed: 9-20-21

Fiscal Analyst: Elizabeth Raczkowski

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Article 10

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	1,052.0	1,054.5	2.5	0.2
GROSS	234,412,500	220,852,600	(13,559,900)	(5.8)
Less:				
Interdepartmental Grants Received	101,800	101,800	0	0.0
ADJUSTED GROSS	234,310,700	220,750,800	(13,559,900)	(5.8)
Less:				
Federal Funds	128,092,100	120,015,300	(8,076,800)	(6.3)
Local and Private	750,000	640,000	(110,000)	(14.7)
TOTAL STATE SPENDING	105,468,600	100,095,500	(5,373,100)	(5.1)
Less:				
Other State Restricted Funds	21,188,400	21,336,700	148,300	0.7
GENERAL FUND/GENERAL PURPOSE	84,280,200	78,758,800	(5,521,400)	(6.6)
PAYMENTS TO LOCALS	4,136,500	4,386,500	250,000	6.0

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$234,412,500	\$84,280,200

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

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|---|------------|-----------|
| 1. Chesterfield Township Home for Veterans. The Governor, House and Senate included funding of \$12,394,700 to reflect projected expenses at the new Chesterfield Township Home for Veterans, including \$8,525,000 Federal, \$2,340,000 restricted, and \$1,529,700 GF/GP. | 12,394,700 | 1,529,700 |
| 2. Special Maintenance - National Guard. The Governor, House and Senate included increasing available Federal authority from \$20.0 million to \$30.0 million for maintenance, modernization, and environmental projects at various National Guard facilities around the State. | 10,000,000 | 0 |
| 3. Grand Rapids Home for Veterans. The Governor, House and Senate recommended one-time funding adjustment with projected expenses at the new Grand Rapids home to continue operations of old building on the campus grounds during transition to the new home, including \$1,831,000 Federal, \$560,000 restricted, and \$4,065,000 GF/GP. | 6,456,000 | 4,065,000 |
| 4. Michigan Veterans Trust Fund. The Governor, House and Senate recommended increasing the trust fund revenue authorization to use for trust fund grants and administration (2.0 FTEs). | 1,247,200 | 0 |
| 5. Military Retirement Payments. The Governor, House, and Senate recommended increasing Military Retirement appropriations by \$217,000 GF/GP to meet projected payment obligations for FY 2021-22 of \$875,000 GF/GP. | 217,000 | 217,000 |
| 6. Test Project Fees. The Governor, House, and Senate recommended including authorization to receive and spend projected funding from private companies paying to test equipment at State military facilities. | 100,000 | 0 |

7. Camp Grayling Morale, Welfare and Recreation Program. The Governor, House, and Senate recommended the inclusion of restricted funding of \$100,000 restricted for a new program to provide for recreational opportunities for National Guard members and their families.	100,000	0
8. Commander's Cottage at Camp Grayling. The Governor, House, and Senate recommended including authorization to receive and spend funding of \$25,000 restricted from renting the new Commander's Cottage at Camp Grayling, where the Commander pays rent to live, and funding will be used to maintain the building.	25,000	0
9. Private Funding Authorization for the Michigan Veterans Affairs Agency (MVAA). The Governor, House, and Senate recommended the authorization to receive and spend \$10,000 in private funds authorized for FY 2021-22.	10,000	0
10. Adjustment for Revenues Received. The Governor, House, and Senate recommend an adjustment for actual restricted funds projected to be received for FY 2021-22.	(84,000)	0
11. Veterans Benefits Eligibility Study. The Governor, House, and Senate recommended the elimination of the one-time appropriation of \$250,000 GF/GP from FY 2020-21 for a veterans eligibility study.	(250,000)	(250,000)
12. Adjustment for FY 2020-21 Supplementals and Transfers. A technical adjustment to reflect the passage of FY 2020-21 supplemental appropriations and transfers.	(8,300,000)	(589,000)
13. Grand Rapids Home for Veterans Funding Adjustment. The Governor, House, and Senate recommended a funding adjustment of (\$5,240,00) Federal, (\$3,200,000) restricted and \$1,841,600 GF/GP to reflect ongoing funding necessary for the move to a new Grand Rapids home and its operation.	(6,598,400)	1,841,600
14. Grand Rapids Home for Veterans FY 2020-21 Transition Costs. The Governor, House, and Senate recommended the elimination of one-time Grand Rapids Home for Veterans GF/GP needs associated with funding requirements from FY 2020-21.	(13,233,000)	(13,233,000)
15. Camp Grayling National Guard Readiness Center. The Governor, House, and Senate eliminated funding for the building project, which was funded in its entirety in FY 2020-21 with 100% Federal revenues.	(18,905,000)	0
16. Economic Adjustments. Includes \$69,100 Gross and (\$44,200) GF/GP for total economic adjustments, of which an estimated (\$2,487,200) Gross and (\$995,800) GF/GP is for legacy retirement costs (pension and retiree health).	69,100	(44,200)

Conference Agreement on Items of Difference

17. Record Consolidation and Digitization. Conference provided One-time funding of \$2.5 million GF/GP for a project to consolidate and digitize state NG records.	2,500,000	250,000
18. Increases to Grants for Veteran Counselling. Conference included an increase from \$3,835,500 to \$4,250,000 GF/GP for Veterans Service Grants and an increase from \$4.0 million to \$4,250,000 GF/GP to the County Veteran Service Fund.	644,500	644,500
19. Unclassified Salaries. The Governor and House recommended an increase of \$47,000 GF/GP from \$1,566,700 GF/GP for FY 2020-21 to \$1,613,700 GF/GP for FY 2021-22. Senate did not include increase. Conference concurred with Governor and House.	47,000	47,000

Total Changes	(\$13,559,900)	(\$5,521,400)
FY 2021-22 Conference Report Appropriation	\$220,852,600	\$78,758,800
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Disciplinary Action.** The Governor recommended elimination of this section, which prohibited action against an employee for communicating with legislative staff. *House and Senate retained current year language.* (Sec. 206)
2. **General Fund Lapse Report.** The Governor amended the language to shift the due date of the report from no later than November 30 to December 30. *House and Senate retained current year language.* (Sec. 209)
3. **Web-Based Fiscal Status Reporting.** The Governor amended language by changing that the Department shall "cooperate with the SBO" to "shall report to SBO". *House and Senate retained current year language.* (Sec. 211)
4. **Restricted Fund Balances Report.** The Governor amended language by changing that the Department shall "cooperate with the SBO" to "shall report to SBO". *House and Senate retained current year language.* (Sec. 212)
5. **Quarterly Employee Status Reports.** The Governor deleted this reporting requirement. *House and Senate retained current year language.* (Sec. 216)
6. **Work Project Expenditures.** The Governor deleted this section, which required that, to the extent possible, appropriations in part 1 not be spent until all existing work project funds for that same purpose have been spent. *House and Senate retained current year language.* (Sec. 217)
7. **Administrative Board Transfers.** The Governor deleted this section which allows the Legislature to transfer funds via resolution should the Administrative Board transfer funds. *House and Senate retained current year language.* (Sec. 218)
8. **Retention of Reports.** The Governor recommended elimination of this section, which requires the Department to receive and retain records. *House and Senate retained current year language.* (Sec. 219)
9. **Policy Changes Made to Implement Public Acts.** The Governor deleted language that required the Department to report annually on policy changes made to implement recent public acts. *House and Senate retained current year language.* (Sec. 220)
10. **Payment of Court Judgments.** The Governor deleted language that requires a report of tentative plans of how to pay required court judgments against the Department. *House and Senate retained current year language.* (Sec. 225)
11. **Test Project Fees.** The Governor House, and Senate recommended new language that would create a revolving account, in which testing fees received would be deposited and spent in support of program. (Sec. 309)
12. **Morale, Welfare, and Recreation Fund.** The Governor, House, and Senate recommended new language establishing a new fund in the Department of Treasury to be administered by the DMVA, to receive money from any source in support of program operations, which would not lapse to the General Fund at the end of the year. (Sec. 310)
13. **Rental Fees Account.** The Governor, House, and Senate recommended new language that would establish a rental fees account that would not lapse to the General Fund at the end of the year. (Sec. 311)
14. **MVAA Grant Disbursements.** The Governor, House, and Senate recommended removing reporting requirements on the number of fully developed claims to the USDVA. (Sec. 407)
15. **Interagency Agreement with the Department of Health and Human Services.** The Governor recommended elimination of this section calling for an interagency agreement to identify Medicaid recipients who may qualify for veterans benefits. *House and Senate retained current year language.* (Sec. 409)
16. **Veterans Cemetery Feasibility Study.** The Governor, House, and Senate recommended elimination of this section relating to a study. (Sec. 411)
17. **Veterans Homes Quality of Care.** The Governor recommended elimination of this section which calls to "meet or exceed" the Centers for Medicare And Medicaid Services certification standards. *House and Senate retained current year language.* (Sec. 453)
18. **Veterans Benefit Eligibility Study.** The Governor, House, and Senate recommended the elimination of this section which describes a one-time appropriated study for FY 2020-21. (Sec. 601)

Conference Agreement on Items of Difference

19. **Acronyms and Definitions.** The Governor removed definition of "Subcommittee" and added a definition of "CENA," meaning a competency-evaluated nursing assistant. *House, and Senate concurred by adding "CENA" but retained "subcommittee."* (Sec. 203)

