

MICHIGAN DEPARTMENT OF STATE POLICE**Disaster and Emergency Contingency Fund
FY2017 Annual Accounting of Expenditures**

Pursuant to Section 18(1) of the Emergency Management Act, 1976 PA 390, MCL 30.418, the Michigan Department of State Police is required to provide an annual accounting of expenditures from the Disaster and Emergency Contingency Fund to the Legislature.

Revenue

Beginning Balance (10/1/2017)	\$ 3,776,631.89
Common Cash Earnings	\$ 18,993.46
Refund of PY Expenditures	\$ 234.06
Donations	\$ 120,000.01
Warehouse Reimb. (DOL)	\$ 467,761.06
Civil Service Assessment	\$ (27,385.00)
GF/GP Deposit	\$ 4,000,000.00
Subtotal: Available DECF Resources	\$ 8,356,235.48

Expenditures

Flint Water Contamination Emergency **\$ 1,576,742.87**

MSP / State Emergency Operations Center **\$ 718,732.97**

Costs related to the activation of the SEOC, including regular salary and wages, overtime, and related retirement costs for personnel; travel and lodging costs for EMHSD employees; security costs for the Community Points of Distribution (CPODs), contractual costs for management of the warehouse, fuel costs for delivery vehicles. **(1)**

Sec. 18 - Assistance to State Agencies -- DTMB **\$ 511,473.18**

Personnel costs during SEOC activation and warehousing and distribution costs, including warehouse rental, equipment and truck rental, payment for contractual delivery drivers, supplies at the warehouse and Community Points of Distribution (CPODs), and fuel costs. **(2)**

Bottled Water **\$ 346,536.72**

Bottled water distributed via the CPODs. Water was purchased under contract with Absopure. **(3)**

Gogebic County Storms (July 2016) **\$ 26,983.02**

Sec. 18 - Assistance to State Agencies -- DNR **\$ 26,983.02**

Costs to repair public access areas at state owned parks and boat launches damaged by the storms.

Marquette County Storms (October 2016) **\$ 102,753.84**

Sec. 19 - Assistance to Municipalities

Assistance to municipalities affected by the storms, including Marquette County (\$100,000), Chocolay Twp. (\$1,618.84), and West Branch Twp. (\$1,135.00) **\$ 102,753.84**

MICHIGAN DEPARTMENT OF STATE POLICE**Disaster and Emergency Contingency Fund
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Macomb County Sinkhole (December 2016)	\$ 300,000.00																		
Sec. 19 - Assistance to Municipalities																			
Assistance to municipalities affected by the storms. Macomb County, Clinton Charter Twp. and the City of Fraser each received the maximum \$100,000 allowed by statute.	\$ 300,000.00																		
Mid-Michigan Flooding (June 2017)	\$ 1,772,537.89																		
MSP / State Emergency Operations Center																			
Costs related to the activation of the SEOC, including regular salary and wages, overtime, and related retirement costs for personnel, and travel. (1)	\$ 3,017.93																		
Section 19 - Assistance to Local Units of Government																			
Assistance to 40 municipalities in Isabella, Midland, Bay, and Gladwin counties. (4)	\$ 1,663,700.39																		
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">County</th> <th style="text-align: center;"># Municipalities</th> <th style="text-align: right;">Amount</th> </tr> </thead> <tbody> <tr> <td>Bay</td> <td style="text-align: center;">1</td> <td style="text-align: right;">\$100,000.00</td> </tr> <tr> <td>Gladwin</td> <td style="text-align: center;">3</td> <td style="text-align: right;">\$97,358.02</td> </tr> <tr> <td>Isabella</td> <td style="text-align: center;">20</td> <td style="text-align: right;">\$639,777.68</td> </tr> <tr> <td>Midland</td> <td style="text-align: center;">16</td> <td style="text-align: right;">\$825,416.96</td> </tr> <tr> <td></td> <td style="text-align: center;">40</td> <td style="text-align: right;">\$1,662,552.66</td> </tr> </tbody> </table>		County	# Municipalities	Amount	Bay	1	\$100,000.00	Gladwin	3	\$97,358.02	Isabella	20	\$639,777.68	Midland	16	\$825,416.96		40	\$1,662,552.66
County	# Municipalities	Amount																	
Bay	1	\$100,000.00																	
Gladwin	3	\$97,358.02																	
Isabella	20	\$639,777.68																	
Midland	16	\$825,416.96																	
	40	\$1,662,552.66																	
Match for Federal Assistance	\$ 105,819.57																		
Match payment for federal "other needs assistance" payable to eligible individuals. There is a 25% state match requirement.																			
Other Expenditures	\$ (2,017.62)																		
Includes SEOC costs related to the Spring 2017 Wind Storms, partial reimbursement of the state match paid for individual other needs assistance for the August 2014 Metro Detroit floods, and Treasury investment fees.																			
Total DECF Expenditures	\$ 3,777,000.00																		
Year-End Balance	\$ 4,579,235.48																		

Notes

(1) Regular salaries and wages for SEOC personnel were supported by the DECF for those employees working on the Flint emergency and the Mid-Michigan disaster whose daily responsibilities (outside of the emergency/disaster) are supported by restricted funding sources.

