

EXECUTIVE BUDGET

Fiscal Years 2018 and 2019

STATE OF MICHIGAN

Rick Snyder, CPA, Governor

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This publication was produced and printed by the Department of Technology, Management and Budget. The purpose of the publication is to inform state and local officials and residents about Governor Snyder's recommended budget for fiscal year 2018 and projections for fiscal year 2019. This document is required by law MCLA 18.1363 and by the Michigan Constitution, Article V, Section 18.

EXECUTIVE BUDGET RECOMMENDATION

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STATE OF MICHIGAN
EXECUTIVE OFFICE
LANSING

RICK SNYDER
GOVERNOR

BRIAN CALLEY
LT. GOVERNOR

February 8, 2017

My Fellow Michiganders:

The path toward our future set forth in my budget recommendation for fiscal year 2018 keeps Michigan moving in a positive direction. With an unemployment rate that remains near its lowest level in 15 years, and with nearly half a million new private sector jobs since December 2010, I remain committed to the continued reinvention of our great state.

This budget recommendation provides a comprehensive and thoughtful plan for charting our future. With continued focus on increasing job growth in this state, my recommended budget drives key investments in areas such as education, public safety, health and human services, economic growth, our environment, transportation, and local communities.

I have always viewed the budget as a value proposition. It's not about spending money; it is about achieving positive results for Michiganders. Our fiscal environment is characterized by limited resources with demands that far exceed what is available. The investments that are made must be focused on what produces the best value and results for all of you.

I have again taken a long-term view in developing the budget, with a plan that addresses future liabilities and needed infrastructure investments in roads, facilities, and technology. With a continued focus on one-time versus ongoing funding, my budget recommendation again accounts for ongoing costs in future years to ensure those costs are sustainable under projected funding levels.

You will see my ongoing commitment to fiscal responsibility throughout the budget, with a plan that pays off debt and saves money for the future, as we have done in every year before this. Michigan's Rainy Day Fund balance was nearly depleted when I took office in 2011. The balance in the Rainy Day Fund by the end of this fiscal year will grow to more than \$700 million. And this budget plan calls for even more investment in the fund. Having a healthy savings account in state government is a sound and prudent fiscal principle and it provides confidence to you as a resident of Michigan that the state's fiscal house – that you pay for – is in order.

I am proud to present my budget recommendation for fiscal year 2018. It's a balanced and measured plan that provides you as taxpayers with value for your money.

I look forward to working in partnership with members of the Michigan House and Senate to enact the fiscal year 2018 budget, as together we work to build a path to the future that will keep Michigan thriving for generations to come.

Sincerely,

Rick Snyder
Governor



BUDGET OVERVIEW



A PATH TOWARD OUR FUTURE

Executive Budget Recommendation for Fiscal Years 2018 and 2019

Governor Rick Snyder's seventh budget recommendation continues to set a clear path and bright future for Michiganders. With an economy that continues to grow, an expanding labor force, and the state's fiscal house in good shape, Michiganders should be excited about the future. The governor is again recommending smart and strategic investments in critical areas such as improved transportation and mobility, renewed infrastructure, better education, and stronger communities.

As Michiganders, we should feel great about how far our state has come in the past six years and be willing to show our pride. It was once commonplace to find Michigan ranked 50th on various measurements of success across the nation. That is not the case today. We have worked together to move Michigan forward and reinvent our state, carving a path to a more prosperous future. But our work is not done. In the same spirit that has brought us this far, we must continue our journey to improve the lives of residents and the landscape of Michigan for generations to come.

Governor Snyder's recommended 2018 budget builds a clear path to an even better Michigan based on fiscal responsibility and thoughtful funding decisions, including the following highlights.

Michigan is a global mobility leader

Our economy is changing rapidly and the steady improvement that we have seen is encouraging. Michigan's unemployment remains near its lowest rate in the past 15 years, falling from over 14 percent at its peak to just 5 percent today. New and expanding businesses and industries are choosing to invest in Michigan, adding almost 500,000 private-sector jobs since 2010. Michigan is now number one in the Great Lakes region and number six in the nation for private-sector job growth. The future of mobility is being designed in Michigan, too, with 75 percent of automotive research and development occurring in the Great Lakes State.

The governor knows, however, that for businesses to grow and expand in the state they must have the right talent, with the right skills, to get the job done. This budget recommends a one-time allocation for talent marketing in the amount of \$5 million to support stronger career connections. To help Michiganders get the skills they need to meet the demands of incoming jobs, a 32 percent increase to the Going Pro programs will help ensure that we are training job seekers to be professionals in their field of choice, whether it's professional trades, information technology, or other high-demand occupations.

Michigan needs state of the art infrastructure

To support additional economic growth and an improved quality of life, the governor's budget incorporates the 2015 transportation package to ensure we continue on the path toward fixing Michigan's roads and bridges. The budget includes a \$214.3 million increase over the fiscal year 2017 levels for state and local roads, and \$15 million for transit and rail programs.

Michigan's infrastructure is more than just roads and bridges, and to assist with a complete state assessment of our infrastructure needs, the gov-

ernor created the 21st Century Infrastructure Commission. The commission has developed and published a report with recommendations on the best ways to improve Michigan's infrastructure.

The governor's budget recommends a \$20 million deposit into the Michigan Infrastructure Fund as a down payment on future infrastructure investments. In addition, \$2 million in supplemental funding is recommended to implement a pilot for a statewide asset management database to better align and coordinate infrastructure needs.

Michigan will provide accountable, quality education

State K-12 Appropriations Continue to Increase



Investing in our children helps ensure they are given the right tools to be personally successful and compete for good jobs in the global marketplace. The governor's executive recommendation again shows his commitment to the students of this state by increasing educational funding for the seventh year in a row.

The governor's commitment to helping at-risk youth is also clear. This budget recommendation provides for an increase of \$150 million – to a total of \$529 million – to ensure that children are getting the help they need. All districts and public school academies will be eligible to receive \$778 per pupil to assist at-risk students, an increase of

\$105 per pupil. Program accountability measures are strengthened under the budget recommendation, as well.

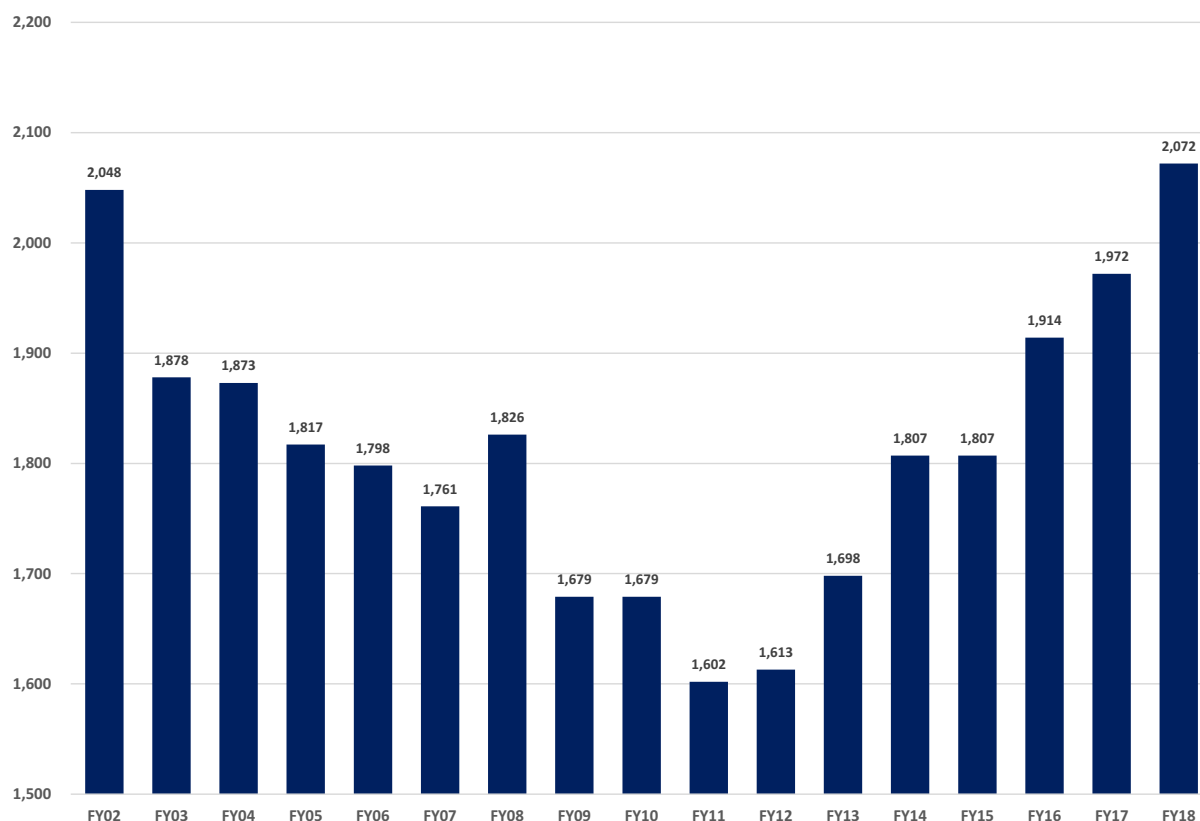
In order to excel in school, children must be healthy and focused on learning. The highly successful Pathways to Potential program has been strongly supported by the governor since its inception. The program positions state social workers inside school buildings where they can better serve the needs of the community. The governor again recommends support for this program with an additional \$5.6 million to ensure children and families have easy access to the services they need.

Michigan has strong communities

Ensuring the safety and security of Michiganders has been a top priority for Governor Snyder since he first took office. The gover-

nor recommends another State Police recruit school, with \$9.2 million to fund 100 new trooper recruits.

MSP Enlisted Strength at Highest Level in 15 Years
As of the End of the Fiscal Year



Each passing year, crimes are becoming more sophisticated, which includes cyber criminals who are attempting to perpetrate crimes against unknowing victims through computer networks. The need to stay ahead of this technological curve is more important than ever. So, the governor is calling for increased spending in the areas of cyber security, computer crimes, and forensics. In addition, a total of \$7 million in new funding is recommended to further secure state networks and systems from unwanted intrusion.

The ability for law enforcement to communicate during times of crisis and during the course of their work day is essential in order to provide for quick and effective first response. The governor is recommending a \$5 million investment in the statewide public safety communications system to replace outdated 1990s-era equipment.

To better prepare Michigan for the future, the governor also recommends significant investments in the areas of drinking water, particularly when it comes to protecting children. To promote their health and safety, it is recommended that \$4.5 million of the state's General Fund be allocated to the statewide school drinking water quality program.

Michigan also faces the potential for air pollutants from a relatively new risk regarding chemicals that have contaminated soil or ground water, which are now impacting the indoor air quality of overlying buildings. The governor recommends \$4.9 million to continue a Vapor Intrusion Program to address this risk.

For future generations to flourish, they need to be unburdened by unaddressed costs left behind by former generations. In keeping with the strong financial principles the governor has shown in past budgets, he is recommending lowering the assumed rate of investment return for the state's retirement systems from 8 percent to 7.5 percent. This more conservative assumption will require additional state investments into the retirement systems now, but will ensure that pension trust funds will be sufficient in the future to pay the benefits that have been earned.

Adopting a more conservative rate of return on investments builds a stronger path for Michigan to pay off its long-term liabilities in a responsible way. The state will reduce risk, remain on track to eliminate the liability entirely by the year 2038, and protect the retirement systems that many older Michiganders will be relying on in their senior years.

Strong communities require healthy residents. The governor recommends key investments to assist Michigan's most vulnerable populations so they too can begin the path toward our future.

An increase of \$45 million is recommended to support wage increases to direct care workers within Michigan's mental health system. These workers provide critically needed hands-on care, but the workforce has experienced high turnover rates.

The governor recommends new investments in the state's psychiatric hospitals, including \$7.2 million to enhance hospital staffing to better address the increasingly serious needs of patients in these facilities. Additionally, the budget authorizes planning for a new state psychiatric hospital.

The budget includes \$11.3 million to improve staffing for adult services to the elderly and disabled. A growing senior population has increased case-loads in these programs that promote independent living and ensure seniors are protected from abuse and exploitation. Another \$3.6 million aims to reduce current wait lists for home-delivered meals and in-home services.

The budget recommendation recognizes critical needs in the foster care system by investing \$3.6 million to better recruit, train, and support foster families and to provide enhanced services to older foster youth that are aging out of the system.

The governor recommends additional investments to assist low-income families in Michigan, including a boost in the annual clothing allowance for children in low-income families receiving state cash assistance and funding to continue the "Heat

and Eat” program which results in increased federal food assistance payments to eligible Michigan households.

The governor also recommends an increase of \$3.7 million to allow the state’s homeless emergency shelters to better transition homeless citizens to permanent, stable housing.

A note about the state’s savings account

Responsible budgeting means putting money away for a rainy day. In a family budget, this can help in preparation for the cost of an unexpected car repair or medical expense. To help Michigan’s fiscal position, the state has been setting aside money in its rainy day fund, officially known as the Countercyclical

The budget maintains support for the Healthy Michigan Plan, which now provides health care coverage for over 600,000 Michigan residents. This model program has reduced state-financed health care expenditures, increased health insurance coverage for Michigan citizens, and reduced uncompensated care at Michigan hospitals.

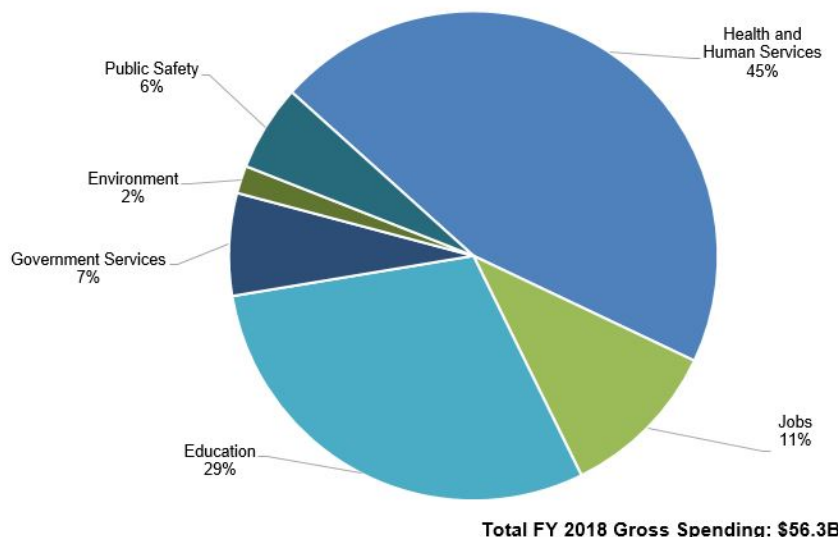
Budget and Economic Stabilization Fund. When Governor Snyder took office, the rainy day fund balance had been depleted to just \$2 million. Through smart and responsible budgeting during the past six years, this new budget will see the rainy day fund balance soar to \$1 billion.

The Complete Path for the 2018 Budget

The recommendations for the 2018 budget, including all state and federal revenue totals, stands at \$56.3 billion. Education

combined with health and human services account for almost three quarters of the total budget.

Almost Three Quarters of the Total Spending is Dedicated to Education and Health and Human Services





DEPARTMENT DETAIL

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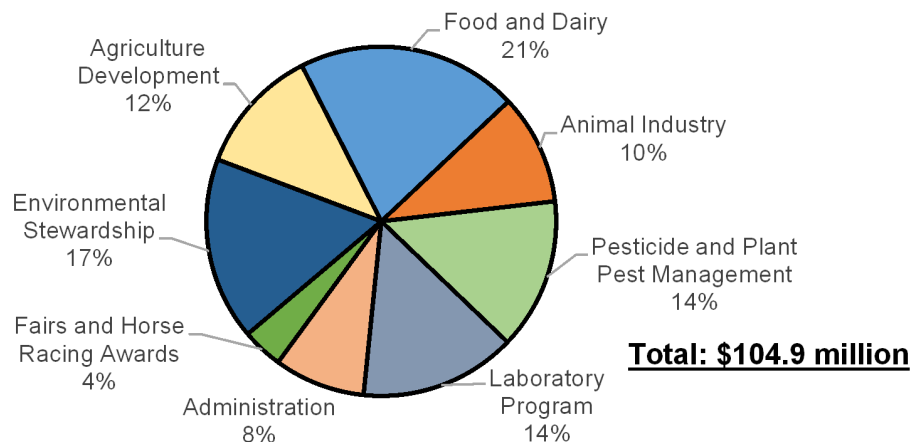
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Department of Agriculture and Rural Development

Funding for the Department of Agriculture and Rural Development supports food safety, human and animal health, economic development, environmental sustainability and efficient, effective government within the state through a variety of programs. *The governor's proposed budget for fiscal year 2018 recommends total funding of \$104.9 million, of which \$56.6 million is general fund. Of that amount, \$4.2 million is recommended as one-time funding. The recommendation for fiscal year 2019 is \$100.7 million, of which \$52.4 is general fund.*

Funding Supports Food Safety and Environmental Protection Programs



Highlights of Governor's Budget Recommendation

- ◆ Included in the governor's fiscal year 2018 recommendation is \$3.2 million general fund to expand food and agriculture investment programs that will attract new, mid-sized food and agriculture processing companies looking to expand to rural areas throughout the state.

Funding also supports new staff in the International Marketing and Export Assistance program to conduct market research and promote the presence of Michigan companies and their products both nationally and internationally.

"Food and Ag account for over \$100 billion dollar impact on the state of Michigan. We have had nearly \$3 billion dollars in exports just this last year."

Governor Snyder
January 17, 2017

- ◆ The governor's recommendation maintains \$399,000 general fund to support continued

animal agriculture initiatives within the Michigan Department of Agriculture and Rural

Development. The budget further supports animal agriculture initiatives and agriculture based workforce development initiatives with one-time funding of \$3.7 million in the Higher Education budget. This funding includes \$2.5 million to support partnership efforts between Michigan State University and Michigan's livestock and poultry industry to address issues such as emerging and persistent infectious diseases, nutrient management, and food safety, as well as \$1.2 million for agriculture based workforce development initiatives.

- ♦ The Executive Recommendation includes one-time funding of \$1.5 million to support the Michigan Tree Fruit Commission and the completion of their industry assessment over the next three years. Funding will be used to provide tree fruit research stations with necessary infrastructure and equipment upgrades.
- ♦ The governor's recommendation includes \$1.1 million, of which \$980,000 is general fund, to support the implementation of food and dairy safety requirements under the Food Safety Modernization Act and the Pasteurized Milk Ordinance.
- ♦ The governor proposes one-time funding of \$1 million general fund to support an enhanced wildlife risk management program to assist cattle producers in the highest risk regions of the state for bovine tuberculosis. Funding will be used to complete assessments of cattle farms and implement measures that will pre-

vent the cohabitation of deer and cattle and mitigate the spread of bovine tuberculosis.

- ♦ Double Up Food Bucks is a statewide incentive program that provides Michigan's low income residents who receive food assistance benefits through the Department of Health and Human Services with a dollar-to-dollar match, up to \$20 per day, to buy fresh fruits and vegetables. The governor's budget includes one-time funding of \$750,000 general fund to enhance the Double Up Food Bucks Program in targeted areas throughout the state, including Grand Rapids, Muskegon, Kalamazoo, Battle Creek, Southeast Michigan, and the Greater Grand Traverse area. Funding will provide match money for a three-year federal USDA Food Insecurity Nutritional Incentives Grant to support technology, outreach and communications of year-round nutritional incentives for food assistance recipients in the targeted areas. In addition, \$680,000 in one-time general fund support is provided to maintain the expanded Double Up Food Bucks efforts in Flint, as well as additional water testing at local food establishments.
- ♦ Public Act 93 of 1981 created the Right to Farm Act to help Michigan farmers protect the environment and minimize nuisance concerns. The governor proposes \$384,000 general fund to expand the Right to Farm program to meet the anticipated increase in Right to Farm assistance requests.

**Executive Recommendation
Agriculture and Rural Development
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$47,536.9	\$91,711.3	\$52,402.0	\$100,748.7	\$52,402.0	\$100,748.7
One-Time Funding	\$2,390.0	\$2,390.0	\$4,180.0	\$4,180.1	\$0.0	\$0.0
Total Funding	\$49,926.9	\$94,101.3	\$56,582.0	\$104,928.8	\$52,402.0	\$100,748.7
% Change from Previous Year						
Ongoing Funding			10.2%	9.9%	0.0%	0.0%
One-Time Funding			74.9%	74.9%	(100.0%)	(100.0%)
Total Funding			13.3%	11.5%	(7.4%)	(4.0%)

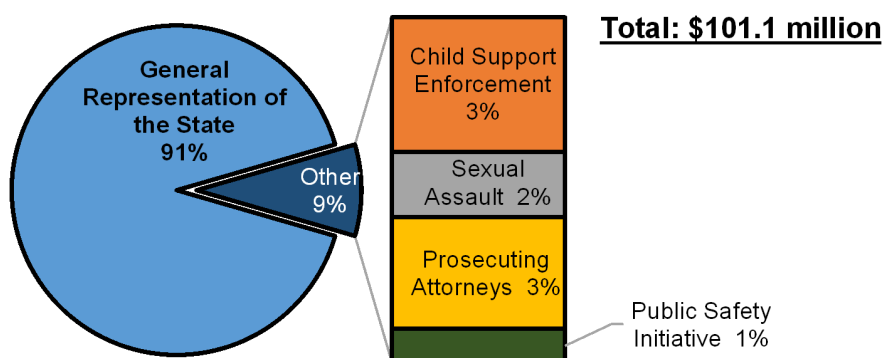
Programs					
Food and Dairy		\$12,991.2	\$21,158.7	\$12,991.2	\$21,158.7
Environmental Stewardship		\$6,232.2	\$17,517.5	\$6,232.2	\$17,517.5
Laboratory Program		\$6,647.4	\$15,162.3	\$6,647.4	\$15,162.3
Pesticide and Plant Pest Management		\$5,843.9	\$14,692.3	\$5,843.9	\$14,692.3
Animal Industry		\$8,806.8	\$9,716.3	\$8,806.8	\$9,716.3
Agriculture Development		\$4,362.5	\$9,690.7	\$4,362.5	\$9,690.7
Administration		\$7,217.5	\$8,843.2	\$7,217.5	\$8,843.2
Fairs and Horse Racing Awards		\$300.5	\$3,967.7	\$300.5	\$3,967.7
Total Ongoing Recommendation		\$52,402.0	\$100,748.7	\$52,402.0	100,748.7
Tree Fruit Commission		\$1,500.0	\$1,500.0	\$0.0	\$0.0
Enhanced Wildlife Risk Management Project		\$1,000.0	\$1,000.0	\$0.0	\$0.0
Double Up Food Bucks		\$750.0	\$750.0	\$0.0	\$0.0
Drinking Water Declaration of Emergency		\$680.0	\$680.1	\$0.0	\$0.0
Intercounty Drain		\$250.0	\$250.0	\$0.0	\$0.0
Total One-Time Recommendation		\$4,180.0	\$4,180.1	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$56,582.0	\$104,928.8	\$52,402.0	\$100,748.7



Department of the Attorney General

As the lawyer for the State of Michigan, the Attorney General provides legal advice and representation to state officials and agencies and, when warranted, initiates legal action on behalf of the residents of Michigan. The Attorney General also receives and investigates consumer complaints and enforces child support orders. *The governor's proposed budget for fiscal year 2018 recommends total ongoing funding of \$101.1 million, of which \$40.3 million is general fund. This includes one-time funding of \$750,000 general fund. The recommendation for fiscal year 2019 is \$100.4 million, of which \$39.5 million is general fund.*

Attorney General Provides Legal Services on Behalf of the Public



Highlights of Governor's Budget Recommendation

- ♦ The Executive Budget includes \$92 million for Attorney General programs and support services, including funding for 295 attorneys who represent state interests in both state and federal courts, support minors who are victims of abuse and neglect, investigate and prosecute Medicaid provider fraud, and mediate complaints regarding deceptive practices which harm consumers. This includes the following initiatives:
 - An additional \$732,000 is provided for investigations and enforcement efforts regarding unlicensed builders, realtors, and accountants.
 - The department will continue supporting the recommendations of the Michigan Prescription Drug and Opioid Abuse Task Force with \$700,000.
 - The OK2SAY program, which is focused on student safety, is continued with \$470,000. The State Police budget includes \$608,300 to maintain the OK2SAY call center operations.
 - An additional \$375,000 in regulatory fees will fund new responsibilities regarding medical marijuana enforcement activities.
- ♦ The Child Support Enforcement Division is supported with \$3.5 million. The Child Support Enforcement Division prosecutes parents

who are able to pay their court-ordered obligations but fail to do so.

- ♦ The Governor recommends \$2.1 million for the Prosecuting Attorneys Coordinating Council for continuing professional education, case management support, and legal research for local prosecutors in Michigan. In addition, the Executive Budget includes \$750,000 in one-

time funds to assist prosecutors in fulfilling their responsibilities to reconsider cases of juveniles sentenced to life without parole.

- ♦ The Governor's commitments to justice for rape victims and his public safety initiative are continued with \$1.7 million and \$906,200, respectively.

**Executive Recommendation
Attorney General
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$38,440.5	\$97,085.8	\$39,548.6	\$100,318.8	\$39,548.6	\$100,443.8
One-Time Funding	\$4,400.0	\$4,400.0	\$750.0	\$750.0	\$0.0	\$0.0
Total Funding	\$42,840.5	\$101,485.8	\$40,298.6	\$101,068.8	\$39,548.6	\$100,443.8
% Change from Previous Year						
Ongoing Funding			2.9%	3.3%	0.0%	0.1%
One-Time Funding			(83.0%)	(83.0%)	(100.0%)	(100.0%)
Total Funding			(5.9%)	(0.4%)	(1.9%)	(0.6%)

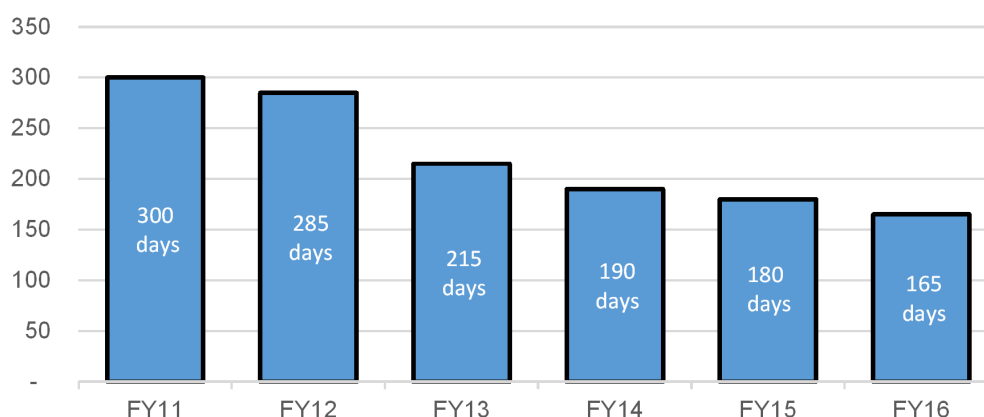
Programs				
Attorney General Operations	\$34,415.9	\$92,015.7	\$34,415.9	\$92,140.7
Child Support Enforcement	\$887.7	\$3,525.0	\$887.7	\$3,525.0
Prosecuting Attorneys Coordinating Council	\$1,622.4	\$2,155.5	\$1,622.4	\$2,155.5
Sexual Assault Law Enforcement	\$1,716.4	\$1,716.4	\$1,716.4	\$1,716.4
Public Safety Initiative	\$906.2	\$906.2	\$906.2	\$906.2
Total Ongoing Recommendation	\$39,548.6	\$100,318.8	\$39,548.6	100,443.8
Juvenile Life Without Parole Cases	\$750.0	\$750.0	\$0.0	\$0.0
Total One-Time Recommendation	\$750.0	\$750.0	\$0.0	\$0.0
TOTAL RECOMMENDATION	\$40,298.6	\$101,068.8	\$39,548.6	\$100,443.8



Department of Civil Rights

The Michigan Department of Civil Rights works to prevent discrimination through educational initiatives that promote voluntary compliance with civil rights laws. The department also investigates and resolves discrimination complaints. The Civil Rights Commission, appointed by the governor, is charged by the Michigan state constitution with investigating alleged discrimination against Michigan residents and securing the equal protection of civil rights. The Department of Civil Rights also provides support for the Women's Commission and staff to help enforce the Americans with Disabilities Act. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total ongoing funding of \$16.1 million, of which \$12.9 million is general fund.*

Time to Complete Investigations at Historically Low Levels
(Average Number of Days)



Highlights of Governor's Budget Recommendation

- ♦ The governor's recommendation supports continuation of activities in the department's intake center to streamline procedures and reduce the amount of time needed to complete a civil rights investigation. In fiscal year 2016, the average time to complete an investigation was 165 days, a 45 percent improvement in 5 years. The budget maintains \$6.9 million in support of enforcement efforts.
- ♦ The Executive Recommendation maintains \$250,000 to Advocates and Leaders for Police and Community Trust (ALPACT), which brings state, federal, and local law enforcement leaders together with community and religious leaders to address trust issues between police and the communities they serve. The program is now active in eleven cities across the state.
- ♦ The department also ensures individuals who are Deaf, DeafBlind, and Hard of Hearing have equal access to services and provides testing, certification, and specialized endorsements for American Sign Language Interpreters. The agency has expanded services in the Deaf, DeafBlind, and Hard of Hearing community across the state, and the governor's budget maintains \$800,400 in support of this effort.

**Executive Recommendation
Civil Rights
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$12,771.3	\$15,998.5	\$12,856.6	\$16,099.6	\$12,856.6	\$16,099.6
One-Time Funding	\$250.0	\$250.0	\$0.0	\$0.0	\$0.0	\$0.0
Total Funding	\$13,021.3	\$16,248.5	\$12,856.6	\$16,099.6	\$12,856.6	\$16,099.6
% Change from Previous Year						
Ongoing Funding			0.7%	0.6%	0.0%	0.0%
One-Time Funding			(100.0%)	(100.0%)	0.0%	0.0%
Total Funding			(1.3%)	(0.9%)	0.0%	0.0%

Programs					
Civil Rights Operations		\$12,159.0	\$15,387.0	\$12,159.0	\$15,387.0
Information Technology		\$697.6	\$712.6	\$697.6	\$712.6
Total Ongoing Recommendation		\$12,856.6	\$16,099.6	\$12,856.6	\$16,099.6
Total One-Time Recommendation		\$0.0	\$0.0	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$12,856.6	\$16,099.6	\$12,856.6	\$16,099.6

Community Colleges

A key component of the state's education system, Michigan's 28 community colleges provide over 377,000 students with affordable access to postsecondary education opportunities. These institutions are integral to attaining the governor's goal of ensuring that at least 60 percent of Michigan residents have high-quality skills training, a degree or other credential by 2025. *The governor's proposed budget for fiscal year 2018 recommends total funding of \$398.2 million, of which \$3 million is general fund. The recommendation for fiscal year 2019 is \$405.4 million, of which \$2 million is general fund.*

Highlights of Governor's Budget Recommendation

- ◆ This proposed budget is a continuation of fiscal year 2017 operations funding of \$315.9 million, all School Aid Fund. Since fiscal year 2011, combined operations and retirement funding for community colleges has increased by nearly 33 percent, or \$96.2 million. This compares to an expected increase in inflation of just 9.7 percent over the same time period.
- ◆ The governor's budget continues to cap the amount of unfunded accrued liability contributions paid by community colleges to the Michigan Public School Employees Retirement System (MPERS), with the state making payments for amounts over the cap. For fiscal year 2018, the budget assumes a two-year phase-in to lower the assumed investment rate from 8 percent to 7.5 percent, based on long-term market analysis and recommended industry standards. The community college budget includes a total of \$76.2 million for community college retirement obligations.
- ◆ A one-time investment of \$1 million general fund is recommended to support the Michigan Transfer Network website. The Michigan Community College Association will receive the funding to enhance the website, making it easier for students to transfer credits among Michigan postsecondary institutions. Among other improvements, the enhanced site will allow students to access more information about which credits will transfer and apply toward a bachelor's degree at another college or university.
- ◆ Funding for a pilot of the Independent Part-Time Student Grants program is recommended at \$2 million, representing the first time since fiscal year 2009 that the program has been funded. This student financial aid program targets part-time adult students at community colleges who have completed at least 15 credit hours of postsecondary coursework and are near completion of a degree or other credential. The pilot will measure student success outcomes at each participating community college.
- ◆ State Building Authority rent payments of \$30.9 million, all general fund, support debt service for recently constructed community college building projects.
- ◆ In addition to the funds appropriated through the state budget, 25 out of 28 community colleges are receiving a total of \$15.7 million in fiscal year 2017 payments through the Local Community Stabilization Authority that are above and beyond the amounts needed for full reimbursement of revenue losses resulting from Personal Property Tax reform approved by the state's voters in 2014. Such payments will continue in future years under current law.

FY 2018 Community Colleges Funding (\$ in thousands)	
Community College	Operations Funding
Alpena	\$5,544.7
Bay de Noc	5,560.9
Delta	14,907.7
Glen Oaks	2,586.9
Gogebic	4,577.8
Grand Rapids	18,450.5
Henry Ford	22,176.0
Jackson	12,397.6
Kalamazoo Valley	12,873.9
Kellogg	10,087.5
Kirtland	3,270.0
Lake Michigan	5,492.8
Lansing	31,677.3
Macomb	33,681.8
Mid Michigan	4,834.1
Monroe County	4,636.7
Montcalm	3,343.1
Mott	16,115.5
Muskegon	9,150.6
North Central MI	3,290.4
Northwestern MI	9,318.0
Oakland	21,770.9
Schoolcraft	12,909.3
Southwestern MI	6,732.5
St. Clair	7,259.3
Washtenaw	13,534.0
Wayne County	17,234.2
West Shore	2,478.0
Operations Subtotal:	\$315,892.0
MPERS Retirement Subtotal:	\$76,150.6
Total:	\$392,042.6

Executive Recommendation
Community Colleges
(\$ in Thousands)

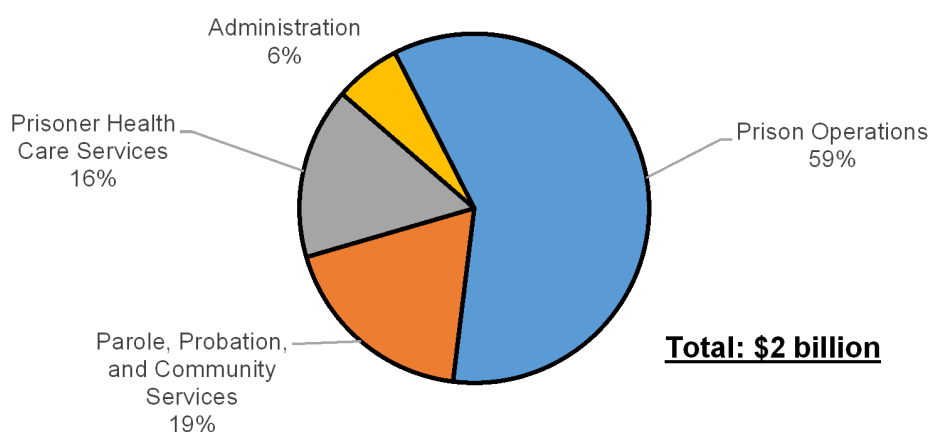
	FY2017 Current Law			FY2018 Recommendation			FY2019 Recommendation		
	GF/GP	School Aid	Gross	GF/GP	School Aid	Gross	GF/GP	School Aid	Gross
Ongoing Funding	\$135,510.8	\$260,414.8	\$395,925.6	\$2,000.0	\$391,530.6	\$393,530.6	\$2,000.0	\$396,215.6	\$398,215.6
One-Time Funding	\$0.0	\$0.0	\$0.0	\$1,025.0	\$3,612.0	\$4,637.0	\$0.0	\$7,225.0	\$7,225.0
Total Funding	\$135,510.8	\$260,414.8	\$395,925.6	\$3,025.0	\$395,142.6	\$398,167.6	\$2,000.0	\$403,440.6	\$405,440.6
% Change from Previous Year									
<i>Ongoing Funding</i>				(98.5%)	50.3%	(0.6%)	0.0%	1.2%	1.2%
<i>One-Time Funding</i>				0.0%	0.0%	0.0%	(100.0%)	100.0%	55.8%
<i>Total Funding</i>				(97.8%)	51.7%	0.6%	(33.9%)	2.1%	1.8%
Programs:									
Community College Operations	\$0.0	\$315,892.0	\$315,892.0	\$0.0	\$315,892.0	\$315,892.0	\$0.0	\$315,892.0	\$315,892.0
Michigan Public School Employees Retirement System	\$0.0	\$72,538.6	\$72,538.6	\$0.0	\$77,223.6	\$77,223.6	\$0.0	\$77,223.6	\$77,223.6
Renaissance Zone Tax Reimbursements	\$0.0	\$3,100.0	\$3,100.0	\$0.0	\$3,100.0	\$3,100.0	\$0.0	\$3,100.0	\$3,100.0
Student Financial Aid	\$2,000.0	\$0.0	\$2,000.0	\$2,000.0	\$0.0	\$2,000.0	\$2,000.0	\$0.0	\$2,000.0
Total Ongoing Recommendation	\$2,000.0	\$391,530.6	\$393,530.6	\$2,000.0	\$396,215.6	\$398,215.6	\$2,000.0	\$396,215.6	\$398,215.6
Michigan Public School Employees Retirement System	\$0.0	\$3,612.0	\$3,612.0	\$0.0	\$7,225.0	\$7,225.0	\$0.0	\$7,225.0	\$7,225.0
Michigan Transfer Network	\$1,025.0	\$0.0	\$1,025.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Total One-Time Recommendation	\$1,025.0	\$3,612.0	\$4,637.0	\$0.0	\$7,225.0	\$7,225.0	\$0.0	\$7,225.0	\$7,225.0
TOTAL RECOMMENDATION	\$3,025.0	\$395,142.6	\$398,167.6	\$2,000.0	\$403,440.6	\$405,440.6	\$2,000.0	\$403,440.6	\$405,440.6



Department of Corrections

The Department of Corrections provides custody and care for Michigan's prisoner population while maintaining oversight and supervision of parolees and felony probationers. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total ongoing funding of \$2 billion, of which \$1.96 billion is general fund. The recommendation for fiscal year 2018 also includes \$4.4 million general fund in one-time funding.*

94% of Budget Supports Offender Supervision and Care

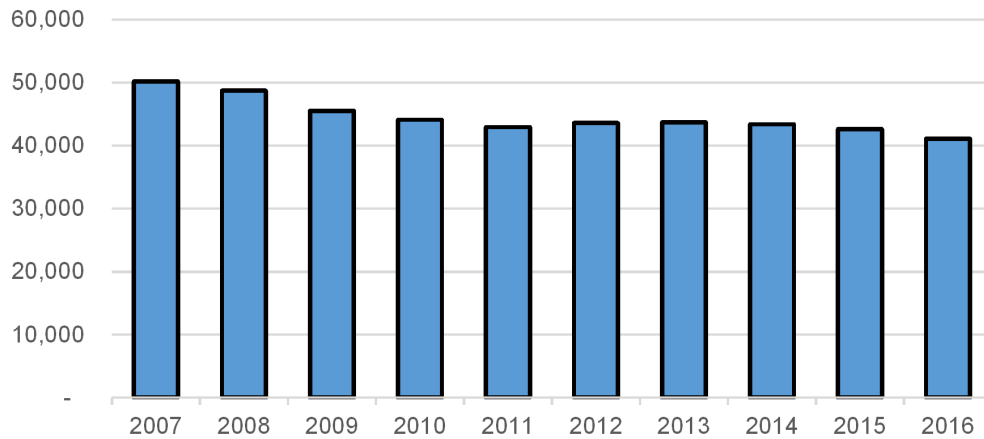


Highlights of Governor's Budget Recommendation

- ♦ The governor remains committed to tightly controlling corrections costs while ensuring public safety. Corrections funding has not exceeded \$2 billion since fiscal year 2014.
- ♦ The Executive Budget maintains \$2 million general fund for Vocational Village expansion. The program includes a variety of intensive

skilled trades curriculums through which prisoners can earn nationally recognized certifications before returning to their communities. This funding enables two hundred prisoners in Jackson to live and learn with their peers in a positive and productive environment.