20. **Purchase of Goods and Services.** The Governor amended language that required preferences, all things being equal, to purchase USA, Michigan, and veteran-owned business goods and services, by adding "to the extent possible under MCL 18.1261". *Senate retained current year language. House and Conference concurred with Governor.* (Sec. 205)
21. **Out of State Travel Report.** The Governor amended language by deleting reference to "agencies" and adding "consistent with." *Senate retained current year language. House and Conference concurred with Governor.* (Sec. 207)
22. **Contingency Fund Transfers.** Senate deleted section allowing for contingency fund legislative appropriations transfers. *House and Conference retain current year language, adding "authorization" for \$8.6 million federal, \$1.1 million restricted, \$250,000 local, and \$100,000 in private funds.* (Sec.210)
23. **Report on Severance Pay.** House and Conference included language requiring a report on departmental severance pay. (Sec.227)
24. **COVID-19 Management Restrictions.** House and Conference added language to prohibit requiring proof of vaccination. (Sec.228)
25. **Strategic Plan Report.** Conference included requirement that the department provide to the legislature annually an updated departmental strategic plan. (Sec. 229)
26. **Receive and Spend Language for Michigan Veterans Affairs Agency.** The Governor recommended new language that would allow the MVAA to receive and spend private funds over and above those appropriated in part 1, and requires a 14-day notification to the Legislature. *Senate did not include this section. House and Conference concurred with Governor.* (Sec. 404)
27. **MVAA Outreach Activities.** The Governor recommended removal of a reference to a 2013 strategic plan's performance measure, regional coordinators, reference to an April 1 report deadline, and a requirement to report the number of fully developed claims submitted to the USDVA. *House and Senate concurred, but retained performance measure reference.* (Sec. 406)
28. **County Veterans Service Fund.** The Governor recommended adding language which would allow the MVAA to use \$200,000 from the Fund for administration and technical assistance to counties. *Senate did not include this section. Included by House and Conference.* (Sec. 410)
29. **Board of Managers.** The Governor recommended elimination of this section, per the replacement of the Board's role under the Veterans Facility Authority Act. *Senate retained current year language. House and Conference concurred with Governor.* (Sec. 451)
30. **Michigan Veterans Facility.** The Governor recommended the elimination of references to the Board of Managers. *Senate retained current year language. House and Conference concurred with Governor. Conference replaced reference to oversight entities with "any entity with oversight" over the homes.* (Sec. 452)
31. **Record Consolidation and Digitization Project.** Conference added language specifying guidelines for the one-time expenditure for record consolidation and digitization project. (Sec.601)

Date Completed: 9-20-21

Fiscal Analyst: Bruce Baker



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Article 11

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	2,346.1	2,354.9	8.8	0.4
GROSS	469,594,100	464,341,400	(5,252,700)	(1.1)
Less:				
Interdepartmental Grants Received	203,100	203,100	0	0.0
ADJUSTED GROSS	469,391,000	464,138,300	(5,252,700)	(1.1)
Less:				
Federal Funds	88,453,700	91,291,300	2,837,600	3.2
Local and Private	7,439,200	7,039,200	(400,000)	(5.4)
TOTAL STATE SPENDING	373,498,100	365,807,800	(7,690,300)	(2.1)
Less:				
Other State Restricted Funds	322,800,800	317,195,300	(5,605,500)	(1.7)
GENERAL FUND/GENERAL PURPOSE	50,697,300	48,612,500	(2,084,800)	(4.1)
PAYMENTS TO LOCALS	10,409,300	10,491,100	81,800	0.8

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$469,594,100	\$50,697,300

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|---|-------------|-----------|
| 1. Land and Water Conservation Fund Authority alignment with Projected Federal Revenues. The Governor, House, and Senate included aligning Federal authority for Land and Water Conservation Fund grants with forecasted revenue. The increased spending ensures Michigan can fully use the Federal apportionment received as well as be competitive for grants. | \$7,000,000 | \$0 |
| 2. Capital Outlay - Fish Hatchery Energy Efficiencies. The Governor, House, and Senate included this initiative for capital outlay projects that incorporate renewable energy in the project. Priority projects include the installation of solar arrays and battery storage at State fish hatcheries. | 1,995,800 | 1,995,800 |
| 3. CSB Technical. The Governor, House, and Senate included a minimum wage increase \$394,300, increases to the State Park and Recreation Authority for CAMIS Costs \$175,000, increased State Park and Recreation Authority for Utility Costs \$625,000, and State Park Improvement Bond Debt Servicing \$500. | 1,194,800 | 0 |
| 4. Align Off-Road Vehicle Trail Improvement Fund Authority with Available Revenue. The Governor, House, and Senate included increasing Off-Road Vehicle (ORV) Trail Improvement Fund spending authority to match available revenue. Distributions of revenue is done in accordance with MCL 324.81119. | 1,000,000 | 0 |

5. Recreational Search Software. The Governor, House, and Senate included one-time upgrades and ongoing maintenance costs for the Department's recreational search software.	320,000	0
6. Shift Spending Authority for IT Positions and Align Minerals Management Appropriation with Organizational Structure. The Governor, House, and Senate included this net-to-zero adjustment.	0	0
7. Consolidate Michigan Wildlife Council Appropriations. The Governor recommended a net-to-zero adjustment combining the four existing Michigan Wildlife Council (MWC) lines into one line-item. The House, and Senate, and Conference did not include this item.	0	0
8. Capital Outlay - Local Boating Infrastructure Maintenance and Improvements. The Governor, House, and Senate included removing FY 2020-21 capital outlay appropriations that were needed as a one-time basis for specific projects in the previous fiscal year.	(150,000)	0
9. Reduce Deer Range Improvement Grants. The Governor, House, and Senate included removing General Fund support for Deer Range Improvement grants. The remaining restricted funding will support deer habitat grants in the Northern Lower Peninsula and Upper Peninsula.	(245,800)	(245,800)
10. Capital Outlay - State Boating Infrastructure Maintenance. The Governor, House, and Senate included an annual restricted revenue adjustment for this program that funds infrastructure improvements State harbors and over 1,100 State boating access sites owned and operated by the Department.	(350,000)	0
11. Remove Local Marine Patrol Grants. The Governor, House, and Senate included eliminating support for the no-wake zone patrol grants.	(1,750,000)	(1,750,000)
12. Economic Adjustments. Includes a negative \$1,428,900 Gross and a negative \$84,800 GF/GP for total economic adjustments, of which an estimated negative Gross \$5,867,900 and negative \$778,000 GF/GP is for legacy retirement costs (pension and retiree health).	(1,454,000)	(84,800)
13. Other Changes.		
14. Capital Outlay - State Parks Repair and Maintenance. The Governor, House, and Senate included this appropriation to support maintenance, repair, and improvement needs across the State parks system. Annual Restricted fund adjustments for this program are based on projected revenue estimates. The adjustments comply with Proposal 2020-1, which amended the Michigan Constitution to change how the revenue for the State's park related funds may be spent.	(2,925,000)	0
15. Removal of Current Year One-Time Funding. The Governor, House, and Senate included removal of this one-time funding.	(8,400,000)	(2,500,000)
16. Capital Outlay - 2021 Appropriations No Longer Needed. The Governor, House, and Senate included removing the FY 2020-21 capital outlay appropriations that were needed on a one-time basis for specific projects and other FY 2021-22 capital outlay appropriations not requested based on Department's projections.	(11,000,000)	0

Conference Agreement on Items of Difference

17. Kalamazoo River Watershed Improvements. The Governor revised recommendation to include \$6.0 million in spending authority to allow the department to spend settlement funds from the Environmental Protection Fund for natural resource damages caused to the Kalamazoo River. House and the Conference included.	6,000,000	0
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18. Property Management. The Senate decreased the GF/GP by \$1.9 funding for the Property Management group. The Conference included the funding.	0	0
19. Improve State Park Experiences and Employee Recruitment and Retention. The Governor and House increase in 8.8 FTEs positions, hours, and wages to assist with employee recruitment and retention. A part of this goes to support a new sanitation contract for Interlochen State Park in order to comply with EGLE regulations. The Senate included the increased funding, but not the increased FTEs. The Conference included both funding and FTEs.	1,486,400	0
20. Trail Easements. The Governor revised the budget recommendation to include \$1.5 million in funding to acquire easements on 87.2 miles of trails in Marquette and Baraga Counties from Lyme Timber. House and Conference included.	1,500,000	0
21. Michigan Conservation Corps. The Governor and House included \$934,400 in GF/GP funding for the Conservation corps. The Senate removed. The Conference included.	0	0
22. Unclassified salaries. The Governor and House included \$25,100 increase in unclassified salaries. Senate did not. The Conference included.	25,100	0
23. FY 2021-22 One-Time Appropriations.		
24. Chronic Wasting Disease Testing.	500,000	500,000
Total Changes	(\$5,252,700)	(\$2,084,800)
FY 2021-22 Conference Report Appropriation	\$464,341,400	\$48,612,500
Amount Over/(Under) GF/GP Target:	0	0

Boilerplate Changes from FY 2020-21 Year-to-Date:Items Included by the Senate and House

1. **Sec. 206. Reinstated - Communication with the Legislature.** Governor removed a rule against taking disciplinary action against employees who communicate with the Legislature. The House, Senate and Conference retained.
2. **Sec. 216. Reinstated - Quarterly Reporting on FTE and Remote Work Status.** Governor removed requiring quarterly reports on FTE pay status and remote work levels. The House, Senate, and Conference retained.
3. **Sec. 223. New - State Restricted Funds Appropriated to Other Departments.** The Governor, House, and Senate added State Restricted Fund sources for each existing department receiving funds from the Department rather than a summarized total per department; the language also added funding for the Civil Service Commission.
4. **Sec. 408. Reinstated - Land Transactions Report.** Governor removed language requiring the Department to submit a report of all land transactions approved by the Natural Resources Commission in the previous fiscal year. The House, Senate, and Conference retained this section.
5. **Sec. 506. Reinstated - United States Department of Agriculture Wildlife Services.** Governor removed a section encouraging the United States Department of Agriculture Wildlife Services to harvest all deer during targeted removal required under the Enhanced Wildlife Biosecurity Program. The House, Senate, and Conference retained this section.
6. **Sec. 901. Reinstated - Grants to County Law Enforcement Agencies.** Governor removed a section directing the Department to provide snowmobile law enforcement grants to counties from appropriations for that purpose. The House, Senate, and Conference retained this section.
7. **Sec. 902. Reinstated - Marine Safety Grant Program Report.** Governor removed a reporting requirement for watercraft registration revenues, expenditures, and grant distribution. The Senate retained this section.
8. **Sec. 1002. Deleted - Deer Habitat Improvement Grants.** The Governor, House, and Senate removed a section directing the Department to make grants available through the northern Lower Peninsula deer private land assistance network.