(2) DTMB's reimbursable costs totaled \$3,019,573.18. Of that amount, \$2,508,100 was paid under the MSP appropriation from the Flint Declaration of Emergency Reserve Fund pursuant to Article XX of 2017 PA 107 (Sec. 112).

(3) Bottled water costs totaled \$7,641,484.44. Of that amount, \$7,294,947.72 was transferred to the Department of Treasury under appropriation from the Michigan Flint GF/GP appropriation (2016 PA 268, Art. XXI, Sec. 1003), Legislative Transfer Request 2017-4, and Article XX of 2017 PA 107 (Sec. 115).

(4) The accounts payable set up for Section 19 assistance for the Mid-Michigan flooding totaled \$1,663,700.39. Subsequent to that, the reimbursement to one municipality was lowered. Thus, the payable is booked at a higher amount than the actual payments. The excess will be written off in the following year.

MICHIGAN DEPARTMENT OF STATE POLICE**Disaster and Emergency Contingency Fund
FY2017 Annual Accounting of Expenditures****Emergency Management Act - 1976 PA 390****Sec. 18 - Assistance to State Agencies**

The act provides that the DECF may be expended to pay the necessary and reasonable overtime, travel, and subsistence expenses incurred by state employees acting in a disaster- or emergency-related operation, and for other needs required for the mitigation of the effects of, or in response to, a disaster or emergency.

Section 19 - Assistance to Local Units of Government

The act provides that, upon the declaration of a state of disaster or a state of emergency by the governor, the governor may authorize an expenditure from the DECF to provide assistance to counties and municipalities when federal assistance is not available. Assistance is limited to public damage and direct loss as a result of the disaster or emergency, expenses incurred by the local unit for reimbursing employees for disaster- or emergency-related activities performed outside of their normal duties, and other needs required to mitigate the effects of, or in response to, the disaster or emergency. Assistance is capped at \$100,000 or 10% of the local unit's total annual operating budget for the prior fiscal year, whichever is less. Eligibility criteria is spelled out in administrative rules (R 30.51 et seq.)

Declared Disasters and Emergencies**Flint Water Contamination Emergency**

Contamination of the City of Flint's drinking water. Governor Snyder issued an emergency declaration on January 5, 2016, with the legislature extending the emergency declaration with SCR23 and SCR28. President Obama issued an emergency declaration on January 16, 2016, which provided water, filters, replacement cartridges, and testing kits.

Gogebic County Storms (July 2016)

EF1 tornado and flash flooding in Gogebic County. Governor Snyder issued a disaster declaration on July 15, 2016, and also issued EO 2016-17, activating the National Guard to assist with response efforts. DMVA/National Guard expenses were supported via Legislative Transfer Request 2016-7, approved by the House and Senate appropriations committees.

Marquette County Storms (October 2016)

Heavy rains and flooding in Marquette County. Governor Snyder issued a disaster declaration on October 21, 2016, and opened up the DECF to provide assistance to affected municipalities on January 9, 2017.

Macomb County Sinkhole (December 2016)

Sewer line collapse and sinkhole in the City of Fraser. Governor Snyder issued a disaster declaration on January 6, 2017, and opened up the DECF to provide assistance to affected municipalities on February 3, 2017. The legislature extended the emergency declaration with the adoption of HCR 1.