Prison Population Down Nearly 20% in Ten Years



Investing in Alternative Sentencing and Secure Prisons

- ♦ To provide an alternative sentencing option for probation violators, the governor's budget invests \$1.5 million general fund for the West-side Residential Alternative to Prison program. Alternative sentencing programs helps save taxpayer dollars by diverting offenders from more expensive prison commitment.
- ♦ The budget includes \$4.4 million general fund to support a corrections officer academy with the anticipation of graduating 177 corrections officers. The additional officers will help meet the personnel needs of the department to ensure the safe and secure operations of Michigan's prisons.

**Executive Recommendation
Corrections
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$1,942,970.5	\$1,993,260.3	\$1,959,774.6	\$2,010,060.2	\$1,959,774.6	\$2,010,060.2
One-Time Funding	\$8,987.4	\$9,468.7	\$4,359.0	\$4,359.0	\$0.0	\$0.0
Total Funding	\$1,951,957.9	\$2,002,729.0	\$1,964,133.6	\$2,014,419.2	\$1,959,774.6	\$2,010,060.2
% Change from Previous Year						
Ongoing Funding			0.9%	0.8%	0.0%	0.0%
One-Time Funding			(51.5%)	(54.0%)	(100.0%)	(100.0%)
Total Funding			0.6%	0.6%	(0.2%)	(0.2%)

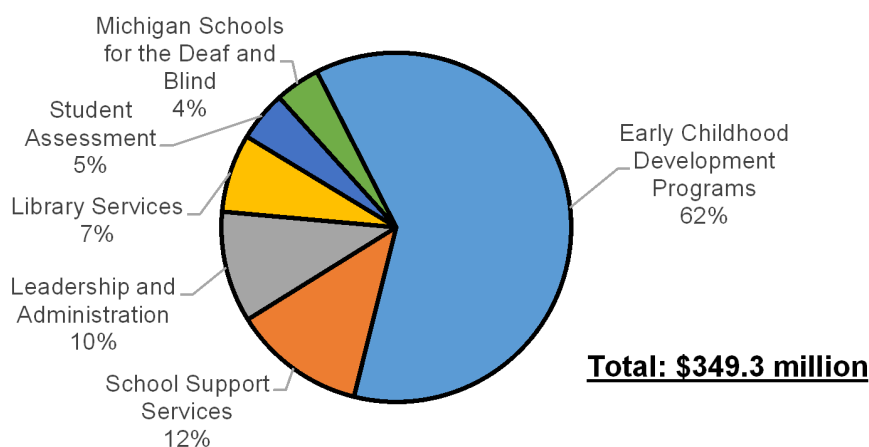
Programs					
Prison Operations		\$1,190,677.0	\$1,197,391.4	\$1,190,677.0	\$1,197,391.4
Parole, Probation, and Community Services		\$349,410.8	\$373,599.5	\$349,410.8	\$373,599.5
Prisoner Health Care Services		\$319,177.5	\$320,061.4	\$319,177.5	\$320,061.4
Administration		\$100,509.3	\$119,007.9	\$100,509.3	\$119,007.9
Total Ongoing Recommendation		\$1,959,774.6	\$2,010,060.2	\$1,959,774.6	\$2,010,060.2
New Custody Staff Training		\$4,359.0	\$4,359.0	\$0.0	\$0.0
Total One-Time Recommendation		\$4,359.0	\$4,359.0	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$1,964,133.6	\$2,014,419.2	\$1,959,774.6	\$2,010,060.2



Department of Education

Leadership for Michigan's public education system is vested by the Michigan state constitution in the elected members of the State Board of Education and the Superintendent of Public Instruction. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total ongoing funding of \$349.3 million, of which \$81 million is general fund.*

62% of the Budget Supports Early Childhood Programs



Highlights of Governor's Budget Recommendation

The fiscal year 2018 budget recommendation builds on the educational priorities of past budgets by improving access to quality childcare and student academic outcomes.

Improving Access to Quality Childcare

- ♦ To provide low-income families greater access to high-quality child care, the Executive Budget includes an additional \$27.2 million (\$8.4 million general fund) in fiscal year 2018 and \$6.8 million (\$2.1 million general fund) in fiscal year 2017 to increase the reimbursement rate for providers offering child care services through the Child Development and Care Program. The investment represents a 20 percent increase in the amount paid to providers and will bring Michigan's rates closer to the federally recommended 75th percentile of market rate for the cost of child care in the state.
- ♦ To improve the safety and well-being of children receiving care, the governor is recommending \$1.4 million in fiscal year 2018 to monitor and support providers giving care in their own home or a child's home and \$7.1 million in the current year for fingerprinting and background checks on people employed in childcare facilities.
- ♦ In addition, the recommended current year proposal includes \$1.5 million for technology improvements to successfully implement program changes and to improve program administration.
- ♦ These investments will allow the state to match all available federal Child Care Development Fund allocations in fiscal year 2018, securing additional resources for program expansion and quality improvement efforts.

Improving Student Academic Outcomes

- ◆ Due to declining federal revenue, the department has been unable to maintain staffing levels in its student assessment and accountability offices. To ensure the state can continue to support schools and students with reliable assessment data, the Executive Budget includes \$2.6 million to fill these vacant positions.
- ◆ The Governor's budget also recommends \$640,000 to support partnership liaisons in the department to work with academically challenged districts to identify school needs, develop intervention plans, and partner with public, private, and non-profit organizations to coordinate resources and drive school-wide

improvement. There is a corresponding recommendation of \$3 million in the school aid budget to provide funding for district interventions.

Local Community Stabilization Authority Payments

- ◆ In addition to the funds appropriated through the state budget, 149 district libraries are receiving a total of \$4.7 million in fiscal year 2017 payments through the Local Community Stabilization Authority that are above and beyond the amounts needed for full reimbursement of revenue losses resulting from Personal Property Tax reform approved by the state's voters in 2014. Such payments will continue in future years under current law.

**Executive Recommendation
Education
(\$ in Thousands)**

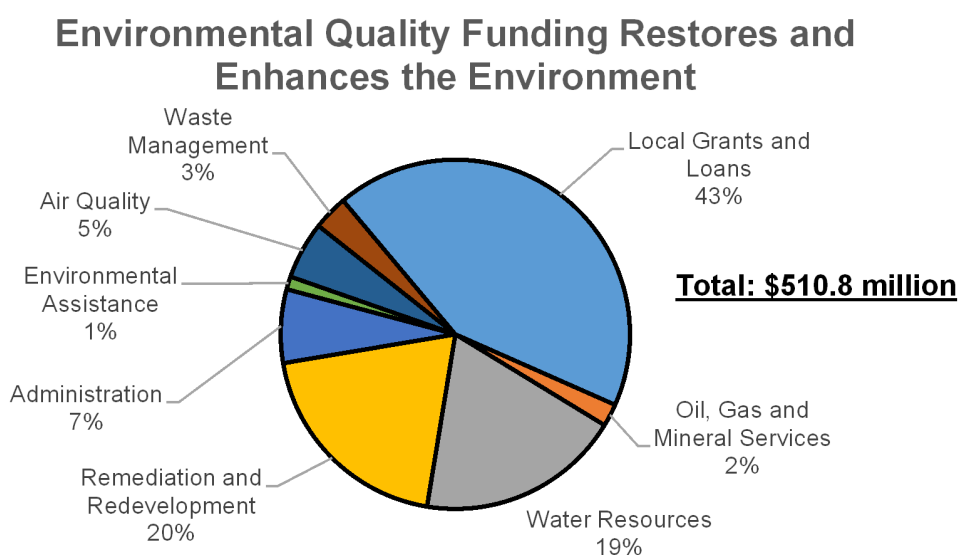
	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$71,181.2	\$318,925.1	\$81,035.7	\$349,309.4	\$81,035.7	\$349,309.4
One-Time Funding	\$5,000.0	\$13,050.1	\$0.0	\$0.1	\$0.0	\$0.0
Total Funding	\$76,181.2	\$331,975.2	\$81,035.7	\$349,309.5	\$81,035.7	\$349,309.4
% Change from Previous Year						
Ongoing Funding			13.8%	9.5%	0.0%	0.0%
One-Time Funding			(100.0%)	(100.0%)	0.0%	(100.0%)
Total Funding			6.4%	5.2%	0.0%	(0.0%)

Programs				
Early Childhood Development Programs	\$41,303.3	\$214,444.0	\$41,303.3	\$214,444.0
School Support Services	\$7,726.6	\$42,789.1	\$7,726.6	\$42,789.1
Leadership and Administration	\$8,851.2	\$35,941.0	\$8,851.2	\$35,941.0
Library Services	\$19,455.5	\$25,366.9	\$19,455.5	\$25,366.9
Student Assessment	\$3,699.1	\$16,216.3	\$3,699.1	\$16,216.3
Michigan Schools for the Deaf and Blind	\$0.0	\$14,552.1	\$0.0	\$14,552.1
Total Ongoing Recommendation	\$81,035.7	\$349,309.4	\$81,035.7	349,309.4
Drinking Water Declaration of Emergency	\$0.0	\$0.1	\$0.0	\$0.0
Total One-Time Recommendation	\$0.0	\$0.1	\$0.0	\$0.0
TOTAL RECOMMENDATION	\$81,035.7	\$349,309.5	\$81,035.7	\$349,309.4



Department of Environmental Quality

Funding for the Department of Environmental Quality (DEQ) supports regulatory programs that protect public health, including water, land and air quality management, and environmental stewardship programs that restore and enhance Michigan's environment and preserve our natural resources while supporting economic growth. *The governor's proposed budget for fiscal year 2018 recommends total funding of \$510.8 million, of which \$51.3 million is general fund. This includes one-time funding of \$15.9 million, of which \$1 million is general fund. The recommendation for fiscal year 2019 is \$432.9 million, of which \$50.3 million is general fund.*



Highlights of Governor's Budget Recommendation

The fiscal year 2018 Executive Recommendation focuses on assuring Michigan's water quality, promoting redevelopment of contaminated sites, protecting human health and the environment, and supporting compliance assistance to minimize environmental risks.

- ♦ Michigan has a number of sites where there are potential health risks from existing contamination due to volatile chemical substances left in the ground from previous spills or releases, commonly known as vapor intrusion. Vapor intrusion occurs when vapors from these spills migrate through the soil and/or groundwater to adjacent properties and can lead to contamination of indoor air and can impact public health. The Governor proposes \$4.9 million (\$4.8 million general fund) for establishment of a multi-agency program to address this emerging issue. The department will receive \$2.7 million to fund its work with the Department of Health and Human Services to review and prioritize sites, conduct sampling, evaluate health risks, implement risk reduction measures, and mitigate source contamination.
- ♦ The oil and gas program is responsible for protecting public health and the environment while supporting oil and gas development. This program is funded by a fee on oil and gas produced in Michigan. Program staff are

responsible for reviewing new permit applications, conducting site inspections, and monitoring oil and gas production. In late 2014, oil and gas prices began to drop and no significant price increases are projected in the near future. As a result, the governor recommends \$4 million general fund to offset the declining restricted fund revenues.

- ♦ The federal Drinking Water Revolving Fund provides local governments with low interest loans for infrastructure improvements to their drinking water systems. This federal grant requires a 20 percent state match which is met by a combination of general fund and revolving loan interest funds generated when local governments repay their debt. The governor's recommendation includes an additional \$2.95 million general fund appropriation to fully leverage an available \$25 million in federal support.

- ♦ The air quality program is responsible for regulating sources of air pollutants to minimize adverse impacts on human health and the environment and is funded with a variety of funds including hazardous waste fees. Declines in hazardous waste have reduced available revenue. In order to fully fund the air quality program, the governor recommends \$1.4 million general fund to offset this decline in restricted revenue.
- ♦ The Clean Michigan Initiative Bond of 1998 authorized \$675 million for environmental cleanup and redevelopment. This source of funding, which supports cleanup and redevelopment activities, is expected to be exhausted at the end of fiscal year 2017. As a result, the governor recommends \$14.9 million one-time from the Refined Petroleum Fund to continue supporting cleanup and redevelopment activities until a more stable source of funding can be identified.

"There is still more work to do in Flint, and I remain committed to helping the residents recover and restore their city. Programs related to providing water filters, funding lead service line replacements, increasing access to health care, improving educational opportunities, growing Flint's economy, and more will continue."

Governor Rick Snyder
January 24, 2017

- ♦ The Governor's budget includes \$1 million one-time general fund for the Flint water emergency. Funding will be used for technical experts to provide operational/managerial expertise and on-site training to Flint water treatment plant operators and managers.
- ♦ One-time funding was provided in fiscal year 2017 to support lead and copper rule concerns within the city of Flint. The governor recommends expanding this program statewide by including \$2.6 million general fund for staff

to review water supply sampling plans and protocols, respond to reported elevated levels of lead or copper, evaluate the adequacy of corrosion control measures, provide technical assistance to locals, and provide public education.

- ♦ The Attorney General's office issued an opinion in August 2016 indicating that the department was responsible for overseeing the drinking water systems at 800 previously unregulated manufactured housing communi-

ties. The governor is recommending inclusion of \$508,500 general fund to support staff who will work with local health departments to ensure that public health standards are met at

all manufactured housing communities, to conduct sanitary surveys, to respond to complaints at communities, and to issue permits.

**Executive Recommendation
Environmental Quality
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$35,336.4	\$500,449.3	\$50,318.3	\$494,941.9	\$50,318.3	\$432,941.9
One-Time Funding	\$12,400.0	\$13,100.1	\$1,000.0	\$15,900.1	\$0.0	\$0.0
Total Funding	\$47,736.4	\$513,549.4	\$51,318.3	\$510,842.0	\$50,318.3	\$432,941.9
% Change from Previous Year						
Ongoing Funding			42.4%	(1.1%)	0.0%	(12.5%)
One-Time Funding			(91.9%)	21.4%	(100.0%)	(100.0%)
Total Funding			7.5%	(0.5%)	(1.9%)	(15.2%)
Programs						
Local Grants and Loans			\$5,500.0	\$218,294.6	\$5,500.0	\$156,294.6
Water Resources			\$22,924.7	\$95,477.1	\$22,924.7	\$95,477.1
Remediation and Redevelopment			\$2,565.5	\$85,996.9	\$2,565.5	\$85,996.9
Administration			\$5,762.2	\$34,765.0	\$5,762.2	\$34,765.0
Air Quality			\$5,814.0	\$27,132.4	\$5,814.0	\$27,132.4
Waste Management			\$1,011.8	\$16,454.3	\$1,011.8	\$16,454.3
Oil, Gas and Mineral Services			\$4,000.0	\$10,680.9	\$4,000.0	\$10,680.9
Environmental Assistance			\$2,740.1	\$6,140.7	\$2,740.1	\$6,140.7
Total Ongoing Recommendation			\$50,318.3	\$494,941.9	\$50,318.3	432,941.9
Environmental Cleanup and Redevelopment Program			\$0.0	\$14,900.0	\$0.0	\$0.0
Drinking Water Declaration of Emergency			\$1,000.0	\$1,000.1	\$0.0	\$0.0
Total One-Time Recommendation			\$1,000.0	\$15,900.1	\$0.0	\$0.0
TOTAL RECOMMENDATION			\$51,318.3	\$510,842.0	\$50,318.3	\$432,941.9

Executive Office

The Executive Office is the Office of the Governor. The budget provides funding for the governor and his immediate staff, who assist him in executing his constitutional responsibilities as chief executive of the State of Michigan. The Executive Office also includes funding for the lieutenant governor's office. The lieutenant governor performs gubernatorial functions in the governor's absence, presides over the Senate, serves on the State Administrative Board, and represents the governor at selected local, state and national meetings. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total funding of \$6.8 million, all general fund.*

Highlights of Governor's Budget Recommendation

- ♦ The Executive Budget includes \$1 million transferred into the Executive Office for the Office of Urban Initiatives. Primarily focused on business attraction, entrepreneurial start-ups, public transit, and other economic development needs, the Office of Urban Initiatives is currently housed within the Department of Technology, Management and Budget.

**Executive Recommendation
Executive Office
(\$ in Thousands)**

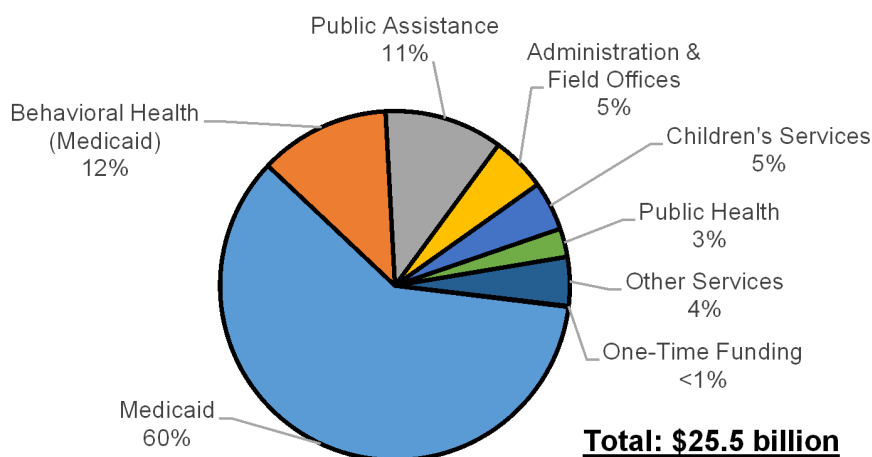
	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$5,636.3	\$5,636.3	\$6,848.5	\$6,848.5	\$6,848.5	\$6,848.5
One-Time Funding	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Total Funding	\$5,636.3	\$5,636.3	\$6,848.5	\$6,848.5	\$6,848.5	\$6,848.5
	% Change from Previous Year					
	Ongoing Funding		21.5%	21.5%	0.0%	0.0%
	One-Time Funding		0.0%	0.0%	0.0%	0.0%
	Total Funding		21.5%	21.5%	0.0%	0.0%

Programs				
Executive Office Operations		\$6,848.5	\$6,848.5	\$6,848.5
Total Ongoing Recommendation		\$6,848.5	\$6,848.5	\$6,848.5
Total One-Time Recommendation		\$0.0	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$6,848.5	\$6,848.5	\$6,848.5

Department of Health and Human Services

The Department of Health and Human Services (DHHS) is responsible for administering a multi-faceted approach to assisting families and individuals in meeting their financial, medical, and social service needs, as well as serving as the state's primary health policy organization and manager of publicly-funded health care systems. The department serves Michigan's low-income population through programs to provide financial and medical assistance. Both physical and mental health services are provided chiefly through enrollment in Medicaid and the Healthy Michigan Plan, and through support for local public health programs. The department moves people toward self-sufficiency through employment and training services, and works to prevent the abuse, neglect, and exploitation of children and vulnerable adults through direct services. Further, the department promotes and provides statewide health services programs such as chronic and communicable disease prevention, immunizations, newborn screening, and environmental health. *The governor's proposed budget for fiscal year 2018 recommends total funding of \$25.5 billion (\$4.5 billion general fund). This includes one-time funding of \$18.4 million (\$6.1 million general fund). The recommendation for fiscal year 2019 is \$25.4 billion, of which \$4.5 billion is general fund.*

Medicaid Equates to More Than 70% of Budget



Highlights of Governor's Budget Recommendation

- ♦ The Healthy Michigan Plan (HMP), which expands Medicaid health coverage to uninsured adults with incomes below 138 percent of the federal poverty level, was initiated in 2015 with support from the legislature. Over 600,000 Michigan residents are currently enrolled and receiving health care under HMP. Initially, the federal government covered 100

percent of HMP operating costs. However, federal law requires Michigan and other states to begin contributing toward costs, with the federal share equal to 94 percent in calendar year 2018. Total funding for HMP is recommended at \$4.1 billion, with a general fund match contribution of \$200.4 million. This general fund cost continues to be more than offset

by state savings, including those derived from federal Medicaid dollars that are now available for functions such as mental health services and corrections health care that were financed with state general fund prior to HMP.

- ♦ The governor's budget recommends two new investments to support low-income families in Michigan. The budget includes \$2.7 million in Temporary Assistance for Needy Families (TANF) funding to support an increase in the annual clothing allowance for children receiving assistance under the Family Independence Program. The current \$140 allowance is paid once per year in September prior to the

start of the school year. The governor is proposing to increase this annual payment to \$200 in fiscal year 2018. The governor also includes continuation funding for the "Heat and Eat" program, which maximizes federal food assistance benefits available to eligible recipients. Public Act 340 of 2016 provided \$6.8 million general fund for the program in the current fiscal year. Under the program, monthly food assistance benefits increase by an average of \$75 for around 338,000 Michigan families, an aggregate annual increase in food purchasing power for these households of over \$304 million.

"At a time when political tensions are high, it's refreshing to see policymakers come together on this important issue (Heat and Eat Program) to help curb hunger for Michigan residents, including seniors and people with disabilities."

Karen Holcomb-Merrill
Vice President, Michigan League for Public Policy
December 7, 2016

Behavioral Health Services

- ♦ The governor's budget includes new funding to support direct care workers who provide critical hands-on supports and services (e.g., personal care services, mobility support) to residents served through Michigan's community mental health system. An investment of \$45 million (\$14.2 million general fund) will increase payments to Pre-Paid Inpatient Health Plans responsible for managed care within the mental health system. Funding will support an estimated \$0.50 per hour increase in wages for this workforce, with the goal of reducing turnover among care providers and improving the quality and stability of services and supports.
- ♦ The governor is also recommending multiple investments to improve and expand care at state psychiatric hospitals. The budget

includes \$7.2 million (\$4.9 million general fund) to add 72 acute care staff across four state psychiatric facilities to better address the increasingly serious nature of the physical and behavioral health needs of patients receiving care in these facilities. Additionally, the capital outlay portion of the governor's budget provides planning authorization to support the construction of a new state psychiatric hospital to replace the aging Caro Center. This new facility will help provide a safer and more modern setting for state psychiatric hospital patients and staff.

Family and Children's Services

- ♦ The governor's budget proposes to increase administrative rates paid to private child placing agencies and residential service providers that serve foster children awaiting safe, permanent homes. The new rate structure is

based on an independent, third-party cost analysis for these entities, which considered the total costs of providing services to youth in their care. Funding of \$14.2 million (\$6.8 million general fund) is added to cover the proposed rate adjustments. In addition, the governor's budget reinstates the longstanding 50/50 cost sharing model between the state and counties for these administrative costs. "Hold harmless" provisions added to statute in recent years have exempted counties from their share of specific administrative costs. Policy changes that restore the traditional 50/50 cost sharing would result in \$8 million in state general fund savings.

- ♦ The DHHS provides independent living services to help foster youth aged 14 and older prepare for independence and transition to self-sufficiency as an adult. In 64 of Michigan's 83 counties, DHHS accomplishes that goal through the Michigan Youth Opportunities Initiative (MYOI), an enhanced program whose goal is to ensure that such children have successful outcomes in housing, education, employment, community engagement, and health. The governor's budget includes \$1.2 million to expand the MYOI program to all Michigan counties.
- ♦ Foster parents play a critical role in the future success of children in the child welfare system. To address the continuing challenge of recruiting and retaining well-trained foster parents, the governor's budget includes \$2.3 million (\$1.7 million general fund) to establish regional resource teams to recruit, train, and support foster families. The investment is expected to increase prospective foster parent inquiries, increase the number of licensed foster homes headed by non-related adults, increase foster home retention, and reduce the placement of youth in non-family settings. Achieving these goals is critical to meeting requirements to end federal court oversight of the state's foster care system.

- ♦ The governor's recommendation increases the per diem rates provided to the state's network of emergency homeless shelters. An investment of \$3.7 million general fund will increase the rates from \$12 to \$16 per night for each client served. The new funding will give shelters additional capacity to assist clients in navigating the complex process of applying for permanent, stable housing as well as other social services. This is a vital task that shelters are unable to adequately perform at current payment rates, which typically cover only the cost of overnight lodging and two basic meals.
- ♦ The governor's budget recommends an expansion of the Pathways to Potential program, which places Success Coaches in Michigan schools to reduce chronic absenteeism, connect families to appropriate community resources, and build school-community partnerships. This \$5.6 million (\$3.3 million general fund) investment will expand the program to new schools and improve caseload ratios at existing sites.
- ♦ The budget proposal provides \$500,000 in additional general fund support for the Food Bank Council of Michigan. The investment will allow the Council to purchase 3.6 million pounds of nutritious agricultural surplus from Michigan farms and farm cooperatives to provide 3 million additional meals to Michigan families.

Senior Services

- ♦ The governor recommends an investment of \$11.3 million (\$8.1 million general fund) to increase the number of department workers that provide adult protective services, independent living services, and adult community placement services. This investment will help ensure that elderly adults and persons with disabilities remain in the least restrictive care setting possible, receive appropriate services to support their daily needs, and are protected from abuse and exploitation.

- ♦ The recommended budget for DHHS includes a \$3.6 million general fund increase for senior services to address waiting lists for home-delivered meals and in-home services. This

builds on funding provided over the last three years that has yielded positive results for at-risk Michigan seniors.

“This is evidence that broader availability of insurance coverage for residents of Michigan is translating into coverage at the time when people are most in need of it – namely, when they are sick enough to be in the hospital... The Healthy Michigan Plan appears to be shifting the balance for almost all Michigan hospitals, to have a higher proportion of patients who have insurance coverage.”

Matthew M. Davis, M.D., M.P.H.
Institute for Healthcare Policy and Innovation
University of Michigan
June 21, 2016

Medicaid Services and Public Health

- ♦ The budget recommendation includes \$11.5 billion (\$1.8 billion general fund) for physical health medical services delivered through Michigan’s traditional Medicaid program. Eligibility for traditional Medicaid is largely limited to low-income children and pregnant women, low-income persons who are blind or have other disabilities, and elderly residents with low income and limited assets who need long-term care services. The Medicaid caseload for fiscal year 2018 is projected at 1.7 million recipients.
- ♦ The governor also recommends additional funds to support an improvement in the administration of the Medicaid Non-Emergency Medical Transportation (NEMT) benefit. NEMT is a federally-mandated Medicaid benefit that provides transportation services to persons otherwise unable to access transportation to their medical provider. Currently, the state contracts with a third-party broker to administer the NEMT benefit in Oakland, Wayne, and Macomb counties but relies on local DHHS offices to administer the benefit across the rest of the state. The budget pro-

vides \$12 million (\$3.4 million general fund) to support a new contract to serve additional Michigan counties in fiscal year 2018.

- ♦ The Executive Budget includes \$2 million general fund to address the public health threat posed by lead poisoning. The Child Lead Poisoning Elimination Board, created in Executive Order 2016-9, was charged with designing a coordinated, long-term strategy toward eliminating child lead poisoning in Michigan. It issued a report in November 2016 recommending expanded blood lead level testing, enhanced inspection and monitoring efforts, and better data sharing on child lead levels. It also recommended creating a permanent commission to coordinate these efforts. The investment will finance initial efforts in implementing these recommendations.

Resources for the People of Flint

The recommended budget for DHHS also provides resources for the continuation of programs to assist those affected by lead contamination in Flint. Specifically, the recommendation provides \$13.4 million (\$1.0 million general fund) for the following programs and initiatives:

- ♦ Funding supports the distribution of healthy food through food pantries, help centers, and summer food distribution programs (\$1.4 million). Additional resources are provided to support efforts to increase the consumption of fresh produce (\$7.8 million).
- ♦ Outreach and support services are provided to new mothers through a breastfeeding support initiative (\$300,000) and home visitations delivered through two evidence-based programs: Parents-as-Teachers (\$259,500) and the Nurse Family Partnership (\$500,000).
- ♦ The budget supports physical and behavioral health services provided through three school-based Child and Adolescent Health Centers in Flint (\$650,000) and provides funding to help establish primary care medical homes for Flint children through the Children's Health Access Program (\$375,000).
- ♦ Funding is provided to support needed toxicological services (\$122,100), lead poisoning surveillance, testing, treatment, and abatement (\$709,000), training funds to increase the number of lead abatement contractors (\$180,000), and the provision of water filters and water filter cartridges (\$1.0 million).

**Executive Recommendation
Health and Human Services
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$4,355,102.6	\$24,771,249.4	\$4,455,670.4	\$25,518,987.8	\$4,533,286.1	\$25,402,423.0
One-Time Funding	\$19,445.7	\$70,587.4	\$6,065.0	\$18,426.7	\$0.0	\$0.0
Total Funding	\$4,374,548.3	\$24,841,836.8	\$4,461,735.4	\$25,537,414.5	\$4,533,286.1	\$25,402,423.0
% Change from Previous Year						
Ongoing Funding			2.3%	3.0%	1.7%	(0.5%)
One-Time Funding			(68.8%)	(73.9%)	(100.0%)	(100.0%)
Total Funding			2.0%	2.8%	1.6%	(0.5%)

Programs				
Medicaid	\$1,922,885.7	\$15,349,841.5	\$1,988,818.8	\$15,203,478.4
Behavioral Health / Substance Abuse Services	\$1,014,174.6	\$3,087,023.8	\$1,016,856.3	\$3,087,866.2
Food Assistance	\$0.0	\$2,348,117.4	\$0.0	\$2,348,117.4
Administration and Field Operations	\$456,139.5	\$1,299,052.2	\$461,395.6	\$1,324,263.3
Children's Services Agency	\$419,697.9	\$1,160,590.5	\$419,697.9	\$1,160,590.5
Public Health / Maternal and Child Health Services	\$77,170.9	\$673,157.7	\$77,170.9	\$673,157.7
Other Public Assistance	\$129,940.5	\$445,992.8	\$129,940.5	\$445,992.8
State Psychiatric Hospitals / Forensic Center	\$226,413.8	\$304,729.4	\$226,413.8	\$304,729.4
Children's Special Health Care Services	\$118,462.4	\$261,221.1	\$118,462.4	\$261,221.1
Child Support Operations	\$24,062.2	\$168,441.7	\$24,062.2	\$168,441.7
Community Support Services	\$16,373.8	\$113,165.2	\$20,118.6	\$116,910.0
Disability Determination Services	\$3,465.5	\$112,613.9	\$3,465.5	\$112,613.9
Aging and Adult Services Agency	\$43,212.9	\$109,800.2	\$43,212.9	\$109,800.2
Crime Victim Services Commission	\$0.0	\$78,326.4	\$0.0	\$78,326.4
Child Welfare Licensing	\$3,670.7	\$6,914.0	\$3,670.7	\$6,914.0
Total Ongoing Recommendation	\$4,455,670.4	\$25,518,987.8	\$4,533,286.1	25,402,423
Drinking Water Declaration of Emergency	\$1,000.0	\$13,361.7	\$0.0	\$0.0
Child Lead Poisoning Elimination Board	\$2,000.0	\$2,000.0	\$0.0	\$0.0
Refugee Assistance Program	\$1,000.0	\$1,000.0	\$0.0	\$0.0
University Autism Programs	\$1,000.0	\$1,000.0	\$0.0	\$0.0
Autism Navigator	\$565.0	\$565.0	\$0.0	\$0.0
Food Bank Council of Michigan	\$500.0	\$500.0	\$0.0	\$0.0
Total One-Time Recommendation	\$6,065.0	\$18,426.7	\$0.0	\$0.0
TOTAL RECOMMENDATION	\$4,461,735.4	\$25,537,414.5	\$4,533,286.1	\$25,402,423.0

Higher Education

The Higher Education budget provides operating support to the state's 15 public universities and also funds student financial aid programs. Nearly 294,000 students were enrolled in the state's public universities last year. Public universities are essential to the governor's goal of ensuring that at least 60 percent of Michigan residents possess a high-quality degree or other credential by 2025. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total funding of \$1.6 billion, of which \$1.3 billion is general fund.*

Highlights of Governor's Budget Recommendation

- ♦ The Executive Budget invests an additional 2.5 percent, or \$36.6 million, in public university operations. This increase brings total operating funds for universities to nearly \$1.5 billion and exceeds the aggregate fiscal year 2011 funding level by \$16.6 million.
- ♦ Included within the proposed operations increase is an additional 2.5 percent, or a combined \$1.6 million, for Michigan State University AgBioResearch and Extension. This brings total funding for these programs to \$63.5 million.
- ♦ One-half of the increase in university operations funding is distributed across the board and half through the current performance formula. This formula provides planning stability for universities while continuing to emphasize the following performance metrics: weighted undergraduate completions in critical skills areas, research expenditures, 6-year graduation rates, total completions, administrative costs as a percentage of core expenditures, and the percentage of students receiving Pell Grants.
- ♦ Universities will be required to limit any tuition increases to 3.8 percent or \$475 per student, whichever is greater, in order to receive any new performance funding. The cap of 3.8 percent is double the expected level of inflation and the dollar amount is equivalent to the average per-student tuition increase at 3.8 percent, to compensate for differences in base tuition rates.
- ♦ One-time funding of \$3.7 million is also included within the governor's budget to support investments in animal agriculture and agriculture workforce development. The initiatives are a partnership between Michigan State University, the Michigan agriculture industry, and the Department of Agriculture and Rural Development. The additional investment in workforce development initiatives will support food processing, education, and agriculture technology. Funding for animal agriculture will address problems limiting growth and sustainability within the industry, such as infectious disease and food safety.
- ♦ A total of \$11 million in new funding is provided to increase the Michigan Competitive Scholarship and the Michigan Tuition Grant, which are Michigan's primary broad-based financial aid programs. This brings total funding for the programs to \$64.4 million, an increase of 21 percent. The additional funding will increase the maximum per-student annual awards to \$1,000 for the Michigan Competitive Scholarship and \$2,000 for the Michigan Tuition Grant. The awards are projected to support a combined 46,000 students in fiscal year 2018.
- ♦ For the Tuition Incentive Program (TIP), a program designed to encourage both high school and postsecondary degree completion among

Michigan's very low-income students, the budget includes a total of \$58.3 million, an increase of \$5.3 million. The program is projected to support 18,500 students in fiscal year 2018. Beginning in fiscal year 2019, the governor recommends capping TIP reimbursements at public universities to double the average community college in-district tuition rate in an effort to reduce the disparities of award amounts across colleges and universities statewide.

- ♦ The governor's budget continues to cap the amount of unfunded accrued liability contributions paid by the seven member universities of

the Michigan Public School Employees Retirement System (MPERS), with the state making payments for amounts over the cap. For fiscal year 2018, the budget assumes a two-year phase-in to lower the assumed investment rate from 8 percent to 7.5 percent, based on long-term market analysis and industry standards. The higher education budget includes a total of \$4.4 million for university retirement obligations.

- ♦ State Building Authority rent payments of \$145 million, all general fund, support debt service for recently constructed university building projects.

FY 2018 State University Funding (\$ in Thousands)			
University	Operations Funding	Performance Funding*	Percent Increase
Central Michigan University	\$83,925.5	\$2,161.1	2.6%
Eastern Michigan University	73,593.8	1,970.2	2.7%
Ferris State University	52,259.9	1,669.5	3.2%
Grand Valley State University	68,227.9	2,340.2	3.4%
Lake Superior State University	13,567.4	259.6	1.9%
Michigan State University	275,862.1	6,721.3	2.4%
Michigan Technological University	48,097.5	1,193.4	2.5%
Northern Michigan University	46,279.2	1,072.7	2.3%
Oakland University	49,920.7	1,644.0	3.3%
Saginaw Valley State University	29,114.0	815.1	2.8%
University of Michigan - Ann Arbor	308,639.0	7,437.5	2.4%
University of Michigan - Dearborn	24,803.3	773.3	3.1%
University of Michigan - Flint	22,549.3	640.6	2.8%
Wayne State University	196,064.5	3,881.6	2.0%
Western Michigan University	107,440.9	2,419.9	2.3%
Operations Subtotal:	\$1,400,345.0	\$35,000.0	2.5%
MSU AgBioResearch & Extension	61,915.7	1,550.0	2.5%
Total:	\$1,462,260.7	\$36,550.0	2.5%

*One-half of performance funding is distributed across-the-board and one-half through the performance formula.