9. **Sec. 1003. Deleted - Local Marine Patrol Grants.** The Governor, House, and Senate removed a section directing the Department to make grants available to local sheriffs to enforce no-wake zones.

Conference Agreement on Items of Difference

10. **Sec. 209. Retained – GF/GP Lapses Report.** The Governor and Senate extended the reporting deadline, for the State Budget Office to deliver its report on GF/GP lapses in the previous year, to December 31. House and Conference retained current law.
11. **Sec. 215. Retained - Deprived and Depressed Communities.** Governor relocated existing language to Sec. 206. The Senate removed this section. The Conference retained and made technical changes
12. **Sec. 220. Retained - Annual Policy Change Report.** Governor removed the requirement that the Department make an annual report of all policy in the prior year. The Senate included the recommendation. House and Conference retained current law.
13. **Sec. 221. New - Severance Pay Reporting.** Conference included a requirement to report severances for select officials.
14. **Sec. 222. New - Limitation on COVID-19 Restrictions.** House recommended specific COVID-19 language. Sets general limits on what the department can require of employees related to COVID and barring the use of a database to track vaccination statuses, use of a vaccine passport, or requiring vaccination to access a state facility. It also includes special provisions for medical and programs that must comply with federal policies. Conference included.
15. **Sec. 225. Deleted - Loser Pays Provision.** The Senate included a loser pay provision in the case if the department were to lose a case related to disputes over the line 5 permitting process. The Conference did not include the item.
16. **Sec. 409. Deleted - Report on Portage Restaurant.** The Governor and Senate removed language requiring the Department to provide a report on the current and future use of the Portage Restaurant at Presque Isle State Harbor. House retained. Conference did not include.
17. **Sec. 410. Deleted - Report on Land Acquisitions.** The Governor and Senate deleted the report. House retained. Conference did not include.
18. **Sec. 507. Modified - Antlerless Deer License Fees and Discount.** Governor added language that allows the department to control the discount period for antlerless deer licenses, and to control the allocation of the remaining funds towards costs associated with testing deer for chronic wasting disease. The Conference modified language adding a date of February 1 for the lost revenue to be realized and ending the discount. If the \$505,000 is not used by then any remaining funding reverts to the deer habitat improvement partnership infinitive.
19. **Sec. 603. Deleted - Report on Fish Hatcheries.** The Conference deleted
20. **Sec. 802. Modified - Report on Timber Marking.** The House and Senate included three additional components to the existing report. The Conference included the new language.
21. **Sec. 1201. New - Chronic Wasting Disease Testing.** The Conference included language on the use of one-time funding to be implemented before the 2022 deer hunting season.
22. **Sec. 1202. Modified - Kalamazoo River Watershed Improvements.** The Governor's modified budget recommendation included work project language for the use of settlement funds. Conference included this item.

Date Completed: 9-20-21

Fiscal Analyst: Ben Dawson

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Article 12

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	3,596.0	3,692.0	96.0	2.7
GROSS	845,182,500	829,457,700	(15,724,800)	(1.9)
Less:				
Interdepartmental Grants Received	24,649,600	24,816,300	166,700	0.7
ADJUSTED GROSS	820,532,900	804,641,400	(15,891,500)	(1.9)
Less:				
Federal Funds	218,748,700	125,953,100	(92,795,600)	(42.4)
Local and Private	6,576,200	4,867,700	(1,708,500)	(26.0)
TOTAL STATE SPENDING	595,208,000	673,820,600	78,612,600	13.2
Less:				
Other State Restricted Funds	145,831,400	145,998,100	166,700	0.1
GENERAL FUND/GENERAL PURPOSE	449,376,600	527,822,500	78,445,900	17.5
PAYMENTS TO LOCALS	15,899,900	20,253,300	4,353,400	27.4

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$845,182,500	\$449,376,600

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

- | | | |
|---|-----------|-----------|
| 1. Task Force on Jail and Pretrial Incarceration Training - FY 2021-22 One-Time. The Governor recommended the inclusion of the second of two years' funding of \$10.2 million for the MCOLES to train various law enforcement personnel relating to task force recommendation 7 ("provide behavioral health crisis response training for law enforcement, dispatch, and jail officers") and recommendation 17 ("invest in services and supports for crime victims"). House and Senate did not include. | 0 | 0 |
| 2. FY 2020-21 Trooper Recruit School Annualization. The Governor, House, and Senate recommended funding for the full year FY 2021-22 costs of FY 2020-21 trooper recruit school graduates. | 4,914,100 | 4,914,100 |
| 3. Adjustment to Align Non-GF/GP Authorization with Available Funding. The Governor, House, and Senate recommended aligning appropriated funds with actual available revenues, including IDGs (\$3,100), restricted (\$201,000) and \$2,306,300 in Federal funds. | 2,102,200 | 0 |
| 4. State Emergency Operations Center. The Governor recommended an additional \$407,000 GF/GP to support increasing IT costs for the Center. House and Senate did not include. | 0 | 0 |
| 5. MCOLES Information Tracking System. The Governor, House, and Senate recommended increasing restricted Medical Marijuana Regulatory authorization to support contractual cost increases for MCOLES Information and Tracking Network. | 358,000 | 0 |

6. MCOLES Staffing Enhancement. The Governor, House, and Senate recommended 2.0 FTEs and \$306,500 in Medical Marihuana Regulatory authorization to assist with MCOLES' increased law enforcement training, licensing, and investigative duties.	306,500	0
7. Public Safety Payroll Shift from Coronavirus Relief Funds to GF/GP. The Governor, House, and Senate recommended \$47,361,100 GF/GP to supplant one-time FY 2020-21 support of MSP's public safety payroll with Federal CRF appropriations.	0	47,361,100
8. Michigan Public Safety Communications System Lease Transfer to the DTMB. The Governor, House, and Senate recommended a transfer of public safety communications leasing funds to consolidate appropriations for the system within the DTMB.	(157,500)	(157,500)
9. FY 2020-21 Trooper School - One-Time. The Governor, House, and Senate recommended the elimination of FY 2020-21 one-time costs for trooper schools.	(3,509,100)	(3,509,100)
10. Joint Task Force on Jail and Pretrial Incarceration Training - FY 2020-21 One-Time. The Governor, House, and Senate recommended the elimination of funds for year one (FY 2020-21) of the two-year training project, which is recommended for funding of \$10.2 million in FY 2021-22.	(4,200,000)	(4,200,000)
11. Adjustment to Reflect FY 2020-21 Boilerplate Appropriations, supplemental appropriations and transfers.	(107,097,000)	(10,000,000)
12. Economic Adjustments. Includes \$12,828,500 Gross and \$10,199,600 GF/GP for total economic adjustments, of which an estimated \$5,073,100 Gross and \$4,996,500 GF/GP is for legacy retirement costs.	12,828,500	10,199,600
<u>Conference Agreement on Items of Difference</u>		
13. FY 2021-22 Trooper Recruit Schools. The Governor and Senate recommended new funding for a trooper school designed to graduate 50. Funding for this school would be appropriated via one-time school costs of \$4,885,500 GF/GP and ongoing costs of \$2,793,300 GF/GP. Also proposed is an attrition school designed to graduate 70, which would be funded by attrition savings of \$10.1 million GF/GP from existing revenue made available through attrition from the ranks of enlisted personnel. House did not include funding for trooper school of 50; Conference concurred with Governor and Senate.	7,678,800	7,678,800
14. Executive Security Enhancement. The Governor recommended an additional \$3.2 million GF/GP to allow for expanded contractual services. Senate did not include. House and Conference provided \$2.8 million.	2,800,000	2,800,000
15. Secondary Road Patrol Grant Program. Senate included an increase of \$2.0 million GF/GP, to bring FY 2021-22 appropriations to \$15,073,200 gross, \$4.0 million GF/GP. House did not include; Conference included as one-time appropriation.	2,000,000	2,000,000
16. Emergency and Disaster Response and Mitigation. House included \$45.0 federal for use for emergency response. Senate did not include. Conference concurred with House.	45,000,000	0
17. Lawsuit Settlement Payment. Conference included \$8.5 million GF/GP to pay for a lawsuit settlement made against the department.	8,500,000	8,500,000
18. Professional Development Bureau. Conference included 22.0 FTEs and \$4.5 million GF/GP for a professional development bureau for MSP personnel.	4,500,000	4,500,000
19. Body Cameras. Conference included 17.0 FTEs and \$3.8 million in ongoing costs for a body camera system for MSP personnel.	3,800,000	3,800,000
20. Breathalyzer Replacements. Conference included one-time funding for the replacement of aging breathalyzer equipment at police posts and jails.	2,500,000	2,500,000