MICHIGAN DEPARTMENT OF STATE POLICE**Disaster and Emergency Contingency Fund
FY2017 Annual Accounting of Expenditures****Mid-Michigan Flooding (June 2017)**

Severe storms and widespread flooding affecting Midland, Isabella, Bay, and Gladwin Counties. On June 23, 2017 Lt. Governor Calley issued a disaster declaration for Midland and Isabella Counties. Governor Snyder added Bay and Gladwin counties to the declaration on June 28, 2017. Governor Snyder also opened up the DECF for affected communities on July 25, 2017. Additionally, Governor Snyder requested a federal declaration on July 21, 2017 for Individual Assistance (IA) in the affected communities and for statewide Hazard Mitigation funds. The request did not include request for "public assistance" to affected local governments, as the damages didn't meet applicable thresholds. On August 2, 2017, President Trump declared a major disaster (DR-4326), and made Individual Assistance available to affected individuals and households in Bay, Gladwin, Isabella, and Midland counties, as well as the Saginaw Chippewa Tribe in Isabella County. The declaration also provides assistance under the federal Hazard Mitigation Grant Program (HMGP) to undertake hazard mitigation measures statewide. There is a 25% cost share requirement for individual "other needs assistance" and the HMGP program. The state pays the IA/ONA match, while the local unit (typically) receiving HMGP funds is responsible for the match.

Disaster and Emergency Contingency Fund
FY2017 Monthly Expenditure Report
 2016 PA 268 (Art. XVI) -- Sec. 703(8)

Revenue	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Bk Closing	Total
DOL Reimbursement / Warehouse Mgmt	\$ -	\$ -	\$ -	\$ -	\$ 163,200.00	\$ 61,200.00	\$ -	\$ 81,600.00	\$ -	\$ -	\$ -	\$ 161,761.06	\$ -	\$ 467,761.06
Refund Prior Year Expenditures	\$ -	\$ 9,250.02	\$ 1,668.35	\$ -	\$ (8,917.05)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,767.26)	\$ -	\$ 234.06
Donations	\$ -	\$ -	\$ 120,000.01	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 120,000.01
Common Cash Earnings	\$ -	\$ -	\$ -	\$ 4,711.14	\$ -	\$ -	\$ 5,884.64	\$ -	\$ -	\$ 4,302.65	\$ -	\$ -	\$ 4,095.03	\$ 18,993.46
Civil Service Assessment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (27,385.00)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (27,385.00)
GF/GP Deposit (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,000,000.00	\$ 4,000,000.00
Total: Revenue	\$ -	\$ 9,250.02	\$ 121,668.36	\$ 4,711.14	\$ 154,282.95	\$ 61,200.00	\$ 5,884.64	\$ 54,215.00	\$ -	\$ 4,302.65	\$ -	\$ 159,993.80	\$ 4,004,095.03	\$ 4,579,603.59

Expenditures	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Bk Closing	Total
Flint Water Contamination Emergency	\$ 1,710.74	\$ 41,487.59	\$ 70,780.55	\$ 90,810.06	\$ 57,702.61	\$ 1,500,283.17	\$ 171,945.75	\$ 454,205.96	\$ 165,031.98	\$ 1,127,340.08	\$ (1,470,779.92)	\$ (1,137,727.82)	\$ 428,375.30	\$ 1,501,166.05
-- Payroll (SEOC Personnel)	\$ 1,710.74	\$ 7,916.85	\$ 6,398.67	\$ 4,459.96	\$ 8,041.45	\$ 5,810.07	\$ 4,276.95	\$ 3,433.59	\$ 2,877.91	\$ 1,448.07	\$ 2,323.94	\$ 2,325.11	\$ -	\$ 51,023.31
-- Non-Payroll (Warehouse Mgmt, Supplies, etc.)	\$ -	\$ 33,570.74	\$ 64,381.88	\$ 86,350.10	\$ 49,661.16	\$ 44,633.30	\$ 20,400.00	\$ 88,194.77	\$ 33,860.87	\$ 115,624.01	\$ 28,034.94	\$ 110,518.95	\$ (83,097.88)	\$ 592,132.84
-- Non-Payroll (Bottled Water)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,449,839.80	\$ 147,268.80	\$ 1,260,478.80	\$ 975,298.80	\$ 1,675,863.00	\$ 1,042,297.20	\$ 1,090,438.04	\$ -	\$ 7,641,484.44
✓ Moved to AY16 Treasury/Mission Flint GF (2)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (894,947.72)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (894,947.72)
✓ Moved to AY17 Treasury/Reserve Fund (3)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (2,953.48)	\$ (847,005.60)	\$ (665,595.00)	\$ (914,040.42)	\$ 29,594.50	\$ -	\$ (2,400,000.00)
✓ Moved to AY17 Treasury/Reserve Fund (4)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,629,395.58)	\$ (2,370,604.42)	\$ -	\$ -	\$ (4,000,000.00)
-- Section 18 Assistance to State Agencies [DTMB]	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,019,573.18	\$ 3,019,573.18
✓ Moved to AY17 MSP Flint Reserve Fund (5)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (2,508,100.00)	\$ (2,508,100.00)