Executive Recommendation
Higher Education
(\$ in Thousands)

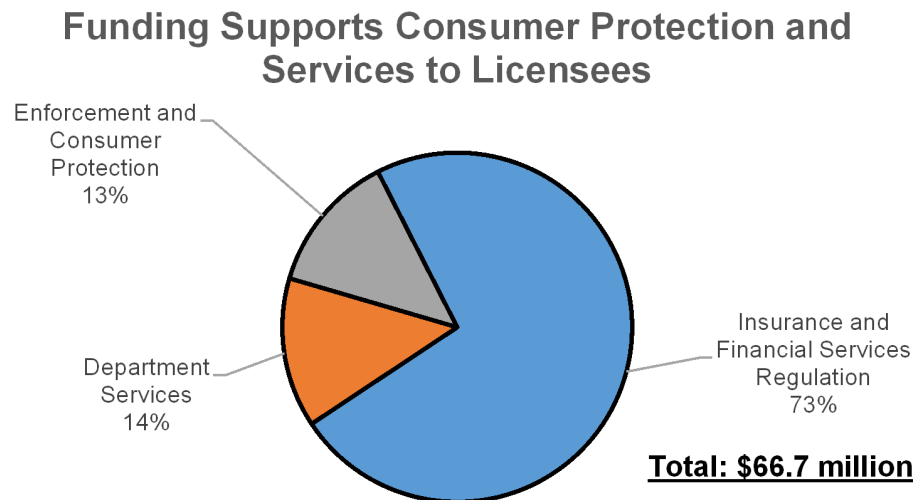
	FY2017 Current Law			FY2018 Recommendation			FY2019 Recommendation		
	GF/GP	School Aid	Gross	GF/GP	School Aid	Gross	GF/GP	School Aid	Gross
Ongoing Funding	\$1,243,404.5	\$237,109.5	\$1,582,140.4	\$1,286,254.5	\$235,224.5	\$1,633,105.4	\$1,286,254.5	\$237,735.5	\$1,625,616.4
One-Time Funding	\$500.0	\$0.0	\$500.0	\$3,700.0	\$419.0	\$4,119.0	\$0.0	\$838.0	\$838.0
Total Funding	\$1,243,904.5	\$237,109.5	\$1,582,640.4	\$1,289,954.5	\$235,643.5	\$1,637,224.4	\$1,286,254.5	\$238,573.5	\$1,626,454.4
% Change from Previous Year									
<i>Ongoing Funding</i>				3.4%	(0.8%)	3.2%	0.0%	1.1%	(0.5%)
<i>One-Time Funding</i>				640.0%	0.0%	723.8%	(100.0%)	100.0%	(79.7%)
<i>Total Funding</i>				3.7%	(0.6%)	3.4%	(0.3%)	1.2%	(0.7%)

Programs:						
University Operations	\$1,169,125.5	\$231,219.5	\$1,400,345.0	\$1,204,125.5	\$231,219.5	\$1,435,345.0
Student Financial Aid	\$15,656.8	\$0.0	\$127,283.2	\$15,656.8	\$0.0	\$117,283.2
MSU AgBioResearch and Extension Activities	\$63,465.7	\$0.0	\$63,465.7	\$63,465.7	\$0.0	\$63,465.7
University Performance Funding	\$35,000.0	\$0.0	\$35,000.0	\$0.0	\$0.0	\$0.0
Michigan Public School Employees Retirement System	\$0.0	\$4,005.0	\$4,005.0	\$0.0	\$6,516.0	\$6,516.0
Statewide Programs	\$3,006.5	\$0.0	\$3,006.5	\$3,006.5	\$0.0	\$3,006.5
Total Ongoing Recommendation	\$1,286,254.5	\$235,224.5	\$1,633,105.4	\$1,286,254.5	\$237,735.5	\$1,625,616.4
Animal Agriculture Initiative	\$2,500.0	\$0.0	\$2,500.0	\$0.0	\$0.0	\$0.0
Agriculture Workforce Initiative	\$1,200.0	\$0.0	\$1,200.0	\$0.0	\$0.0	\$0.0
Michigan Public School Employees Retirement System	\$0.0	\$419.0	\$419.0	\$0.0	\$838.0	\$838.0
Total One-Time Recommendation	\$3,700.0	\$419.0	\$4,119.0	\$0.0	\$838.0	\$838.0
TOTAL RECOMMENDATION	\$1,289,954.5	\$235,643.5	\$1,637,224.4	\$1,286,254.5	\$238,573.5	\$1,626,454.4



Department of Insurance and Financial Services

The Department of Insurance and Financial Services regulates the insurance and financial services industries in order to protect consumers, strengthen the state's business climate, and position these industries for economic growth. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total funding of \$66.7 million (\$150,000 general fund).*



"Michigan's insurance industry is deeply invested in the future of our state, providing billions in spending on everything from jobs and real estate to charitable contributions and tax revenue."

Governor Rick Snyder
February 1, 2016

Highlights of Governor's Budget Recommendation

- ♦ The governor recommends funding of \$48.8 million for insurance and financial services regulation, \$8.7 million for enforcement and consumer protection, and \$9.2 million for department services and information technology.
- ♦ Funding of \$150,000 general fund is recommended to continue to study and analyze the impact of the Healthy Michigan Plan on private market insurance rates, per statutory requirements.

Executive Recommendation
Insurance and Financial Services
(\$ in Thousands)

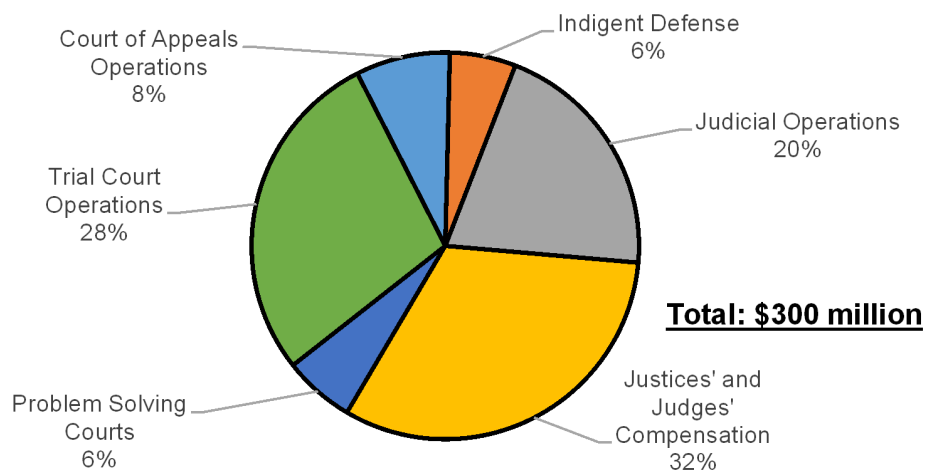
	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$150.0	\$66,257.2	\$150.0	\$66,741.4	\$150.0	\$66,741.4
One-Time Funding	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Total Funding	\$150.0	\$66,257.2	\$150.0	\$66,741.4	\$150.0	\$66,741.4
		<i>% Change from Previous Year</i>				
		<i>Ongoing Funding</i>	<i>0.0%</i>	<i>0.7%</i>	<i>0.0%</i>	<i>0.0%</i>
		<i>One-Time Funding</i>	<i>0.0%</i>	<i>0.0%</i>	<i>0.0%</i>	<i>0.0%</i>
		<i>Total Funding</i>	<i>0.0%</i>	<i>0.7%</i>	<i>0.0%</i>	<i>0.0%</i>

Programs				
Insurance and Financial Services Regulation	\$0.0	\$48,834.9	\$0.0	\$48,834.9
Department Services	\$150.0	\$9,245.7	\$150.0	\$9,245.7
Enforcement and Consumer Protection	\$0.0	\$8,660.8	\$0.0	\$8,660.8
Total Ongoing Recommendation	\$150.0	\$66,741.4	\$150.0	\$66,741.4
Total One-Time Recommendation	\$0.0	\$0.0	\$0.0	\$0.0
TOTAL RECOMMENDATION	\$150.0	\$66,741.4	\$150.0	\$66,741.4

Judiciary

The judicial power of the state of Michigan rests solely with the state's court system. This includes the Supreme Court, the Court of Appeals, the Circuit Court (which is the trial court of general jurisdiction, including the Family Court division), the Probate Court, and courts of limited jurisdiction such as the District Court and municipal courts. The seven justices of the Supreme Court administer this court system through the State Court Administrative Office. *The governor's proposed budget for fiscal year 2018 recommends funding of \$300 million, of which \$192.4 million is general fund. Of that amount, \$1.1 million is recommended as one-time funding. The recommendation for fiscal year 2019 is \$298.9 million, including \$191.4 million general fund.*

94% of Funding Directly Supports Courts



Highlights of Governor's Budget Recommendation

- ♦ The governor recommends \$305,700 ongoing general fund and \$300,000 one-time general fund to support the development of a pretrial risk assessment tool. This tool will enable courts to complete the standard pretrial risk assessment using objective measures to evaluate defendants before trial. This tool aims to reduce jail stays for pretrial defendants by enabling courts to more confidently determine lower-risk offenders who may safely be released on personal recognizance.
- ♦ The Executive Budget includes \$750,000 in one-time general fund support to ensure Mich-

igan's compliance with the United States Supreme Court 2016 *Montgomery v. Louisiana* decision. This decision entitles prisoners to sentencing reconsideration if they had been previously sentenced as juveniles to life imprisonment without the possibility of parole. Funding will be used to support an increase in appeals from juvenile lifers and provide post-conviction resentencing representation. The governor also provides \$750,000 in one-time general fund in the Attorney General budget for related prosecutorial responsibilities.

Problem Solving Courts

The governor recommends \$17.8 million (\$12.2 million general fund) for problem solving courts focused on reducing recidivism rates and substance abuse among nonviolent offenders.

- ♦ The Executive Budget maintains ongoing general fund support of \$500,000 for veterans' courts. These specialized courts provide integrated drug and mental health services to military veterans to promote sobriety, recovery, and stability.
- ♦ The budget also provides \$750,000 ongoing general fund support to continue the medication assisted treatment program within existing drug treatment courts targeting new drug or sobriety court admissions with heroin or other opiate disorders. The medication assisted treatment program operates in partnership with the Department of Corrections, Department of Health and Human Services, and health care providers.
- ♦ The governor provides continued support for mental health courts and diversion services with \$5.5 million in ongoing general fund. Targeting offenders with severe mental illness,

mental health courts increase public safety, reduce recidivism rates, and lessen the overrepresentation of persons with mental illness in the criminal justice system. Jail diversion services include outpatient treatment assistance and court review hearings.

Efficient Government

- ♦ The Executive Budget includes \$815,000 to support the continued maintenance and lifecycle replacement of courtroom videoconferencing equipment. The use of videoconferencing technology enhances courtroom safety and results in savings to the Department of Corrections and local governments by reducing the need for prisoner transport.
- ♦ The recommended budget recognizes an additional net savings of \$483,300 general fund from the elimination of unnecessary judgeships. As a fiscally responsible stand-out, Michigan leads the nation in savings resulting from reducing unnecessary judgeships. The ongoing savings are projected to increase to almost \$5 million in fiscal year 2017, up from approximately \$600,000 in 2011.

**Executive Recommendation
Judiciary
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$187,457.4	\$296,534.0	\$191,355.1	\$298,904.6	\$191,355.1	\$298,904.6
One-Time Funding	\$1,700.0	\$1,700.0	\$1,050.0	\$1,050.0	\$0.0	\$0.0
Total Funding	\$189,157.4	\$298,234.0	\$192,405.1	\$299,954.6	\$191,355.1	\$298,904.6
% Change from Previous Year						
Ongoing Funding			2.1%	0.8%	0.0%	0.0%
One-Time Funding			(38.2%)	(38.2%)	(100.0%)	(100.0%)
Total Funding			1.7%	0.6%	(0.5%)	(0.4%)

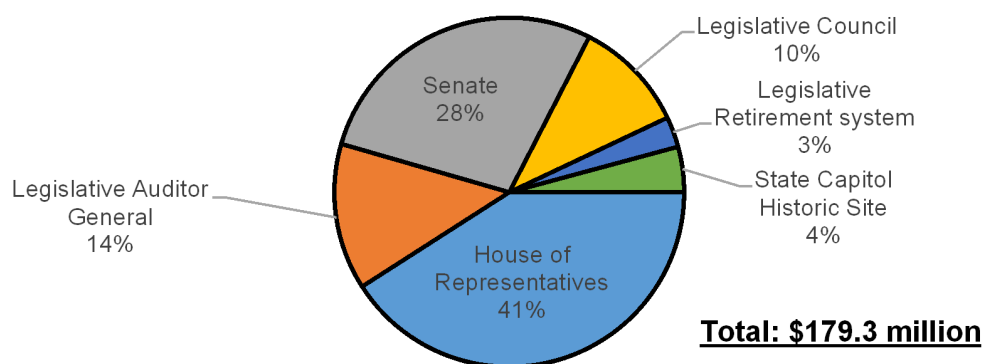
Programs					
Justices' and Judges' Compensation		\$93,531.9	\$96,234.0	\$93,531.9	\$96,234.0
Trial Court Operations		\$10,375.7	\$84,280.7	\$10,375.7	\$84,280.7
Judicial Operations		\$44,058.2	\$61,177.2	\$44,058.2	\$61,177.2
Court of Appeals Operations		\$23,629.3	\$23,629.3	\$23,629.3	\$23,629.3
Problem Solving Courts		\$12,202.6	\$17,798.1	\$12,202.6	\$17,798.1
Indigent Defense		\$7,557.4	\$15,785.3	\$7,557.4	\$15,785.3
Total Ongoing Recommendation		\$191,355.1	\$298,904.6	\$191,355.1	\$298,904.6
Compliance with Montgomery v Louisiana Decision		\$750.0	\$750.0	\$0.0	\$0.0
Pretrial Risk Assessment		\$300.0	\$300.0	\$0.0	\$0.0
Total One-Time Recommendation		\$1,050.0	\$1,050.0	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$192,405.1	\$299,954.6	\$191,355.1	\$298,904.6



Legislature

The Michigan constitution vests the state's lawmaking power in a two-house legislature consisting of a 38-member Senate and a 110-member House of Representatives. The legislature is a sovereign and independent branch of state government with the authority to enact laws that regulate the actions of the government and protect the interests of the people. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total ongoing funding of \$176.3 million, of which \$163.9 million is general fund. In addition, one-time funding of \$3 million general fund is recommended for fiscal year 2018.*

Legislative Budget Supports Elected Officials and Their Staff



Highlights of Governor's Budget Recommendation

- ♦ The Executive Budget provides \$128.8 million for the Senate and the House of Representatives, associated fiscal agencies, and supporting entities.
- ♦ The Legislative Council is a bipartisan, bicameral entity established in the constitution. The Executive Budget provides \$15.7 million to support Council operations which include bill drafting, research, and other services to the legislature.
- ♦ Nearly \$24.3 million is recommended for the Office of Auditor General, with constitutional authority to conduct financial and performance audits of all state branches, departments, offices, boards, authorities, and other institutions.
- ♦ The Executive Budget recommends \$7.5 million for the State Capitol Historic Site. This funding will maintain and restore the State Capitol building and grounds.
- ♦ The Legislative Information Technology Systems Design Project will finalize the development of an integrated legislative computer system with one-time funding of \$3 million. This \$12 million project is planned to be completed in 2020.

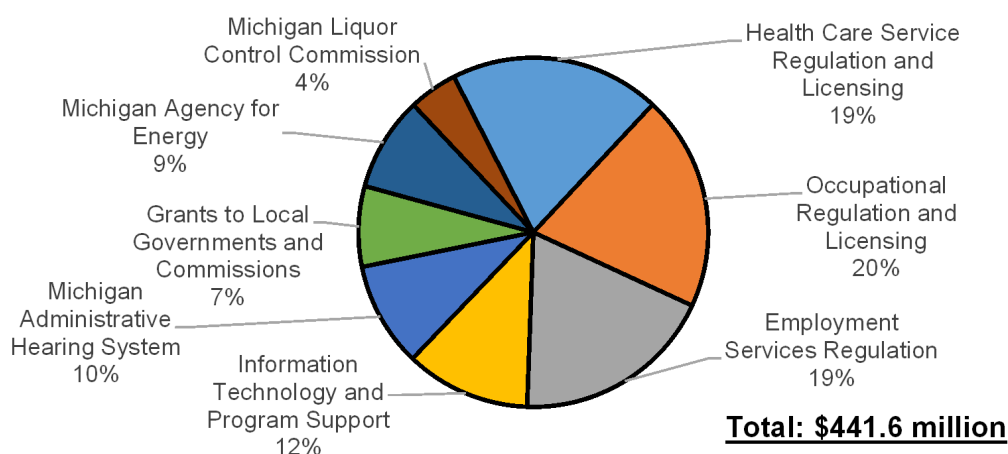
**Executive Recommendation
Legislature
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$152,851.7	\$165,055.5	\$163,904.7	\$176,261.0	\$163,904.7	\$176,261.0
One-Time Funding	\$500.0	\$500.0	\$3,000.0	\$3,000.0	\$0.0	\$0.0
Total Funding	\$153,351.7	\$165,555.5	\$166,904.7	\$179,261.0	\$163,904.7	\$176,261.0
% Change from Previous Year						
Ongoing Funding			7.2%	6.8%	0.0%	0.0%
One-Time Funding			500.0%	500.0%	(100.0%)	(100.0%)
Total Funding			8.8%	8.3%	(1.8%)	(1.7%)
Programs						
House of Representatives			\$73,357.1	\$73,357.1	\$73,357.1	\$73,357.1
Senate			\$50,339.7	\$50,339.7	\$50,339.7	\$50,339.7
Auditor General Operations			\$16,607.6	\$24,286.2	\$16,607.6	\$24,286.2
Legislative Council			\$15,275.8	\$15,675.8	\$15,275.8	\$15,675.8
State Capitol Historic Site			\$4,440.1	\$7,540.1	\$4,440.1	\$7,540.1
Legislative Retirement System			\$3,884.4	\$5,062.1	\$3,884.4	\$5,062.1
Total Ongoing Recommendation			\$163,904.7	\$176,261.0	\$163,904.7	176,261
Legislative IT Systems Design Project			\$3,000.0	\$3,000.0	\$0.0	\$0.0
Total One-Time Recommendation			\$3,000.0	\$3,000.0	\$0.0	\$0.0
TOTAL RECOMMENDATION			\$166,904.7	\$179,261.0	\$163,904.7	\$176,261.0

Department of Licensing and Regulatory Affairs

The Department of Licensing and Regulatory Affairs (LARA) serves as the state's primary regulatory agency, providing oversight of health and child care, business, construction, employment, energy, liquor, and professional occupations. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total ongoing funding of \$441.6 million and \$451.3 million, respectively, of which \$43 million is general fund.*

Over 1.2 Million Businesses and Individuals are Regulated by LARA



Highlights of Governor's Budget Recommendation

The LARA Budget includes the implementation of several new regulatory initiatives adopted last legislative session.

- ♦ In September 2016, the governor signed into law a new medical marijuana regulatory and licensing framework for the growing, processing, transporting, and selling of medical marijuana. The governor's budget includes \$29.9 million in restricted funds for regulatory implementation across various state agencies, including \$18.7 million in LARA. In addition, the LARA budget includes \$2 million from the First Responder Presumed Coverage Fund to support cancer claims of eligible firefighters. This funding is supported with revenue from the 3 percent excise tax on medical marijuana provisioning center sales.
- ♦ As part of the energy package signed into law by Governor Snyder in December 2016, the LARA budget includes \$3.1 million in restricted funds to support the Michigan Agency for Energy, Public Service Commission, and the Michigan Administrative Hearing System in implementation of these new provisions.

“This legislation will make it easier for our state to meet its energy needs while protecting our environment and saving Michiganders millions on their energy bills.”

Governor Rick Snyder
December 21, 2016

- ♦ The Executive Budget includes a \$3 million fund shift between state restricted funds to reflect the changes in the refined petroleum package signed by the governor in January 2017, which raises the per-gallon regulatory fee for refined petroleum from 7/8 cent to 1 cent.
- ♦ The Executive Recommendation for LARA includes \$2.4 million for the Michigan Indigent Defense Commission, which was transferred from the Judiciary in Public Act 439 of 2016.

In addition, the governor’s budget includes the following fiscal year 2018 investments:

- ♦ In order to protect natural gas infrastructure in the state and meet new federal requirements, \$914,300 in federal and state restricted funds

is recommended to support pipeline inspections by the Public Service Commission.

- ♦ An increase of \$680,000 restricted funds is included for the Medical Marijuana Registry Program to maintain the timeliness requirements for patient registry applications.
- ♦ A total of \$75,000 general fund is recommended to support initiatives of the Asian Pacific American Affairs Commission, the Hispanic/Latino Commission of Michigan, and the Commission on Middle Eastern American Affairs.
- ♦ Federal funds in the amount of \$800,000 are recommended on an ongoing basis for required background checks of licensed child-care providers.

**Executive Recommendation
Licensing and Regulatory Affairs
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$40,321.1	\$413,102.4	\$43,016.6	\$441,576.3	\$43,016.6	\$451,258.4
One-Time Funding	\$3,400.0	\$4,960.0	\$0.0	\$0.0	\$0.0	\$0.0
Total Funding	\$43,721.1	\$418,062.4	\$43,016.6	\$441,576.3	\$43,016.6	\$451,258.4
% Change from Previous Year						
Ongoing Funding			6.7%	6.9%	0.0%	2.2%
One-Time Funding			(100.0%)	(100.0%)	0.0%	0.0%
Total Funding			(1.6%)	5.6%	0.0%	2.2%

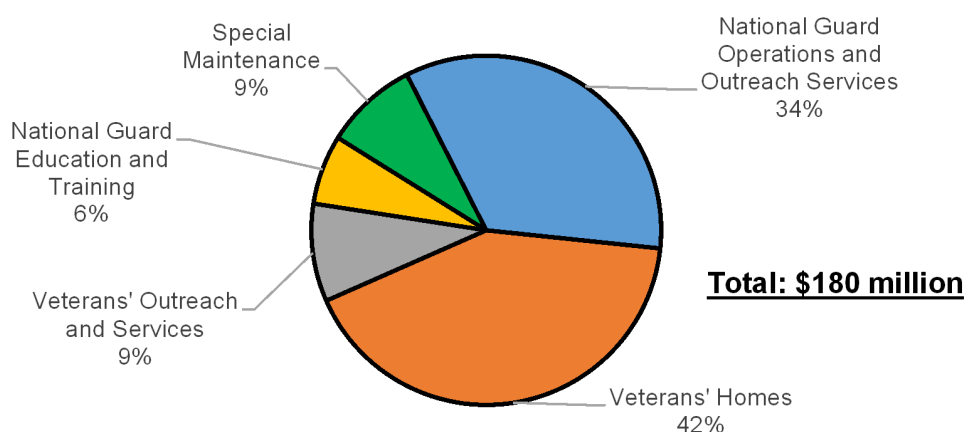
Programs					
Occupational Regulation and Licensing		\$5,736.8	\$88,128.5	\$5,736.8	\$88,128.5
Health Care Service Regulation and Licensing		\$19,226.4	\$85,827.6	\$19,226.4	\$92,044.7
Employment Services Regulation		\$10,475.0	\$82,459.0	\$10,475.0	\$85,924.0
Information Technology and Program Support		\$2,165.5	\$51,069.3	\$2,165.5	\$51,069.3
Michigan Administrative Hearing System		\$694.2	\$42,769.2	\$694.2	\$42,769.2
Michigan Agency for Energy		\$557.8	\$38,520.1	\$557.8	\$38,520.1
Grants to Local Governments		\$1,225.7	\$29,975.7	\$1,225.7	\$29,975.7
Michigan Liquor Control Commission		\$0.0	\$19,891.7	\$0.0	\$19,891.7
Commissions		\$2,935.2	\$2,935.2	\$2,935.2	\$2,935.2
Total Ongoing Recommendation		\$43,016.6	\$441,576.3	\$43,016.6	\$451,258.4
Total One-Time Recommendation		\$0.0	\$0.0	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$43,016.6	\$441,576.3	\$43,016.6	\$451,258.4



Department of Military and Veterans Affairs

The Department of Military and Veterans Affairs is tasked with safeguarding the lives and properties of all of Michigan's residents and providing care and services to the state's veteran population. There are currently 10,304 members of the Michigan National Guard, including 248 who are deployed. *The governor's proposed budget for fiscal year 2018 recommends total funding of \$180 million, including \$63.1 million general fund, of which \$2.5 million is one-time. The recommended budget for fiscal year 2019 is \$177.5 million, including \$60.6 million general fund.*

Over Half of Funding Directly Supports Services to Veterans



Highlights of Governor's Budget Recommendation

- ◆ The governor includes \$59 million for National Guard operations, headquarters and armories, military training sites, and support for military families, including a one-time general fund appropriation of \$2.5 million for armory maintenance.
- ◆ The Executive Budget contains \$7.6 million to support the department's efforts to provide educational and development opportunities to Michigan's at-risk youth through the Michigan Youth ChalleNGe Academy and Starbase programs.
- ◆ The governor's ongoing commitment to support National Guard members is reflected in a \$500,000 general fund increase to the National Guard Tuition Assistance Program, bringing total funding to \$4 million. The Tuition Assistance Program reimburses National Guard members for tuition and training costs at any public or private college, university, vocational school, technical school, or trade school in Michigan.

Michigan Veterans' Homes

- ◆ The Executive Budget provides \$1.5 million general fund to support staffing and operations of the Michigan Veterans' Facility Authority. The Authority, established by Public Act

560 of 2016, is charged with overseeing the planning, construction, and management of new state veterans' homes. The state has authorized the construction of a new home in Detroit and replacement of the current Grand Rapids home pending approval of additional federal construction grant funding.

- ♦ To ensure the highest quality of care for residents of the Grand Rapids Home for Veterans, the Executive Budget adds \$2.8 million general fund for increased staffing and training for direct care professionals.
- ♦ The governor also recommends \$800,000 general fund for increased staffing at the D.J. Jacobetti Home for Veterans to ensure the home's compliance with Centers for Medicare and Medicaid Services (CMS) standards and enable the continued pursuit of CMS certification. Once certified, the Home will be better able to take advantage of additional federal resources to support the future long-term care needs of Michigan's veterans.

**Executive Recommendation
Military and Veterans Affairs
(\$ in Thousands)**

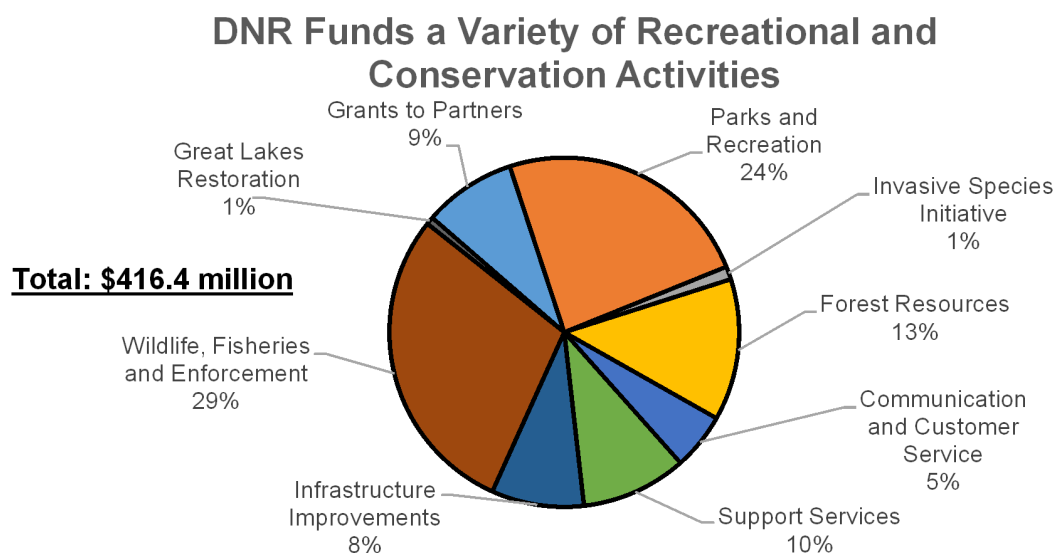
	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$51,443.6	\$170,300.2	\$60,567.5	\$177,504.4	\$60,567.5	\$177,504.4
One-Time Funding	\$3,800.0	\$3,800.0	\$2,500.0	\$2,500.0	\$0.0	\$0.0
Total Funding	\$55,243.6	\$174,100.2	\$63,067.5	\$180,004.4	\$60,567.5	\$177,504.4
% Change from Previous Year						
Ongoing Funding			17.7%	4.2%	0.0%	0.0%
One-Time Funding			(34.2%)	(34.2%)	(100.0%)	(100.0%)
Total Funding			14.2%	3.4%	(4.0%)	(1.4%)

Programs					
Veterans' Homes		\$32,933.4	\$75,120.0	\$32,933.4	\$75,120.0
National Guard Operations and Outreach Services		\$11,363.1	\$58,984.2	\$11,363.1	\$58,984.2
Veterans' Outreach and Services		\$11,046.7	\$16,312.1	\$11,046.7	\$16,312.1
Special Maintenance		\$500.0	\$15,500.0	\$500.0	\$15,500.0
National Guard Education and Training		\$4,724.3	\$11,588.1	\$4,724.3	\$11,588.1
Total Ongoing Recommendation		\$60,567.5	\$177,504.4	\$60,567.5	\$177,504.4
Armory Maintenance		\$2,500.0	\$2,500.0	\$0.0	\$0.0
Total One-Time Recommendation		\$2,500.0	\$2,500.0	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$63,067.5	\$180,004.4	\$60,567.5	\$177,504.4



Department of Natural Resources

Funding for the Department of Natural Resources (DNR) supports programs for wildlife and fisheries management, state parks and recreation areas, conservation and law enforcement, and forest management. *The governor's proposed budget for fiscal year 2018 recommends total funding of \$416.4 million, of which \$64 million is general fund. This includes one-time funding of \$23.8 million, of which \$22.8 million is general fund. The recommendation for fiscal year 2019 is \$392.6 million, of which \$41.3 million is general fund.*



Highlights of Governor's Budget Recommendation

- ♦ The fiscal year 2018 Executive Recommendation continues the governor's focus on the conservation, protection, management, accessible use, and enjoyment of the state's natural and cultural resources.
- ♦ The governor recommends \$1.8 million general fund for conservation officers to conduct long-term surveillance and covert investigations to combat illegal activities, enforce regulations, and assist with negotiating and implementing consent decree provisions concerning waters of the Great Lakes.
- ♦ Wetland mitigation banking is the restoration, creation, or enhancement of wetlands for the purpose of compensating for unavoidable

impacts to wetlands at another location due to road or other development projects. The governor recommends an additional one-time investment of \$3.85 million general fund to support the initial construction of mitigation banks on state owned lands for the benefit of municipalities and agricultural producers. Proceeds from credit sales will be re-invested in additional wetland mitigation banks to provide an affordable mechanism for municipalities and agricultural producers to comply with state and federal environmental laws. The governor also recommends \$403,500 ongoing federal funds to develop and administer the program.

“On wetlands: They are vital to our wildlife and infrastructure. We have lost an estimated four million acres of wetlands over the last few decades. We’re going to do something unique this year. The DNR is going to create a public private partnership on state land to work with local landowners to use state lands as a mitigation bank to help encourage development and at the same time protect our environment.”

Governor Rick Synder
January 17, 2017

- ♦ The governor recommends \$2.9 million (\$1.9 million general fund) in one-time spending authority to finish the replacement of the land ownership tracking system. This investment will simplify and automate ownership records of state land and support direct inquiry by local governments and private stakeholders, providing improved transparency and accountability.
- ♦ The governor recommends \$350,000 ongoing general fund to replace aging forest fire equipment. DNR has over 350 pieces of forest fire equipment, more than half of which are at least 20 years old. Replacement of aging equipment is critical to support a fire fighting force that relies on rapid initial response utilizing specialized equipment to suppress wildfires and support local fire departments.
- ♦ DNR manages 6.4 million acres of mineral rights and oversees 11,000 open leases for oil, gas, and mineral resources on public lands. The governor’s recommendation includes \$304,600 restricted funds to perform environmental stewardship reviews related to lease requirements of oil and gas wells, pipelines, and mining across DNR-managed public lands.
- ♦ There are nearly 100 abandoned mine shafts on public lands that need to be permanently closed. These shafts pose a risk to ground and surface water and present health and safety risks due to the potential for collapse, falls, drownings, or exposure to lethal gases. The governor recommends \$2 million one-time general fund to reduce the number of open abandoned mine shafts on DNR-managed lands.
- ♦ Public Act 176 of 2015 increased the gas tax on January 1, 2017. As a result, an additional \$6.3 million of revenue is available in the recreation improvement account. The governor recommends that this revenue be appropriated on an ongoing basis to support recreational boating infrastructure maintenance and improvements; snowmobile trail maintenance and data collection; and management, maintenance, and development of recreational trails.

Capital Outlay

- ♦ The governor’s recommendation adds \$10 million one-time general fund to augment \$9.5 million of ongoing funding to address a backlog of infrastructure maintenance, repairs, renovations, and replacement projects at some of Michigan’s most popular state parks.
- ♦ The Executive Recommendation also includes \$5 million one-time general fund to leverage investments from non-profit groups, trail organizations, and the philanthropic community to further develop Michigan’s scenic Iron Belle Trail - 2,000 miles of hiking and biking trails from Ironwood in the Upper Peninsula to Belle Isle in the Detroit River.
- ♦ The governor’s budget also includes \$1.5 million restricted funds to acquire, restore, and enhance wetlands and other lands to be managed for the benefit of waterfowl.

**Executive Recommendation
Natural Resources
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$38,260.0	\$389,204.1	\$41,294.9	\$392,621.9	\$41,294.9	\$392,621.9
One-Time Funding	\$1,650.0	\$9,050.0	\$22,752.4	\$23,752.4	\$0.0	\$0.0
Total Funding	\$39,910.0	\$398,254.1	\$64,047.3	\$416,374.3	\$41,294.9	\$392,621.9
% Change from Previous Year						
Ongoing Funding			7.9%	0.9%	0.0%	0.0%
One-Time Funding			1,278.9%	162.5%	(100.0%)	(100.0%)
Total Funding			60.5%	4.5%	(35.5%)	(5.7%)

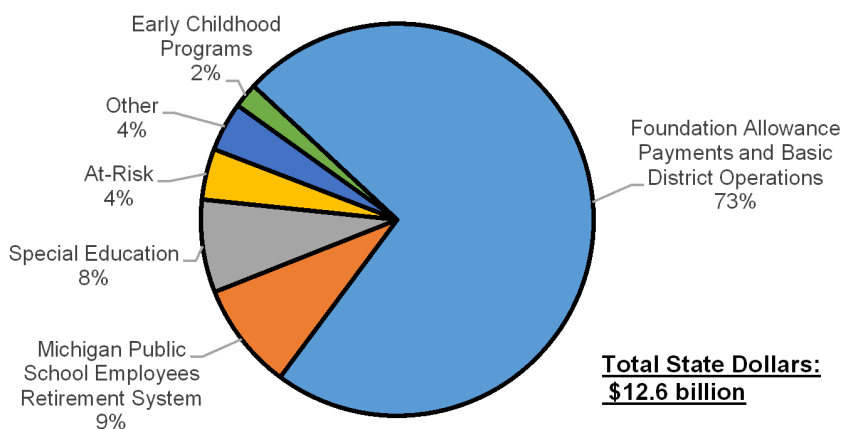
Programs				
Wildlife, Fisheries and Enforcement	\$13,510.7	\$116,659.6	\$13,510.7	\$116,659.6
Parks and Recreation	\$2,472.6	\$94,675.3	\$2,472.6	\$94,675.3
Forest Resources	\$7,592.0	\$51,684.1	\$7,592.0	\$51,684.1
Support Services	\$4,173.3	\$40,649.9	\$4,173.3	\$40,649.9
Grants to Partners	\$700.0	\$35,654.6	\$700.0	\$35,654.6
Communication and Customer Service	\$5,108.7	\$21,852.4	\$5,108.7	\$21,852.4
Infrastructure Improvements	\$1,500.0	\$20,575.0	\$1,500.0	\$20,575.0
Invasive Species Initiative	\$5,031.7	\$5,031.7	\$5,031.7	\$5,031.7
Great Lakes Restoration	\$0.0	\$2,922.0	\$0.0	\$2,922.0
Mackinac Island State Park Commission	\$205.9	\$1,917.3	\$205.9	\$1,917.3
Michigan Conservation Corps	\$1,000.0	\$1,000.0	\$1,000.0	\$1,000.0
Total Ongoing Recommendation	\$41,294.9	\$392,621.9	\$41,294.9	\$392,621.9
State Parks Repair and Maintenance	\$10,000.0	\$10,000.0	\$0.0	\$0.0
Trail Development	\$5,000.0	\$5,000.0	\$0.0	\$0.0
Wetland Mitigation Bank Grants	\$3,850.0	\$3,850.0	\$0.0	\$0.0
Land Ownership Tracking System	\$1,900.0	\$2,900.0	\$0.0	\$0.0
Abandoned Mines	\$2,002.4	\$2,002.4	\$0.0	\$0.0
Total One-Time Recommendation	\$22,752.4	\$23,752.4	\$0.0	\$0.0
TOTAL RECOMMENDATION	\$64,047.3	\$416,374.3	\$41,294.9	\$392,621.9



School Aid

The School Aid budget provides operational funding for the state's public schools, which are charged with ensuring that students are college and career ready when they graduate from the K-12 education system. *The governor's proposed budget for fiscal year 2018 recommends total ongoing funding of \$14.2 billion, of which \$215 million is general fund. The governor also recommends \$99.7 million in one-time spending in fiscal year 2018. The estimated fiscal year 2019 budget totals \$14.3 billion, including \$145 million general fund.*

State Appropriations Grow to \$12.6 Billion



Highlights of Governor's Budget Recommendation

- ♦ The governor is proposing an investment of \$128 million using the 2x formula to provide schools with a per-pupil foundation allowance increase between \$50 and \$100, bringing the minimum foundation allowance to \$7,611 and the basic foundation allowance to \$8,279 per pupil. This foundation allowance amount is allocated to each school district on a per pupil-basis as a combination of state and local funds to support school operations. Total foundation allowance funding in fiscal year 2018 exceeds \$9 billion.
- ♦ Providing further financial stability for schools, the governor's budget includes \$1.1 billion in funding to assist districts in meeting Michigan Public School Employees Retirement System (MPERS) obligations. This includes \$960.8 million for payments over the statutory cap of 20.96 percent of payroll on the employer's contribution rate for retirement obligations. For fiscal year 2018, the budget assumes a two-year phase-in to lower the assumed rate of investment return from 8 percent to 7.5 percent, which is based on long-term market analysis and is more in line with the industry standard. This move will reduce risk and improve the stability of the retirement system.
- ♦ The governor's budget recommends increasing funding to assist low-income, academically at-risk students by \$150 million to a total of \$529 million, an increase of 40 percent. With this recommended increase, the per-child amount will increase to \$778, and allow for 131,000 more children to be served. The pro-

posals also expands eligibility to all districts and further strengthens district accountability measures.