21. Clean Slate Criminal Records Expungement Costs. The Governor recommended 3.0 FTEs and \$1,050,000 GF/GP to implement and support the maintenance of a record expungement process per PAs 187-193 of 2020. Senate did not include. House concurred with Governor; Conference concurred with Governor and added \$200,000 GF/GP.	1,250,000	1,250,000
22. De-escalation Training. Senate included \$500,000 GF/GP to MCOLES for the purpose of providing de-escalation training for law enforcement personnel. House did not include. Conference concurred with Senate.	500,000	500,000
23. Michigan International Speedway (MIS) Traffic Control. Senate added placeholder appropriation of \$100 GF/GP to support MSP costs for providing traffic control services for MIS racing events. House did not include. Conference provided \$300,000 GF/GP in one-time funding.	300,000	300,000
24. Unclassified Salaries. The Governor recommended a decrease from \$623,900 for FY 2020-21 to \$524,600 for FY 2021-22, for an adjustment of a negative gross of \$99,300 gross and positive of \$8,900. Senate did not include GF increase. House and Conference concurred with Governor.	(99,300)	8,900
Total Changes	(\$15,724,800)	\$78,445,900
FY 2021-22 Conference Report Appropriation	\$829,457,700	\$527,822,500
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. **Disciplinary Action.** The Governor eliminated language prohibiting action against an employee for communicating with legislative staff. *House and Senate retained current year language.* (Sec. 206)
2. **General Fund Lapse Report.** The Governor amended the language to shift the due date of the report from no later than Nov. 30 to Dec. 30 and removed a reference to "subcommittees". *House and Senate retained current year language.* (Sec. 209)
3. **Web-Based Fiscal Status Reporting.** The Governor amended language by changing that the Department shall "cooperate with the SBO" to "shall report to SBO". *House and Senate retained current year language.* (Sec. 211)
4. **Restricted Fund Balances Report.** The Governor amended language by changing that the Department shall "cooperate with the SBO" to "shall report to SBO". *House and Senate retained current year language.* (Sec. 212)
5. **Quarterly Employee Status Reports.** The Governor deleted this reporting requirement. *House and Senate retained current year language, with update.* (Sec. 216)
6. **Work Project Expenditures.** The Governor deleted this section, which required that, to the extent possible, appropriations in part 1 not be spent until all existing work project funds for that same purpose have been spent. *House and Senate retained current year language.* (Sec. 217)
7. **Administrative Board Transfers.** The Governor deleted this section that allows the Legislature to transfer funds via resolution should the Administrative Board transfer funds. *House and Senate retained current year language.* (Sec. 218)
8. **Retention of Reports.** The Governor recommended elimination of this section, which requires the Department to receive and retain records. *House and Senate retained current year language.* (Sec. 219)
9. **Policy Changes Made to Implement Public Acts.** The Governor deleted language that required the Department to report annually on policy changes made to implement recent public acts. *House and Senate retained current year language.* (Sec. 220)
10. **Listing of Core Services Provided by the Department Under Part 1.** The Governor and House recommended elimination. *Senate and Conference retained current year language.* (Sec. 236)
11. **Requires Notification Report Not Less Than 90 Days before Closure or Consolidation of Any State Police Post.** The Governor recommended elimination. *House and Senate retained current year language.* (Sec. 225)

12. **Privatization Notification.** The Governor eliminated section that required the submission of a privatization plan to the Legislature at least 90 days before beginning efforts to privatize. *Senate retained current year language.* (Sec. 226)
13. **Federal Revenue Receive and Expend Provision.** The Governor recommended removing language that placed a cap on Federal dollars allowed to be received and spent and removed reporting requirement. *Senate deleted entire section. House and Conference retained current year language.* (Sec. 231)
14. **Protection of Personal Data.** The Governor recommended the elimination of language that states that it is the intent of the Legislature that the Department take all steps necessary to protect the data and privacy of citizens who are not the focus of an investigation. *House and Senate retained current year language.* (Sec. 232)
15. **Ticket Quotas.** The Governor recommended eliminating language prohibiting ticket quotas for infractions of the Vehicle Code. *House and Senate retained current year language.* (Sec. 232)
16. **Payment of Court Judgments.** The Governor deleted language which requires a report of tentative plans of how to pay required court judgments against the Department. *House and Senate retained current year language.* (Sec. 234).
17. **Coronavirus Relief Funds (CRF).** The Governor, House, and Senate recommended the elimination of this section which requires CRF expenditures that had not occurred by Dec. 30, 2020, to be deposited in the Unemployment Compensation Fund. (Sec. 234)
18. **Core Service Description/Performance Metrics/Reporting Requirements for Training Division.** The Governor recommended elimination of division goals. *Senate retained current year language. House and Conference concurred with Governor.* (Sec. 401)
19. **Grants and Community Service Unit.** The Governor, House, and Senate recommended adding language to include the recently acquired OKAY2Say program. (Sec. 406)
20. **School Safety Report.** The Governor, House, and Senate recommended removal of a subsection of boilerplate that requires a report on school safety grants. (Sec. 407)
21. **Public Safety Officers Benefit Program.** The Governor, House, and Senate recommended a new section that would create a Public Safety Officers Benefit Fund, appropriated in part 1 with GF/GP, and with a prohibition against lapsing funds. (Sec. 502)
22. **Core Service Description/Performance Metrics/Reporting Requirements for Post Operations.** The Governor recommended elimination of all performance metrics. *House and Senate retained current year language.* (Sec. 601)
23. **Core Service Description/Performance Metrics/Reporting Requirements for Commercial Vehicle Regulation.** The Governor recommended eliminating performance metrics. *House and Senate retained current year language.* (Sec. 703)
24. **Michigan Task Force on Jail and Pretrial Incarceration.** The Governor recommended continuation of this FY 2020-21 section, with updated information on recommended FY 2021-22 appropriation in the amount of \$10.2 million. *House and Senate did not include this section.* (Sec. 801)
25. **Secondary Road Patrol Program.** Conference included language stating that one-time appropriations of \$2.0 million GF/GP for the road patrol grant program is to compensate for lost revenue due to the COVID-19 pandemic. (Sec. 802)
26. **Michigan International Speedway (MIS) Traffic Support.** Conference included language specifying that of the \$3.1 million GF/GP one-time appropriation for Contracts and Services, \$300,000 is allocated to support traffic control at MIS. (Sec. 803)

Conference Agreement on Items of Difference

27. **Acronyms and Definitions.** The Governor removed definitions of "core services" and "subcommittee" and "support services", terms currently used throughout out FY 2020-21 boilerplate. *House retained "subcommittee"; Senate and Conference retained current year language.* (Sec. 203)
28. **Purchase of Goods and Services.** The Governor amended language that required preferences, all things being equal, to purchase USA, Michigan, and veteran-owned business goods and services, by adding "to the extent possible under MCL 18.1261". *Senate retained current year language. House and Conference concurred with Governor.* (Sec. 205)
29. **Contingency Fund Legislative Transfers.** The Governor amended language to increase the maximum of Federal fund transfers from \$2.0 million to \$8.5 million, increase the maximum for Restricted funds from \$4.0 million to \$5.0 million, and adding Local funds (\$1.0 million) and Private funds (\$200,000) that would be eligible for transfer. *Senate deleted entire section. House and Conference retained current year language as "authorizations."* (Sec. 210)
30. **Report on Severance Pay.** House and Conference included language requiring a report on departmental severance pay. (Sec.221)

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.

31. **COVID-19 Management Restrictions.** House and Conference added language to prohibit requiring proof of vaccination. (Sec.222)
32. **Education Initiatives.** Requires collaboration with DHHS and DOE to advise schools on utilization of trauma-informed practices, human trafficking and sexual abuse prevention. House and Conference included. (Sec. 235)
33. **Core Service Description/Performance Metrics/Reporting Requirements for Criminal Justice Information Systems.** The Governor recommended adding language raising the traffic crash report fee from \$10 to \$15, and removed performance metrics. *House and Senate retained current year language, rejected fee increase, but added section requiring a cost/fee study and adjusted reporting due date for concealed weapons report from December 1 to January 1.* (Sec. 402)
34. **Core Service Description/Performance Metrics/Reporting Requirements for MSP Forensic Science.** The Governor recommended amending the language, removing performance metrics. *Senate retained current year language. House and Conference included updated metrics.* (Sec. 403)
35. **Core Service Description/Performance Metrics/Reporting Requirements for MSP Biometrics and ID.** The Governor recommended amending language, removing any performance metrics. *Senate retained current year language, with technical change. House and Conference included updated metrics.* (Sec. 404)
36. **Core Service Description/Performance Metrics/Reporting Requirements for MCOLES.** The Governor recommended removal of a performance metric requirement to update law enforcement within 120 days of enactment of new standards. *House and Senate retained current year language.* (Sec. 501)
37. **Core Service Description/Performance Metrics/Reporting Requirements for Investigative Services.** The Governor recommended the elimination of all division goals and performance metrics. *Senate retained current year language. House and Conference included updated metrics.* (Sec. 602)
38. **Core Service Description/Performance Metrics/Reporting Requirements for Tobacco Tax Enforcement.** The Governor recommended elimination of performance metrics. *Senate retained current year language. House and Conference included updated metrics and added "marijuana.".* (Sec. 603)
39. **Core Service Description/Performance Metrics/Reporting Requirements for Fire Investigation Services.** The Governor recommended elimination of performance metrics. *Senate retained current year language. House and Conference included updated metrics.* (Sec. 604)
40. **Core Service Description/Performance Metrics/Reporting Requirements for Intelligence Operations.** The Governor recommended elimination of all goals and performance metrics. *Senate retained current year language. House and Conference included updated metrics.* (Sec. 701)
41. **Core Service Description/Performance Metrics/Reporting Requirements for Special Operations.** The Governor recommended the elimination of all goals and performance metrics, including for the Canine Unit, Bomb Squad, emergency support teams, aviation services, and property inspections by Capitol Security of State-owned and -leased facilities. *Senate retained current year language. House and Conference included updated metrics.* (Sec. 702)
42. **Emergency Management and Homeland Security.** The Governor recommended removing language that places limits on receive-and-spend authority on Federal and restricted revenues, removing performance metrics, removing a requirement that funds in the Disaster and Emergency Contingency Fund not be spent unless approved by the State Budget Director and appropriations committees notified (including removal of monthly reports); removal of a requirement that upon a declaration of a state of emergency or disaster by the Governor, approval of the State Budget Director and notification of subcommittees and Fiscal Agencies, funds may be spent from any line item in part 1 for expenses incurred. The Governor also recommended the deletion of a requirement for a critical infrastructure report. *Senate retained current year language but removed all references to receive and expend authority. House and Conference retained current year language, except for elimination of reference to PA 302 of 1945.* (Sec. 704)
43. **Federal Emergency and Disaster Response and Mitigation.** House and Conference included language authorizing the expenditure of \$300 million in one-time federal funds, available only through the transfer process, only for emergency and disaster response and mitigation. (Sec.801)