Gogebic County Storms	\$ -	\$ 26,983.02	\$ -	\$ -	\$ 26,983.02									
-- Section 18 Assistance to State Agencies [DNR]	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,983.02	\$ -	\$ -	\$ 26,983.02

Marquette County Storms	\$ -	\$ 102,753.84	\$ -	\$ 102,753.84										
-- Section 19 Assistance to Municipalities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 102,753.84	\$ -	\$ 102,753.84

Macomb County Sinkhole	\$ -	\$ 300,000.00	\$ -	\$ 300,000.00										
-- Section 19 Assistance to Municipalities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300,000.00	\$ -	\$ 300,000.00

Mid-Michigan Flooding	\$ -	\$ 776.52	\$ 313.88	\$ 548.90	\$ 1,378.63	\$ 1,769,519.96	\$ 1,772,537.89							
-- SEOC Expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10.76	\$ -	\$ 10.76
-- Payroll (SEOC Personnel)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 776.52	\$ 313.88	\$ 548.90	\$ 1,367.87	\$ -	\$ 3,007.17
-- Section 19 Assistance to Municipalities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,663,700.39	\$ 1,663,700.39
-- DR-4326 ONA State Share	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 105,819.57	\$ 105,819.57

Other Expenditures	\$ -	\$ -	\$ -	\$ -	\$ 300.00	\$ 858.21	\$ -	\$ -	\$ -	\$ -	\$ 19,382.26	\$ (22,837.94)	\$ 279.85	\$ (2,017.62)
-- SEOC Activation / Spring 2017 Wind Storms	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 858.21	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 858.21
-- Treasury Investment Fees	\$ -	\$ -	\$ -	\$ -	\$ 300.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300.00
-- MDARD 2015 SHSGP Expenditure (6)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,382.26	\$ (19,382.26)	\$ -	\$ -	\$ -
-- DR-4195 ONA State Share Reimbursement	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,455.68)	\$ -	\$ -	\$ (3,455.68)
-- Miscellaneous Expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 279.85	\$ 279.85

Total: Expenditures	\$ 1,710.74	\$ 41,487.59	\$ 70,780.55	\$ 90,810.06	\$ 58,002.61	\$ 1,501,141.38	\$ 171,945.75	\$ 454,205.96	\$ 165,808.50	\$ 1,127,653.96	\$ (1,423,865.74)	\$ (756,433.29)	\$ 2,198,175.11	\$ 3,701,423.18
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Encumbrances (Monthly Change)	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Bk Closing	Outstanding
Flint Water Contamination Emergency	\$ 132,600.00	\$ (33,064.36)	\$ 233,358.12	\$ (84,333.57)	\$ (49,661.16)	\$ (44,633.30)	\$ (20,400.00)	\$ 7,723,600.03	\$ (649,011.47)	\$ (1,791,320.51)	\$ (1,070,332.14)	\$ (4,243,534.52)	\$ (27,690.30)	\$ 75,576.82
-- Non-Payroll (Warehouse Mgmt, Supplies, etc.)	\$ 132,600.00	\$ (33,064.36)	\$ 233,358.12	\$ (84,333.57)	\$ (49,661.16)	\$ (44,633.30)	\$ (20,400.00)	\$ 7,811,794.80	\$ (649,011.47)	\$ (1,791,320.51)	\$ (1,070,332.14)	\$ (4,243,534.52)	\$ (27,690.30)	\$ 75,576.82
-- Non-Payroll (Bottled Water)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (975,298.80)	\$ (1,675,863.00)	\$ (1,042,297.20)	\$ (4,118,335.80)	\$ -	\$ -

Total Expenditures and Encumbrances														\$ 3,777,000.00
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Footnotes:

- (1) Agy 551 / Appn 28910 / Fund 0001. Per Sec. 112, Article XX of 2017 PA 107 (\$4.0 million).
- (2) Agy 271 / Appn 88520 / Fund 0001. Per 2016 PA 268 (Article XXI), Section 1003.
- (3) Agy 271 / Appn 88550 / Fund 8855. Per Legislative Transfer Request 2017-5 (\$2.4 million).
- (4) Agy 271 / Appn 88590 / Fund 8855. Per Sec. 115, Article XX of 2017 PA 107 (\$4.0 million).
- (5) Agy 551 / Appn 88590 / Fund 8855. Per Sec. 112, Article XX of 2017 PA 107 (\$3,908,000). The remaining \$1.4 million in this appropriation is carried forward in a work project for the required 25% match to FEMA for commodities provided under the federal emergency declaration for Flint.
- (6) Coded incorrectly.