- ♦ The Executive Budget recognizes the varying costs of education, either by the age of children being served or by the physical setting in which education is taking place. The budget assumes a reduced funding level (80 percent of the foundation allowance) for virtual-based schools with little or no facility costs. This savings is, in part, used to provide additional funding of \$22 million to schools that educate high school pupils, with an additional \$50 per pupil payment to support the higher costs associated with high school curricula. The governor's budget also includes \$7 million to help stabilize budgets in districts experiencing enrollment declines.
- ♦ The fiscal year 2018 budget includes over \$1.4 billion in funds for programs that provide nearly 200,000 students in the state with special education services. In addition, following recommendations of the Special Education

Reform Task Force, the budget also includes \$1.6 million to continue the Michigan Integrated Behavior and Learning Support Initiative, a nationally recognized model of evidence-based and data-driven academic and behavioral intervention methods.

- ♦ The state's cost of education programs operated by public schools for nonpublic and home-schooled students has risen to approximately \$115 million, more than double the amount spent five years ago. Funds for programs that serve nonpublic and home-school pupils are limited to \$60 million under this recommendation, with the remainder of the funds reprioritized throughout the budget.

Continued Investments in Early Learning and Literacy

- ♦ Evidence shows that the path to reading proficiency and academic success begins before a child enters kindergarten. For fiscal year 2018, the governor's budget maintains \$243.9 million to provide preschool programs for at-risk 4-year-old children.

"...research shows that children who do not read proficiently at the end of third grade are four times more likely to leave school early than proficient readers. Whether or not a student can read at third grade is an event eight years in the making."

Third Grade Reading Issue Briefing 2015 State of the State Address

- ♦ Building on these preschool investments, the governor's budget continues to recommend proven strategies to ensure children are reading at grade level by the end of 3rd grade. A total of \$26.9 million is included in the governor's budget for these programs, including \$6 million to support early literacy coaches at intermediate school districts to assist teachers in developing and implementing instructional strategies that increase reading proficiency.

Ensuring Students and Educators are Prepared

- ♦ The governor is recommending \$29 million to better prepare students for college and careers through the career and technical education (CTE) early/middle college programs that are aligned with the ten prosperity regions throughout the state. This includes \$20 million to upgrade equipment for CTE programs. In addition, the budget includes \$45.8 million for vocational education programs.

- ◆ A total of \$8.8 million is recommended for science, technology, engineering and mathematics (STEM) initiatives. This includes \$3 million for offering STEM-related opportunities to pupils statewide, \$2.8 million to support restructured regional STEM Centers, \$2.5 million for FIRST Robotics, and \$500,000 for computer science programs.
- ◆ This recommendation includes \$7 million for reimbursement to districts for costs associated with required training and professional development related to educator evaluation tools being used by districts.

Health and Safety Investments

- ◆ To ensure the children in Flint who may have been exposed to lead have the resources they need, the governor's budget recommends fiscal year 2018 funding of \$8.7 million for early education programs in Flint, as well as resources to monitor the social, behavioral, and developmental needs of affected children.
- ◆ Taking steps to ensure all schools maintain safe drinking water, the Executive Budget recommends \$4.5 million for reimbursements to districts and nonpublic schools statewide for costs associated with voluntary testing of water.

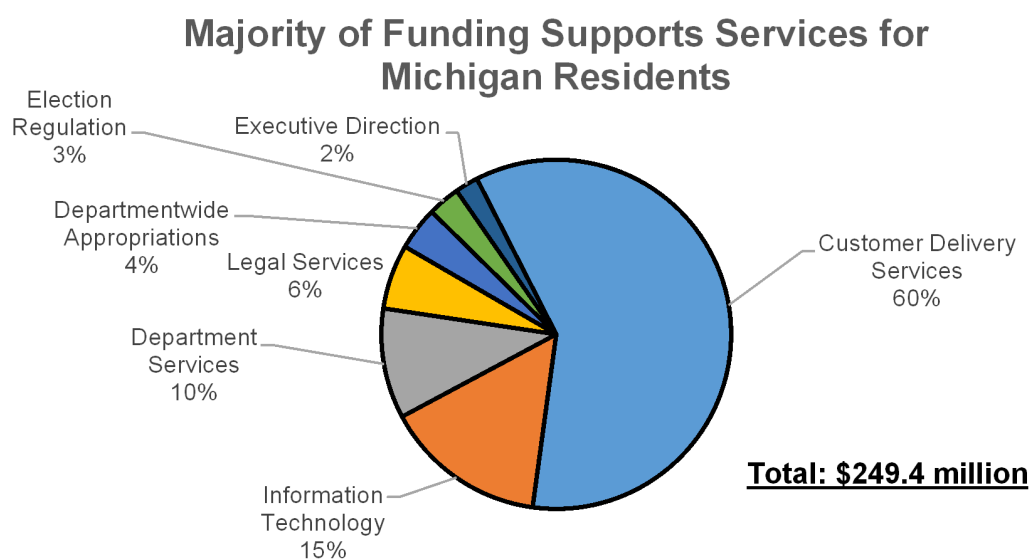
Executive Recommendation
School Aid
(\$ in Thousands)

	FY2017 Current Law			FY2018 Recommendation			FY2019 Recommendation		
	GF/GP	School Aid	Gross	GF/GP	School Aid	Gross	GF/GP	School Aid	Gross
Ongoing Funding	\$42,900.0	\$12,036,292.8	\$13,969,825.5	\$215,000.0	\$12,188,446.2	\$14,202,389.7	\$145,000.0	\$12,260,350.2	\$14,204,293.7
One-Time Funding	\$176,000.0	\$16,016.5	\$192,016.6	\$0.0	\$99,699.0	\$99,699.1	\$0.0	\$97,937.0	\$97,937.0
Total Funding	\$218,900.0	\$12,052,309.3	\$14,161,842.1	\$215,000.0	\$12,288,145.2	\$14,302,088.8	\$145,000.0	\$12,358,287.2	\$14,302,230.7
% Change from Previous Year									
<i>Ongoing Funding</i>				401.2%	1.3%	1.7%	(32.6%)	0.6%	0.0%
<i>One-Time Funding</i>				(100.0%)	522.5%	(48.1%)	0.0%	(1.8%)	(1.8%)
<i>Total Funding</i>				(1.8%)	2.0%	1.0%	(32.6%)	0.6%	0.0%

Programs:						
Basic Operations	\$190,289.3	\$8,944,818.7	\$9,207,108.0	\$120,289.3	\$8,934,818.7	\$9,127,108.0
Supplemental and Support Services	\$8,387.5	\$646,493.2	\$1,404,480.7	\$8,387.5	\$646,493.2	\$1,404,480.7
Special Education	\$0.0	\$954,246.1	\$1,373,246.1	\$0.0	\$971,246.1	\$1,390,246.1
Michigan Public School Employees Retirement System	\$600.0	\$1,060,184.0	\$1,060,784.0	\$600.0	\$1,123,088.0	\$1,123,688.0
School Meal Programs	\$0.0	\$26,995.1	\$550,195.1	\$0.0	\$26,995.1	\$550,195.1
Great Start Preschool Programs	\$300.0	\$257,000.0	\$257,300.0	\$300.0	\$257,000.0	\$257,300.0
Debt Service and Other Required Payments	\$0.0	\$155,905.1	\$155,905.1	\$0.0	\$157,905.1	\$157,905.1
College and Career Readiness	\$3,250.0	\$64,851.3	\$96,801.3	\$3,250.0	\$64,851.3	\$96,801.3
Assessments and Accountability	\$12,173.2	\$77,952.7	\$96,569.4	\$12,173.2	\$77,952.7	\$96,569.4
Total Ongoing Recommendation	\$215,000.0	\$12,188,446.2	\$14,202,389.7	\$145,000.0	\$12,260,350.2	\$14,204,293.7
Michigan Public School Employees Retirement System	\$0.0	\$48,969.0	\$48,969.0	\$0.0	\$97,937.0	\$97,937.0
Supplemental and Support Services	\$0.0	\$30,230.0	\$30,230.1	\$0.0	\$0.0	\$0.0
College and Career Readiness	\$0.0	\$20,500.0	\$20,500.0	\$0.0	\$0.0	\$0.0
Total One-Time Recommendation	\$0.0	\$99,699.0	\$99,699.1	\$0.0	\$97,937.0	\$97,937.0
TOTAL RECOMMENDATION	\$215,000.0	\$12,288,145.2	\$14,302,088.8	\$145,000.0	\$12,358,287.2	\$14,302,230.7

Department of State

The Michigan Department of State administers Michigan's motor vehicle programs including titling, registering vehicles, licensing drivers, and monitoring driver performance. The Department of State delivers services via branch offices, renewal by mail, and self-service terminals throughout the state. Convenient online services are provided through ExpressSOS.com to all customers. The Secretary of State also supervises statewide elections and ensures compliance with state election laws. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total ongoing funding of \$249.4 million, of which \$22.1 million is general fund.*



Highlights of Governor's Budget Recommendation

- ♦ The Executive Recommendation includes funding of \$1.4 million general fund to enhance consumer protection aimed at fraud prevention and detection, and increase regulatory enforcement of vehicle repair facilities

and mechanics. This increase will include staffing support to comply with Public Act 33 of 2016, the Breath Alcohol Ignition Interlock Device (BAIID) program.

"Auto dealers and repair facilities must comply with the law. If they do not, we will take action to bring them into compliance to protect consumers."

Secretary Ruth Johnson
December 27, 2016

- ♦ The Executive Recommendation reflects an increase of \$400,000 general fund to expand the MI-Time Line customer flow management system. This innovative technology allows customers, through their cellular telephone, to leave the branch office and receive a text message letting them know when they should return. For those who don't schedule an appointment in advance, a kiosk gives an estimated wait time upon branch arrival. By the end of fiscal year 2017, MI-Time Line will be operational in 30 branch offices; these funds will expand that effort to an additional 20 offices.
- ♦ The governor's recommendation includes \$1 million state restricted funds to allow the Department of State to assist with redeeming winning lottery tickets in the Upper Peninsula and upper Lower Peninsula. Branch offices will serve as Lottery Claim Centers processing tickets valued between \$600 and \$50,000 that cannot be redeemed at lottery retailers. Lottery winnings will be transferred into the winner's personal account through electronic funds transfer.

**Executive Recommendation
State
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$17,109.6	\$243,015.6	\$22,139.0	\$249,358.5	\$22,139.0	\$249,358.5
One-Time Funding	\$5,000.0	\$5,000.0	\$0.0	\$0.0	\$0.0	\$0.0
Total Funding	\$22,109.6	\$248,015.6	\$22,139.0	\$249,358.5	\$22,139.0	\$249,358.5
% Change from Previous Year						
Ongoing Funding			29.4%	2.6%	0.0%	0.0%
One-Time Funding			(100.0%)	(100.0%)	0.0%	0.0%
Total Funding			0.1%	0.5%	0.0%	0.0%

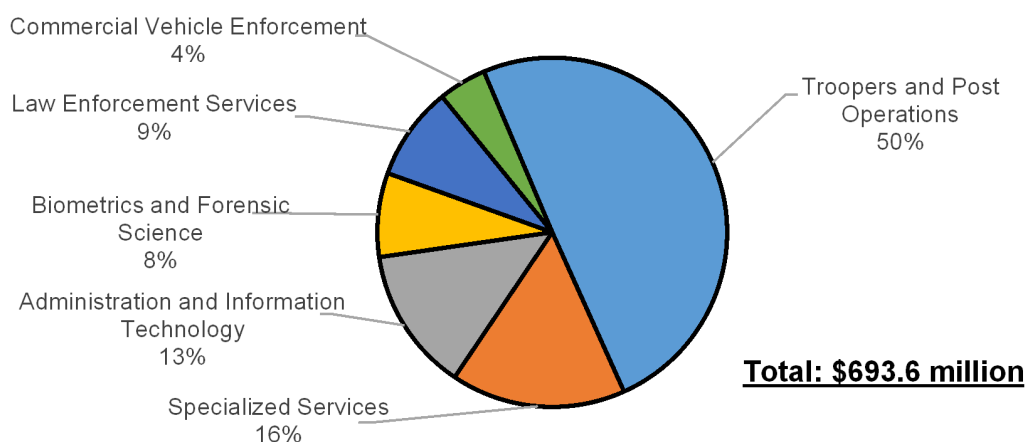
Programs					
Customer Delivery Services		\$6,974.6	\$148,771.6	\$6,974.6	\$148,771.6
Information Technology		\$1,591.4	\$37,452.1	\$1,591.4	\$37,452.1
Department Services		\$588.5	\$25,420.3	\$588.5	\$25,420.3
Legal Services		\$1,906.1	\$14,940.2	\$1,906.1	\$14,940.2
Departmentwide Appropriations		\$2,500.5	\$10,004.5	\$2,500.5	\$10,004.5
Election Regulation		\$6,976.1	\$7,419.6	\$6,976.1	\$7,419.6
Executive Direction		\$1,601.8	\$5,350.2	\$1,601.8	\$5,350.2
Total Ongoing Recommendation		\$22,139.0	\$249,358.5	\$22,139.0	\$249,358.5
Total One-Time Recommendation		\$0.0	\$0.0	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$22,139.0	\$249,358.5	\$22,139.0	\$249,358.5



Department of State Police

As they celebrate 100 years of public service and protection, the Michigan State Police remain committed to providing statewide law enforcement services, forensic sciences, and emergency response coordination in the 21st century. *The governor's proposed budget for fiscal year 2018 supports this mission by recommending \$693.6 million in total funding, of which \$442.3 million is general fund. This includes one-time funding of \$19.8 million general fund. The recommendation for fiscal year 2019 is \$690.8 million, of which \$435.4 million is general fund.*

Half of State Police Budget Dedicated to Troopers and Post Operations



Highlights of Governor's Budget Recommendation

- ♦ To continue enhancing the department's ability to provide statewide law enforcement services and respond to emerging crime trends and public safety needs, the governor recommends \$9.2 million general fund for a trooper recruit school anticipated to graduate 100 troopers. These additional troopers will continue the governor's focus on improving public safety and reducing crime.
- ♦ Forensic science is a critical tool for both law enforcement and prosecutors because it can connect the guilty to a crime and exonerate the innocent. Lab services that are reliable, timely, and efficient contribute to quicker adjudication times, reduced court backlogs, and earlier resolution for victims. The governor's budget provides \$2.6 million general fund to support and expand the department's forensic sciences capacity. This funding will support additional laboratory scientists focusing on controlled substances and firearms casework, as well as provide continued support to ongoing biology casework.
- ♦ The budget includes \$1.5 million general fund to expand the department's capacity to prevent, detect, and investigate cyber-crimes. This investment will support statewide investigatory assistance and digital forensic examinations to law enforcement agencies and position the department as a leader in the realm of cyber security, computer crimes, and digital evidence.
- ♦ The Executive Budget recommends \$1.5 million general fund to support equipment lifecycle-

cle replacements including in-car camera systems, ballistic vests, and tasers. Routine replacement of safety equipment helps ensure the safety of troopers and the citizens they serve, and strengthens support for secure cities partnerships. Additionally, the budget includes \$5 million in one-time funding to accelerate the mobile radio lifecycle replacement schedule in the Department of Technology, Management and Budget.

- ♦ The governor's budget includes \$8.8 million in regulatory fees to support medical marihuana regulatory and enforcement provisions established under Public Act 281 of 2016. Funding will be used to establish dedicated State Police medical marihuana enforcement teams, expand forensic sciences to support increased testing, and increase investigative support to identify current trends and methods in illegal medical marihuana operations.

"Given recent national events that have strained relationships, it is more important than ever to focus on the people's trust of public safety officers in our state and their cooperation with law enforcement. We must take steps to build and promote faith in law enforcement in Michigan."

Governor Rick Snyder
October 4, 2016

Fair and Impartial Policing

- ♦ To enhance public trust in law enforcement, the Executive Recommendation includes \$1 million to support fair and impartial policing. This investment will provide grants to law enforcement agencies to support training focused on understanding human bias and its effects on policing, and how to reduce and manage biases.
- ♦ Maintaining a 21st century police workforce is essential to public safety. The governor's budget includes \$200,000 in one-time funding to conduct a job task analysis of core law enforcement positions. The analysis will define statewide standards regarding the key knowledge, skills, abilities, and personal characteristics necessary to carry out the essential activities and functions of a law enforcement officer.

Disaster Readiness

- ♦ To best ensure disaster readiness, the governor's budget includes a \$10 million general

fund deposit into the Disaster and Emergency Contingency Fund equal to the statutory cap for the fund. The Disaster and Emergency Contingency Fund supports immediate response and recovery activities in the event of a disaster or emergency.

- ♦ The budget includes \$978,900 general fund to strengthen the state's disaster readiness and response capabilities. This investment will support expanded disaster and emergency training for local law enforcement agencies as well as community outreach and education on disaster preparedness.

School and Campus Safety

- ♦ The Executive Budget recommends \$608,300 general fund to support the continued operation of the OK2SAY student safety hotline. This program provides students with the opportunity to confidentially report tips on potentially harmful or criminal activities directed at students, school employees, and schools via a toll-free telephone number, text messaging, a mobile application, e-mail, or

online. Program operation is further supported by \$470,000 in the Attorney General budget.

- ♦ The governor's recommendation includes \$600,000 in grant funding to help prevent sex-

ual assaults on higher education campuses. This initiative will support new and innovative education, awareness, prevention, reporting, and bystander intervention programs to combat sexual assault in campus environments.

**Executive Recommendation
State Police
(\$ in Thousands)**

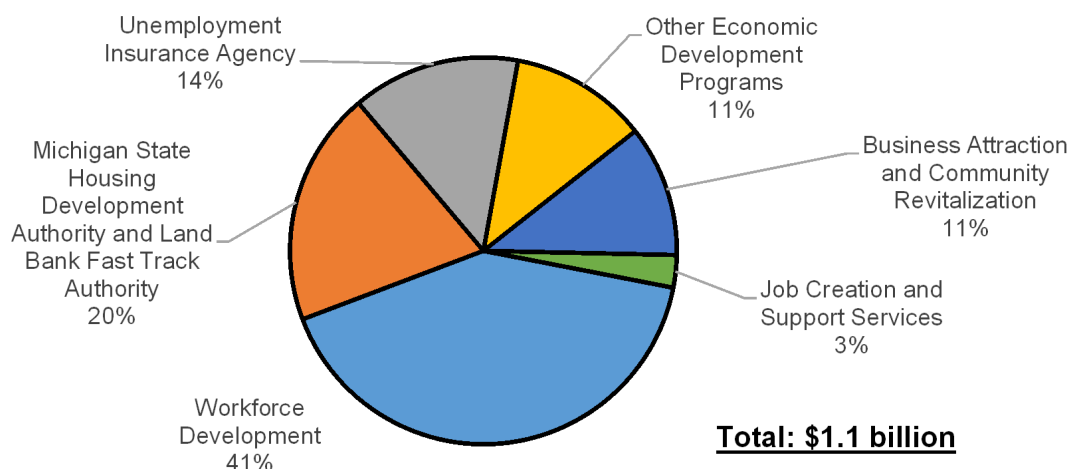
	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$393,962.8	\$640,776.1	\$422,490.9	\$673,812.0	\$435,353.9	\$690,754.2
One-Time Funding	\$8,700.0	\$8,700.0	\$19,776.9	\$19,776.9	\$0.0	\$0.0
Total Funding	\$402,662.8	\$649,476.1	\$442,267.8	\$693,588.9	\$435,353.9	\$690,754.2
% Change from Previous Year						
Ongoing Funding			7.2%	5.2%	3.0%	2.5%
One-Time Funding			127.3%	127.3%	(100.0%)	(100.0%)
Total Funding			9.8%	6.8%	(1.6%)	(0.4%)

Programs					
Troopers and Post Operations		\$272,029.5	\$337,175.5	\$282,962.5	\$350,670.7
Specialized Services		\$39,199.3	\$112,049.2	\$39,199.3	\$112,056.6
Administration and Information Technology		\$63,302.5	\$91,043.2	\$65,232.5	\$94,411.9
Biometrics and Forensic Sciences		\$38,452.8	\$53,170.2	\$38,452.8	\$53,190.7
Law Enforcement Services		\$8,428.8	\$49,426.0	\$8,428.8	\$49,426.0
Commercial Vehicle Enforcement		\$1,078.0	\$30,947.9	\$1,078.0	\$30,998.3
Total Ongoing Recommendation		\$422,490.9	\$673,812.0	\$435,353.9	\$690,754.2
Law Enforcement Services		\$10,600.0	\$10,600.0	\$0.0	\$0.0
Troopers and Post Operations		\$7,246.9	\$7,246.9	\$0.0	\$0.0
Administration and Information Technology		\$1,200.0	\$1,200.0	\$0.0	\$0.0
Biometrics and Forensic Sciences		\$730.0	\$730.0	\$0.0	\$0.0
Total One-Time Recommendation		\$19,776.9	\$19,776.9	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$442,267.8	\$693,588.9	\$435,353.9	\$690,754.2

Department of Talent and Economic Development

The Department of Talent and Economic Development, which includes the Michigan Strategic Fund, the Talent Investment Agency, the Michigan State Housing Development Authority, and the Land Bank Fast Track Authority, is responsible for economic development, workforce development, and community revitalization across Michigan. *The governor's proposed budget for fiscal years 2018 and 2019 recommends total ongoing funding of \$1.1 billion, of which \$164.5 million is general fund. The governor also recommends \$29 million in one-time funding in fiscal year 2018, all of which is general fund.*

Investments in Talent and Economic Development



Highlights of Governor's Budget Recommendation

- ◆ The governor's budget invests a total of \$125.5 million (\$103.9 million general fund) to grow Michigan's economy through business attraction and community revitalization efforts. This total includes \$115.5 million on an ongoing basis, as well as \$10 million of one-time general fund to fuel business and community development projects throughout the state. Other economic development programs in the department's budget total \$122.5 million (\$20.9 million general fund). Last year, the department's economic development programs resulted in more than 34,100 jobs created or retained, and leveraged approximately \$3.7 billion in private investment.
- ◆ Reflecting the governor's focus on skilled trades, an additional \$10 million one-time general fund is recommended for Going Pro programs, a rebranding of the skilled trades training programs. This brings total program funding to \$40.9 million. Last year, the combined programs had a training completion rate of 96 percent, trained over 13,200 people, and created 300 new apprenticeships. Total funding for workforce development programs in the Executive Budget is \$470.9 million (\$38.2 million general fund).
- ◆ To support the governor's efforts on attracting talent to Michigan, the Executive Budget contains a \$5 million one-time general fund investment in talent marketing to attract out-of-

state talent to Michigan. This talent marketing campaign will focus on high-demand jobs and industries facing talent shortages.

- ♦ The Executive Budget includes one-time funding of \$2 million for Project Rising Tide. With plans to expand beyond the ten original communities in fiscal year 2018, Project Rising Tide will continue to provide economically challenged communities with the tools they need to design and build a successful economic framework. By assisting each community in the creation of a solid planning, zoning, and development foundation, the department will support the growth of vibrant communities to attract business investment and talent.
- ♦ Also contained in the governor's budget is \$1 million one-time general fund for Protect and Grow, an initiative focused on retaining and growing the defense industry in Michigan. Building off an initial investment of \$3 million in fiscal year 2017, this multifaceted effort will continue to strengthen Michigan's defense industry through investments in physical infrastructure, economic development partnerships, marketing, and advocacy.
- ♦ To help the structurally unemployed pursue career opportunities and maintain employment in Detroit, Flint, Saginaw, and Pontiac, \$9.8 million general fund is again recommended for the Community Ventures program. Since 2013, Community Ventures has partnered with 110 companies to find employment for over 4,000 long-term unemployed individuals.
- ♦ To continue efforts to support quality of place in local communities, \$11.2 million (\$10 million general fund) is recommended for the Arts and Cultural program. This includes \$10.2 million on an ongoing basis and an additional \$1 million in one-time general fund to expand arts and cultural grants to local communities. Last year, 502 grants were awarded to community and educational organizations across Michigan.
- ♦ The Executive Budget includes \$218.8 million (all federal and state restricted funds) for the Michigan State Housing Development Authority.
- ♦ The governor's budget maintains \$4 million general fund support for the Land Bank Fast Track Authority to aid in the redevelopment of tax-reverted properties.

**Executive Recommendation
Talent and Economic Development
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$150,388.9	\$1,108,215.8	\$164,502.4	\$1,114,324.8	\$164,502.4	\$1,114,324.8
One-Time Funding	\$29,000.0	\$37,778.5	\$29,000.0	\$29,000.0	\$0.0	\$0.0
Total Funding	\$179,388.9	\$1,145,994.3	\$193,502.4	\$1,143,324.8	\$164,502.4	\$1,114,324.8
% Change from Previous Year						
Ongoing Funding			9.4%	0.6%	0.0%	0.0%
One-Time Funding			0.0%	(23.2%)	(100.0%)	(100.0%)
Total Funding			7.9%	(0.2%)	(15.0%)	(2.5%)

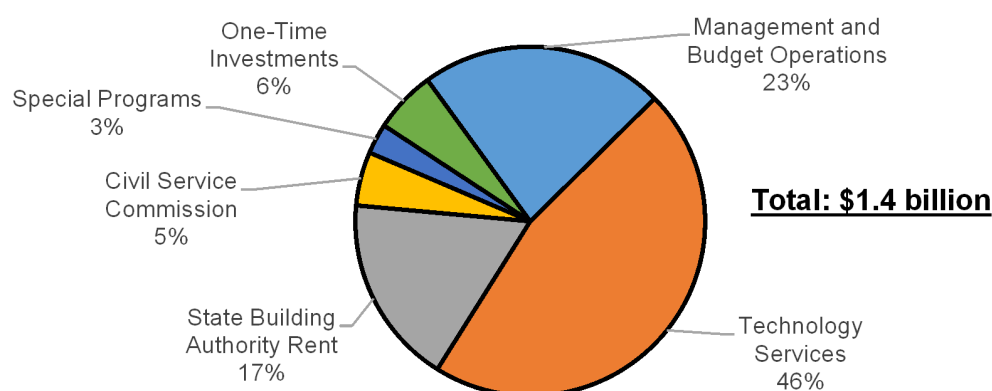
Programs					
Workforce Development Programs		\$28,224.5	\$460,868.8	\$28,224.5	\$460,868.8
Michigan State Housing Development Authority		\$0.0	\$218,797.6	\$0.0	\$218,797.6
Unemployment Insurance Agency		\$0.0	\$160,454.4	\$0.0	\$160,454.4
Other Economic Development Programs		\$20,900.0	\$122,450.0	\$20,900.0	\$122,450.0
Business Attraction and Community Revitalization		\$93,900.0	\$115,500.0	\$93,900.0	\$115,500.0
Job Creation and Support Services		\$17,517.2	\$30,994.9	\$17,517.2	\$30,994.9
Land Bank Fast Track Authority		\$3,960.7	\$5,259.1	\$3,960.7	\$5,259.1
Total Ongoing Recommendation		\$164,502.4	\$1,114,324.8	\$164,502.4	\$1,114,324.8
Business Attraction and Community Revitalization		\$10,000.0	\$10,000.0	\$0.0	\$0.0
Going Pro		\$10,000.0	\$10,000.0	\$0.0	\$0.0
Talent Marketing		\$5,000.0	\$5,000.0	\$0.0	\$0.0
Project Rising Tide		\$2,000.0	\$2,000.0	\$0.0	\$0.0
Arts and Cultural Program		\$1,000.0	\$1,000.0	\$0.0	\$0.0
Protect and Grow		\$1,000.0	\$1,000.0	\$0.0	\$0.0
Total One-Time Recommendation		\$29,000.0	\$29,000.0	\$0.0	\$0.0
TOTAL RECOMMENDATION		\$193,502.4	\$1,143,324.8	\$164,502.4	\$1,114,324.8



Department of Technology, Management and Budget

The Department of Technology, Management and Budget (DTMB) supports the business operations of state agencies through a variety of services, including building management and maintenance, information technology, centralized contracting and procurement, space planning and leasing, construction management, motor vehicle fleet operations, and oversight of the state retirement systems. *The governor's proposed budget for fiscal year 2018 and fiscal year 2019 recommends ongoing funding of \$1.3 billion, of which \$491.8 million is general fund. The governor also recommends \$80.9 million in one-time general fund in fiscal year 2018.*

Nearly Half of Budget Supports Information Technology Services for State Agencies



Highlights of Governor's Budget Recommendation

One of DTMB's primary responsibilities is providing centralized information technology services in support of all state agencies. Governor Snyder's budget recommendation for fiscal year 2018 proposes significant information technology investments to modernize systems, integrate and protect data resources, and provide citizens with improved access and more user friendly interfaces for interaction with state agency programs. The effective use of information technology fulfills Governor Snyder's vision for a more citizen centric government.

The governor's fiscal year 2018 budget includes a total of \$84.4 million (\$37.6 million general fund) for eight high priority information technology projects. The DTMB budget includes five of these

eight projects representing a total investment of \$24.6 million general fund. In addition, the DTMB budget includes \$7.5 million one-time general fund to augment the Information Technology Investment Fund to address other state agency modernization needs.

The five DTMB high priority information technology projects are as follows:

- ♦ A total of \$7 million (\$4 million one-time) is included to support cyber security protections to ensure the confidentiality, integrity, and availability of state information technology assets. As the volume and complexity of the cyber threat increases, this investment will provide DTMB with the resources and tools to

prevent, detect, and defend against such intrusions.

- ♦ A total of \$6.5 million (\$5.5 million one-time) is recommended for citizen centric government initiatives that will reinvent how citizens interact with State of Michigan programs and services through the use of individualized log-in portals, key high-value system integrations, and new mobile applications. This project is central to advancing the governor's vision of providing citizens with a seamless and personalized user experience that allows for engaging state services on an anytime, anywhere basis.
- ♦ A total of \$1.6 million is added to support the development of new mobile applications for

state programs and services through DTMB's Mobile Center of Excellence, including citizen centric government initiatives.

- ♦ A total of \$9 million one-time is recommended to provide a new Michigan.gov content management system to support 130 critical state websites. This project will modernize the legacy Michigan.gov environment and ensure the stability and continuity of the state's internet resources.
- ♦ A total of \$353,000 one-time is included to automate the collection of Priority School District student data, allowing Priority School District Superintendents and the School Reform Office to review and analyze performance data submitted in real time.

Other Budget Investments

- ♦ In 2017, the State of Michigan will be transitioning to the use of its new enterprise resource planning tool, Statewide Integrated Governmental Management Application (SIGMA), to support administrative functions related to budget, accounting, procurement, grant management, and human resources. The governor's fiscal year 2018 budget includes \$15 million (\$4.5 million one-time) to support operations, contractual services, and continuous improvement related to SIGMA.
- ♦ The Governor's 21st Century Infrastructure Commission recently issued its report and found that Michigan's infrastructure gap exceeds \$60 billion over the next 20 years with an annual investment gap of approximately \$4 billion. The DTMB budget includes \$20 million one-time general fund for deposit into the Michigan Infrastructure Fund as a down payment toward addressing Michigan's water, transportation, energy, and communications infrastructure. Governor Snyder looks forward to engaging with policymakers and stakeholders on the best solutions for addressing these long-term needs.
- ♦ A total of \$25 million one-time general fund is provided to support the Drinking Water Decla-

ration of Emergency in Flint. With legislative approval, these funds will be available to support services and programs for Flint residents and businesses as additional needs are identified. The funds will augment other agency specific fiscal year 2018 Flint appropriations of \$23.8 million.

- ♦ The governor recommends capital outlay planning authorizations for three university, two community college, and two state agency capital outlay projects. The institutions and state agencies recommended for planning include: Michigan Technological University, Saginaw Valley State University, Wayne State University, Henry Ford College, St. Clair Community College, the Department of Health and Human Services, and the Department of Technology, Management and Budget. The total estimated cost of these seven projects is \$260.4 million, with an estimated state share of \$215 million. These seven projects ranked the highest in capital outlay scoring evaluations in their respective categories.
- ♦ In fiscal year 2018, \$5 million one-time general fund is recommended for the lifecycle replacement of public safety communications equipment.

**Executive Recommendation
Technology, Management and Budget
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$474,167.7	\$1,286,990.8	\$491,817.1	\$1,324,605.1	\$491,817.1	\$1,324,605.1
One-Time Funding	\$11,350.9	\$14,200.9	\$80,938.8	\$80,938.8	\$0.0	\$0.0
Total Funding	\$485,518.6	\$1,301,191.7	\$572,755.9	\$1,405,543.9	\$491,817.1	\$1,324,605.1
% Change from Previous Year						
Ongoing Funding			3.7%	2.9%	0.0%	0.0%
One-Time Funding			613.1%	470.0%	(100.0%)	(100.0%)
Total Funding			18.0%	8.0%	(14.1%)	(5.8%)

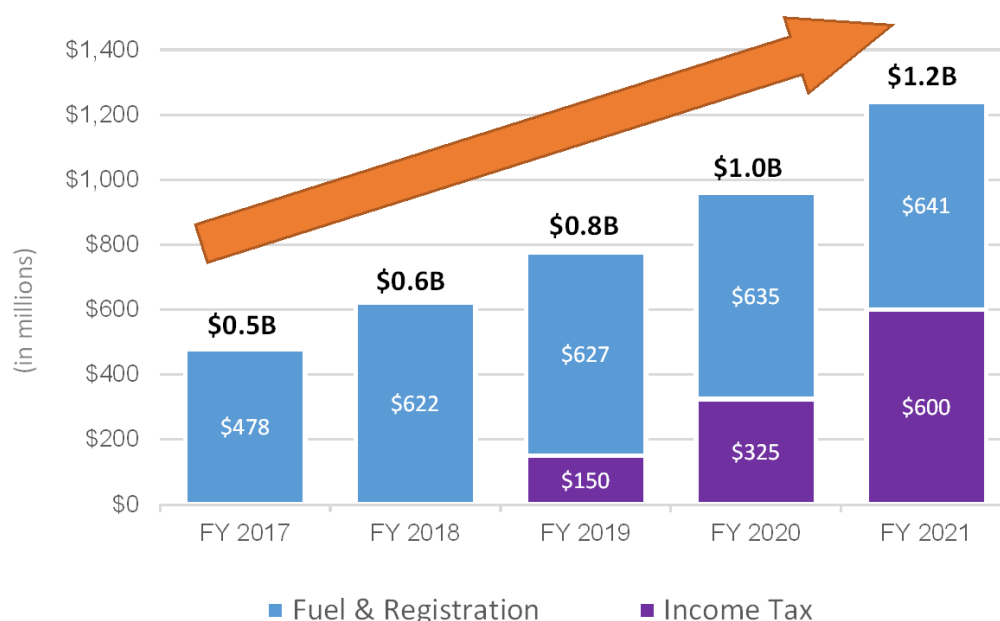
Programs				
Technology Services	\$128,449.6	\$651,166.5	\$128,449.6	\$651,166.5
Management and Budget Operations	\$79,185.2	\$317,402.6	\$79,185.2	\$317,402.6
State Building Authority Rent	\$246,570.6	\$246,570.6	\$246,570.6	\$246,570.6
Civil Service Commission	\$23,554.5	\$70,034.4	\$23,554.5	\$70,034.4
Special Programs	\$14,057.2	\$39,431.0	\$14,057.2	\$39,431.0
Total Ongoing Recommendation	\$491,817.1	\$1,324,605.1	\$491,817.1	\$1,324,605.1
Drinking Water Declaration of Emergency Reserve Fund	\$25,000.0	\$25,000.0	\$0.0	\$0.0
Michigan Infrastructure Fund	\$20,000.0	\$20,000.0	\$0.0	\$0.0
Michigan.gov Content Management Replacement	\$9,050.0	\$9,050.0	\$0.0	\$0.0
Information Technology Investment Fund	\$7,500.0	\$7,500.0	\$0.0	\$0.0
Citizen Centric Government Information Technology Project	\$5,534.3	\$5,534.3	\$0.0	\$0.0
Public Safety Lifecycle Equipment Replacement	\$5,000.0	\$5,000.0	\$0.0	\$0.0
SIGMA Transition Support	\$4,500.8	\$4,500.8	\$0.0	\$0.0
Cyber Security	\$4,000.0	\$4,000.0	\$0.0	\$0.0
School Reform Office-Performance Information System Upgrade	\$353.0	\$353.0	\$0.0	\$0.0
Capital Outlay Planning Authorizations	\$0.7	\$0.7	\$0.0	\$0.0
Total One-Time Recommendation	\$80,938.8	\$80,938.8	\$0.0	\$0.0
TOTAL RECOMMENDATION	\$572,755.9	\$1,405,543.9	\$491,817.1	\$1,324,605.1



Department of Transportation

The Department of Transportation is responsible for ensuring that the state's network of roads and bridges, public transportation systems, and passenger, freight rail, and aviation programs provide for the efficient and effective movement of people and goods. *The governor's proposed budget recommends total funding of \$4.3 billion for fiscal year 2018 and \$4.5 billion for fiscal year 2019.*

On Track to \$1.2 Billion in New Transportation Revenues by 2021



Highlights of Governor's Budget Recommendation

As the 21st Century Infrastructure Commission found in its December 2016 report, there is remaining work to be done in addressing Michigan's transportation infrastructure needs. New revenue from the 2015 transportation revenue package, however, is helping to address critical priorities. The governor's fiscal year 2018 recommendation builds on this progress and includes increases across all major modes of transportation.