Date Completed: 9-20-21

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Article 13

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 CONFERENCE	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	2,818.3	2,936.3	118.0	4.2
GROSS	5,107,470,600	5,236,619,200	129,148,600	2.5
Less:				
Interdepartmental Grants Received	4,063,100	4,044,800	(18,300)	(0.5)
ADJUSTED GROSS	5,103,407,500	5,232,574,400	129,166,900	2.5
Less:				
Federal Funds	1,424,196,100	1,448,519,000	24,322,900	1.7
Local and Private	81,682,000	81,682,000	0	0.0
TOTAL STATE SPENDING	3,597,529,400	3,702,373,400	104,844,000	2.9
Less:				
Other State Restricted Funds	3,597,529,400	3,702,373,400	104,844,000	2.9
GENERAL FUND/GENERAL PURPOSE	0	0	0	0.0
PAYMENTS TO LOCALS	2,125,342,100	2,196,214,200	70,872,100	3.3

*As of August 1, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$5,107,470,600	\$0

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. Local Road and Bridge Construction. The Governor recommended Michigan Transportation Fund (MTF) increases because of revenue adjustments. The Senate and House concurred.	52,841,100	0
2. Debt Service Increase. The Governor included increased debt payments mostly from the State Trunkline Fund (STF). The Senate and House concurred.	38,547,300	0
3. Transportation Economic Development Program. The Governor recommended restoring full funding to Targeted Industries funding after previous year redirection. The Senate and House concurred.	12,807,400	0
4. Highway Maintenance Materials Increases. The Governor recommended funding for increased gravel and sand costs. The Senate and House concurred.	4,108,800	0
5. Local Bus Operating. The Governor restored funding for bus operating costs to before-pandemic funding levels. The Senate and House concurred.	3,000,000	0
6. Service Initiatives. The Governor included an increase based on Comprehensive Transportation Fund (CTF) revenue. The Senate and House concurred.	2,829,300	0
7. Detroit Metro/Wayne County Airport. The Governor included an increase based on Qualified Airport Fund revenue. The Senate and House concurred.	897,000	0
8. Local Bridge Program. The Governor recommended an increase based on expected MTF revenue. The Senate and House concurred.	812,500	0

9. Intercity Services. The Governor recommended an increase based on expected CTF revenue. The Senate and House concurred.	800,000	0
10. Airport Safety, Protection, and Improvement Program. The Governor recommended an increase based on expected State Aeronautics Fund revenue. The Senate and House concurred.	500,000	0
11. Aviation Services. The Governor recommended an increase based on expected State Aeronautics Fund revenue. The Senate and House concurred.	413,600	0
12. Movable Bridge Statutory Increase. The Governor recommended an increase consistent with statutory requirements. The Senate and House concurred.	108,900	0
13. Marine Passenger Services. The Governor recommended an increase based on expected CTF revenue. The Senate and House concurred.	84,000	0
14. Van Pooling. The Governor recommended an increase based on expected CTF revenue. The Senate and House concurred.	45,000	0
15. Interdepartmental Grant Adjustments. The Governor recommended a decrease in payments to other departments. The Senate and House concurred.	(391,100)	0
16. Economic Adjustments. Includes a negative \$2,279,400 Gross and \$0 GF/GP for total economic adjustments, of which an estimated negative \$8,898,500 Gross and \$0 GF/GP is for legacy retirement costs (pension and retiree health). The Senate and House concurred.	(2,279,400)	0

Conference Agreement on Items of Difference

17. Rail Operations and Infrastructure. The Governor recommended an increase of \$5.6 million based on CTF revenue. The Senate did not include this increase. The House included. The conference concurred with the Governor.	5,618,200	0
18. State Trunkline Road and Bridge Construction. The Governor recommended an increase in Federal funding of \$29.2 million, offsetting a decrease in available STF funding for a total increase of \$1,881,200. The Senate included additional STF of \$6,424,800 from recommended increases to Highway Main. & unclassified salaries. The House concurred with the Governor. The Conference concurred with the Governor.	1,881,200	0
19. Detroit/Wayne County Port Authority. The Senate included additional CTF for the Port Authority. The Conference agreed.	100,000	0
20. Unclassified Salaries. The Governor recommended an increase for unclassified positions. The Senate did not include and moved the restricted revenue to State Trunkline Road and Bridge. The House concurred with the Governor. The Conference concurred with the Governor.	24,800	0
21. Highway Maintenance Direct Force Increase. The Governor recommended an STF increase and 76 additional FTEs to transition seasonal maintenance employees to full time. The Senate did not include this increase and moved the restricted revenue to the State Trunkline Road and Bridge Construction line. The House concurred with the Governor. The Conference concurred with the Governor.	3,500,000	0

22. Highway Maintenance in Monroe County. The Governor recommended an STF increase and additional 42 FTEs to assume maintenance duties in Monroe County after the County ended its contract with the Department in FY 2019-20. The Senate did not include this increase and moved the restricted revenue to the State Trunkline Road and Bridge Construction line. The House concurred with the Governor. The Conference concurred with the Governor.	2,900,000	0
Total Changes	\$129,148,600	\$0
FY 2021-22 Conference Report Appropriation	\$5,236,619,200	\$0
Amount Over/(Under) GF/GP Target:	\$0	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. **Internet Reporting.** The Governor altered a section to allow the MDOT to choose whether to post reports online or email them to selected recipients. The Senate and House retained the section as is. (Sec. 204)
2. **American Goods & Services.** The Senate and House had no changes to the section. The Conference amended the section requiring funds not be used for foreign goods or services when comparable American goods or services are available. (Sec. 205)
3. **Disciplinary Action.** The Governor removed a section prohibiting disciplinary action against employees who communicate with the Legislature. The Senate and House retained the section. (Sec. 215)
4. **Report on Remote Work.** The Governor removed a section requiring MDOT to report on cost savings from remote work. The Senate and House retained the section as is. Conferenced retained the section and amended the due date for the report. (Sec. 216)
5. **Exhausting Work Project Funding.** The Governor removed a section requiring MDOT to exhaust work project authorization before spending appropriations. The Senate and House retained the section. (Sec. 217)
6. **Intertransfer of Funds following Administrative Board Action.** The Governor removed a section allowing the Legislature to transfer funds by resolution after Admin. Board action. The Senate and House retained the section. (Sec. 218)
7. **Record Retention.** The Governor removed a section requiring MDOT to retain copies of all reports funded from appropriations. The Senate and House retained the section. (Sec. 219)
8. **Policy Reporting.** The Governor removed a section requiring MDOT to report on all policy changes made to implement public acts. The Senate and House retained the section. (Sec. 220)
9. **Use of Remanufactured Parts.** The Governor removed a section requiring MDOT use remanufactured parts for its vehicle fleet. The Senate and House retained the section. (Sec. 270)
10. **Contract Reporting.** The Governor removed language from subsections requiring reporting on MDOT's interdepartmental contracts. The Senate and House concurred. (Sec. 306)
11. **Deleted - MDOT Real Property.** The Governor removed a section requiring MDOT to report on the value of real estate owned by the Department. The Senate and House concurred. (Sec. 308)
12. **Deleted - Employee Monitoring.** The Governor removed a section requiring MDOT to report on all employee monitoring efforts and systems. The Senate and House concurred. (Sec. 309)
13. **State Infrastructure Bank Report.** The Governor removed a subsection requiring MDOT to report on the balance of the State Infrastructure Bank. The Senate and House concurred. (Sec. 313)
14. **Rest Area Signage.** The Governor removed a section requiring signs at rest areas. The Senate and House retained. (Sec. 319)
15. **Deleted - Freedom of Information Act Compliance.** The Governor removed a section requiring MDOT to report on Freedom of Information Act requests. The Senate and House concurred. (Sec. 328)

16. **Contract Payment.** The Governor removed a section requiring MDOT to report on contractor payments. The Senate and House kept the section but removed the reporting requirement. (Sec. 353)
17. **Local Federal Aid Projects.** The Governor removed a section requiring MDOT to review all local Federal aid project submittals within 120 days after receipt. The Senate and House retained. (Sec. 357)
18. **Groundbreaking Ceremonies.** The Governor removed a section prohibiting payments for groundbreaking ceremonies. The Senate and House retained. (Sec. 375)
19. **Signage Study Ban.** The Governor removed a section prohibiting MDOT from studying the relationship between signage and highway safety. The Senate and House retained. (Sec. 376)
20. **Deleted - Contracting with Former Directors.** The Governor removed a section prohibiting MDOT from contracting with a vendor at which a former Director is employed for contracts in excess of \$100,000. The Senate and House retained. The Conference removed. (Sec. 377)
21. **Deleted - Hazardous Materials Routing.** The Governor removed a section requiring MDOT to produce a report on hazardous materials routing. The Senate and House concurred. (Sec. 378)
22. **Final Cost-Sharing.** The Governor removed a section requiring MDOT to submit final cost-sharing bills to local governments within two years of contract payment. The Senate and House retained. (Sec. 382)
23. **Deleted - Transporting Legislators.** The Gov removed a subsection prohibiting MDOT from transporting legislators via Department airplanes without the approval of the Senate Majority Leader or the Speaker of the House. The Senate and House concurred. (Sec. 383)
24. **Toll Credit Reporting.** The Governor removed a section directing the Department on how to apply toll credits and requiring MDOT to report on the toll credit program. The Senate and House removed the reporting requirement but kept the reporting requirement but removed the directive on how to apply toll credits. (Sec. 386)
25. **Traffic Study Reporting.** The Governor removed a sec requiring MDOT to report on traffic studies. The Senate and House retained. The Conference amended the section to extend the reporting deadline by 30 days. (Sec. 387)
26. **Long-Term Contract Reporting.** The Governor removed a section requiring MDOT to report on any contractor agreements over five years or \$5.0 million. The Senate and House retained. (Sec. 389)
27. **Deleted - Restricted Fund Balances.** The Gov removed a section requiring MDOT report on previous year restricted fund balances within 14 days of the release of the budget recommendation. The Senate and House concurred. (Sec. 390)
28. **Preserving Existing Roadways.** The Governor removed a section requiring MDOT and local agencies to prioritize existing roadways. The Senate and House retained. (Sec. 394)
29. **Deleted - Informational Meetings for Local Governments.** The Governor removed a section requiring meetings to help local governments understand Federal grant and loan programs. The Senate and House concurred. (Sec. 505)
30. **Warranties.** The Governor removed a section requiring MDOT to evaluate and update existing warranty policies. The Senate and House retained the section and added a reporting requirement. (Sec. 601)
31. **Contract Incentives & Disincentives.** The Governor removed a section requiring MDOT establish and report on contract incentives and disincentives. The Senate and House retained the section but removed the reporting requirement. (Sec. 612)
32. **Deleted - Project Reporting.** The Governor removed a section requiring MDOT to report on several aspects of all capital Federal aid participating construction projects. The Senate and House concurred. (Sec. 613)
33. **Deleted & Replaced - Alternative Road Surface Materials & Innovative Stakeholder Group.** The Governor removed a section requiring MDOT to report on the use of alternative road surface materials. The Senate and House replaced the section and established an Innovation Council to review innovative road materials. (Sec. 660 & 661; *NEW* 660)
34. **Rail Line Abandonment.** The Governor removed a section requiring MDOT to report to the Legislature when a railroad company has filed to abandon a line. The Senate and House retained. (Sec. 703)
35. **Rail Operations and Infrastructure Report.** The Governor removed a section requiring MDOT to report on rail operations and infrastructure programs. The Senate and House retained. (Sec. 704)

36. **Deleted - Ride-Sharing for Medical/Elderly.** The Governor removed a section requiring elderly and medical transit programs solicit proposals for ride-sharing companies to provide 50% service. The Senate and House concurred. (Sec. 719)
37. **Upper Peninsula Propane.** The Governor added a section setting aside \$10.0 million for a rail freight project to deliver and distribute propane to the Upper Peninsula. The Senate and House did not include. (Sec. 736)

Conference Agreement on Items of Difference

38. **State Budget Office Lapse Reporting.** The Governor amended a section to move the reporting date for GF/GP lapse back a month to December 31. The Senate concurred. The House did not. The Conference did not amend the reporting date. (Sec. 209)
39. **Contingency Fund Authorization.** The Governor increased Federal and State-restricted contingency fund authorization to prior fiscal year levels. The Senate removed the section. The House retained. The Conference retained the section and amended the language. (Sec. 210)
40. **NEW - Severance Pay.** The House added a section requiring a report on severance pay for high-ranking Department officials. The Conference concurred. (Sec. 221)
41. **NEW - Vaccination Status.** The House added a section related to vaccination status related employment and receipt of state services. The Conference included the section with amendment. (Sec. 222)
42. **Bridge Authority Hearings.** The Governor removed a subsection requiring bridge authorities hold public hearings before raising tolls. The Senate retained the section as is. The House and Conference concurred with the Governor. (Sec. 301)
43. **NEW - State Trunkline Fund Debt Service Limits.** The Senate added a section identifying State Trunkline Fund debt service limits and requiring a report from the Department. The Conference included it. (Sec. 302)
44. **NEW - Winter Maintenance Pilot Program.** The Conference added a section requiring the Department to initiate a winter maintenance pilot program. (Sec. 303)
45. **Competitive Leasing.** The Governor removed a section requiring MDOT to lease space on public transportation properties at competitive market rates. The Senate retained the section. The House and Conference amended subsection 1 and deleted subsection 2. (Sec. 305)
46. **NEW - Winter Maintenance Pilot Program.** The Conference included a new section requiring the Department to begin a pilot program, as required by Public Act 310 of 2020. (Sec. 308)
47. **NEW - Bridge Bundling Initiative.** The Conference included a new section requiring a report on a bridge bundling initiative. (Sec. 311)
48. **Deleted - E-Verify Requirement.** The Governor removed a section requiring contractors and subcontractors to use the E-Verify system to verify employees are authorized to work in the US. The Senate concurred. The House retained. The Conference removed. (Sec. 381)
49. **Deleted - Motor Fuel Quality.** The Governor removed a section prohibiting motor fuel testing. The Senate retained. The House and Conference concurred with the Governor. (Sec. 391)
50. **Best Transit Practices.** The Governor removed a section requiring MDOT to employ best practices related to transit services. The Senate concurred. The House and Conference retained the section. (Sec. 393)
51. **Deleted - Contingency STF Expenditure on Highway Maintenance.** The Senate removed a section allowing the MDOT to use \$10.0 million STF appropriated for Road and Bridge Construction on Highway Maintenance. The House retained. The Conference removed the section. (Sec. 395)
52. **Toward Zero Deaths.** The House amended the section. The Conference concurred. (Sec. 398)
53. **Minimum Expenditure on Preventive Maintenance.** The Governor removed a section requiring MDOT to spend 10% of its road and bridge construction appropriation on capital preventive maintenance. The Senate retained. The House and Conference amended the section to require the Department to prioritize capital preventative maintenance. (Sec. 399)
54. **Deleted - Local Bridge Carry Forward Language.** The Senate removed language that previously allowed the Department to carry forward unexpended local bridge funds. The Conference concurred. (Sec. 503)

55. **State Trunkline Fund Carry Forward Language.** The Senate amended a section that allows the Department to carry forward unexpended State Trunkline Funds. The Conference retained the section as is. (Sec. 604)
56. **~~Deleted~~ - Farebox Goal.** The Governor removed a section encouraging transit agencies achieve a farebox recovery rate of 6%. The Senate concurred. The House and Conference retained the section. (Sec. 720)
57. **NEW - Rail Freight and Energy Pipeline Across Mackinac.** The House added a section prohibiting MDOT from using rail freight funds to support the cessation of energy pipeline operations across the Straits of Mackinac. The Conference concurred. (Sec. 736)
58. **Meeting with Rail.** The Governor removed a section requiring MDOT to meet with the rail industry twice a year. The Senate retained. The House amended the section to encourage the Department to meet with the rail industry. The Conference concurred with the House. (Sec. 752)
59. **Marine Passenger Spending.** The Governor removed a section directing the expenditure of the Marine Passenger appropriation. The Senate retained. The House Concurred with the Governor. The Conference removed. (Sec. 753)

Date Completed: 9-20-21

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CONTENT

The supplemental appropriates \$2.0 billion Gross with a savings of \$609.1 million GF/GP and reflects numerous Federal grants from Federal COVID-19 related bills passed by Congress, makes a \$500.0 million deposit in the State's Budget Stabilization Fund, deposits \$150.0 million in the Unemployment Trust Fund, supports Clean Water State Revolving Fund loans, funds a \$195.9 million bridge repair initiative, reflects human services and Medicaid base and caseload adjustments, reflects GF/GP savings from the continuation of a 6.2% enhancement to the Federal Medicaid match rate, and funds a number of smaller initiatives and technical items. Most of the boilerplate sections involve the creation of work projects for the funding in part 1 due to the supplemental being proposed so late in FY 2020-21. Table 1 summarizes the Gross and GF/GP funding by Department in part 1 of the supplemental. The \$500.0 million GF/GP deposit into the Budget Stabilization Fund is not reflected in the table as it is a boilerplate appropriation that was not appropriated in part 1.