State and Local Roads

- The Executive Recommendation for fiscal year 2018 provides a \$130 million increase in Michigan Transportation Fund (MTF) support for local roads and an \$84.3 million increase for state roads. These additional funds reflect the first full fiscal year of increased motor fuel tax and registration fee revenue under the 2015 revenue package, along with projected increases in baseline MTF revenue. Michigan

will also benefit from \$31.5 million in anticipated new federal funding for road and bridge programs.

- ♦ A key area of focus for fiscal year 2018 is mitigating severe flooding events on southeast Michigan freeways, which threaten public safety and property and can severely impede traffic flow for area motorists. The Executive Recommendation includes an additional \$8.5 million of State Trunkline Fund support to enhance drain system maintenance activities in southeast Michigan to mitigate future freeway flooding events.
- ♦ For fiscal year 2019, the Executive Recommendation reflects \$150 million of individual income tax revenues that will be newly dedicated to transportation under the 2015 revenue package, along with baseline MTF revenue increases.

Transit and Rail

- ♦ Transit and rail programs will receive an additional \$15 million in state funding for fiscal year 2018. The Executive Recommendation increases several key programs with this additional funding: transit capital (\$5.5 million), rail operations and infrastructure (\$7.6 million), and intercity services (\$1.8 million). These funds will support signal and safety-related improvements on the Detroit – Chicago rail corridor and enhanced intercity bus services, as well as provide match funding for critical local transit projects around the state.
- ♦ For fiscal year 2018, the Executive Recommendation also includes \$2 million in new Federal Transit Administration grants for transit vehicles, facilities, planning, and operating assistance in rural areas.

“Sustainable funding sources at the state, federal, and local level are required to halt the continuing deterioration of transportation infrastructure and allow Michigan to take advantage of 21st century technology that will provide improvements to transportation service and safety.”

**21st Century Infrastructure Commission Report
December 4, 2016**

**Executive Recommendation
Transportation
(\$ in Thousands)**

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$0.0	\$4,106,003.6	\$0.0	\$4,347,443.0	\$0.0	\$4,528,262.5
One-Time Funding	\$8,500.0	\$8,500.0	\$0.0	\$0.0	\$0.0	\$0.0
Total Funding	\$8,500.0	\$4,114,503.6	\$0.0	\$4,347,443.0	\$0.0	\$4,528,262.5
% Change from Previous Year						
Ongoing Funding			0.0%	5.9%	0.0%	4.2%
One-Time Funding			(100.0%)	(100.0%)	0.0%	0.0%
Total Funding			(100.0%)	5.7%	0.0%	4.2%

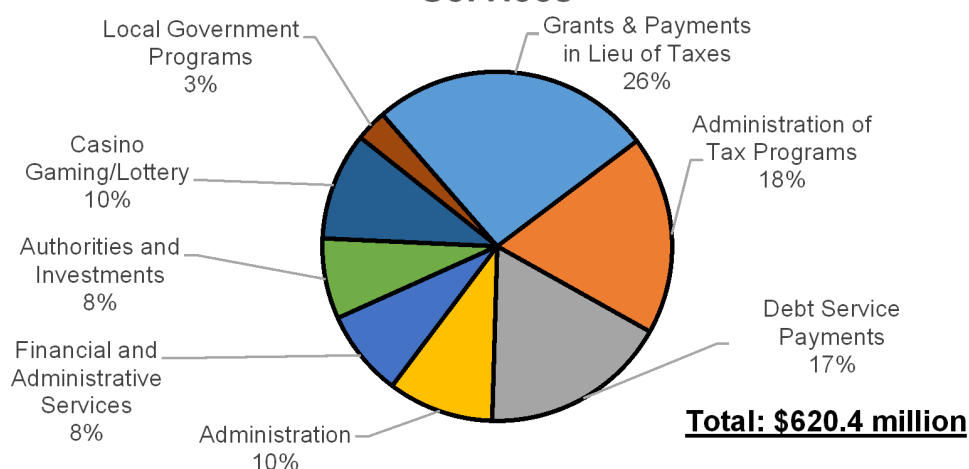
Programs					
State and Local Road and Bridge Programs	\$0.0	\$3,432,556.6	\$0.0	\$3,613,376.1	
Transit, Rail, and Aeronautics Services	\$0.0	\$457,442.8	\$0.0	\$457,442.8	
Debt Service	\$0.0	\$228,939.4	\$0.0	\$228,939.4	
Support Services	\$0.0	\$122,559.7	\$0.0	\$122,559.7	
Capital Outlay	\$0.0	\$105,944.5	\$0.0	\$105,944.5	
Total Ongoing Recommendation	\$0.0	\$4,347,443.0	\$0.0	4,528,262.5	
Total One-Time Recommendation	\$0.0	\$0.0	\$0.0	\$0.0	
TOTAL RECOMMENDATION	\$0.0	\$4,347,443.0	\$0.0	\$4,528,262.5	



Department of Treasury

The Department of Treasury's major responsibilities include the fair and efficient management of the state's tax system, investment of state funds, safeguarding the credit rating of the state and local governments, forecasting state economic activity and revenues, administration of property tax laws, audits of county and municipal financial records, maximization of lottery revenue to the School Aid Fund, and providing oversight of casino gaming operations. *Excluding \$1.2 billion in revenue sharing payments to local units of government, the governor's proposed budget for fiscal year 2018 recommends funding for Treasury operations of \$620.4 million, of which \$206.3 million is general fund. In fiscal year 2018, the budget includes one-time funding of \$3.5 million, of which \$2 million is general fund. For fiscal year 2019, the governor recommends total operations funding of \$623 million, of which \$203.3 million is general fund.*

Treasury Provides an Array of Tax and Financial Services



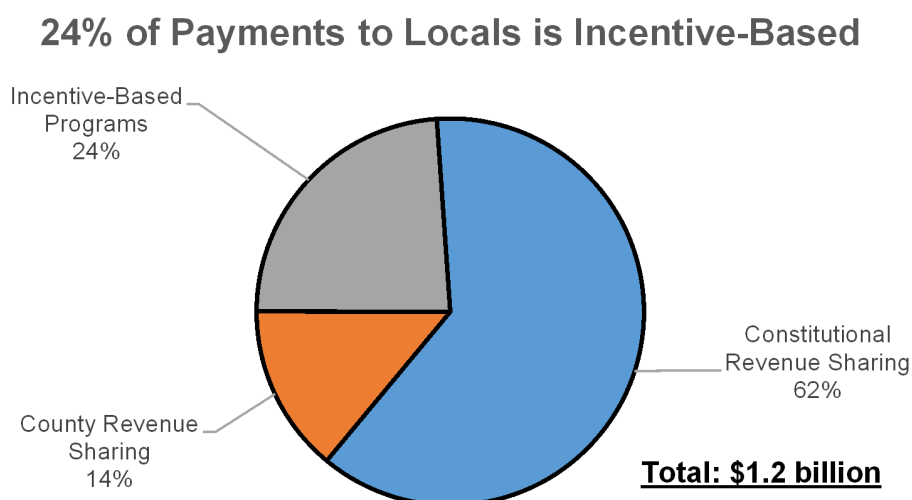
Highlights of Governor's Budget Recommendation

- ♦ The governor's fiscal year 2018 budget provides \$1.5 million in one-time local funding for development and implementation of corporate and withholding tax components of the city income tax program to businesses in the City of Detroit. The Executive Recommendation also provides \$3.8 million ongoing local funding to expand the department's city tax processing services to any new city requesting services. These resources will support additional staff-ing, and information technology costs associated with receiving and imaging tax returns.
- ♦ One-time information technology support of \$2 million general fund is provided to continue multi-year efforts to modernize Treasury's legacy tax systems.
- ♦ The governor's budget includes \$992,200 general fund to support the department's tax processing efforts. These funds will be used to decrease telephone call wait times for taxpayers, and reduce the processing time of individual income tax correspondence.

- ♦ The governor's budget includes \$675,000 in restricted funds for anticipated costs associated with the collection and audit of resources within the Medical Marihuana Regulatory Fund. The recommendation also includes \$3.9 million restricted funds associated with medical marihuana excise tax grants that will be dispersed to municipalities, counties, and county sheriffs pursuant to law.
- ♦ Governor Snyder recommends \$107.6 million for debt service payments, including \$5.4 million to fund debt service related to the issuance of new Strategic Water Quality bonds. These bonds will fund sanitary sewer and storm water infrastructure projects in local communities.
- ♦ The governor's recommendation adds \$716,300 restricted revenue to the Bureau of State Lottery to augment core operational functions in financial services, regulation, and security to accommodate expansion of internet sales. This investment will increase Lottery sales and will result in a corresponding increase in Lottery revenues to the School Aid Fund.
- ♦ The Executive Budget provides \$149,900 restricted revenue to Michigan Gaming Control Board for verification that the information technology systems utilized by Detroit casinos are secure and accurate in their revenue reporting, and that internal controls are sufficient to mitigate inaccurate reporting.
- ♦ The Executive Recommendation includes \$1.3 million in restricted funds to reflect recently enacted increases in lien filing fees from \$10 to \$30. Liens are filed with counties to collect delinquent taxes owed to the state.

Treasury - Revenue Sharing

Michigan's revenue sharing program distributes sales tax revenues collected by the state to local units of government, allowing communities to determine how best to fund local services. A constitutionally-dedicated portion of sales tax revenues is distributed to cities, villages, and townships; the remainder is subject to annual appropriation. *Funding for fiscal year 2018 is recommended at \$1.2 billion, which includes \$773.5 million for constitutionally-required revenue sharing payments; \$248.8 million for City, Village, and Township Revenue Sharing; \$174.7 million for County Revenue Sharing; \$43.2 million for the County Incentive Program, and \$5 million for Financially Distressed Cities, Villages, and Townships. Anticipated funding for fiscal year 2019 is recommended at \$1.3 billion, which includes \$795 million for constitutionally-required revenue sharing payments.*



Highlights of Governor's Budget Recommendation

- Constitutional revenue sharing payments for cities, villages, and townships are increased by \$17.2 million (2.3 percent) to \$773.5 million, based on estimated sales tax collections.
- City, Village, and Township Revenue Sharing provides \$248.8 million for qualified cities, villages, and townships. In order to receive payment, otherwise eligible units are required to meet "Accountability and Transparency" provisions including a citizen's guide to local finances with disclosure of unfunded liabilities, a performance dashboard, a debt service report, and a two-year budget projection.
- Seventy-eight (78) eligible counties will receive a combination of revenue sharing payments and incentive-based payments, provided they meet "Accountability and Transparency" provisions consistent with requirements under City, Village, and Township Revenue Sharing. The fiscal year 2018 Executive Budget recommends \$217.9 million, providing one percent above the amount directed by statutory guidelines.
- The fiscal year 2018 Executive Budget recommends \$5 million for financially distressed cities, villages, and townships. This program

provides grants for local units that have one or more conditions that indicate probable financial distress. Grants are available to reduce unfunded accrued liabilities, repair publicly-owned critical infrastructure, reduce general fund debt, and transition to shared services. Grants to any community cannot exceed \$2 million.

- ◆ In addition to the funds appropriated through the state budget, a large number of local units are receiving a total of \$109.2 million in fiscal

year 2017 payments through the Local Community Stabilization Authority that are above and beyond the amounts needed for full reimbursement of revenue losses resulting from Personal Property Tax reform approved by the state's voters in 2014. This includes 196 out of 280 cities, 130 out of 253 villages, 637 out of 1,240 townships, and 69 out of 83 counties. Such payments will continue in future years under current law.

Executive Recommendation
Treasury
(\$ in Thousands)

	FY 2017 Current Law		FY 2018 Recommendation		FY 2019 Recommendation	
	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross
Ongoing Funding	\$232,103.3	\$1,876,000.3	\$204,348.5	\$1,856,402.0	\$203,303.5	\$1,883,983.5
One-Time Funding	\$3,342.5	\$9,142.6	\$2,000.0	\$9,300.0	\$0.0	\$0.0
Total Funding	\$235,445.8	\$1,885,142.9	\$206,348.5	\$1,865,702.0	\$203,303.5	\$1,883,983.5
% Change from Previous Year						
Ongoing Funding			(12.0%)	(1.0%)	(0.5%)	1.5%
One-Time Funding			(40.2%)	1.7%	(100.0%)	(100.0%)
Total Funding			(12.4%)	(1.0%)	(1.5%)	1.0%

Programs				
Revenue Sharing to Local Units of Government	\$0.0	\$1,239,492.2	\$0.0	\$1,260,963.7
Grants and Payments in Lieu of Taxes	\$33,111.2	\$161,881.6	\$33,111.2	\$168,811.6
Administration of Tax Programs	\$19,361.5	\$112,776.6	\$19,361.5	\$112,939.1
Debt Service Payments	\$107,580.0	\$107,580.0	\$106,535.0	\$106,535.0
Administration	\$28,751.1	\$58,736.8	\$28,751.1	\$58,736.8
Financial and Administrative Services	\$3,627.3	\$49,286.1	\$3,627.3	\$49,348.6
Authorities and Investments	\$0.0	\$46,676.6	\$0.0	\$46,676.6
Casino Regulation	\$0.0	\$31,054.7	\$0.0	\$31,054.7
Bureau of State Lottery	\$0.0	\$30,874.2	\$0.0	\$30,874.2
Local Government Programs	\$11,917.4	\$18,043.2	\$11,917.4	\$18,043.2
Total Ongoing Recommendation	\$204,348.5	\$1,856,402.0	\$203,303.5	1,883,983.5
Revenue Sharing to Local Units of Government	\$0.0	\$5,800.0	\$0.0	\$0.0
Systems, Applications, and Processes Support	\$2,000.0	\$2,000.0	\$0.0	\$0.0
City Income Tax Administration Program	\$0.0	\$1,500.0	\$0.0	\$0.0
Total One-Time Recommendation	\$2,000.0	\$9,300.0	\$0.0	\$0.0
TOTAL RECOMMENDATION	\$206,348.5	\$1,865,702.0	\$203,303.5	\$1,883,983.5



BACKGROUND INFORMATION

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Fiscal Years 2018 and 2019
Sources and Uses of General Fund/General Purpose
(in millions)

	Fiscal Year 2018	Fiscal Year 2019
REVENUES:		
Estimated Unassigned Beginning Fund Balance	\$366.0	\$7.6
Consensus Estimates	\$10,522.7	\$10,589.3
Total Adjustments*	<u>(\$465.2)</u>	<u>(\$458.4)</u>
Total Sources of GF/GP Revenues	\$10,423.5	\$10,138.5
EXPENDITURES:		
Total Uses of GF/GP Revenues - Executive Recommendation	\$10,324.4	\$9,986.7
PLUS: 25% of unassigned GF/GP balance to Rainy Day Fund	\$91.5	\$0.0
PLUS: Estimated average baseline adjustments	<u>\$0.0</u>	<u>\$135.3</u>
Total Uses of Funds	\$10,415.9	\$10,122.0
Estimated Ending Fund Balance, September 30	<u><u>\$7.6</u></u>	<u><u>\$16.5</u></u>

* Fiscal Year 2018

Payments to Local Government (\$471.7) million; Charge School Aid Fund for Short-Term Borrowing \$6.5 million.

Fiscal Year 2019

Payments to Local Government (\$465.9) million; Charge School Aid Fund for Short-Term Borrowing \$7.5 million.

Fiscal Years 2018 and 2019
Sources and Uses of All Funds
(in millions)

	Fiscal Year 2018	Fiscal Year 2019
REVENUES:		
General Fund - General Purpose (GF/GP)		
Consensus Estimate	\$10,522.7	\$10,589.3
Total Adjustments	(\$465.2)	(\$458.4)
Total GF/GP Revenue	<u>\$10,057.5</u>	<u>\$10,130.9</u>
School Aid Fund (SAF)		
Consensus Estimate	\$12,783.1	\$13,131.5
Total Adjustments	\$72.0	\$72.0
Transfers and Federal Aid	\$1,941.9	\$1,871.9
Total SAF Revenue	<u>\$14,797.0</u>	<u>\$15,075.4</u>
Transportation Funds	\$5,604.6	\$5,865.3
Special Revenue and Permanent Funds, including beginning balances	\$6,906.9	\$6,709.8
Federal Aid Not Elsewhere Itemized	\$20,128.1	\$20,109.9
Available Fund Balances Not Elsewhere Itemized	<u>\$1,246.9</u>	<u>\$1,055.1</u>
Total All Resources	\$58,741.0	\$58,946.4
LESS: Interfund Transfers	<u>(\$1,453.7)</u>	<u>(\$1,457.4)</u>
Total All Sources of Funds Less Interfund Transfers	\$57,287.3	\$57,489.0
EXPENDITURES:		
Total Uses of All Resources - Executive Recommendation	\$56,442.3	\$56,107.6
PLUS: 25% of unassigned GF/GP balance to Rainy Day Fund	\$91.5	\$0.0
PLUS: Estimated average baseline GF/GP adjustments	\$0.0	\$135.3
LESS: Interdepartmental Grants and Transfers	<u>(\$880.2)</u>	<u>(\$800.2)</u>
Total Uses of Funds	\$55,562.1	\$55,307.4
Excess of Sources over Uses	<u><u>\$1,725.2</u></u>	<u><u>\$2,181.6</u></u>

Consensus Economic Outlook

The consensus economic outlook for 2017, 2018, and 2019 was adopted at the January 12, 2017, Consensus Revenue Estimating Conference by the Administration, House Fiscal Agency, and Senate Fiscal Agency.

2016 U.S. Economic Review

U.S. real gross domestic product (GDP) increased an estimated 1.6 percent in calendar year 2016, down from the 2.5 percent rate of growth recorded in 2015. This was the slowest annual GDP growth rate since 2011. Real GDP in the first quarter of 2016 grew at a relatively weak rate of 0.8 percent and then increased by only 1.4 percent in the second quarter. The pace of growth accelerated to a strong 3.5 percent in the third quarter of 2016, but then slowed to 1.9 percent in the fourth quarter. The economic growth in 2016 was led by consumer spending on durable goods, residential fixed investment and exports.

The national labor market continued to be one of the strengths of the U.S. economy in 2016. Wage and salary employment increased 2.45 million jobs or 1.7 percent in 2016, which was the fifth straight year with job growth in excess of 2.0 million jobs. The largest monthly gain in employment during 2016 was recorded in June 2016 with 271,000 net new jobs. Since September 2010, wage and salary employment has increased for 75 consecutive months.

Nationally, the unemployment rate declined to 4.9 percent in 2016 from 5.3 percent in 2015. The 2016 monthly unemployment rates fell in a relatively narrow band of 4.6 percent to 5.0 percent.

The price of oil rose steadily from January through December of 2016; however, the average price during 2016 declined from the 2015 average price. The average price of oil was \$43.29 per barrel in 2016, which was down \$5.37 from the 2015 average price of \$48.66 and was the lowest annual oil price since 2003. On a monthly basis, the price per barrel rose from \$31.68 in January to \$51.97 per barrel by December. While rising throughout the year, oil prices are still well below levels from just a few years ago. These relatively low oil prices helped keep gasoline prices low in 2016 and this helped boost sales of light trucks and sport utility vehicles. One negative effect of the lower oil prices was that the level of economic activity slowed in those states whose economies depend on the production of oil.

The residential housing market continued to recover from the historical low levels of activity during the Great Recession, but in comparison to the past few years the rate of growth was very slow in 2016. While housing starts increased nearly 5 percent in 2016 to 1.166 million units, starts remained well below levels from the previous decade. Single family home construction increased in 2016, but the pace of growth will need to accelerate for housing starts to return to trend levels. A shortage of skilled construction workers together with increasing mortgage rates helped slow the pace of growth in housing starts in 2016. New home sales improved sharply in 2016, totaling 563,000 units, up 12.2 percent from 2015.

Light vehicle sales increased to an all-time record high of 17.5 million units in 2016, which topped the previous record of 17.4 million units set in 2015. During 2016, the monthly annualized sales rate topped 17 million units in ten months and December finished with an

18.3 million unit annualized sales rate. Light vehicle sales may have plateaued, but a continuing strong labor market, together with residential housing growth and better access to credit should keep sales at an elevated pace compared to trend.

The stock market grew in 2016 as the S&P 500 was up 9.5 percent on the last day of trading in 2016 compared to the last day in 2015. In December 2016, the Federal Reserve raised the federal funds rate target-range by 25 basis points from 0.50 percent to 0.75 percent. This marked only the second time the Federal Reserve raised the federal funds rate since June 2006. The Federal Open Market Committee expects the path of future rate changes will be gradual.

World economic growth remained flat in 2016. China grew a preliminary 6.7 percent in 2016, which is the slowest pace in 25 years. Emerging markets were hurt by the decline in commodity prices. Great Britain's vote to leave the Eurozone was a shock to the region. The Eurozone continued to grow slowly and was also negatively affected by the refugee crisis in Syria. The Japanese economy continued its struggle to sustain an economic recovery and ended the year with a pickup in exports and growth in industrial production and retail sales.

2016 Michigan Economic Review

Michigan wage and salary employment increased an estimated 2.0 percent in 2016, which marked the sixth consecutive year of growth after declining for 10 consecutive years. Michigan employment gained a preliminary 90,300 jobs in 2016 after gaining 61,700 in 2015. Over the course of 2016, the unemployment rate fell from 4.9 percent in January to July and August's rate of 4.5 percent but rose to 5.0 percent by December. Michigan's unemployment rate is projected to decrease to 4.6 percent in 2016 from 5.4 percent in 2015.

Michigan motor vehicle production increased by 2.6 percent in 2016 compared to 2015. Approximately 2,388,000 vehicles were produced in 2016 compared to the 2,327,000 vehicles produced in 2015. Michigan's 2016 vehicle production level marked the fifth year in a row that vehicle production topped two million units. Production in 2016 was more than double the historically low 1,146,000 units produced in 2009.

Michigan manufacturing employment was flat in 2016, but well above lows recorded during the Great Recession. In December 2016, manufacturing employment totaled 596,100 jobs, which was up 163,200 or 37.7 percent from the historically low level recorded during the Great Recession.

In 2016, wage and salary payments received by Michigan workers rose an estimated 4.6 percent after increasing 5.1 percent in 2015. Total personal income grew an estimated 3.6 percent in 2016, which was below the 4.6 percent growth rate in 2015. With 1.6 percent inflation, real (inflation adjusted) personal income rose an estimated 2.0 percent in 2016.

U.S. Consensus Economic Outlook: 2017 - 2019

Real GDP growth is projected to grow 2.0 percent in 2017, 1.9 percent in 2018, and 2.1 percent in 2019 (see Table 1). U.S. light vehicle sales are expected to remain at very high levels, but will drop below the record 17.5 million units sold in 2016 to an estimated 17.2

million units in 2017 and 17.0 million units 2018. In 2019, light vehicle sales are forecast to edge down to 16.9 million units.

The U.S. unemployment rate will fall to an estimated 4.7 percent in 2017 from 4.9 percent in 2016. In 2018 and 2019, the unemployment rate is forecast to remain at 4.7 percent.

Consumer prices, as measured by the U.S. Consumer Price Index (CPI), are expected to rise 2.1 percent in 2017, increase 2.0 percent in 2018, and increase 2.3 percent in 2019.

Michigan Consensus Economic Outlook: 2017 - 2019

Michigan wage and salary employment is expected to increase 1.1 percent in 2017 and 1.0 percent in both 2018 and 2019, which translates into 135,000 new jobs over these three years. Michigan's unemployment rate is expected to fall from 4.8 percent in 2016 (based on preliminary data released after adoption of the consensus economic forecast) to 4.6 percent in 2017. The unemployment rate is expected to remain stable as both the labor force and employment increase. The jobless rate is forecast to be an estimated 4.8 percent in 2018 and fall slightly to 4.7 percent in 2019.

Michigan personal income is projected to rise 3.9 percent in 2017, 3.7 percent in 2018, and 4.1 percent in 2019. Inflation is forecast to increase 2.2 percent in 2017, 1.9 percent in 2018, and 2.1 percent in 2019. As a result, real Michigan personal income is expected to rise 1.6 percent in 2017, increase by 1.8 percent in 2018, and rise 2.0 percent in 2019.

Forecast Risks

The housing sector is growing, but at a very slow rate and it remains well below historical trend levels. A faster than projected increase in housing starts would provide a boost to economic growth, especially in the durable goods sector.

U.S. federal monetary, fiscal, and trade policy changes also pose positive and negative risks to the pace of economic growth. If additional increases in interest rates by the Federal Reserve discourage business investment and consumer spending, then this would have a dampening effect on the US economy. Major fiscal legislation cutting taxes and/or increasing government spending could promote faster economic growth than forecast. In addition, any new restrictions on trade would likely lead to slower than expected economic growth.

The direction and magnitude of a change in oil prices will continue to be a risk to the economy. An increase in demand coupled with any constraints in supply could lead to a sharp increase in prices which would hurt consumer spending and light vehicle sales.

Light vehicle sales are expected to remain at high levels, but decline slightly from the recent record pace. A larger pullback in sales than expected would hurt both the U.S. and Michigan economies and in particular their manufacturing sectors.

Table 1
Consensus Economic Forecast

January 2017									
	Calendar 2015 Actual	Calendar 2016 Forecast	Percent Change from Prior Year	Calendar 2017 Forecast	Percent Change from Prior Year	Calendar 2018 Forecast	Percent Change from Prior Year	Calendar 2019 Forecast	Percent Change from Prior Year
United States									
Real Gross Domestic Product (Billions of Chained 2009 Dollars)	\$16,397	\$16,660	1.6%	\$16,993	2.0%	\$17,316	1.9%	\$17,680	2.1%
Implicit Price Deflator GDP (2009 = 100)	110.0	111.4	1.3%	113.4	1.8%	115.6	1.9%	117.9	2.0%
Consumer Price Index (1982-84 = 100)	237.017	239.925	1.2%	244.879	2.1%	249.777	2.0%	255.504	2.3%
Consumer Price Index - Fiscal Year (1982-84 = 100)	236.742	238.939	0.9%	243.767	2.0%	248.490	1.9%	254.017	2.2%
Personal Consumption Deflator (2009 = 100)	109.5	110.7	1.1%	112.6	1.7%	114.6	1.8%	116.9	2.0%
3-month Treasury Bills Interest Rate (percent)	0.05	0.3		0.8		1.4		2.1	
Aaa Corporate Bonds Interest Rate (percent)	3.9	3.6		3.9		4.1		4.3	
Unemployment Rate - Civilian (percent)	5.3	4.9		4.7		4.7		4.7	
Wage and Salary Employment (millions)	141.865	144.319	1.7%	146.200	1.3%	147.520	0.9%	148.850	0.9%
Housing Starts (millions of starts)	1.112	1.164	4.7%	1.226	5.3%	1.270	3.6%	1.335	5.1%
Light Vehicle Sales (millions of units)	17.4	17.5	0.4%	17.2	-1.5%	17.0	-1.2%	16.9	-0.6%
Passenger Car Sales (millions of units)	7.5	6.9	-8.2%	6.5	-5.8%	6.4	-1.5%	6.3	-1.6%
Light Truck Sales (millions of units)	9.9	10.6	6.9%	10.7	1.3%	10.6	-0.9%	10.6	0.0%
Big 3 Share of Light Vehicles (percent)	43.6	42.9		43.0		43.2		43.0	
Michigan									
Wage and Salary Employment (thousands)	4,244	4,329	2.0%	4,376	1.1%	4,420	1.0%	4,464	1.0%
Unemployment Rate (percent)	5.4	4.6		4.6		4.8		4.7	
Personal Income (millions of dollars)	\$424,807	\$440,101	3.6%	\$457,265	3.9%	\$474,183	3.7%	\$493,625	4.1%
Real Personal Income (millions of 1982-84 dollars)	\$194,237	\$198,076	2.0%	\$201,330	1.6%	\$204,870	1.8%	\$208,937	2.0%
Wages and Salaries (millions of dollars)	\$214,703	\$224,580	4.6%	\$232,215	3.4%	\$239,414	3.1%	\$247,793	3.5%
Detroit Consumer Price Index (1982-84 = 100)	218.706	222.188	1.6%	227.122	2.2%	231.456	1.9%	236.255	2.1%

Revenue Estimates

Fiscal Year 2016 Revenue

In 2016, Michigan's economy expanded for the sixth consecutive year due to solid growth in both employment and personal income. This growth in economic activity was key to a 4.3 percent increase in net income tax collections in FY 2016, which helped offset a weak 0.7 percent increase in sales tax receipts. As a result, General Fund/General Purpose (GF/GP) and School Aid Fund (SAF) revenue on a consensus basis totaled \$22,134.1 million in FY 2016, which was up 1.6 percent from FY 2015.

Revenue Estimates: Fiscal Year 2017, Fiscal Year 2018, and Fiscal Year 2019

On January 12, 2017, the Administration and the House and Senate Fiscal Agencies reached a consensus on projected revenues for FY 2017, FY 2018, and FY 2019, and these estimates are used for the Governor's FY 2018-FY 2019 *Executive Budget*. Michigan's economy is projected to continue to grow through 2019 and, as a result, revenues are also expected to grow each year, although at a slightly slower pace of growth than estimated prior to the January Consensus Revenue Estimating Conference.

In FY 2017, GF/GP revenue on a consensus basis will increase an estimated 2.7 percent to \$10,290.1 million and after factoring in transfers and other budget adjustments, GF/GP revenue will total an estimated \$9,946.6 million. On a consensus basis, SAF revenue will increase an estimated 2.8 percent to \$12,457.0 million. Including federal aid and other budget adjustments, SAF revenue will total an estimated \$14,531.2 million.

In FY 2018, consensus-based GF/GP revenue will total an estimated \$10,522.7 million, which is up 2.3 percent from FY 2017. Including transfers and other budget items, GF/GP revenue will total an estimated \$10,057.5 million. School Aid Fund revenue, on a consensus basis, will increase an estimated 2.6 percent to \$12,783.1 million in FY 2018; however, after factoring in federal aid and other budget measures, SAF revenue is expected to total \$14,797.1 million.

In FY 2019, GF/GP revenue is projected to increase 0.6 percent to \$10,589.3 million on a consensus basis and will total an estimated \$10,130.9 million including transfers and other budget items. School Aid Fund revenue will increase an estimated 2.7 percent to \$13,131.5 million on a consensus basis and will total an estimated \$15,075.4 million including federal aid and other budget items.

Overall Revenue: FY 2017, FY 2018, and FY 2019

Total net revenue for all funds is estimated to be \$56,221.7 million in FY 2017, \$57,287.4 million in FY 2018, and \$57,489.0 million in FY 2019. The Summary Statement of Available Operating Funds presents information for FY 2016 through FY 2019.



SUMMARY STATEMENT OF AVAILABLE OPERATING FUNDS

GENERAL FUND - GENERAL PURPOSE (GF/GP) ANNUAL REVENUE				
	ACTUAL FY 2016	CURRENT YEAR ESTIMATES FY 2017	BUDGET YEAR 1 ESTIMATES FY 2018	BUDGET YEAR 2 ESTIMATES FY 2019
TAX REVENUE				
Personal Income Tax				
Individual Income Tax ⁽¹⁾	8,579,100,000	8,864,600,000	9,164,900,000	9,313,500,000
LESS: Refunds	(1,873,000,000)	(1,879,000,000)	(1,927,500,000)	(2,183,800,000)
Subtotal Personal Income Tax	6,706,100,000	6,985,600,000	7,237,400,000	7,129,700,000
Consumption Taxes				
Sales Tax ⁽²⁾	1,143,300,000	1,178,900,000	1,209,300,000	1,245,900,000
Use Tax ⁽¹⁾	931,800,000	668,700,000	583,700,000	614,100,000
Tobacco Taxes ⁽¹⁾	186,300,000	184,000,000	182,400,000	180,700,000
Beer and Wine Excise Tax	51,800,000	53,000,000	54,000,000	55,000,000
Liquor Specific Tax ⁽¹⁾	52,700,000	54,000,000	55,200,000	56,600,000
Subtotal Consumption Taxes	2,365,900,000	2,138,600,000	2,084,600,000	2,152,300,000
Other Taxes				
Single Business Tax	(6,200,000)	(5,000,000)	0	0
Insurance Company Premium Retaliatory Tax	329,200,000	405,600,000	419,400,000	420,500,000
Michigan Business Tax	(878,900,000)	(672,800,000)	(680,600,000)	(604,100,000)
Corporate Income Tax	929,900,000	946,500,000	975,800,000	1,006,000,000
Telephone and Telegraph Tax	34,700,000	36,600,000	36,000,000	36,000,000
Essential Services Assessment	67,600,000	75,000,000	78,300,000	83,000,000
Oil and Gas Severance Tax	18,900,000	23,600,000	25,700,000	27,600,000
Penalties and Interest	120,300,000	122,300,000	124,000,000	126,200,000
Other	2,000,000	2,000,000	2,000,000	2,000,000
Enhanced Enforcement ⁽³⁾	(141,400,000)	(146,000,000)	(148,000,000)	(150,000,000)
Subtotal Other Taxes	476,100,000	787,800,000	832,600,000	947,200,000
TOTAL GF/GP TAX REVENUE	9,548,100,000	9,912,000,000	10,154,600,000	10,229,200,000

⁽¹⁾ See also School Aid Fund.⁽²⁾ See General Fund and Special Purpose Revenue, School Aid Fund, Aeronautics Fund, Comprehensive Transportation Fund and Qualified Airport Fund.⁽³⁾ Restricted revenues supporting Treasury collection activities are shown here as negatives.