Table 1

FY 2020-21 Supplemental Appropriations		
Budget Area	Gross	GF/GP
Agriculture & Rural Development	\$3,100,000	\$0
Attorney General	150,000	150,000
Corrections	0	0
Education	4,171,600	0
Environment, Great Lakes, and Energy	173,000,000	0
Health and Human Services	1,096,339,700	(618,553,600)
Judiciary	305,000	0
Labor and Economic Opportunity	322,464,600	58,400
Military and Veterans Affairs	25,827,300	0
State Police	25,706,000	5,100,000
Technology, Management, and Budget	3,645,700	3,645,700
Transportation	390,883,100	0
Treasury	500,000	500,000
TOTAL	\$2,046,093,000	(\$609,099,500)

FISCAL IMPACT

The bill provides fiscal year (FY) 2020-21 line-item appropriations of \$2.0 billion Gross with a savings of \$609.1 million GF/GP. Most of the GF/GP savings are due to the continuation of the enhanced Federal Medicaid match rate through the end of FY 2020-21 (a savings of \$591.5 million GF/GP). There is also a net GF/GP savings due to Department of Health and Human Services consensus base and caseload adjustments determined at a May meeting of the State Budget Office, the House Fiscal Agency, and the Senate Fiscal Agency, with a net impact of an increase of \$505.4 million in Gross funding and a savings of \$37.1 million in GF/GP funding. The bill includes numerous Federal COVID-19 items funded in the December 2020 and March 2021 Federal COVID-19 supplementals totaling over \$812.8 million. The bill also includes \$637.4 million in Federal funds for Transportation. The bill includes a \$500.0 million deposit into the State's Budget Stabilization Fund (BSF). Because the BSF deposit is done through boilerplate, the \$500.0 million GF/GP cost is not reflected in part 1. The net GF/GP impact of

the bill given the part 1 appropriations and the boilerplate BSF deposit would be a reduction of \$109.1 million. Part 1 of the bill also includes other smaller, largely technical adjustments. See [Table 2](#) for a list of items funded in the supplemental.

FY 2020-21 BOILERPLATE LANGUAGE SECTIONS-PART 2

Sec. 201. General. Records amount of total State spending and payments to local units of government.

Sec. 202. General. Subjects appropriations and expenditures in the article to the provisions of the Management and Budget Act.

Sec. 203. General. Directs that, if the State Administrative Board transfers funds appropriated in the Act, the Legislature may, by concurrent resolution requiring a majority vote in each chamber, transfer funds within a particular department, board, commission, officer, or institution.

Sec. 204. General. Directs that appropriated funds are subject to Federal audit and reporting requirements. Requires prompt action if instances of noncompliance are identified and directs the State Budget Director to rectify any noncompliance issues and to inform the Appropriations Committees and fiscal agencies in the case of noncompliance.

Sec. 301. Agriculture and Rural Development. Designates the part 1 appropriation for the Farm Stress Program line as a work project.

Sec. 302. Agriculture and Rural Development. Designates the part 1 appropriation for the Specialty Crop Block Grant Program line as a work project.

Sec. 401. Attorney General. Designates the part 1 appropriation for attorney general operations, intended to be used to support the Department of Attorney General's clergy abuse investigation, as a work project.

Sec. 451. Corrections. Replaces Sec. 410 of Article 2 of 2020 PA 166 (which would be repealed) governing community corrections residential services reimbursement. The current language provides a per diem reimbursement of not more than \$55.50 for such services. This new language would provide a per diem reimbursement of not more than \$111.00, retroactive to October 1, 2020.

Sec. 452. Corrections. Directs that funding in the MDOC – Corrections Training Facility line be carried forward at the end of the fiscal year.

Sec. 502. Environment, Great Lakes, and Energy. Designates the part 1 appropriation for Premcor Remediation Activities as a work project.

Sec. 503. Environment, Great Lakes, and Energy. Adjusts the FY 2020-21 version of Section 223 in the Department budget to reflect Section 223 in the proposed FY 2021-22 Department of Environment, Great Lakes, and Energy budget. The FY 2020-21 Section 223 from Article 4 of 2020 PA 166 would be repealed. The language governs permitting the continued use of remaining appropriations to cover various environmental program cleanup and related costs and specifically allows unexpended and unencumbered amounts from various past Acts to be appropriated for expenditure.

Sec. 504. Environment, Great Lakes, and Energy. Designates the part 1 appropriation for Water State Revolving Funds as a work project.

Sec. 601. Health and Human Services. Designates the part 1 appropriation for Child Abuse State Grants as a work project.

Sec. 602. Health and Human Services. Designates the part 1 appropriation for Community-based Child Abuse Prevention as a work project.

Sec. 603. Health and Human Services. Designates the part 1 appropriation for the Low-income Household Water Assistance Program as a work project.

Sec. 604. Health and Human Services. Designates the part 1 appropriation for the Chafee Education and Training Vouchers Grant as a work project.

Sec. 605. Health and Human Services. Designates the part 1 appropriation for the Substance Abuse Prevention and Treatment Block Grant as a work project.

Sec. 606. Health and Human Services. Designates the part 1 appropriation for the Federal No Wrong Door Grant as a work project.

Sec. 607. Health and Human Services. Designates the part 1 appropriation for the Initiative to Address Health Disparities line as a work project.

Sec. 608. Health and Human Services. Designates the part 1 appropriation for Preventive Services as a work project.

Sec. 609. Health and Human Services. Designates the part 1 appropriation for the Expanding Senior Access to Vaccines line as a work project.

Sec. 610. Health and Human Services. Designates the part 1 appropriation for Supportive Services as a work project.

Sec. 611. Health and Human Services. Designates the part 1 appropriation for the Long-term Care Ombudsman as a work project.

Sec. 612. Health and Human Services. Designates the part 1 appropriation for Federal Congregate and Home-delivered Meals Funding as a work project.

Sec. 613. Health and Human Services. Designates the part 1 appropriation for the Family Caregivers line as a work project.

Sec. 614. Health and Human Services. Designates the part 1 appropriation for the Mental Health Block Grant as a work project.

Sec. 615. Health and Human Services. Designates the part 1 appropriation for the Federal COVID Immunization and Vaccine Grant as a work project.

Sec. 616. Health and Human Services. Designates the part 1 appropriation for the Low-income Home Energy Assistance Program as a work project.

Sec. 617. Health and Human Services. Designates the part 1 appropriation for the Chafee Foster Care Program for Transition to Adulthood line as a work project.

Sec. 618. Health and Human Services. Designates the part 1 appropriation for the Michigan Emergency Grant for SMI/SUD line as a work project.

Sec. 619. Health and Human Services. Designates the part 1 appropriation for the Promoting Safe and Stable Families Grant line as a work project.

Sec. 620. Health and Human Services. Designates the part 1 appropriation for the Dental Oral Assessment Database line as a work project.

Sec. 651. Judiciary. Designates the part 1 appropriation for the Judicial Institute as a work project.

Sec. 652. Judiciary. Designates the part 1 appropriation for the State Court Administrative Office Federal COVID-19 line as a work project.

Sec. 701. Labor and Economic Opportunity. Directs the Department of Labor and Economic Opportunity to administer funds appropriated in the Homeowner Assistance Fund line according to terms in the American Rescue Plan Act. Funding would be used to mitigate homeowner financial hardships related to the COVID-19 pandemic. Directs the Department to collaborate with the Michigan State Housing Development Authority (MSHDA) and financial institutions as well as non-profits approved by MSHDA. Directs that the program will operate in accordance with rules established by the United States Department of Treasury to help avert foreclosures by aiding mortgage delinquent households and households with delinquent property taxes or utility bills with reinstatement funds. Designates a work project for the appropriation.

Sec. 702. Labor and Economic Opportunity. Designates the part 1 appropriation in the National Community Service - Americorps line as a work project.

Sec. 703. Labor and Economic Opportunity. Designates the part 1 appropriation for the Unemployment Insurance Agency as a work project.

Sec. 704. Labor and Economic Opportunity. Permits MSHDA to increase capacity by 58.0 limited term FTE positions to administer the Federal Homeowner Assistance Fund, Emergency Rental Assistance, and Homeless Assistance Funds programs.

Sec. 705. Labor and Economic Opportunity. Allocates \$56,000 to the city of Portland and \$2,400 to the city of Belding to help cover costs from flooding in 2019 that have not been reimbursed from other sources. Creates a work project for the appropriation.

Sec. 706. Labor and Economic Opportunity. Deposits \$150.0 million into the Unemployment Compensation Fund to offset expected exposure to state fraud and improper payment during the COVID-19 pandemic.

Sec. 801. Military and Veterans Affairs. Designates the part 1 appropriation for State Veterans Homes Operating Grants as a work project.

Sec. 802. Military and Veterans Affairs. Creates the Morale, Welfare, and Recreation fund in the Department of Treasury. Permits the State treasurer to receive money or other assets for placement in the fund. Designates the Department of Military and Veterans Affairs as the administrative entity of the fund for auditing purposes. Directs that appropriations from the fund be used for support of program operations. Directs that remaining funds at the end of the fiscal year not lapse but remain within the fund.

Sec. 803. Military and Veterans Affairs. Directs that funding for the Special Maintenance – National Guard and Special Maintenance Veterans Homes line items be carried forward at the end of the fiscal year.

Sec. 851. Natural Resources. Allocates specific Restricted funding from the Game and Fish Protection Fund, Michigan State Waterways Fund, Park Improvement Fund, Forest Development Fund, the Michigan Natural Resources Trust Fund, the Michigan Parks Endowment Fund, and the Nongame Wildlife Fund to various departments to support services.