SUMMARY STATEMENT OF AVAILABLE OPERATING FUNDS

	ACTUAL FY 2016	CURRENT YEAR ESTIMATES FY 2017	BUDGET YEAR 1 ESTIMATES FY 2018	BUDGET YEAR 2 ESTIMATES FY 2019
GF/GP ANNUAL REVENUE				
NON-TAX REVENUE				
Federal Aid	18,800,000	25,000,000	25,000,000	25,000,000
Local Agencies	0	100,000	100,000	100,000
Services	6,700,000	7,000,000	7,000,000	7,000,000
Licenses and Permits	13,300,000	12,500,000	12,500,000	12,500,000
Miscellaneous	39,400,000	8,000,000	8,000,000	8,000,000
Driver Responsibility Fee	70,700,000	52,500,000	38,500,000	25,500,000
Short-Term Note Costs	0	0	0	0
Interest /Borrowing Costs	(1,300,000)	(5,500,000)	(6,500,000)	(7,500,000)
Unclaimed Property Transfer	107,100,000	58,500,000	58,500,000	59,500,000
Subtotal Non-Tax Revenue	254,700,000	158,100,000	143,100,000	130,100,000
Transfers to GF/GP				
Liquor Purchase Revolving Fund Transfer	209,600,000	215,000,000	220,000,000	225,000,000
Charitable Games and Other Funds	3,000,000	5,000,000	5,000,000	5,000,000
Subtotal Transfers to GF/GP	212,600,000	220,000,000	225,000,000	230,000,000
TOTAL GF/GP NON-TAX REVENUE	467,300,000	378,100,000	368,100,000	360,100,000
CONSENSUS TOTAL GF/GP REVENUE	10,015,400,000	10,290,100,000	10,522,700,000	10,589,300,000
BUDGET ADJUSTMENTS				
Payments to Local Government	n/a	(471,107,500)	(465,307,500)	(465,307,500)
Charge School Aid Fund for Short-Term Borrowing	n/a	5,500,000	6,500,000	7,500,000
PA 161 and 162 of 2014 (Health Maintenance Organization (HMO) Use Tax)	n/a	105,300,000	0	0
PA 280 of 2016 (Transportation Economic Development Fund)	n/a	9,400,000	0	0
PA 517 of 2016 (Contingent Fund Transfer to General Fund)	n/a	10,000,000	0	0
Lawsuit Settlement Proceeds	n/a	(2,600,000)	0	0
TOTAL BUDGET ADJUSTMENTS	0	(343,507,500)	(458,807,500)	(457,807,500)
ADJUSTMENTS RECOMMENDED IN EXECUTIVE BUDGET				
Payments to Local Government	n/a	0	(6,440,600)	(640,600)
TOTAL RECOMMENDED ADJUSTMENTS	0	0	(6,440,600)	(640,600)
TOTAL GF/GP WITH ADJUSTMENTS LESS INTERFUND TRANSFERS	10,015,400,000	9,946,592,500	10,057,451,900	10,130,851,900

SUMMARY STATEMENT OF AVAILABLE OPERATING FUNDS

	ACTUAL FY 2016	CURRENT YEAR ESTIMATES FY 2017	BUDGET YEAR 1 ESTIMATES FY 2018	BUDGET YEAR 2 ESTIMATES FY 2019
GENERAL FUND-SPECIAL PURPOSE/SPECIAL REVENUE AND PERMANENT FUNDS, INCLUDING BEGINNING FUND BALANCES				
Agriculture and Rural Development	35,361,642	41,565,457	42,372,354	42,328,494
Attorney General	6,042,633	7,707,663	7,642,063	7,576,463
Capitol Historic Site	3,616,006	3,163,200	3,142,000	3,142,000
Casino Gaming	45,847,127	46,741,869	42,910,768	41,738,268
Civil Rights	119,800	119,800	119,800	119,800
Corrections	75,842,970	58,676,930	41,047,230	41,047,230
Education	8,888,812	10,413,511	10,543,811	10,207,411
Environmental Quality	444,527,291	453,650,207	418,410,164	328,595,161
Health and Human Services	2,354,235,690	2,566,204,175	2,725,251,075	2,667,716,875
Insurance and Financial Services	75,656,492	70,834,353	66,960,461	61,830,461
Judiciary	89,054,024	99,450,069	100,568,770	101,880,770
Licensing and Regulatory Affairs	460,651,369	480,380,608	504,064,076	525,874,470
Lottery	32,814,400	32,999,900	34,168,100	34,168,100
Military and Veterans Affairs	29,659,588	37,248,951	35,564,786	33,157,524
Natural Resources	543,429,954	477,012,007	371,858,468	370,544,668
State	191,437,592	212,688,548	211,392,248	206,855,918
State Police	130,905,833	131,474,357	120,582,942	119,217,780
Talent and Economic Development	333,492,864	356,530,123	340,980,433	317,175,033
Technology, Management and Budget	101,130,821	144,481,263	168,290,063	130,354,663
Treasury	1,765,985,648	1,625,278,287	1,660,986,659	1,666,236,759
TOTAL GF-SPECIAL PURPOSE/SPECIAL REVENUE AND PERMANENT FUNDS	6,728,700,557	6,856,621,279	6,906,856,271	6,709,767,848

SUMMARY STATEMENT OF AVAILABLE OPERATING FUNDS

	ACTUAL FY 2016	CURRENT YEAR ESTIMATES FY 2017	BUDGET YEAR 1 ESTIMATES FY 2018	BUDGET YEAR 2 ESTIMATES FY 2019
FEDERAL AID NOT ELSEWHERE ITEMIZED:				
Agriculture and Rural Development	7,987,336	8,246,400	11,273,900	11,273,900
Attorney General	4,898,431	9,476,700	9,476,700	9,476,700
Civil Rights	1,917,730	2,763,000	2,775,800	2,775,800
Corrections	2,570,009	4,765,100	5,293,800	5,293,800
Education	191,749,890	239,821,900	251,854,700	251,854,700
Environmental Quality	47,040,445	138,687,200	170,042,600	170,042,600
Health and Human Services	17,337,364,702	17,890,314,200	18,446,455,600	18,438,429,700
Higher Education	96,865,698	104,126,400	111,526,400	101,526,400
Insurance and Financial Services	1,270,386	2,000,000	2,014,700	2,014,700
Judiciary	3,860,789	6,733,500	6,488,900	6,488,900
Licensing and Regulatory Affairs	54,124,244	64,441,800	65,020,900	65,020,900
Military and Veterans Affairs	87,877,684	91,793,600	92,334,100	92,334,100
Natural Resources	51,420,594	72,765,400	74,281,000	74,081,000
State	1,913,765	1,460,000	1,460,000	1,460,000
State Police	64,100,262	93,934,800	83,662,500	83,662,500
Talent and Economic Development	384,487,535	768,144,800	762,144,800	762,144,800
Technology, Management and Budget	6,080,125	4,958,200	4,985,300	4,985,300
Treasury	16,112,791	39,920,800	27,022,600	27,022,600
TOTAL FEDERAL AID (excluding General Fund, Transportation and School Aid)	18,361,642,416	19,544,353,800	20,128,114,300	20,109,888,400

SUMMARY STATEMENT OF AVAILABLE OPERATING FUNDS

SCHOOL AID FUND (SAF) ANNUAL REVENUE				
	ACTUAL FY 2016	CURRENT YEAR ESTIMATES FY 2017	BUDGET YEAR 1 ESTIMATES FY 2018	BUDGET YEAR 2 ESTIMATES FY 2019
TAXES AND LOTTERY				
Sales Tax	5,308,800,000	5,446,500,000	5,583,000,000	5,746,600,000
Use Tax	489,900,000	524,900,000	560,900,000	590,400,000
Income Tax	2,662,100,000	2,770,600,000	2,864,300,000	2,957,700,000
Liquor Excise Tax	52,000,000	53,600,000	54,800,000	56,200,000
Tobacco Taxes	358,400,000	353,000,000	348,400,000	343,500,000
State Education Tax	1,897,000,000	1,933,900,000	1,990,600,000	2,049,000,000
Real Estate Transfer Tax	289,300,000	305,200,000	309,800,000	316,000,000
Industrial and Commercial Facilities Tax	32,500,000	35,000,000	36,000,000	37,000,000
Casino Wagering Tax	112,900,000	114,000,000	115,000,000	116,800,000
Commercial Forest Tax	3,600,000	3,300,000	3,300,000	3,300,000
Other Specific Taxes	23,300,000	25,000,000	25,000,000	25,000,000
Subtotal SAF Taxes	11,229,800,000	11,565,000,000	11,891,100,000	12,241,500,000
Transfer from Lottery	888,900,000	892,000,000	892,000,000	890,000,000
SENSUS TOTAL SAF	12,118,700,000	12,457,000,000	12,783,100,000	13,131,500,000
NON-TAX REVENUE				
Federal Aid	1,585,221,970	1,730,732,700	1,726,943,500	1,726,943,500
Transfer from General Fund	55,100,000	218,900,000	215,000,000	145,000,000
Recovery of Prior Year State Aid and Receivables	0			
Subtotal SAF Non-Tax Revenues	1,640,321,970	1,949,632,700	1,941,943,500	1,871,943,500
TOTAL SAF	13,759,021,970	14,406,632,700	14,725,043,500	15,003,443,500
LESS Interfund Transfers	(55,100,000)	(218,900,000)	(215,000,000)	(145,000,000)
TOTAL SAF LESS INTERFUND TRANSFERS	13,703,921,970	14,187,732,700	14,510,043,500	14,858,443,500
BUDGET ADJUSTMENTS				
Community District Trust Fund	n/a	72,000,000	72,000,000	72,000,000
PA 161 and 162 of 2014 (Health Maintenance Organization (HMO) Use Tax)	n/a	52,600,000	0	0
TOTAL BUDGET ADJUSTMENTS	0	124,600,000	72,000,000	72,000,000
ADJUSTMENTS RECOMMENDED IN EXECUTIVE BUDGET				
None	0	0	0	0
TOTAL RECOMMENDED ADJUSTMENTS	0	0	0	0
TOTAL SCHOOL AID FUND WITH ADJUSTMENTS LESS INTERFUND TRANSFERS	13,703,921,970	14,312,332,700	14,582,043,500	14,930,443,500

SUMMARY STATEMENT OF AVAILABLE OPERATING FUNDS

	ACTUAL FY 2016	CURRENT YEAR ESTIMATES FY 2017	BUDGET YEAR 1 ESTIMATES FY 2018	BUDGET YEAR 2 ESTIMATES FY 2019
TRANSPORTATION FUNDS ANNUAL REVENUES				
STATE AERONAUTICS FUND				
Aviation Fuel Tax	6,133,158	5,500,000	5,600,000	5,700,000
Sales Tax	0	2,870,000	3,500,000	4,200,000
Federal Aid	57,180,705	79,000,000	79,000,000	79,000,000
Local Agencies	67,570	12,509,000	12,508,500	12,508,500
Airport Parking Tax	6,000,000	6,000,000	6,000,000	6,000,000
Interest from Common Cash	7,014	7,000	12,000	17,000
Miscellaneous	1,227,354	1,283,000	1,332,000	1,366,000
TOTAL STATE AERONAUTICS FUND	70,615,801	107,169,000	107,952,500	108,791,500
QUALIFIED AIRPORT FUND				
Sales Tax	0	5,330,000	6,500,000	7,800,000
TOTAL QUALIFIED AIRPORT FUND	0	5,330,000	6,500,000	7,800,000
STATE TRUNKLINE FUND				
Federal Aid	783,776,295	1,119,294,000	1,142,851,200	1,142,851,200
Local Agencies	20,410,565	30,000,000	30,003,500	30,003,500
Licenses and Permits	17,802,319	19,600,000	19,600,000	19,600,000
Transfer from Michigan Transportation Fund and Other Funds	883,605,825	931,201,600	994,071,100	1,064,367,300
Interest from Common Cash Investment	2,367,444	3,010,000	3,600,000	3,995,000
Miscellaneous	45,820,790	46,995,800	46,990,300	46,957,300
TOTAL STATE TRUNKLINE FUND	1,753,783,238	2,150,101,400	2,237,116,100	2,307,774,300
BLUE WATER BRIDGE FUND				
Tolls and Rentals	20,916,135	22,582,000	22,788,000	22,996,000
Interest From Common Cash Investment	208,042	385,000	660,000	935,000
Miscellaneous	160,334	0	0	0
TOTAL BLUE WATER BRIDGE	21,284,511	22,967,000	23,448,000	23,931,000
MICHIGAN TRANSPORTATION FUND				
Diesel and Motor Carrier Fuel Tax	137,582,237	216,900,000	236,400,000	237,550,000
Gasoline and Liquefied Petroleum Gas Tax	873,370,393	1,122,750,000	1,203,228,000	1,196,000,000
Motor Vehicle Registration Tax	1,018,323,961	1,201,500,000	1,281,800,000	1,320,800,000
Individual Income Tax	0	0	0	150,000,000
Other Licenses and Permits	41,197,147	41,515,000	41,515,000	41,515,000
Interest From Common Cash Investment	426,853	504,000	864,000	1,224,000
TOTAL MICHIGAN TRANSPORTATION FUND	2,070,900,591	2,583,169,000	2,763,807,000	2,947,089,000
COMPREHENSIVE TRANSPORTATION FUND				
Sales Tax	84,499,194	86,300,000	87,700,000	88,200,000
Federal Aid	74,515,362	116,450,000	118,450,000	118,450,000
Local Agencies	0	7,910,000	8,020,000	8,020,000
Transfer from Michigan Transportation Fund and Other Funds	178,343,887	226,648,300	244,586,300	248,038,400
Interest From Common Cash Investment	169,037	210,000	360,000	510,000
Miscellaneous	3,954,805	6,710,000	6,710,000	6,710,000
TOTAL COMPREHENSIVE TRANSPORTATION FUND	341,482,285	444,228,300	465,826,300	469,928,400
TOTAL TRANSPORTATION REVENUE	4,258,066,426	5,312,964,700	5,604,649,900	5,865,314,200
LESS: Interfund Transfers	(1,061,949,712)	(1,157,849,900)	(1,238,657,400)	(1,312,405,700)
TOTAL TRANSPORTATION REVENUE LESS TRANSFERS	3,196,116,714	4,155,114,800	4,365,992,500	4,552,908,500

SUMMARY STATEMENT OF AVAILABLE OPERATING FUNDS

OTHER AVAILABLE FUND BALANCES NOT ELSEWHERE ITEMIZED

General Fund - General Purpose Unassigned Beginning Balance
 Budget Stabilization Fund Revenue
 Budget Stabilization Fund Beginning Balance
 School Aid Stabilization Fund Beginning Balance

TOTAL AVAILABLE FUND BALANCES NOT ELSEWHERE ITEMIZED

	ACTUAL FY 2016	CURRENT YEAR ESTIMATES FY 2017	BUDGET YEAR 1 ESTIMATES FY 2018	BUDGET YEAR 2 ESTIMATES FY 2019
General Fund - General Purpose Unassigned Beginning Balance	694,700,000	604,400,000	366,000,000	7,600,000
Budget Stabilization Fund Revenue	19,300,000	21,700,000	28,400,000	35,900,000
Budget Stabilization Fund Beginning Balance	498,149,186	612,400,000	709,100,000	1,004,000,000
School Aid Stabilization Fund Beginning Balance	190,188,588	168,163,202	143,400,000	7,600,000
TOTAL AVAILABLE FUND BALANCES NOT ELSEWHERE ITEMIZED	1,402,337,774	1,406,663,202	1,246,900,000	1,055,100,000
ALL RESOURCES SUMMARY				
General Fund - General Purpose with Budget Adjustments	10,015,400,000	9,946,592,500	10,057,451,900	10,130,851,900
General Fund - Special Purpose/Special Revenue and Permanent Funds	6,728,700,557	6,856,621,279	6,906,856,271	6,709,767,848
Federal Aid Not Elsewhere Itemized	18,361,642,416	19,544,353,800	20,128,114,300	20,109,888,400
School Aid Fund with Budget Adjustments	13,759,021,970	14,531,232,700	14,797,043,500	15,075,443,500
Transportation Revenues	4,258,066,426	5,312,964,700	5,604,649,900	5,865,314,200
Available Beginning Fund Balances Not Elsewhere Itemized	1,402,337,774	1,406,663,202	1,246,900,000	1,055,100,000
TOTAL ALL RESOURCES	54,525,169,143	57,598,428,181	58,741,015,871	58,946,365,848
LESS: Interfund Transfers	(1,117,049,712)	(1,376,749,900)	(1,453,657,400)	(1,457,405,700)
TOTAL ALL RESOURCES LESS TRANSFERS	53,408,119,431	56,221,678,281	57,287,358,471	57,488,960,148



CAPPED SOURCES OF FEDERAL FUNDS SHARED BETWEEN STATE DEPARTMENTS

CFDA Title	Budget Year 1 FY 2018 Recommendation	Budget Year 2 FY 2019 Recommendation
10.561 State Administrative Matching Grants for the Supplemental Nutrition Assistance Program		
Grantee: Health and Human Services	24,000,000	24,000,000
Subrecipient State Department: Talent and Economic Development	3,499,400	3,499,400
Subrecipient State Department: Attorney General	137,000	137,000
11.419 Coastal Zone Management Administration Awards		
Grantee: Environmental Quality	3,376,800	3,376,800
Subrecipient State Department: Natural Resources	239,200	239,200
15.662 Great Lakes Restoration		
Grantee: Environmental Quality	1,720,100	1,720,100
Subrecipient State Department: Natural Resources	922,000	922,000
16.554 National Criminal History Improvement Program (NCHIP)		
Grantee: State Police	1,265,500	1,265,500
Subrecipient State Department: Attorney General	121,200	121,200
16.588 Violence Against Women Formula Grants		
Grantee: Health and Human Services	4,258,400	4,258,400
Subrecipient State Department: State Police	175,000	175,000
16.590 Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program		
Grantee: Health and Human Services	900,000	900,000
Subrecipient State Department: Attorney General	323,700	323,700
16.593 Residential Substance Abuse Treatment for State Prisoners		
Grantee: State Police	92,400	92,400
Subrecipient State Department: Corrections	250,200	250,200
17.207 Employment Service/Wagner-Peyser Funded Activities		
Grantee: Talent and Economic Development	37,910,400	37,910,400
Subrecipient State Department: Technology, Management and Budget	1,246,325	1,246,325
20.616 National Priority Safety Programs		
Grantee: State Police	7,466,700	7,466,700
Subrecipient State Department: Judiciary	2,216,700	2,216,700
Subrecipient State Department: State	600,000	600,000
20.703 Interagency Hazardous Materials Public Sector Training and Planning Grants		
Grantee: State Police	731,400	731,400
Subrecipient State Department: Licensing and Regulatory Affairs	60,000	60,000

CAPPED SOURCES OF FEDERAL FUNDS SHARED BETWEEN STATE DEPARTMENTS

CFDA Title	Budget Year 1 FY 2018 Recommendation	Budget Year 2 FY 2019 Recommendation
66.469 Great Lakes Program		
Grantee: Environmental Quality	10,849,600	10,849,600
Subrecipient State Department: Agriculture and Rural Development	481,250	509,050
Subrecipient State Department: Health and Human Services	267,000	267,000
66.605 Performance Partnership Grants		
Grantee: Environmental Quality	10,627,700	10,627,700
Subrecipient State Department: Agriculture and Rural Development	786,850	759,050
84.002 Adult Education - State Program		
Grantee: Talent and Economic Development	20,000,000	20,000,000
Subrecipient State Department: Corrections	356,800	356,800
84.010 Title I Grants to Local Educational Agencies		
Grantee: Education	6,320,000	6,320,000
Subrecipient State Department: Health and Human Services	473,100	473,100
84.013 Title I Program for Neglected and Delinquent Children		
Grantee: Education	15,600	15,600
Subrecipient State Department: Corrections	899,400	899,400
84.027 Special Education - Grants to States		
Grantee: Education	15,968,800	15,968,800
Subrecipient State Department: Education via School Aid Budget	370,000,000	370,000,000
Subrecipient State Department: Health and Human Services	120,000	120,000
Subrecipient State Department: Corrections	115,200	115,200
84.048 Vocational Education - Basic Grants to States		
Grantee: Education	2,591,800	2,591,800
Subrecipient State Department: Education via School Aid Budget	24,000,000	24,000,000
Subrecipient State Department: Talent and Economic Development	19,000,000	19,000,000
Subrecipient State Department: Corrections	152,200	152,200
84.181 Special Education - Grants for Infants and Families		
Grantee: Education	1,412,000	1,412,000
Subrecipient State Department: Education via School Aid Budget	14,000,000	14,000,000
Subrecipient State Department: Health and Human Services	155,400	155,400

CAPPED SOURCES OF FEDERAL FUNDS SHARED BETWEEN STATE DEPARTMENTS

CFDA Title	Budget Year 1 FY 2018 Recommendation	Budget Year 2 FY 2019 Recommendation
84.334 Gaining Early Awareness and Readiness for Undergraduate Programs		
Grantee: Talent and Economic Development	4,730,700	4,730,700
Subrecipient State Department: Student Financial Aid via Higher Education	3,200,000	3,200,000
93.243 Substance Abuse and Mental Health Services - Projects of Regional and National Significance		
Grantee: Education	1,000,000	350,000
Subrecipient State Department: Health and Human Services	2,259,400	2,259,400
93.558 Temporary Assistance for Needy Families		
Grantee: Health and Human Services	557,030,500	557,030,500
Subrecipient State Department: Student Financial Aid via Higher Education	108,326,400	98,326,400
Subrecipient State Department: Talent and Economic Development	63,698,800	63,698,800
93.563 Child Support Enforcement		
Grantee: Health and Human Services	170,983,700	170,983,700
Subrecipient State Department: Attorney General	2,622,100	2,622,100
Subrecipient State Department: Judiciary	1,038,500	1,038,500
93.568 Low-Income Home Energy Assistance		
Grantee: Health and Human Services	188,851,600	188,851,600
Subrecipient State Department: Treasury	3,089,300	3,089,300
93.643 Children's Justice Grants to States		
Grantee: Health and Human Services	4,550,500	4,550,500
Subrecipient State Department: Judiciary	236,100	236,100
93.658 ARRA - Foster Care - Title IV-E		
Grantee: Health and Human Services	127,754,600	127,754,600
Subrecipient State Department: Education	2,200,000	2,200,000
Subrecipient State Department: Judiciary	398,300	398,300
93.945 Assistance Programs for Chronic Disease Prevention and Control		
Grantee: Health and Human Services	500,000	500,000
Subrecipient State Department: Education	348,600	348,600
97.067 Homeland Security Grant Program		
Grantee: State Police	25,397,300	25,397,300
Subrecipient State Department: Environmental Quality	42,200	42,200
97.091 Homeland Security Biowatch Program		
Grantee: Environmental Quality	1,738,600	1,738,600
Subrecipient State Department: Health and Human Services	100,000	100,000



SPECIAL REVENUE FUNDS SHARED BETWEEN STATE DEPARTMENTS

Fund/Department	Budget Year 1 FY 2018 Recommendation	Budget Year 2 FY 2019 Recommendation
Bottle Deposits Fund		
Treasury (owner)	250,000	250,000
Environmental Quality	19,833,600	19,833,600
Children's Trust Fund		
DHHS (owner)	2,091,900	2,091,900
Treasury	13,800	13,800
Comprehensive Transportation Fund		
Transportation (owner)	334,755,400	334,755,400
Attorney General	205,000	205,000
Civil Service Commission	200,000	200,000
Technology, Management and Budget	270,600	270,600
Legislative Auditor General	39,000	39,000
Treasury	12,700	12,700
Forest Development Fund		
Natural Resources (owner)	38,543,200	37,543,200
Technology, Management and Budget	271,600	271,600
Treasury	5,900	5,900
Game and Fish Protection Account		
Natural Resources (owner)	83,042,700	83,042,700
Treasury	3,013,100	3,013,100
Attorney General	756,300	756,300
Technology, Management and Budget	492,500	492,500
Legislative Auditor General	31,300	31,300
Michigan Game and Fish Protection Trust Fund		
Natural Resources (owner)	6,000,000	6,000,000
Treasury	126,200	126,200
Michigan Merit Award Trust Fund		
Treasury (owner)	1,172,200	1,172,200
Health and Human Services	49,068,700	49,068,700
State Police	843,000	843,000
Attorney General	499,500	499,500

SPECIAL REVENUE FUNDS SHARED BETWEEN STATE DEPARTMENTS

Fund/Department	Budget Year 1 FY 2018 Recommendation	Budget Year 2 FY 2019 Recommendation
Michigan Natural Resources Trust Fund		
Natural Resources (owner)	1,306,900	1,306,900
Treasury	2,444,500	2,444,500
Michigan Nongame Fish and Wildlife Trust Fund		
Natural Resources (owner)	482,100	482,100
Treasury	4,100	4,100
Michigan State Parks Endowment Fund		
Natural Resources (owner)	26,880,700	26,880,700
Technology, Management and Budget	163,400	163,400
Treasury	149,000	149,000
Michigan State Waterways Account		
Natural Resources (owner)	31,589,000	31,589,000
State	1,540,200	1,540,200
Treasury	373,800	373,800
Technology, Management and Budget	126,200	126,200
Attorney General	141,000	141,000
Legislative Auditor General	11,300	11,300
Michigan Transportation Fund		
Transportation (owner)	1,446,620,300	1,580,798,800
State	20,000,000	20,000,000
Treasury	2,701,700	2,701,700
Environmental Quality	1,345,900	1,345,900
Legislative Auditor General	315,800	315,800
Off-Road Vehicle Account		
Natural Resources (owner)	7,282,500	7,282,500
State	170,700	170,700
Treasury	2,300	2,300
Outdoor Recreation Legacy Fund		
Natural Resources (owner)	3,368,600	3,368,600
Treasury	500	500

SPECIAL REVENUE FUNDS SHARED BETWEEN STATE DEPARTMENTS

Fund/Department	Budget Year 1 FY 2018 Recommendation	Budget Year 2 FY 2019 Recommendation
Second Injury Fund		
LARA (owner)	3,312,500	3,312,500
DHHS	38,300	38,300
Treasury	2,500	2,500
Self-Insurers' Security Fund		
LARA (owner)	2,043,400	2,043,400
Treasury	5,600	5,600
Silicosis, Dust Disease, and Logging Industry Compensation Fund		
LARA (owner)	1,341,100	1,341,100
Treasury	300	300
Snowmobile Account		
Natural Resources (owner)	11,831,700	11,831,700
State	390,000	390,000
Treasury	2,400	2,400
State Aeronautics Fund		
Transportation (owner)	15,775,300	15,775,300
Attorney General	179,400	179,400
Civil Service Commission	150,000	150,000
Treasury	73,400	73,400
Technology, Management and Budget	210,200	210,200
Legislative Auditor General	30,300	30,300
State Park Improvement Account		
Natural Resources (owner)	60,392,000	60,392,000
State	1,000,000	1,000,000
Treasury	6,800	6,800

SPECIAL REVENUE FUNDS SHARED BETWEEN STATE DEPARTMENTS

Fund/Department	Budget Year 1 FY 2018 Recommendation	Budget Year 2 FY 2019 Recommendation
State Trunkline Fund		
Transportation (owner)	947,612,300	1,018,015,500
State Police	11,697,900	11,697,900
Civil Service Commission	5,847,000	5,847,000
Attorney General	2,447,600	2,447,600
Technology, Management and Budget	33,357,200	33,357,200
Legislative Auditor General	733,500	733,500
Treasury	169,800	169,800
Utility Consumer Representation Fund		
LARA (owner)	804,000	804,000
Treasury	400	400
Attorney General	1,000,000	1,000,000

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
21st century jobs fund	0	94,400	(94,400)	0	95,000	(95,000)	0	
21st century jobs trust fund 383	1,837,283	83,332,452	(82,744,711)	2,425,024	75,000,000	(75,113,860)	2,311,164	
Abandoned vehicle fees	0	293,386	(293,386)	0	562,000	(562,000)	0	
Aboveground storage tank fees	318,195	465,156	(783,352)	0	377,300	(377,300)	0	
Accountancy enforcement fund	3,950,193	196,122	(259,544)	3,886,771	1,972,900	(287,700)	5,571,971	
AFIS fees	0	60,675	(60,675)	0	82,500	(82,500)	0	
Agricultural preservation fund	364,884	598,564	(555,626)	407,822	2,300,000	(1,065,000)	1,642,822	
Agriculture equine industry development fund	556,019	3,928,168	(4,086,038)	398,149	3,850,000	(4,248,149)	0	
Agriculture licensing and inspection fees	1,296,351	4,414,668	(2,931,706)	2,779,314	3,525,600	(3,755,700)	2,549,214	
Air emissions fees	1,687,547	10,509,921	(9,922,643)	2,274,825	9,580,400	(9,919,200)	1,936,025	
Airport parking revenue	4,235,661	27,566,997	(27,321,972)	4,480,686	27,880,600	(27,880,600)	4,480,686	
Animal welfare fund	241,281	58,127	(223,285)	76,123	49,800	0	125,923	
Antitrust enforcement collections	250,000	724,994	(724,994)	250,000	762,600	(762,600)	250,000	
Aquatic nuisance control fund	431	752,777	(630,830)	122,378	755,500	(646,700)	231,178	
Asbestos abatement fund	145,746	819,025	(894,975)	69,795	734,400	(768,900)	35,295	
Assessor training fees	766,111	541,717	(240,126)	1,067,702	475,000	(365,000)	1,177,702	
Attorney general's operations fund	1,298,209	1,427,007	(1,341,954)	1,383,263	935,000	(1,000,600)	1,317,663	
Audit charges	132,521	452,636	(408,943)	176,213	440,000	(409,000)	207,213	
Autism coverage fund	5,914,945	9,095	(4,100,147)	1,823,893	0	0	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Auto repair facilities fees	0	3,518,138	(3,518,138)	0	3,918,000	(3,918,000)	0	
Auto theft prevention fund	1,392,634	6,388,818	(6,106,261)	1,675,191	6,314,500	(6,750,000)	1,239,691	
Bank fees	195,562	5,681,849	(5,708,782)	168,629	6,000,000	(6,000,000)	168,629	
Billeting fund	0	582,093	(871,366)	0	1,500,000	(900,000)	600,000	
Blind services, local	0	43,813	(43,813)	0	100,000	(100,000)	0	
Blind services, private	57,645	540	(58,185)	0	111,800	(111,800)	0	
Blue water bridge fund	64,752,488	21,284,511	(25,756,909)	0	22,967,000	(22,967,000)	0	
Boiler inspection fund	1,579,875	3,007,803	(3,500,688)	1,086,990	3,008,100	(3,386,400)	708,690	
Bottle deposit fund 110	0	245,742	(245,742)	0	245,700	(245,700)	0	
Builder enforcement fund	2,147,934	143,466	(375,203)	1,916,197	777,100	(362,400)	2,330,897	
Campground fund	41,532	248,365	(285,060)	4,837	250,000	(210,000)	44,837	
Capitol historic site fund	616,006	3,000,000	(3,574,006)	42,000	3,121,200	(3,121,200)	42,000	
Captive insurance regulatory and supervision fund	98,034	254,392	(261,588)	90,838	280,000	(280,000)	90,838	
Casino gambling agreements	842,751	780,054	(745,512)	877,293	780,000	(820,000)	837,293	
Certificate of need fees	2,907,076	4,426,829	(1,840,773)	5,493,132	4,110,000	(2,227,000)	7,376,132	
Certification fees	1,581,105	5,123,903	(4,353,066)	2,351,941	6,200,800	(5,299,300)	3,272,608	
Cervidae licensing and inspection fees	0	88,493	(88,493)	0	82,900	(82,900)	0	
Charitable donations - check-offs and license plates	0	189,788	(189,788)	0	0	0	0	
Child advocacy centers fund	950,059	831,974	(1,269,812)	512,221	1,030,000	(1,200,000)	342,221	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Child support clearance fees	0	152,675	(152,675)	0	153,000	(153,000)	0	
Child support collections	1,679,452	8,500,790	(10,180,242)	0	8,500,800	(8,500,800)	0	
Children of Veterans tuition grant program	0	54,975	(54,975)	0	100,000	(100,000)	0	
Children's protection registry fund	451,133	100,486	(91,001)	460,618	101,000	(270,700)	290,918	
Children's trust fund	2,292,001	1,821,912	(1,029,413)	3,084,500	1,821,900	(1,029,400)	3,877,000	
City income tax fund	0	3,911,826	(3,911,826)	0	7,194,800	(7,194,800)	0	
Clean Michigan initiative fund	82,481	263	(54,640)	28,104	300	(28,400)	4	
Clean Michigan initiative, clean water fund	0	1,787,163	(3,652,530)	0	3,417,100	(3,417,100)	0	
Clean Michigan initiative, contaminated sediments	0	100	(1,348,813)	0	5,058,400	(5,058,400)	0	
Clean Michigan initiative, implementation bond fund	0	53,400	(53,400)	0	55,000	(55,000)	0	
Clean Michigan initiative, nonpoint source	0	745,746	(4,988,632)	0	2,000,000	(2,000,000)	0	
Clean Michigan initiative, response activities	0	2,707,273	(7,582,747)	0	6,500,000	(6,500,000)	0	
Cleanup and redevelopment fund	13,393,096	16,295,594	(18,629,015)	11,059,675	14,735,400	(18,300,000)	7,495,075	
Collections	0	2,302,929	(2,302,929)	0	2,302,900	(2,302,900)	0	
Commercial forest fund	51,672	34,132	(26,100)	59,705	30,600	(27,000)	63,305	
Commodity distribution fees	4,305	30,418	(1,941)	32,782	10,000	(14,000)	28,782	
Commodity group revenue	45,064	79,639	(70,043)	54,660	33,000	(67,000)	20,660	
Commodity inspection fees	70,447	499,758	(508,600)	61,605	488,500	(550,100)	5	
Community dispute resolution fund	1,579,628	1,647,628	(1,668,227)	1,559,030	1,647,600	(1,647,600)	1,559,030	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Community pollution prevention fund	3,252,843	1,919,604	(1,366,040)	3,806,407	1,727,100	(1,274,000)	4,259,507	
Community tether program reimbursement	0	200,900	(200,900)	0	275,000	(275,000)	0	
Comprehensive transportation fund	65,412,833	272,805,035	(363,076,638)	9,022,100	313,768,300	(320,530,600)	2,259,800	
Compulsive gaming prevention fund	3,170,789	2,051,832	(1,935,269)	3,287,352	2,085,000	(2,500,000)	2,872,352	
Construction code fund	2,379,884	14,172,034	(8,617,967)	7,933,951	8,606,500	(9,184,000)	7,356,451	
Consumer and industry food safety education fund	599,620	191,227	(611,232)	179,615	250,000	(250,000)	179,615	
Consumer finance fees	511,772	2,276,301	(1,715,433)	1,072,640	2,200,000	(2,100,000)	1,172,640	
Contingent fund, penalty and interest account	110,507,940	60,512,756	(11,103,668)	159,917,028	40,000,000	(52,613,800)	147,303,228	
Convention facility development fund	3,396,966	92,182,045	(92,133,298)	3,445,713	96,417,400	(96,417,413)	3,445,700	
Corporation fees	9,188,904	23,793,610	(23,793,610)	9,188,904	24,451,000	(22,272,900)	11,367,004	
Correctional industries revolving fund	0	5,954,647	(5,954,647)	0	6,000,000	(6,000,000)	0	
Correctional industries revolving fund 110	0	355,941	(355,941)	0	1,360,500	(1,360,500)	0	
Counties, equally 911 fund	0	9,584,617	(9,584,617)	0	9,424,000	(9,424,000)	0	
Counties, per capita 911 fund	0	14,377,623	(14,377,623)	0	14,136,600	(14,136,600)	0	
County chargeback	0	23,161,800	(23,161,800)	0	23,161,800	(23,161,800)	0	
Court equity fund	0	38,008,003	(38,008,003)	0	38,008,000	(38,008,000)	0	
Court fee fund	90,490	7,578,167	(7,521,741)	146,915	7,578,200	(7,521,700)	203,415	
Court of appeals filing/motion fees	0	1,302,990	(1,302,990)	0	1,300,000	(1,300,000)	0	
Credit and debit assessment service fees	3,829,175	5,676,243	(6,131,388)	3,374,030	5,519,000	(6,500,000)	2,393,030	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)		
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance
Credit union fees	353,615	8,150,518	(7,827,692)	676,441	7,800,000	(7,800,000)	676,441
Crime victims rights fund	22,889,757	19,528,258	(16,794,759)	25,623,256	19,529,000	(16,800,000)	28,352,256
Criminal justice information center service fees	2,903,411	26,456,963	(26,051,542)	3,308,832	23,420,000	(25,326,100)	1,402,732
Dairy and food safety fund	711,647	3,320,104	(3,352,850)	678,902	4,358,400	(4,273,800)	763,502
Deer habitat reserve	492,205	2,065,521	(1,965,832)	591,894	2,045,500	(2,149,700)	487,694
Defaulted loan collection fees	0	149,671	(149,671)	0	152,000	(152,000)	0
Deferred compensation	0	1,754,877	(1,754,877)	0	2,802,600	(2,802,600)	0
Deferred presentment service transaction fees	1,372,210	2,749,596	(2,238,392)	1,883,414	2,200,000	(2,700,000)	1,383,414
Defined contribution administrative fee revenue	0	100,000	(100,000)	0	100,000	(100,000)	0
Delinquent tax collection revenue	27,563,744	113,076,920	(131,617,845)	8,619,025	121,874,800	(121,874,800)	0
Direct shipper enforcement revolving fund	635,483	120,236	(94,988)	660,731	100,500	(126,800)	634,431
Distance education fund	62,000	630,000	(203,098)	488,902	250,000	(244,600)	494,302
Division on deafness fund	0	61,300	0	61,300	0	0	61,300
Donated funds, local	0	2,543,290	(2,543,290)	0	4,000,000	(4,000,000)	0
Donated funds, private	0	5,117,291	(5,117,291)	0	5,117,300	(5,117,300)	0
Drinking water declaration of emergency reserve fund	0	0	0	0	28,900,000	(16,650,400)	12,249,600
Driver education provider and instructor fund	256,878	55,856	(75,000)	237,734	100,000	(75,000)	262,734
Driver fees	0	28,286,045	(28,286,045)	0	27,053,000	(27,053,000)	0
Driver improvement course fund	0	1,260,891	(1,260,891)	0	1,257,000	(1,257,000)	0

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Driver responsibility fees	47,623	991,788	(1,039,411)	0	1,000,000	(1,000,000)	0	
Drug court fund	2,002,423	1,234,179	(1,038,755)	2,197,847	1,234,200	(2,400,000)	1,032,047	
Drug fund	0	211,754	(211,754)	0	210,000	(210,000)	0	
Drunk driving fund	0	2,219,366	(2,219,366)	0	2,220,000	(2,220,000)	0	
Drunk driving prevention and training fund	350,232	730,897	(665,486)	415,643	730,000	(800,000)	345,643	
Economic development fund	103,247,938	53,865,200	(48,774,031)	0	54,746,100	(54,746,100)	0	
Electronic waste recycling fund	539,254	261,236	(366,140)	434,351	290,000	(375,300)	349,051	
Elevator fees	2,249,279	3,847,503	(4,738,129)	1,358,653	3,858,100	(4,855,500)	361,253	
Emergency 911 Fund	0	0	0	0	0	0	0	
Emergency medical services fees	409,425	491,721	(184,612)	716,533	498,900	(456,700)	758,733	
Enhanced driver's license and enhanced official personal ID card fund	4,744,375	8,454,714	(8,821,700)	4,377,389	8,986,000	(10,725,700)	2,637,689	
Environmental education fund	74,631	141,299	(151,350)	64,581	117,919	(166,200)	16,300	
Environmental laboratory services	530,272	3,774,155	(3,215,942)	1,088,485	3,775,000	(3,315,000)	1,548,485	
Environmental pollution prevention fund	4,032,866	4,506,132	(5,699,932)	2,839,066	5,000,000	(7,839,066)	0	
Environmental protection bond fund	0	2,395,033	(6,405,982)	0	4,011,000	(4,011,000)	0	
Environmental protection fund	6,673,758	1,993,804	(5,002,177)	3,665,385	2,006,000	(4,790,285)	881,100	
Environmental response fund	9,092,098	2,098,186	(1,526,372)	9,663,912	1,008,500	(1,736,700)	8,935,712	
Escheats revenue	8,895	5,942,983	(5,951,879)	0	6,000,000	(6,000,000)	0	
Expenditure service fees	0	3,069,811	(3,069,811)	0	3,790,000	(3,790,000)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Feed control fund	0	1,102,343	(971,000)	131,343	1,093,400	(1,224,700)	43	
Fees and collections - DEQ	0	231,396	(231,396)	0	220,000	(220,000)	0	
Fees and collections - DHHS	1,518,379	7,048,074	(6,669,966)	1,896,487	6,746,000	(6,445,700)	2,196,787	
Fertilizer control fund	0	0	0	0	728,000	(728,000)	0	
Financial instruments	217,768	7,812,132	(8,940,663)	0	7,916,500	(9,830,200)	0	
Fire alarm fees	0	143,140	(128,701)	14,438	86,800	(86,800)	14,438	
Fire equipment fund	603,256	243,381	(158,350)	688,286	250,000	(600,000)	338,286	
Fire protection fund	2,953	8,500,000	(8,500,000)	2,953	8,500,000	(8,500,000)	2,953	
Fire safety standard and enforcement fund	94,223	104,854	(20,262)	178,815	9,000	(21,400)	166,415	
Fire service fees	223,627	2,265,850	(949,213)	1,540,264	2,212,800	(1,256,200)	2,496,864	
Fireworks safety fund	5,209,122	2,452,477	(1,753,428)	5,908,171	2,758,000	(2,790,300)	5,875,871	
First responder presumed coverage fund	0	3,000,068	(5,425)	2,994,643	0	(1,533,000)	1,461,643	
Fisheries settlement	993,092	527,166	(1,046,684)	473,574	561,200	(422,500)	612,274	
Forensic science reimbursement fees	0	1,409,662	(1,409,662)	0	2,763,900	(2,763,900)	0	
Forest development fund	18,339,423	40,606,692	(42,777,136)	16,168,979	39,795,100	(51,651,600)	4,312,479	
Forest land user charges	534,026	170,442	(281,000)	423,468	185,000	(256,200)	352,268	
Forest recreation account	552,923	2,222,425	(1,693,296)	1,082,051	1,976,000	(1,846,600)	1,211,451	
Franchise fees	0	286,925	(286,925)	0	382,400	(382,400)	0	
Freshwater protection fund	2,110,025	6,609,160	(5,654,741)	3,064,444	7,000,000	(7,779,600)	2,284,844	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Game and fish protection fund	4,224,462	77,969,131	(79,174,716)	3,018,877	76,623,100	(79,641,900)	77	
Garnishment fees	853,146	2,847,902	(2,157,356)	1,543,692	2,638,600	(2,638,600)	488,674	
Gasoline inspection and testing fund	872,410	1,570,250	(1,505,647)	937,013	1,563,100	(1,217,900)	1,282,213	
Gifts, bequests and deposits investment fund SR	217,383	692	(200)	217,875	300	(200)	217,975	
Gifts, bequests, and donations 110 - Education	118,274	736,436	(803,456)	51,254	400,000	(400,000)	51,254	
Gifts, bequests, and donations 110 - DHHS	0	531,545	(531,545)	0	531,500	(531,500)	0	
Grain dealers fee fund	21,923	547,721	(524,241)	45,403	508,000	(553,400)	3	
Great Lakes protection fund	931,512	357,610	(108,321)	1,180,801	368,300	(280,900)	1,268,201	
Groundwater discharge permit fees	879,975	999,700	(1,183,584)	696,091	755,000	(999,200)	451,891	
Hazardous materials training center fees	0	393,478	(393,478)	0	1,193,900	(1,193,900)	0	
Health and safety fund	1,179,134	763,787	(932,424)	1,010,497	0	0	1,010,497	
Health insurance claims assessment fund	177,854	229,021,600	(211,518,500)	17,680,954	304,804,800	(251,611,900)	70,873,854	
Health management funds	0	1,504,424	(1,504,424)	0	2,257,200	(2,257,200)	0	
Health professions regulatory fund	9,491,188	24,594,151	(20,941,088)	13,144,251	24,578,100	(21,590,400)	16,131,951	
Health systems fees	5,045,749	4,161,508	(3,926,287)	5,280,969	3,527,300	(3,965,600)	4,842,669	
Healthy Michigan fund	1,444,100	32,356,900	(11,911,800)	21,889,200	31,800,000	(31,123,500)	22,565,700	
Highway safety fund	483,642	10,474,264	(10,830,072)	127,834	10,600,000	(10,727,700)	134	
History fees fund	169,166	194,058	(179,723)	183,501	195,000	(195,000)	183,501	
Horticulture fund	26,949	32,209	(59,158)	0	35,000	(35,000)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)		
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance
Human trafficking commission fund	0	0	0	0	100,000	(100,000)	0
Income and assessments	618,715	14,151,033	(12,259,410)	2,510,338	11,524,300	(13,000,000)	2,534,638
Industry support funds	152,789	277,481	(216,532)	213,738	273,500	(310,600)	176,638
Infrastructure construction fund	42,596	87,467	(49,325)	80,738	88,000	(50,900)	117,838
Insurance bureau fund	4,501,647	20,742,141	(18,309,827)	6,933,960	18,000,000	(19,000,000)	5,933,960
Insurance continuing education fees	358,903	646,207	(631,476)	373,634	647,000	(670,000)	350,634
Insurance licensing and regulation fees	5,649,435	6,968,333	(7,249,391)	5,368,377	6,500,000	(8,000,000)	3,868,377
Intercity bus equipment fund	172,913	14,400	(162,103)	25,210	100,000	(125,210)	0
Interest on lawyers trust accounts	0	107,192	(107,192)	0	110,000	(110,000)	0
Invasive species fund	20,042	65	(20,107)	0	0	0	0
IRS debt service rebate	0	7,011,753	(6,974,200)	0	7,011,800	(7,011,800)	0
Jail reimbursement program fund	0	5,309,592	(5,309,592)	0	5,900,000	(5,900,000)	0
Judicial electronic filing fund	0	3,499,506	(699,745)	2,799,761	8,000,000	(8,000,000)	2,799,761
Judicial technology improvement fund	3,813	3,509,504	(3,504,314)	9,003	3,509,500	(3,509,500)	9,003
Juror compensation fund	8,413,397	4,579,796	(2,464,580)	10,528,614	4,500,000	(2,500,000)	12,528,614
Justice system fund	524,606	875,730	(771,336)	629,000	443,000	(500,000)	572,000
Laboratory fees	0	586,776	(586,776)	0	700,000	(700,000)	0
Land and water permit fees	3,984,188	2,575,013	(4,273,715)	2,285,486	2,004,000	(2,418,486)	1,871,000
Land bank fast track fund	1,215,208	8,868,981	(2,969,104)	7,115,085	297,800	(297,800)	7,115,085

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Land exchange facilitation fund	5,049,554	2,635,221	(3,395,089)	4,289,685	1,492,900	(4,600,000)	1,182,585	
Land reutilization fund	9,474,498	461,835	(888,879)	9,047,454	800,000	(800,000)	9,047,454	
Landfill maintenance trust fund	43,422	1,670	0	45,092	140	0	45,232	
Law enforcement officers training fund	0	0	0	0	0	0	0	
Law exam fees	0	583,605	(583,605)	0	651,400	(651,400)	0	
Lawsuit Settlement Proceeds Fund	0	1,300,000	(1,300,000)	0	2,600,000	(2,600,000)	0	
Lease revenue	0	30,921	(30,921)	0	31,000	(31,000)	0	
LEIN fees	0	764,912	(764,912)	0	1,030,900	(1,030,900)	0	
Library Fees	234,621	80,094	(65,090)	249,625	25,500	(60,000)	215,125	
Licensing and regulation fund	3,121,641	10,346,193	(10,260,414)	3,207,420	17,414,600	(13,968,100)	6,653,920	
Liquor license fee enhancement fund	1,135,200	235,400	(75,000)	1,295,600	150,000	(76,400)	1,369,200	
Liquor license revenue	1,538,601	13,460,905	(11,830,640)	3,168,866	13,448,000	(12,560,100)	4,056,766	
Liquor purchase revolving fund	0	19,882,967	(19,882,967)	0	23,447,000	(23,447,000)	0	
Local bridge fund	31,903,929	28,664,925	(44,306,144)	0	23,168,100	(23,168,100)	0	
Local funds - DOC	47,310	7,181,449	(7,228,758)	0	8,487,400	(8,487,400)	0	
Local funds - DHHS	4,432	79,569,582	(79,570,492)	3,522	85,819,600	(85,819,600)	3,522	
Local funds - DTED	0	3,000,000	(3,000,000)	0	500,000	(500,000)	0	
Local funds, CTF	(67,587)	0	(933,761)	0	7,910,000	(7,910,000)	0	
Local public recreation facilities fund	2,791,810	1,399,247	(2,877,715)	1,313,342	1,228,100	(1,683,700)	857,742	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Low incidence outreach fund	0	286,628	(326,206)	189,942	320,000	(350,000)	159,942	
Low-income energy assistance fund	0	49,624,822	(49,624,822)	0	50,000,000	(50,000,000)	0	
Mackinac Bridge authority	0	85,082	(85,082)	0	100,000	(100,000)	0	
Mackinac Island state park fund	0	1,460,313	(1,460,313)	0	1,495,000	(1,495,000)	0	
Mackinac Island state park operation fund	0	62,520	(62,520)	0	65,000	(65,000)	0	
MacMullan conference center account	221,782	1,007,358	(1,054,213)	174,927	1,023,100	(1,157,400)	40,627	
MAIN user charges	0	4,533,323	(4,533,323)	0	4,337,600	(4,337,600)	0	
Mann house trust fund	2,154	15,006	(15,000)	2,160	15,000	(15,000)	2,160	
Manufactured housing fees	0	(1,703)	1,703	0	0	0	0	
Marihuana registry fund	28,031,910	9,866,902	(5,334,662)	32,564,150	8,967,700	(16,687,800)	24,844,050	
Marihuana regulatory fund	0	0	0	0	0	0	0	
Marine safety fund	1,344,729	6,411,478	(6,286,516)	1,469,691	4,888,200	(5,239,800)	1,118,091	
MBLSLA fund	3,852,510	4,572,400	(4,590,155)	3,834,755	4,100,000	(5,100,000)	2,834,755	
MBPI Pharmaceutical product fund	1,061,349	0	0	1,061,349	0	0	1,061,349	
Medicaid benefits trust fund	5,130,518	341,998,400	(324,146,200)	22,982,718	332,256,900	(346,646,200)	8,593,418	
Medical marihuana excise fund	0	0	0	0	0	0	0	
Medical waste emergency response fund	617,092	400,721	(323,042)	694,770	250,000	(338,700)	606,070	
Metallic mining surveillance fee revenue	75,537	59,832	(19,532)	115,838	60,000	(20,000)	155,838	
MFA, bond and loan program revenue	0	3,009,752	(3,009,752)	0	3,000,900	(3,000,900)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Michigan state housing development authority fees and charges	0	49,646,259	(49,646,259)	0	54,200,800	(54,200,800)	0	
Michigan business enterprise program fund	0	296,240	(296,240)	0	400,000	(400,000)	0	
Michigan council for the arts fund	232,987	13,562	(18,751)	227,798	15,000	(70,000)	172,798	
Michigan employment security act - administrative fund	0	2,183,926	(2,183,926)	0	2,240,000	(2,240,000)	0	
Michigan film promotion fund	45,803	205,950	(20,424)	231,329	0	(215,329)	16,000	
Michigan health initiative fund	1,214,744	9,100,635	(9,375,650)	939,729	9,200,000	(9,536,100)	603,629	
Michigan heritage publications fund	58,506	1,727	(856)	59,377	600	(2,000)	57,977	
Michigan infrastructure fund	0	5,000,000	0	5,000,000	0	(2,000,000)	3,000,000	
Michigan justice training fund	1,627,979	5,325,118	(5,410,229)	1,542,868	5,850,000	(6,474,968)	917,900	
Michigan lighthouse preservation fund	895,412	128,585	(176,441)	847,556	129,000	(285,000)	691,556	
Michigan merit award trust fund	61,187,039	96,467,611	(157,539,613)	115,037	26,676,500	(26,272,900)	518,637	
Michigan national guard armory construction fund	316,459	26,070	(26,070)	316,459	1,455,000	(775,000)	996,459	
Michigan national guard tuition assistance fund	0	0	2,000,000	2,000,000	3,505,000	(5,505,000)	0	
Michigan natural resources trust fund	81,817,872	55,847,408	(44,529,363)	66,953,397	31,074,400	(133,899,900)	8,955,397	
Michigan state housing development authority fees	0	111,300	(111,300)	0	115,000	(115,000)	0	
Michigan state parks endowment fund	15,239,108	35,485,771	(27,952,790)	10,512,765	35,425,000	(33,464,100)	65	
Michigan state police auto theft fund	0	58,474	(58,474)	0	58,000	(58,000)	0	
Michigan state waterways fund	21,243,996	23,576,266	(28,515,649)	16,304,614	26,355,100	(36,830,500)	5,829,214	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Michigan trailways fund	0	8,599	(8,599)	0	8,600	(200)	8,400	
Michigan transportation fund	0	1,128,849,222	(1,128,849,222)	0	1,402,130,700	(1,402,130,700)	0	
Michigan unarmed combat fund	0	90,160	(90,160)	0	69,400	(69,400)	0	
Michigan veterans' trust fund	3,358,883	4,280,336	(1,898,806)	5,740,413	2,300,000	(2,300,000)	5,740,413	
Michild eligible individual premium	0	937,282	(937,282)	0	2,600,000	(2,600,000)	0	
Migratory labor housing fund	159,318	130,481	(148,830)	140,970	108,000	(125,600)	123,370	
Military family relief fund	2,441,458	76,878	(196,835)	2,321,502	75,000	(195,000)	2,201,502	
Mineral well regulatory fee revenue	111,076	135,209	(146,843)	99,442	135,000	(130,000)	104,442	
Miscellaneous revenue	0	238,827	(238,827)	0	240,000	(240,000)	0	
Mobile home code fund	796,348	2,259,032	(2,374,927)	680,453	1,985,900	(1,683,500)	982,853	
Mobile home commission fees	0	292,093	(292,093)	0	292,000	(292,000)	0	
Motor carrier fees	50,000	10,138,306	(8,442,497)	1,745,809	8,235,500	(8,235,500)	349,162	
Motorcycle safety fund	201,343	1,489,148	(1,504,312)	186,179	1,473,000	(1,500,000)	159,179	
MPSCS subscriber and maintenance fees	2,670,811	820,910	(1,486,992)	2,004,729	1,400,000	(2,285,000)	1,119,729	
Multiple employer welfare arrangement	617,878	179,149	(66,254)	730,773	150,000	(280,000)	600,773	
Municipal finance fees	607,460	638,281	(278,872)	966,869	544,900	(544,900)	966,869	
Museum operations fund	118,106	468,985	(426,855)	160,236	454,000	(452,500)	161,736	
Narcotics-related forfeiture revenue	1,644,365	653,980	(1,339,064)	959,282	825,000	(1,784,200)	82	
Newborn screening fees	3,353,223	13,115,515	(14,469,825)	1,998,913	15,053,500	(14,335,600)	2,716,813	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Nonferrous metallic mineral surveillance	3,634	343,448	(271,327)	75,755	340,000	(300,000)	115,755	
Nongame wildlife fund	437,885	429,207	(390,011)	477,080	421,400	(492,200)	406,280	
Nonnarcotic forfeiture revenue	0	2,847	(2,847)	0	25,000	(25,000)	0	
Nonretail liquor fees	436,152	771,117	(823,975)	383,294	793,200	(750,000)	426,494	
Notary education and training fund	13,227	41,160	(45,000)	9,387	55,000	(55,000)	9,387	
Notary fee fund	0	121,426	(121,426)	0	176,000	(176,000)	0	
NPDES fees	2,797,128	3,022,190	(2,436,623)	3,382,695	2,750,000	(2,830,300)	3,302,395	
Nuclear plant emergency planning reimbursement	0	2,336,754	(2,336,754)	0	2,695,100	(2,695,100)	0	
Nurse professional fund	1,549,853	1,443,110	(1,311,003)	1,681,960	1,437,000	(1,520,900)	1,598,060	
Nursing home administrative penalties	3,497	32,243	(35,740)	0	55,000	(55,000)	0	
OBRA Penalties	13,520,778	1,019,919	(589,340)	13,951,358	1,019,900	(900,000)	14,071,258	
Off-road vehicle safety education fund	305,106	222,470	(211,613)	315,963	225,100	(205,100)	335,963	
Off-road vehicle title fees	0	167,000	(167,000)	0	167,000	(167,000)	0	
Off-road vehicle trail improvement fund	7,718,691	7,321,196	(12,428,430)	2,611,457	7,491,800	(7,113,300)	2,989,957	
Oil and gas regulatory fund	5,436,841	3,620,505	(8,190,217)	867,130	4,000,000	(4,500,000)	367,130	
Orphan well fund	1,892,645	1,015,434	(1,186,409)	1,721,669	1,000,000	(1,588,000)	1,133,669	
Other Agency Charges	0	0	0	0	1,178,700	(1,178,700)	0	
Other state restricted revenues	1,558,600	215,153,603	(215,153,603)	1,558,600	274,392,600	(274,392,600)	1,558,600	
Park improvement fund	6,804,354	55,129,826	(51,432,071)	10,502,109	54,592,800	(53,835,400)	11,259,509	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Park improvement fund, Belle Isle subaccount	27,532	587,899	(615,431)	0	585,000	(585,000)	0	
Parking ticket court fines	0	1,555,972	(1,555,972)	0	1,521,000	(1,521,000)	0	
Parole and probation oversight fees	0	3,479,499	(3,479,499)	0	3,500,000	(3,500,000)	0	
Parole and probation oversight fees set-aside	2,372,383	685,370	(693,475)	2,364,278	875,000	(875,000)	2,364,278	
Pension trust funds	0	30,047,587	(30,047,587)	0	33,480,100	(33,480,100)	0	
Permanent snowmobile trail easement fund	2,830,376	1,001,056	(700,500)	3,079,893	567,300	(700,600)	2,997,632	
Personal identification card fees	0	2,730,600	(2,730,600)	0	2,877,000	(2,780,700)	96,300	
PMECSEMA fund	3,429,797	1,404,014	(1,386,645)	3,447,166	1,385,500	(1,424,700)	3,407,966	
Precision driving track fees	12,719	279,827	(292,546)	0	327,900	(327,900)	0	
Principal residence property tax exemption audit fund	7,088,550	2,227,589	(1,950,349)	7,365,790	2,000,000	(2,000,000)	7,365,790	
Prisoner health care copayments	0	252,700	(252,700)	0	252,700	(252,700)	0	
Prisoner reimbursement	0	420,101	(420,101)	0	625,200	(625,200)	0	
Private donations - DMVA	25,687	3,901	(12,963)	16,624	3,000	(13,000)	6,624	
Private donations - MSP	0	8,515	(8,515)	0	78,100	(78,100)	0	
Private forestland enhancement fund	246,478	278,052	(203,132)	321,398	280,000	(265,000)	336,398	
Private foundations	0	211,587	(211,587)	0	360,000	(360,000)	0	
Private funds - DEQ	174,132	227,356	(228,897)	172,591	175,600	(169,400)	178,791	
Private funds - DHHS	68,046,600	11,991,993	6,195,896	86,234,489	11,992,000	0	98,226,489	
Private funds - Judiciary	0	66,593	(66,593)	0	75,000	(75,000)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Private funds - DNR	2,757,359	1,835,059	(1,978,347)	2,614,071	2,000,000	(2,734,900)	1,879,171	
Private funds - State	0	0	0	0	100	(100)	0	
Private funds - DTED	0	149,806	(149,806)	0	2,500,000	(2,500,000)	0	
Private funds - Treasury	0	16,319	(16,319)	0	16,800	(16,800)	0	
Private funds 120	0	3,923	(7,470,846)	0	100,000	(100,000)	0	
Private occupational school license fees	111,227	390,836	(426,353)	75,709	389,000	(464,700)	0	
Private security licensing fees	0	1,400	(1,400)	0	2,600	(2,600)	0	
Program and special equipment fund	31,400,529	12,988,364	(26,240,740)	18,148,152	5,653,300	(23,801,400)	52	
Property development fees	131,134	44,703	(6,630)	169,207	43,000	(10,400)	201,807	
Prosecuting attorneys training fees	0	128,636	(128,636)	0	411,500	(411,500)	0	
Public assistance recoupment revenue	0	3,873,315	(3,873,315)	0	3,873,300	(3,873,300)	0	
Public safety answer point (PSAP) training 911 fund	1,692,917	1,579,317	(1,755,444)	1,516,790	2,228,000	(1,778,800)	1,965,990	
Public swimming pool fund	168,707	498,903	(511,881)	155,730	515,000	(625,000)	45,730	
Public use and replacement deed fees	0	25,747	(25,747)	0	25,000	(25,000)	0	
Public utility assessments	2,804,122	30,360,727	(28,819,648)	4,345,201	32,609,000	(36,954,200)	0	
Public water supply fees	488,492	4,042,429	(4,515,968)	14,953	4,400,000	(4,400,000)	14,953	
Qualified Airport Fund	0	0	0	0	5,330,000	(5,330,000)	0	
Quality assurance assessment tax	0	1,128,027,393	(1,128,027,393)	0	1,122,235,900	(1,122,235,900)	0	
Radiological health fees	1,177,788	2,328,256	(2,486,702)	1,019,342	2,357,300	(2,642,600)	734,042	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Rail freight fund	4,335,711	3,216,837	(437,655)	6,392,000	6,000,000	(12,392,000)	0	
Real estate appraiser education fund	466,426	35,260	(17,931)	483,755	33,400	(25,400)	491,755	
Real estate education fund	2,888,917	661,719	(283,643)	3,266,993	63,300	(343,100)	2,987,193	
Real estate enforcement fund	1,740,532	663,911	(16,810)	2,387,633	65,800	(66,300)	2,387,133	
Recreation improvement account	1,593,147	1,063,914	(2,085,184)	571,877	1,300,100	(1,431,600)	440,377	
Recreation passport fees	11,066,196	8,416,009	(9,591,975)	9,890,230	6,508,900	(14,107,900)	2,291,230	
Reentry center offender reimbursements	0	5,372	(5,372)	0	5,500	(5,500)	0	
Refined petroleum fund	76,321,558	33,103,085	(41,691,367)	67,733,277	35,500,000	(29,400,000)	62,833,277	
Rehabilitation service fees	0	30,557	(30,557)	0	30,600	(30,600)	0	
Reimburse local exchange providers 911 fund	4,809,495	2,051,138	(1,772,665)	5,087,967	1,716,200	(1,682,900)	5,121,267	
Reimbursed services	0	976,542	(976,542)	0	1,519,100	(1,519,100)	0	
Reimbursed services, local	0	1,132,178	(1,132,178)	0	1,250,000	(1,250,000)	0	
Reinstatement fees	0	208,464	(208,464)	0	257,700	(257,700)	0	
Reinstatement fees, operator licenses	0	4,079,910	(4,079,910)	0	4,080,000	(4,080,000)	0	
Renewable fuels fund	17,615	54	(17,669)	0	0	0	0	
Rental fees	0	168,051	(168,051)	0	175,000	(175,000)	0	
Rental of department aircraft	0	14,118	(14,118)	0	59,900	(59,900)	0	
Resident stores	0	3,107,268	(3,107,268)	0	3,294,200	(3,294,200)	0	
Restructuring mechanism assessments	0	18,019,943	(563,432)	1,664,342	14,715,700	(493,900)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Retired engineers technical assistance program fund	1,140,818	3,323	(327,333)	816,809	2,500	(341,900)	477,409	
Retired law enforcement officer safety fund	0	3,225	(3,225)	0	3,300	(3,300)	0	
Retirement funds	277,126	18,031,380	(18,308,506)	0	19,192,600	(19,192,600)	0	
Revenue from local government	0	0	0	0	5,000	(5,000)	0	
Revitalization revolving loan fund	6,178,685	36,038	(6,827)	6,207,896	37,000	(7,000)	6,237,896	
Revolving loan revenue bonds	0	0	0	0	0	0	0	
Rural development fund	0	1,729,464	0	1,729,464	1,729,500	(1,729,500)	1,729,464	
Safety education and training fund	5,883,896	11,092,177	(9,951,537)	7,024,536	11,000,000	(10,000,000)	8,024,536	
Sales tax	24,380,834	1,215,163,339	(1,239,286,715)	257,458	1,215,163,300	(1,215,163,300)	0	
Sand extraction fee revenue	149,912	48,250	(31,727)	166,435	45,000	(32,500)	178,935	
School aid fund	844,841	1,396,806	(1,457,496)	784,152	1,583,428	(1,683,428)	684,152	
School bond fees	1,699,802	1,448,624	(762,197)	2,386,228	1,000,000	(855,000)	1,914,402	
School bus revenue	0	1,401,452	(1,401,452)	0	1,720,800	(1,720,800)	0	
School district service fees	261,976	(10,539)	(21,917)	0	0	0	0	
Scrap tire fund	0	77,200	(77,200)	0	77,200	(77,200)	0	
Scrap tire regulatory fund	8,850,145	4,839,808	(7,938,366)	5,751,587	4,700,000	(9,036,800)	1,414,787	
Second injury fund	9,274,147	9,136,732	(2,502,441)	8,016,804	9,700,000	(2,660,300)	7,166,784	
Secondary road patrol and training fund	1,170,599	9,962,169	(10,094,402)	1,038,366	10,000,000	(10,100,000)	938,366	
Securities fees	0	25,189,384	(16,964,808)	0	25,980,900	(18,676,000)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Securities investor education and training fund	345,753	727,659	(26,281)	1,047,131	10,000	(27,100)	1,030,031	
Security business fund	258,919	100,630	(109,158)	250,391	97,800	(284,200)	63,991	
Self-insurers security fund	26,270,049	4,957,775	(1,712,097)	22,800,008	3,125,000	(1,826,000)	18,925,439	
Senior care respite fund	875,801	2,513,177	(2,091,653)	1,297,325	1,300,000	(1,500,000)	1,097,325	
Septage waste contingency fund	7,607	20	(3,005)	4,623	0	(3,000)	1,623	
Septage waste program fund	293,334	431,163	(297,935)	426,561	425,000	(516,000)	335,561	
Settlement funds	2,789,158	(710,750)	(1,587,555)	490,853	1,700,000	(425,402)	0	
Sewage sludge land application fees	129,909	685,797	(711,770)	103,935	530,000	(548,000)	85,935	
Sex offenders registration fund	957,230	928,914	(519,204)	1,366,940	880,000	(785,000)	1,461,940	
Sexual assault victims' prevention and treatment fund	2,779,895	1,198,762	(1,311,708)	2,666,949	1,198,800	(1,311,700)	2,554,049	
Silicosis and dust disease fund	1,191,294	1,208,908	(596,426)	821,204	2,000,000	(594,800)	1,221,217	
Slow-the-spread foundation	0	8,323	(8,323)	0	8,300	(8,300)	0	
Small business pollution prevention revolving loan fund	2,037,701	5,569	(33,198)	2,010,072	3,300	(132,500)	1,880,872	
SMRS fees	0	218,551	(218,551)	0	300,000	(300,000)	0	
Snowmobile registration fee revenue	638,700	850,272	(1,540,011)	0	1,273,000	(1,208,000)	13,961	
Snowmobile trail improvement fund	5,863,115	8,377,468	(11,840,806)	2,399,776	9,119,400	(9,749,200)	1,769,976	
Soil erosion and sedimentation control training fund	12,654	120,993	(110,064)	23,583	96,000	(86,500)	33,083	
Solid waste management fund, staff account	4,074,281	5,629,492	(4,903,086)	4,800,688	5,700,000	(5,058,000)	5,442,688	
Special project advances 376	403,140	21,108	0	424,248	250,000	(250,000)	424,248	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Special revenue, internal service, and pension trust funds	0	17,141,983	(17,141,983)	0	17,457,500	(17,457,500)	0	
Special supplemental food program, WIC	0	55,563,970	(55,563,970)	0	60,773,600	(60,773,600)	0	
Sportsmen against hunger fund	146,440	93,767	(42,442)	197,766	94,800	(50,000)	242,566	
Stabilization authority contract	0	150,000	(150,000)	0	150,000	(150,000)	0	
State aeronautics fund	25,637,951	14,874,640	(17,312,968)	2,147,300	15,660,000	(17,807,300)	0	
State building authority revenue 110	0	105,540	(105,540)	0	846,100	(846,100)	0	
State campaign fund	4,657,020	723,437	0	5,380,457	770,400	0	6,150,857	
State court fund	0	6,522,950	(6,522,950)	0	6,523,000	(6,523,000)	0	
State disbursement unit, office of child support	0	56,300	(56,300)	0	0	0	0	
State forensic laboratory fund	846,330	967,465	(973,471)	840,324	961,400	(1,478,200)	323,524	
State justice institute	0	0	0	0	30,000	(30,000)	0	
State lottery fund (operating only)	3,000,000	29,814,400	(29,814,400)	3,000,000	29,999,900	(29,999,900)	3,000,000	
State police administrator and coordinator 911 fund	0	543,081	(543,081)	0	534,000	(534,000)	0	
State police dispatch operator 911 fund	0	545,984	(545,984)	0	536,800	(536,800)	0	
State police service fees	0	1,737,127	(1,737,127)	0	1,850,000	(1,850,000)	0	
State restricted fees, revenues and reimbursements	0	74,946	(74,946)	0	80,000	(80,000)	0	
State restricted funds 1 %	1,321,458	22,570,307	(22,487,231)	1,404,534	28,677,100	(28,677,100)	1,404,534	
State restricted indirect funds - Civil Rights	0	58,500	(58,500)	0	58,500	(58,500)	0	
State restricted indirect funds - Civil Service	0	7,681,300	(7,681,300)	0	8,592,200	(8,592,200)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
State restricted indirect funds - Treasury	0	272,200	(272,200)	0	278,600	(278,600)	0	
State services fee fund 140	8,086,994	35,550,553	(34,299,871)	9,337,675	35,046,900	(38,846,600)	5,537,975	
State share education funds	0	1,300,900	(1,300,900)	0	1,300,900	(1,300,900)	0	
State sponsored group insurance	0	5,978,300	(5,978,300)	0	6,142,900	(6,142,900)	0	
State trunkline fund	183,660,345	689,505,669	(722,292,596)	0	927,082,500	(927,082,500)	0	
Stormwater permit fees	1,903,111	1,561,055	(2,169,993)	1,294,173	1,400,000	(1,700,000)	994,173	
Strategic water quality initiatives fund	0	116,013,883	(134,220,288)	0	116,193,700	(116,193,700)	0	
Supplemental security income recoveries	0	4,661,180	(4,661,180)	0	4,661,200	(4,661,200)	0	
Survey and remonumentation fund	1,968,881	6,632,268	(5,973,373)	2,627,776	6,230,500	(6,040,900)	2,817,376	
Tax tribunal fund	622,881	1,755,519	(2,378,400)	0	1,781,300	(1,781,300)	0	
Teacher college review fees	32,152	10,533	(23,519)	19,167	0	0	0	
Teacher testing fees	27,594	136,007	(163,601)	0	135,000	(135,000)	0	
Testing fees	0	163,260	(163,260)	0	157,000	(157,000)	0	
Tether program participant contributions	0	2,426,700	(2,426,700)	0	2,480,900	(2,480,900)	0	
Thomas Daley gift of life fund	144,322	55,735	0	200,057	61,000	(50,000)	211,057	
Tobacco tax revenue	1,135,624	4,132,214	(4,016,150)	1,251,688	3,000,000	(3,000,000)	0	
Traffic crash revenue	0	266,433	(266,433)	0	338,300	(338,300)	0	
Traffic law enforcement and safety fund	1,789,352	25,538,293	(26,055,554)	1,272,091	25,680,800	(26,380,800)	572,091	
Training and orientation workshop fees	0	23,718	(23,718)	0	67,500	(67,500)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Transportation administration collection fund	2,795,722	114,805,235	(106,825,103)	10,775,854	128,111,000	(127,761,200)	11,125,654	
Treasury fees	0	1,352,303	(1,352,303)	0	1,741,800	(1,741,800)	0	
Trooper school recruitment fund	2,727,736	10,676	0	2,738,412	10,000	(2,725,000)	23,412	
Truck driver safety fund	3,145,023	3,221,021	(1,061,390)	2,794,265	2,900,000	(3,600,000)	2,094,265	
Turkey permit fees	176,802	1,080,091	(999,835)	257,058	1,044,800	(1,023,000)	278,858	
Underground storage tank cleanup fund	19,991,018	20,262,735	(1,496,352)	38,757,401	20,300,000	(9,100,000)	49,957,401	
Underground storage tank fees	377,916	1,866,649	(2,244,565)	0	600,000	(600,000)	0	
User fees	0	4,253,877	(4,253,877)	0	5,300,000	(5,300,000)	0	
Utility consumer representation fund	1,843,021	1,185,116	(1,254,043)	1,774,094	1,751,500	(1,450,800)	2,074,794	
Vehicle theft prevention fees	0	1,619,809	(1,619,809)	0	1,680,000	(1,680,000)	0	
Veterans' homes post and posthumous funds	837,772	402,563	(369,638)	870,698	400,000	(400,000)	870,698	
Veterans license plate fund	0	12,038	0	12,038	25,000	(37,038)	0	
Vital records fees	773,566	3,650,761	(4,190,139)	234,188	4,242,700	(3,900,000)	576,888	
Vocational rehabilitation match	0	4,977,303	(4,977,303)	0	5,100,000	(5,100,000)	0	
Wastewater operator training fees	279,796	503,184	(510,079)	272,901	507,000	(507,000)	272,901	
Water analysis fees	265,097	2,131,722	(486,961)	1,909,858	1,780,000	(1,622,000)	2,067,858	
Water pollution control revolving fund	0	2,768,138	(2,768,138)	0	2,092,000	(2,092,000)	0	
Water quality protection fund	363,603	71,604	(206,738)	228,469	70,500	(100,000)	198,969	
Water use reporting fees	382,451	245,006	(272,606)	354,850	211,000	(235,600)	330,250	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	Fiscal Year Ending September 30, 2016 (Actual)				Fiscal Year Ending September 30, 2017 (CY)			
	Beginning Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Waterfowl fees	5,217	116,052	(105,363)	15,907	116,000	(123,800)	8,107	
Waterfowl hunt stamp	3,563,546	543,242	(61,586)	4,045,202	541,100	(2,820,539)	1,765,763	
Weights and measures regulation fees	551,544	570,957	(737,599)	384,903	445,000	(614,657)	215,246	
Wildlife management public education fund	2,620,042	1,618,516	(2,710,334)	1,528,223	1,622,400	(2,100,000)	1,050,623	
Wildlife resource protection fund	196,545	1,215,988	(1,156,775)	255,759	1,211,400	(1,156,400)	310,759	
Worker's compensation administrative revolving fund	687,704	1,162,259	(347,107)	1,502,856	1,100,000	(1,264,300)	1,338,556	
Wrongful imprisonment compensation fund	0	0	0	0	15,000,000	(1,800,000)	13,200,000	
Youth hunting and fishing education and outreach fund	219,747	79,342	(97,486)	201,603	79,400	(97,300)	183,703	
Total	1,547,741,877	7,880,111,315	(7,956,126,574)	1,111,294,802	8,548,887,587	(8,645,560,030)	985,344,421	

Rollerplate language in the Fiscal Year 2017 Enacted Appropriations requires an annual report, within 14 days after the release of the Executive Budget Recommendation on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2016 and September 30, 2017.