Sec. 901. State Police. Directs that the part 1 appropriation for Emergency Management Performance Grants be used to support coordination, communication, and logistical support in response to the COVID-19 pandemic. Designates a work project for the appropriation.

Sec. 902. State Police. Directs that the part 1 appropriation for Clean Slate for Michigan be used to develop and support various automated criminal record expungement systems pursuant to State statute. Designates a work project for the appropriation.

Sec. 903. State Police. Designates the part 1 appropriation for the Contracts and Services line as a work project.

Sec. 904. State Police. Designates the part 1 appropriation for the Intelligence Operations line as a work project.

Sec. 1001. Technology, Management, and Budget. Requires that the appropriation in part 1 for Interdepartmental Grant from User Fees represent the amount of user fees previously collected by the Department of Technology, Management, and Budget for capital outlay and special maintenance project oversight services provided to other departments, agencies, the Legislature, the Judiciary, universities, community colleges, or private tenants that lapsed at the end of FY 2019-20. Directs that funds deposited into the interdepartmental grant from user fees account are appropriated for design and construction project oversight activities. Directs that fee revenue collected be carried forward and not lapse to the General Fund at the end of the fiscal year.

Sec. 1002. Technology, Management, and Budget. Appropriates \$500,000,000 in GF/GP revenue to the Budget Stabilization Fund.

Sec. 1003. Technology, Management, and Budget. Adjusts the capital outlay authorizations for the Ferris State University Center for Virtual Learning project.

Sec. 1004. Technology, Management, and Budget. Adjusts the capital outlay authorization for the Glen Oaks Community College campus renovation project to remove all renovations, upgrades, and academic program elements for the steel building structure known as Unit E.

Sec. 1005. Technology, Management, and Budget. Adjusts the capital outlay authorizations for the Henry Ford College Entrepreneur and Innovation Institute/Technology Building project.

Sec. 1006. Technology, Management, and Budget. Adjusts the capital outlay authorization for the Oakland University South Foundation Hall renovation and expansion project to remove approximately 6,000 square feet of space from the new addition portion of the project.

Sec. 1101. Transportation. Provides direction to the Michigan Department of Transportation regarding a local bridge bundling initiative funded in part 1. The Department would be directed to support a statewide program for the rehabilitation of bridges owned by local road agencies. Directs the Department to coordinate the initiative and to issue contracts for planning, design, and construction work related to bridges selected by the program. Directs that bridges to be repaired be selected based on the following priority in order: locally-owned vehicle bridges currently closed to traffic, locally-owned vehicle bridges current posted or restricted from roads, and locally-owned bridges in need of rehabilitation or replacement as rated by Regional Bridge Councils. Creates a work project for the appropriation.

Sec. 1102. Transportation. Designates the part 1 appropriation for the Airport Coronavirus Response Grant Program - Primary Airports line as a work project.

Sec. 1103. Transportation. Designates the part 1 appropriation for the Airport Coronavirus Response Grant Program – General Aviation line as a work project.

Sec. 1104. Transportation. Designates the part 1 appropriation for the Enhanced Mobility of Seniors and Individuals with Disabilities Apportionments line as a work project.

Sec. 1105. Transportation. Designates the part 1 appropriation for the Highway Infrastructure Program – Local Allocation line as a work project.

Sec. 1106. Transportation. Designates the part 1 appropriation for the Rural Area Apportionments line as a work project.

Sec. 1107. Transportation. Designates the part 1 appropriation for the Intercity Bus Program Line as a work project.

Sec. 1201. Repealer. Repeals Section 410 of the FY 2020-21 Department of Corrections budget which governs per diem reimbursement for community corrections residential services. The amount would be adjusted by repealing Section 410 and replacing it with Section 451 in this supplemental.

Sec. 1202. Repealer. Repeals Section 223 of the FY 2020-21 Department of Environment, Great Lakes, and Energy budget which permits the continued use of remaining appropriations to cover various environmental program cleanup and related costs and specifically allows unexpended and unencumbered amounts from various past Acts to be appropriated for expenditure. The repealed language would be replaced with Section 503 in this supplemental.

Table 2

FY 2020-21 Supplemental Appropriations				
Department/Program	Gross	Federal	Other	GF/GP
Agriculture and Rural Development				
Farm stress assistance	\$500,000	\$500,000	\$0	\$0
Specialty crop block grant	2,600,000	2,600,000	0	0
Total Agriculture and Rural Development	\$3,100,000	\$3,100,000	\$0	\$0
Attorney General				
Clergy abuse document retention	\$150,000	\$0	\$0	\$150,000
Total Attorney General	\$150,000	\$0	\$0	\$150,000
Corrections				
Transfer to support corrections training (\$20.9M)	\$0	\$0	\$0	\$0
Total Corrections	\$0	\$0	\$0	\$0
Education				
Library technology services	\$4,171,600	\$4,171,600	\$0	\$0
Total Education	\$4,171,600	\$4,171,600	\$0	\$0
Environment, Great Lakes, and Energy				
Premcor remediation	\$5,000,000	\$0	\$5,000,000	\$0
Clean water state revolving fund loan funding	168,000,000	140,000,000	28,000,000	0
Total Environment, Great Lakes, and Energy	\$173,000,000	\$140,000,000	\$33,000,000	\$0

FY 2020-21 Supplemental Appropriations				
Department/Program	Gross	Federal	Other	GF/GP
Health and Human Services				
Child welfare caseload adjustments	(\$36,478,100)	(\$17,034,500)	(\$6,077,500)	(\$13,366,100)
Public assistance caseload adjustments	(49,654,100)	(7,816,800)	(927,000)	(40,910,300)
Medicaid base, caseload, fund source	591,490,200	626,547,900	(52,252,600)	17,194,900
E-FMAP adjustment	0	569,943,400	21,539,300	(591,482,700)
Technical adjustments	127,012,800	108,787,600	17,305,200	920,000
Food assistance reinvestment	5,192,100	0	0	5,192,100
QRTP contract increase	4,208,100	309,600	0	3,898,500
ARP low income energy assistance	238,219,300	238,219,300	0	0
ARP low income water assistance	36,278,400	36,278,400	0	0
COVID-19 Chafee foster care program grant	10,220,000	10,220,000	0	0
COVID-19 initiatives to address health disparities	31,809,400	31,809,400	0	0
COVID-19 mental health block grant	31,979,300	31,979,300	0	0
COVID-19 substance abuse block grant	34,828,000	34,828,000	0	0
Federal congregate and home-delivered meals	27,694,300	27,694,300	0	0
Other Federal grants	43,540,000	43,540,000	0	0
Total Health and Human Services	\$1,096,339,700	\$1,735,305,900	(\$20,412,600)	(\$618,553,600)
Judiciary				
Court improvement program grant	\$260,000	\$260,000	\$0	\$0
Michigan justice training fund competitive grant	45,000	0	0	0
Total Judiciary	\$305,000	\$260,000	\$0	\$0
Labor and Economic Opportunity				
Homeowner assistance fund	\$121,406,200	\$121,406,200	\$0	\$0
AmeriCorps	11,000,000	11,000,000	0	0
Unemployment programs	40,000,000	40,000,000	0	0
UIA trust fund deposit	150,000,000	150,000,000	0	0
Disaster relief	58,400	0	0	58,400
Total Labor and Economic Opportunity	\$322,464,600	\$322,406,200	\$0	\$58,400
Military and Veterans Affairs				
DJ Jacobetti provider relief funds	\$27,300	\$27,300	\$0	\$0
Elevator replacement at DJ Jacobetti	650,000	650,000	0	0
Veterans homes operating funding	5,100,000	5,100,000	0	0
Camp Grayling recreation opportunities	50,000	0	50,000	0
Special maintenance	20,000,000	20,000,000	0	0
Total Military and Veterans Affairs	\$25,827,300	\$25,777,300	\$50,000	\$0
State Police				
Emergency management performance grants	\$2,556,000	\$2,556,000	\$0	\$0
Post operations contractual services	2,400,000	0	0	2,400,000
Clean slate for Michigan	19,000,000	0	19,000,000	0
Operation vigilance	1,750,000	0	1,750,000	0
Secondary road patrol fund source shift	0	(2,700,000)	0	2,700,000
Total State Police	\$25,706,000	(\$144,000)	\$20,750,000	\$5,100,000
Technology, Management, and Budget				
Children's ombudsman investigation system	\$100,000	\$0	\$0	\$100,000
Design/construction svcs revenue alignment	3,545,700	0	0	3,545,700
Total Technology, Management, and Budget	\$3,645,700	\$0	\$0	\$3,645,700

FY 2020-21 Supplemental Appropriations				
Department/Program	Gross	Federal	Other	GF/GP
Transportation				
Inter city bus program	\$3,344,200	\$3,344,200	\$0	\$0
General aviation airports	2,000,000	2,000,000	0	0
Primary airports	68,000,000	68,000,000	0	0
Rural apportionments	55,426,200	55,426,200	0	0
Local transit agencies	803,900	803,900	0	0
Highway infrastructure	65,327,200	65,327,200	0	0
Bridge bundling initiative	195,981,600	195,981,600	0	0
Total Transportation	\$390,883,100	\$390,883,100	\$0	\$0
Treasury				
Dual enrollment for nonpublic students	\$400,000	\$0	\$0	\$400,000
Presidential primary	100,000	0	0	100,000
Total Treasury	\$500,000	\$0	\$0	\$500,000
Total FY 2020-21 Supplemental Appropriations	\$2,046,093,000	\$2,621,760,100	\$33,387,400	(\$609,099,500)

Fiscal Analyst: Steve Angelotti