NOTE: Columns may not add due to lapses to the general fund, transfers out or work project expenditures



STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
21st century jobs fund	0	95,000	(95,000)	0	95,000	(95,000)	0	
21st century jobs trust fund 383	2,311,164	75,000,000	(75,000,000)	2,311,164	75,000,000	(75,000,000)	2,311,164	
Abandoned vehicle fees	0	562,000	(562,000)	0	562,000	(562,000)	0	
Aboveground storage tank fees	0	350,000	(350,000)	0	350,000	(350,000)	0	
Accountancy enforcement fund	5,571,971	228,800	(293,600)	5,507,171	2,002,200	(299,500)	7,209,871	
AFIS fees	0	82,500	(82,500)	0	82,500	(82,500)	0	
Agricultural preservation fund	1,642,822	2,300,000	(1,400,000)	2,542,822	2,300,000	(1,400,000)	3,442,822	
Agriculture equine industry development fund	0	3,850,000	(3,850,000)	0	3,850,000	(3,850,000)	0	
Agriculture licensing and inspection fees	2,549,214	3,522,900	(3,786,900)	2,285,214	3,523,100	(3,792,100)	2,016,214	
Air emissions fees	1,936,025	9,388,800	(10,000,000)	1,324,825	9,201,100	(10,000,000)	525,925	
Airport parking revenue	4,480,686	31,331,700	(31,331,700)	4,480,686	35,210,000	(35,210,000)	4,480,686	
Animal welfare fund	125,923	45,000	(110,000)	60,923	39,800	0	100,723	
Antitrust enforcement collections	250,000	762,600	(762,600)	250,000	762,600	(762,600)	250,000	
Aquatic nuisance control fund	231,178	755,500	(666,100)	320,578	755,500	(679,500)	396,578	
Asbestos abatement fund	35,295	964,700	(779,000)	220,995	768,900	(745,300)	244,595	
Assessor training fees	1,177,702	475,000	(365,000)	1,287,702	475,000	(365,000)	1,397,702	
Attorney general's operations fund	1,317,663	935,000	(1,000,600)	1,252,063	935,000	(1,000,600)	1,186,463	
Audit charges	207,213	440,000	(409,000)	238,213	440,000	(409,000)	269,213	
Autism coverage fund	0	0	0	0	0	0	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Auto repair facilities fees	0	3,918,000	(3,918,000)	0	3,918,000	(3,918,000)	0	
Auto theft prevention fund	1,239,691	6,251,400	(6,800,000)	691,091	6,188,900	(6,850,000)	29,991	
Bank fees	168,629	6,200,000	(6,200,000)	168,629	6,200,000	(6,200,000)	168,629	
Billeting fund	600,000	700,000	(900,000)	400,000	800,000	(900,000)	300,000	
Blind services, local	0	100,000	(100,000)	0	100,000	(100,000)	0	
Blind services, private	0	111,800	(111,800)	0	111,800	(111,800)	0	
Blue water bridge fund	0	23,448,000	(23,448,000)	0	23,931,000	(23,931,000)	0	
Boiler inspection fund	708,690	3,291,400	(3,442,500)	557,590	3,703,600	(3,326,700)	934,490	
Bottle deposit fund 110	0	245,700	(245,700)	0	245,700	(245,700)	0	
Builder enforcement fund	2,330,897	157,000	(369,700)	2,118,197	779,700	(377,100)	2,520,797	
Campground fund	44,837	240,000	(235,000)	49,837	240,000	(240,000)	49,837	
Capitol historic site fund	42,000	3,100,000	(3,100,000)	42,000	3,100,000	(3,100,000)	42,000	
Captive insurance regulatory and supervision fund	90,838	280,000	(280,000)	90,838	280,000	(280,000)	90,838	
Casino gambling agreements	837,293	780,000	(942,700)	674,593	780,000	(942,700)	511,893	
Certificate of need fees	7,376,132	3,000,000	(2,227,900)	8,148,232	3,000,000	(2,227,900)	8,920,332	
Certification fees	3,272,608	5,653,600	(6,018,400)	2,907,808	5,712,500	(6,148,400)	2,471,908	
Cervidae licensing and inspection fees	0	119,600	(119,600)	0	88,500	(88,500)	0	
Charitable donations - check-offs and license plates	0	0	0	0	0	0	0	
Child advocacy centers fund	342,221	1,200,000	(1,500,000)	42,221	1,200,000	(1,200,000)	42,221	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Child support clearance fees	0	153,000	(153,000)	0	153,000	(153,000)	0	
Child support collections	0	8,500,800	(8,500,800)	0	8,500,800	(8,500,800)	0	
Children of Veterans tuition grant program	0	100,000	(100,000)	0	100,000	(100,000)	0	
Children's protection registry fund	290,918	101,000	(270,700)	121,218	101,000	(222,218)	0	
Children's trust fund	3,877,000	1,821,900	(1,029,400)	4,669,500	1,821,900	(1,029,400)	5,462,000	
City income tax fund	0	12,427,200	(12,427,200)	0	10,927,200	(10,927,200)	0	
Clean Michigan initiative fund	4	0	0	4	0	0	4	
Clean Michigan initiative, clean water fund	0	3,417,100	(3,417,100)	0	1,384,800	(1,384,800)	0	
Clean Michigan initiative, contaminated sediments	0	1,565,000	(1,565,000)	0	0	0	0	
Clean Michigan initiative, implementation bond fund	0	55,000	(55,000)	0	55,000	(55,000)	0	
Clean Michigan initiative, nonpoint source	0	2,000,000	(2,000,000)	0	2,000,000	(2,000,000)	0	
Clean Michigan initiative, response activities	0	6,425,300	(6,425,300)	0	3,200,000	(3,200,000)	0	
Cleanup and redevelopment fund	7,495,075	14,727,900	(18,300,000)	3,922,975	14,720,200	(18,300,000)	343,175	
Collections	0	2,302,900	(2,302,900)	0	2,302,900	(2,302,900)	0	
Commercial forest fund	63,305	29,000	(30,500)	61,805	29,000	(30,500)	60,305	
Commodity distribution fees	28,782	10,000	(36,000)	2,782	10,000	(10,000)	2,782	
Commodity group revenue	20,660	3,000	(23,660)	0	3,000	(3,000)	0	
Commodity inspection fees	5	673,700	(533,500)	140,205	673,700	(533,500)	280,405	
Community dispute resolution fund	1,559,030	1,647,600	(1,647,600)	1,559,030	1,647,600	(1,647,600)	1,559,030	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Community pollution prevention fund	4,259,507	1,779,300	(1,000,000)	5,038,807	1,833,400	(1,000,000)	5,872,207	
Community tether program reimbursement	0	275,000	(275,000)	0	275,000	(275,000)	0	
Comprehensive transportation fund	2,259,800	333,256,300	(335,516,100)	0	337,358,400	(337,358,400)	0	
Compulsive gaming prevention fund	2,872,352	2,085,000	(2,500,000)	2,457,352	2,085,000	(2,500,000)	2,042,352	
Construction code fund	7,356,451	8,494,600	(9,315,000)	6,536,051	13,990,000	(9,407,800)	11,118,251	
Consumer and industry food safety education fund	179,615	250,000	(250,000)	179,615	250,000	(250,000)	179,615	
Consumer finance fees	1,172,640	2,000,000	(2,100,000)	1,072,640	2,000,000	(2,100,000)	972,640	
Contingent fund, penalty and interest account	147,303,228	35,000,000	(48,629,400)	133,673,828	25,000,000	(48,629,400)	110,044,428	
Convention facility development fund	3,445,700	100,975,800	(100,975,800)	3,445,700	105,802,900	(105,802,900)	3,445,700	
Corporation fees	11,367,004	25,185,400	(24,335,100)	12,217,304	26,073,900	(24,812,600)	13,478,604	
Correctional industries revolving fund	0	6,000,000	(6,000,000)	0	6,000,000	(6,000,000)	0	
Correctional industries revolving fund 110	0	1,360,500	(1,360,500)	0	1,360,500	(1,360,500)	0	
Counties, equally 911 fund	0	9,333,800	(9,333,800)	0	9,244,500	(9,244,500)	0	
Counties, per capita 911 fund	0	14,002,000	(14,002,000)	0	13,868,700	(13,868,700)	0	
County chargeback	0	23,161,800	(23,161,800)	0	23,161,800	(23,161,800)	0	
Court equity fund	0	38,008,000	(38,008,000)	0	38,008,000	(38,008,000)	0	
Court fee fund	203,415	7,578,200	(7,521,700)	259,915	7,578,200	(7,521,700)	316,415	
Court of appeals filing/motion fees	0	1,300,000	(1,300,000)	0	1,300,000	(1,300,000)	0	
Credit and debit assessment service fees	2,393,030	5,519,000	(7,000,000)	912,030	6,087,970	(7,000,000)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)			FY 2019 Estimated (BY2)		
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures
Credit union fees	676,441	7,800,000	(7,800,000)	676,441	7,800,000	(7,800,000)
Crime victims rights fund	28,352,256	19,529,000	(16,800,000)	31,081,256	19,529,000	(16,800,000)
Criminal justice information center service fees	1,402,732	23,591,800	(23,591,800)	1,402,732	24,327,500	(24,327,500)
Dairy and food safety fund	763,502	5,088,700	(4,896,700)	955,502	5,080,700	(5,073,300)
Deer habitat reserve	487,694	2,025,000	(2,126,300)	386,394	2,004,800	(2,105,000)
Defaulted loan collection fees	0	155,000	(155,000)	0	155,000	(155,000)
Deferred compensation	0	2,802,600	(2,802,600)	0	2,802,600	(2,802,600)
Deferred presentment service transaction fees	1,383,414	2,200,000	(2,400,000)	1,183,414	2,000,000	(2,200,000)
Defined contribution administrative fee revenue	0	100,000	(100,000)	0	100,000	(100,000)
Delinquent tax collection revenue	0	125,531,100	(125,531,100)	0	129,297,000	(129,297,000)
Direct shipper enforcement revolving fund	634,431	100,500	(127,800)	607,131	100,500	(127,800)
Distance education fund	494,302	250,000	(243,700)	500,602	200,000	(248,500)
Division on deafness fund	61,300	0	0	61,300	0	0
Donated funds, local	0	4,000,000	(4,000,000)	0	4,000,000	(4,000,000)
Donated funds, private	0	5,117,300	(5,117,300)	0	5,117,300	(5,117,300)
Drinking water declaration of emergency reserve fund	12,249,600	25,000,000	(37,249,600)	0	0	0
Driver education provider and instructor fund	262,734	57,000	(75,000)	244,734	103,000	(75,000)
Driver fees	0	27,970,000	(27,970,000)	0	29,174,000	(29,174,000)
Driver improvement course fund	0	1,257,000	(1,257,000)	0	1,257,000	(1,257,000)

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Driver responsibility fees	0	1,000,000	(1,000,000)	0	1,000,000	(1,000,000)	0	
Drug court fund	1,032,047	1,234,200	(2,200,000)	66,247	1,234,200	(1,300,000)	447	
Drug fund	0	210,000	(210,000)	0	210,000	(210,000)	0	
Drunk driving fund	0	2,220,000	(2,220,000)	0	2,220,000	(2,220,000)	0	
Drunk driving prevention and training fund	345,643	730,000	(800,000)	275,643	730,000	(800,000)	205,643	
Economic development fund	0	54,891,300	(54,891,300)	0	54,971,300	(54,971,300)	0	
Electronic waste recycling fund	349,051	300,000	(327,100)	321,951	300,000	(327,100)	294,851	
Elevator fees	361,253	4,638,700	(4,246,700)	753,253	4,219,400	(3,885,400)	1,087,253	
Emergency 911 Fund	0	0	0	0	0	0	0	
Emergency medical services fees	758,733	498,900	(456,700)	800,933	498,900	(456,700)	843,133	
Enhanced driver license and enhanced official personal ID card fund	2,637,689	9,350,000	(10,725,700)	1,261,989	9,446,000	(10,707,989)	0	
Environmental education fund	16,300	121,500	(137,800)	0	125,100	(125,100)	0	
Environmental laboratory services	1,548,485	3,775,000	(3,844,700)	1,478,785	3,775,000	(3,944,700)	1,309,085	
Environmental pollution prevention fund	0	5,000,000	(5,000,000)	0	5,000,000	(5,000,000)	0	
Environmental protection bond fund	0	0	0	0	0	0	0	
Environmental protection fund	881,100	2,006,000	(2,467,100)	420,000	2,006,000	(2,426,000)	0	
Environmental response fund	8,935,712	1,008,500	(1,772,700)	8,171,512	1,008,500	(1,809,700)	7,370,312	
Escheats revenue	0	6,000,000	(6,000,000)	0	6,000,000	(6,000,000)	0	
Expedient service fees	0	3,794,000	(3,794,000)	0	3,797,000	(3,797,000)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Feed control fund	43	1,204,400	(1,204,400)	43	1,204,400	(1,204,400)	43	
Fees and collections - DEQ	0	211,000	(211,000)	0	203,000	(203,000)	0	
Fees and collections - DHHS	2,196,787	6,746,000	(6,700,000)	2,242,787	6,746,000	(6,556,300)	2,432,487	
Fertilizer control fund	0	822,000	(822,000)	0	822,000	(822,000)	0	
Financial instruments	0	8,154,000	(9,415,800)	0	8,398,600	(9,647,300)	0	
Fire alarm fees	14,438	120,200	(89,100)	45,538	135,800	(134,600)	46,738	
Fire equipment fund	338,286	250,000	(250,000)	338,286	250,000	(588,200)	86	
Fire protection fund	2,953	8,500,000	(8,500,000)	2,953	8,500,000	(8,500,000)	2,953	
Fire safety standard and enforcement fund	166,415	9,000	(21,700)	153,715	100,000	(21,900)	231,815	
Fire service fees	2,496,864	2,212,800	(1,284,200)	3,425,464	2,212,800	(1,296,900)	4,341,364	
Fireworks safety fund	5,875,871	2,758,000	(2,793,100)	5,840,771	2,758,000	(2,793,100)	5,805,671	
First responder presumed coverage fund	1,461,643	1,980,000	(1,533,000)	1,908,643	5,445,000	(1,533,000)	5,820,643	
Fisheries settlement	612,274	560,500	(632,100)	540,674	569,900	(632,100)	478,474	
Forensic science reimbursement fees	0	1,084,500	(1,084,500)	0	1,084,500	(1,084,500)	0	
Forest development fund	4,312,479	40,768,600	(38,914,800)	6,166,279	40,798,200	(40,798,200)	6,166,279	
Forest land user charges	352,268	211,400	(222,000)	341,668	211,300	(221,900)	331,068	
Forest recreation account	1,211,451	1,968,600	(2,067,000)	1,113,051	1,952,600	(2,050,200)	1,015,451	
Franchise fees	0	382,400	(382,400)	0	382,400	(382,400)	0	
Freshwater protection fund	2,284,844	7,000,000	(7,779,600)	1,505,244	7,000,000	(7,779,600)	725,644	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Game and fish protection fund	77	76,479,400	(76,479,400)	77	76,475,500	(76,475,500)	77	
Garnishment fees	488,674	2,717,800	(2,717,800)	488,674	2,717,800	(2,717,800)	488,674	
Gasoline inspection and testing fund	1,282,213	1,500,000	(1,230,000)	1,552,213	1,500,000	(1,230,000)	1,822,213	
Gifts, bequests and deposits investment fund SR	217,975	300	(200)	218,075	300	(200)	218,175	
Gifts, bequests, and donations 110 - Education	51,254	400,000	(400,000)	51,254	400,000	(400,000)	51,254	
Gifts, bequests, and donations 110 - DHHS	0	531,500	(531,500)	0	531,500	(531,500)	0	
Grain dealers fee fund	3	508,000	(508,000)	3	508,000	(508,000)	3	
Great Lakes protection fund	1,268,201	379,400	(365,300)	1,282,301	390,800	(369,400)	1,303,701	
Groundwater discharge permit fees	451,891	900,000	(1,200,000)	151,891	900,000	(1,051,891)	0	
Hazardous materials training center fees	0	1,193,900	(1,193,900)	0	1,193,900	(1,193,900)	0	
Health and safety fund	1,010,497	0	0	1,010,497	0	0	1,010,497	
Health insurance claims assessment fund	70,873,854	331,230,000	(402,103,800)	54	337,850,200	(337,850,200)	54	
Health management funds	0	2,299,600	(2,299,600)	0	2,299,600	(2,299,600)	0	
Health professions regulatory fund	16,131,951	24,582,900	(23,130,800)	17,584,051	24,582,900	(25,635,200)	16,531,751	
Health systems fees	4,842,669	3,527,300	(4,033,000)	4,336,969	3,527,300	(4,073,100)	3,791,169	
Healthy Michigan fund	22,565,700	31,400,000	(53,965,700)	0	30,900,000	(30,900,000)	0	
Highway safety fund	134	10,600,000	(10,600,000)	134	10,600,000	(10,600,000)	134	
History fees fund	183,501	195,000	(204,800)	173,701	195,000	(204,800)	163,901	
Horticulture fund	0	35,000	(35,000)	0	35,000	(35,000)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Human trafficking commission fund	0	100,000	(100,000)	0	100,000	(100,000)	0	
Income and assessments	2,534,638	11,524,300	(14,058,938)	0	11,524,300	(11,524,300)	0	
Industry support funds	176,638	273,500	(310,600)	139,538	273,500	(310,600)	102,438	
Infrastructure construction fund	117,838	90,000	(52,400)	155,438	92,000	(53,500)	193,938	
Insurance bureau fund	5,933,960	20,000,000	(20,000,000)	5,933,960	18,000,000	(20,000,000)	3,933,960	
Insurance continuing education fees	350,634	650,000	(650,000)	350,634	650,000	(650,000)	350,634	
Insurance licensing and regulation fees	3,868,377	6,500,000	(8,000,000)	2,368,377	6,500,000	(8,000,000)	868,377	
Intercity bus equipment fund	0	100,000	(100,000)	0	100,000	(100,000)	0	
Interest on lawyers trust accounts	0	110,000	(110,000)	0	110,000	(110,000)	0	
Invasive species fund	0	0	0	0	0	0	0	
IRS debt service rebate	0	7,004,300	(7,004,300)	0	0	0	0	
Jail reimbursement program fund	0	5,900,000	(5,900,000)	0	5,900,000	(5,900,000)	0	
Judicial electronic filing fund	2,799,761	8,000,000	(8,000,000)	2,799,761	8,000,000	(8,000,000)	2,799,761	
Judicial technology improvement fund	9,003	3,509,500	(3,509,500)	9,003	3,509,500	(3,509,500)	9,003	
Juror compensation fund	12,528,614	4,500,000	(2,500,000)	14,528,614	4,500,000	(2,500,000)	16,528,614	
Justice system fund	572,000	443,000	(500,000)	515,000	443,000	(500,000)	458,000	
Laboratory fees	0	700,000	(700,000)	0	700,000	(700,000)	0	
Land and water permit fees	1,871,000	1,290,000	(2,208,400)	952,600	1,300,000	(2,252,600)	0	
Land bank fast track fund	7,115,085	298,400	(298,400)	7,115,085	298,400	(298,400)	7,115,085	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Land exchange facilitation fund	1,182,585	1,218,900	(1,800,000)	601,485	1,209,600	(1,800,000)	11,085	
Land reutilization fund	9,047,454	800,000	(800,000)	9,047,454	800,000	(800,000)	9,047,454	
Landfill maintenance trust fund	45,232	150	0	45,382	150	0	45,532	
Law enforcement officers training fund	0	25,000	(25,000)	0	25,000	(25,000)	0	
Law exam fees	0	651,400	(651,400)	0	651,400	(651,400)	0	
Lawsuit Settlement Proceeds Fund	0	2,600,000	(2,600,000)	0	2,600,000	(2,600,000)	0	
Lease revenue	0	31,000	(31,000)	0	35,000	(35,000)	0	
LEIN fees	0	1,030,900	(1,030,900)	0	1,030,900	(1,030,900)	0	
Library Fees	215,125	75,000	(60,000)	230,125	25,500	(60,000)	195,625	
Licensing and regulation fund	6,653,920	9,769,500	(13,303,400)	3,120,020	12,414,900	(11,294,800)	4,240,120	
Liquor license fee enhancement fund	1,369,200	150,000	(76,400)	1,442,800	150,000	(76,400)	1,516,400	
Liquor license revenue	4,056,766	13,448,000	(12,867,000)	4,637,766	13,448,000	(13,123,200)	4,962,566	
Liquor purchase revolving fund	0	22,032,900	(22,032,900)	0	22,032,900	(22,032,900)	0	
Local bridge fund	0	23,282,900	(23,282,900)	0	23,321,100	(23,321,100)	0	
Local funds - DOC	0	8,800,000	(8,800,000)	0	8,800,000	(8,800,000)	0	
Local funds - DHHS	3,522	85,819,600	(85,819,600)	3,522	85,819,600	(85,819,600)	3,522	
Local funds - DTED	0	500,000	(500,000)	0	500,000	(500,000)	0	
Local funds, CTF	0	8,020,000	(8,020,000)	0	8,020,000	(8,020,000)	0	
Local public recreation facilities fund	857,742	1,205,400	(1,699,300)	363,842	1,184,800	(1,548,600)	42	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Low incidence outreach fund	159,942	360,000	(340,000)	179,942	370,000	(350,000)	199,942	
Low-income energy assistance fund	0	50,000,000	(50,000,000)	0	50,000,000	(50,000,000)	0	
Mackinac Bridge authority	0	100,000	(100,000)	0	100,000	(100,000)	0	
Mackinac Island state park fund	0	1,510,000	(1,510,000)	0	1,525,600	(1,525,600)	0	
Mackinac Island state park operation fund	0	125,000	(125,000)	0	125,000	(125,000)	0	
MacMullan conference center account	40,627	1,023,100	(1,023,100)	40,627	1,023,100	(1,023,100)	40,627	
MAIN user charges	0	4,467,800	(4,467,800)	0	4,467,800	(4,467,800)	0	
Mann house trust fund	2,160	15,000	(15,000)	2,160	15,000	(15,000)	2,160	
Manufactured housing fees	0	0	0	0	0	0	0	
Marihuana registry fund	24,844,050	8,967,700	(8,660,000)	25,151,750	8,967,700	(8,832,700)	25,286,750	
Marihuana regulatory fund	0	29,901,200	(29,901,200)	0	39,867,000	(39,867,000)	0	
Marine safety fund	1,118,091	4,891,800	(5,252,000)	757,891	4,982,100	(5,252,000)	487,991	
MBLSLA fund	2,834,755	4,100,000	(5,100,000)	1,834,755	4,100,000	(5,100,000)	834,755	
MBPI Pharmaceutical product fund	1,061,349	0	0	1,061,349	0	0	1,061,349	
Medicaid benefits trust fund	8,593,418	331,100,000	(315,288,800)	24,404,618	329,600,000	(346,646,200)	7,358,418	
Medical marihuana excise fund	0	4,620,000	(4,620,000)	0	12,705,000	(12,705,000)	0	
Medical waste emergency response fund	606,070	240,000	(330,000)	516,070	405,000	(330,000)	591,070	
Metallic mining surveillance fee revenue	155,838	60,000	(20,000)	195,838	60,000	(21,000)	234,838	
MFA, bond and loan program revenue	0	3,091,000	(3,091,000)	0	3,183,700	(3,183,700)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Michigan state housing development authority fees and charges	0	56,766,500	(56,766,500)	0	56,766,500	(56,766,500)	0	
Michigan business enterprise program fund	0	400,000	(400,000)	0	400,000	(400,000)	0	
Michigan council for the arts fund	172,798	15,000	(70,000)	117,798	15,000	(70,000)	62,798	
Michigan employment security act - administrative fund	0	2,275,000	(2,275,000)	0	2,300,000	(2,300,000)	0	
Michigan film promotion fund	16,000	0	0	16,000	0	0	16,000	
Michigan health initiative fund	603,629	9,300,000	(9,580,100)	323,529	9,400,000	(9,580,100)	143,429	
Michigan heritage publications fund	57,977	900	(2,000)	56,877	900	(2,000)	55,777	
Michigan infrastructure fund	3,000,000	20,000,000	0	23,000,000	0	0	23,000,000	
Michigan justice training fund	917,900	5,850,000	(6,475,000)	292,900	5,900,000	(6,192,900)	0	
Michigan lighthouse preservation fund	691,556	129,000	(275,000)	545,556	129,000	(275,000)	399,556	
Michigan merit award trust fund	518,637	52,509,200	(51,583,400)	1,444,437	51,395,200	(51,583,400)	1,256,237	
Michigan national guard armory construction fund	996,459	980,000	(115,000)	1,861,459	565,000	0	2,426,459	
Michigan national guard tuition assistance fund	0	4,007,000	(4,007,000)	0	4,007,000	(4,007,000)	0	
Michigan natural resources trust fund	8,955,397	32,016,700	(12,820,100)	10,506,497	32,987,200	(14,371,200)	10,947,697	
Michigan state housing development authority fees	0	115,000	(115,000)	0	115,000	(115,000)	0	
Michigan state parks endowment fund	65	36,021,000	(23,271,000)	65	40,330,200	(25,425,600)	65	
Michigan state police auto theft fund	0	58,000	(58,000)	0	58,000	(58,000)	0	
Michigan state waterways fund	5,829,214	27,568,600	(28,947,000)	4,450,814	27,835,400	(29,227,200)	3,059,014	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Michigan trailways fund	8,400	8,600	(200)	16,800	8,600	(200)	25,200	
Michigan transportation fund	0	1,500,350,700	(1,500,350,700)	0	1,610,028,900	(1,610,028,900)	0	
Michigan unarmed combat fund	0	158,700	(71,600)	87,100	70,600	(71,600)	86,100	
Michigan veterans' trust fund	5,740,413	2,300,000	(2,300,000)	5,740,413	2,300,000	(2,300,000)	5,740,413	
Michild eligible individual premium	0	2,600,000	(2,600,000)	0	2,600,000	(2,600,000)	0	
Migratory labor housing fund	123,370	108,000	(138,600)	92,770	108,000	(148,600)	52,170	
Military family relief fund	2,201,502	75,000	(195,000)	2,081,502	75,000	(195,000)	1,961,502	
Mineral well regulatory fee revenue	104,442	132,000	(130,000)	106,442	132,000	(135,000)	103,442	
Miscellaneous revenue	0	240,000	(240,000)	0	240,000	(240,000)	0	
Mobile home code fund	982,853	2,791,900	(1,719,500)	2,055,253	2,254,100	(1,736,500)	2,572,853	
Mobile home commission fees	0	292,000	(292,000)	0	292,000	(292,000)	0	
Motor carrier fees	349,162	8,277,600	(8,277,600)	0	8,321,800	(8,321,800)	0	
Motorcycle safety fund	159,179	1,426,000	(1,500,000)	85,179	1,474,000	(1,500,000)	59,179	
MPSCS subscriber and maintenance fees	1,119,729	1,600,000	(2,285,800)	433,929	1,600,000	(2,000,000)	33,929	
Multiple employer welfare arrangement	600,773	150,000	(280,000)	470,773	150,000	(280,000)	340,773	
Municipal finance fees	966,869	561,200	(561,200)	966,869	561,200	(561,200)	966,869	
Museum operations fund	161,736	455,000	(477,800)	138,936	454,600	(477,300)	116,236	
Narcotics-related forfeiture revenue	82	826,500	(826,500)	82	826,500	(826,500)	82	
Newborn screening fees	2,716,813	15,053,500	(14,615,300)	3,155,013	15,053,500	(14,900,700)	3,307,813	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)			FY 2019 Estimated (BY2)		
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures
Nonferrous metallic mineral surveillance	115,755	340,000	(350,000)	105,755	340,000	(350,000)
Nongame wildlife fund	406,280	431,800	(453,400)	384,680	431,800	(453,400)
Nonnarcotic forfeiture revenue	0	15,000	(15,000)	0	35,000	(35,000)
Nonretail liquor fees	426,494	718,900	(750,000)	395,394	718,900	(750,000)
Notary education and training fund	9,387	71,000	(55,000)	25,387	74,000	(55,000)
Notary fee fund	0	215,000	(215,000)	0	227,000	(227,000)
NPDES fees	3,302,395	2,800,000	(2,887,000)	3,215,395	2,800,000	(2,944,700)
Nuclear plant emergency planning reimbursement	0	2,750,000	(2,750,000)	0	2,800,000	(2,800,000)
Nurse professional fund	1,598,060	1,437,800	(1,536,100)	1,499,760	1,450,000	(1,536,100)
Nursing home administrative penalties	0	100,000	(57,500)	42,500	60,000	(60,000)
OBRA Penalties	14,071,258	1,019,900	(900,000)	14,191,158	1,019,900	(900,000)
Off-road vehicle safety education fund	335,963	227,300	(238,700)	324,563	227,100	(238,500)
Off-road vehicle title fees	0	167,000	(167,000)	0	167,000	(167,000)
Off-road vehicle trail improvement fund	2,989,957	7,529,300	(7,905,800)	2,613,457	7,537,900	(7,914,800)
Oil and gas regulatory fund	367,130	4,200,000	(4,367,130)	200,000	4,200,000	(4,400,000)
Orphan well fund	1,133,669	1,000,000	(1,350,000)	783,669	1,100,000	(1,400,000)
Other Agency Charges	0	1,209,300	(1,209,300)	0	1,209,300	(1,209,300)
Other state restricted revenues	1,558,600	271,400,100	(271,400,100)	1,558,600	271,400,100	(271,400,100)
Park improvement fund	11,259,509	54,782,200	(57,521,300)	8,520,409	54,984,000	(57,733,200)

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Park improvement fund, Belle Isle subaccount	0	585,000	(585,000)	0	585,000	(585,000)	0	
Parking ticket court fines	0	1,521,000	(1,521,000)	0	1,521,000	(1,521,000)	0	
Parole and probation oversight fees	0	3,500,000	(3,500,000)	0	3,500,000	(3,500,000)	0	
Parole and probation oversight fees set-aside	2,364,278	875,000	(875,000)	2,364,278	875,000	(875,000)	2,364,278	
Pension trust funds	0	31,200,600	(31,200,600)	0	31,200,600	(31,200,600)	0	
Permanent snowmobile trail easement fund	2,997,632	552,000	(700,600)	2,849,032	549,600	(700,600)	2,698,032	
Personal identification card fees	96,300	2,703,000	(2,780,700)	18,600	2,939,000	(2,780,700)	176,900	
PMECSEMA fund	3,407,966	1,385,500	(1,458,100)	3,335,366	1,385,500	(1,487,200)	3,233,666	
Precision driving track fees	0	327,900	(327,900)	0	327,900	(327,900)	0	
Principal residence property tax exemption audit fund	7,365,790	2,000,000	(2,000,000)	7,365,790	2,000,000	(2,000,000)	7,365,790	
Prisoner health care copayments	0	252,700	(252,700)	0	252,700	(252,700)	0	
Prisoner reimbursement	0	625,200	(625,200)	0	625,200	(625,200)	0	
Private donations - DMVA	6,624	3,000	(9,624)	0	3,000	(3,000)	0	
Private donations - MSP	0	178,100	(178,100)	0	178,100	(178,100)	0	
Private forestland enhancement fund	336,398	280,000	(405,000)	211,398	280,000	(460,000)	31,398	
Private foundations	0	85,000	(85,000)	0	85,000	(85,000)	0	
Private funds - DEQ	178,791	240,600	(215,000)	204,391	184,300	(184,300)	204,391	
Private funds - DHHS	98,226,489	11,992,000	0	110,218,489	11,992,000	0	122,210,489	
Private funds - Judiciary	0	75,000	(75,000)	0	75,000	(75,000)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)			FY 2019 Estimated (BY2)		
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures
Private funds - DNR	1,879,171	2,000,000	(2,000,000)	1,879,171	2,000,000	(2,000,000)
Private funds - State	0	100	(100)	0	100	(100)
Private funds - DTED	0	2,500,000	(2,500,000)	0	2,500,000	(2,500,000)
Private funds - Treasury	0	17,300	(17,300)	0	17,800	(17,800)
Private funds 120	0	100,000	(100,000)	0	100,000	(100,000)
Private occupational school license fees	0	600,000	(392,000)	208,000	388,000	(392,000)
Private security licensing fees	0	2,600	(2,600)	0	2,600	(2,600)
Program and special equipment fund	52	5,653,300	(5,653,300)	52	5,653,300	(5,653,300)
Property development fees	201,807	123,600	(10,700)	314,707	43,000	(10,800)
Prosecuting attorneys training fees	0	411,500	(411,500)	0	411,500	(411,500)
Public assistance recoupment revenue	0	3,873,300	(3,873,300)	0	3,873,300	(3,873,300)
Public safety answer point (PSAP) training 911 fund	1,965,990	1,701,700	(1,716,200)	1,951,490	1,687,300	(1,701,700)
Public swimming pool fund	45,730	515,000	(515,000)	45,730	515,000	(515,000)
Public use and replacement deed fees	0	25,000	(25,000)	0	25,000	(25,000)
Public utility assessments	0	37,841,200	(37,841,200)	0	37,841,200	(37,841,200)
Public water supply fees	14,953	4,600,000	(4,600,000)	14,953	4,600,000	(4,600,000)
Qualified Airport Fund	0	6,500,000	(6,500,000)	0	7,800,000	(7,800,000)
Quality assurance assessment tax	0	1,202,814,700	(1,202,814,700)	0	1,202,814,700	(1,202,814,700)
Radiological health fees	734,042	2,381,200	(2,741,100)	374,142	2,687,600	(2,795,000)

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Rail freight fund	0	6,000,000	(6,000,000)	0	6,000,000	(6,000,000)	0	
Real estate appraiser education fund	491,755	33,400	(26,000)	499,155	33,400	(26,500)	506,055	
Real estate education fund	2,987,193	289,100	(350,600)	2,925,693	667,000	(350,600)	3,242,093	
Real estate enforcement fund	2,387,133	291,900	(67,700)	2,611,333	659,800	(69,100)	3,202,033	
Recreation improvement account	440,377	1,387,600	(1,457,000)	370,977	1,386,500	(1,455,800)	301,677	
Recreation passport fees	2,291,230	6,388,500	(8,302,400)	377,330	6,279,500	(6,279,500)	377,330	
Reentry center offender reimbursements	0	5,500	(5,500)	0	5,500	(5,500)	0	
Refined petroleum fund	62,833,277	37,000,000	(45,200,000)	43,633,277	37,000,000	(30,400,000)	39,233,277	
Rehabilitation service fees	0	40,000	(40,000)	0	40,000	(40,000)	0	
Reimburse local exchange providers 911 fund	5,121,267	2,351,900	(1,778,800)	5,694,367	2,482,800	(1,778,800)	6,398,367	
Reimbursed services	0	1,571,800	(1,571,800)	0	1,617,500	(1,617,500)	0	
Reimbursed services, local	0	1,250,000	(1,250,000)	0	1,250,000	(1,250,000)	0	
Reinstatement fees	0	257,700	(257,700)	0	257,700	(257,700)	0	
Reinstatement fees, operator licenses	0	4,080,000	(4,080,000)	0	4,080,000	(4,080,000)	0	
Renewable fuels fund	0	0	0	0	0	0	0	
Rental fees	0	175,000	(175,000)	0	175,000	(175,000)	0	
Rental of department aircraft	0	59,900	(59,900)	0	59,900	(59,900)	0	
Resident stores	0	3,500,000	(3,500,000)	0	3,500,000	(3,500,000)	0	
Restructuring mechanism assessments	0	16,420,000	(506,600)	0	16,460,000	(516,700)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Retired engineers technical assistance program fund	477,409	22,600	(386,900)	113,109	273,800	(386,900)	0	
Retired law enforcement officer safety fund	0	3,300	(3,300)	0	3,300	(3,300)	0	
Retirement funds	0	19,192,600	(19,192,600)	0	19,192,600	(19,192,600)	0	
Revenue from local government	0	5,000	(5,000)	0	5,000	(5,000)	0	
Revitalization revolving loan fund	6,237,896	38,000	(7,000)	6,268,896	39,000	(7,000)	6,300,896	
Revolving loan revenue bonds	0	15,000,000	(15,000,000)	0	15,000,000	(15,000,000)	0	
Rural development fund	1,729,464	1,729,500	(1,729,500)	1,729,464	1,729,500	(1,729,500)	1,729,464	
Safety education and training fund	8,024,536	11,000,000	(10,052,300)	8,972,236	11,000,000	(10,052,300)	9,919,936	
Sales tax	0	1,215,163,300	(1,215,163,300)	0	1,215,163,300	(1,215,163,300)	0	
Sand extraction fee revenue	178,935	45,000	(33,100)	190,835	45,000	(33,800)	202,035	
School aid fund	684,152	1,585,000	(1,685,000)	584,152	1,585,000	(1,685,000)	484,152	
School bond fees	1,914,402	1,000,000	(855,000)	2,059,402	1,000,000	(855,000)	2,204,402	
School bus revenue	0	1,746,600	(1,746,600)	0	1,772,800	(1,772,800)	0	
School district service fees	0	0	0	0	0	0	0	
Scrap tire fund	0	77,200	(77,200)	0	77,200	0	77,200	
Scrap tire regulatory fund	1,414,787	4,700,000	(5,100,000)	1,014,787	4,700,000	(5,200,000)	514,787	
Second injury fund	7,166,784	10,850,000	(2,729,300)	8,000,970	8,100,000	(2,729,300)	6,535,156	
Secondary road patrol and training fund	938,366	10,000,000	(10,100,000)	838,366	10,000,000	(10,000,000)	838,366	
Securities fees	0	25,950,900	(19,494,900)	0	25,950,900	(19,947,700)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Securities investor education and training fund	1,030,031	10,000	(27,800)	1,012,231	10,000	(28,300)	993,931	
Security business fund	63,991	280,100	(161,800)	182,291	161,700	(97,800)	246,191	
Self-insurers security fund	18,925,439	3,775,000	(1,880,400)	16,132,998	3,000,000	(1,880,400)	14,115,557	
Senior care respite fund	1,097,325	1,300,000	(1,750,000)	647,325	1,300,000	(1,750,000)	197,325	
Septage waste contingency fund	1,623	0	(1,623)	0	0	0	0	
Septage waste program fund	335,561	435,000	(520,000)	250,561	430,000	(520,000)	160,561	
Settlement funds	0	1,700,000	(438,200)	0	1,700,000	(451,300)	0	
Sewage sludge land application fees	85,935	530,000	(564,400)	51,535	530,000	(575,700)	5,835	
Sex offenders registration fund	1,461,940	880,000	(785,000)	1,556,940	880,000	(785,000)	1,651,940	
Sexual assault victims' prevention and treatment fund	2,554,049	1,198,800	(1,311,700)	2,441,149	1,198,800	(1,311,700)	2,328,249	
Silicosis and dust disease fund	1,221,217	2,000,000	(614,200)	1,660,666	2,000,000	(626,300)	2,150,088	
Slow-the-spread foundation	0	8,300	(8,300)	0	8,300	(8,300)	0	
Small business pollution prevention revolving loan fund	1,880,872	3,500	(132,500)	1,751,872	4,300	(56,100)	1,700,072	
SMRS fees	0	600,000	(600,000)	0	600,000	(600,000)	0	
Snowmobile registration fee revenue	13,961	1,197,500	(1,197,500)	13,961	1,197,500	(1,197,500)	13,961	
Snowmobile trail improvement fund	1,769,976	9,408,500	(9,866,300)	1,312,176	9,399,800	(9,857,200)	854,776	
Soil erosion and sedimentation control training fund	33,083	96,000	(89,100)	39,983	96,000	(90,900)	45,083	
Solid waste management fund, staff account	5,442,688	5,700,000	(5,058,000)	6,084,688	5,700,000	(5,058,000)	6,726,688	
Special project advances 376	424,248	250,000	(250,000)	424,248	250,000	(250,000)	424,248	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Special revenue, internal service, and pension trust funds	0	17,582,900	(17,582,900)	0	17,582,900	(17,582,900)	0	
Special supplemental food program, WIC	0	60,773,600	(60,773,600)	0	60,773,600	(60,773,600)	0	
Sportsmen against hunger fund	242,566	96,300	(50,000)	288,866	97,800	(55,000)	331,666	
Stabilization authority contract	0	150,000	(150,000)	0	150,000	(150,000)	0	
State aeronautics fund	0	16,444,000	(16,444,000)	0	17,283,000	(17,283,000)	0	
State building authority revenue 110	0	853,600	(853,600)	0	853,600	(853,600)	0	
State campaign fund	6,150,857	903,400	(6,210,000)	844,257	770,400	0	1,614,657	
State court fund	0	6,523,000	(6,523,000)	0	6,523,000	(6,523,000)	0	
State disbursement unit, office of child support	0	0	0	0	0	0	0	
State forensic laboratory fund	323,524	961,400	(1,284,900)	24	961,400	(961,400)	24	
State justice institute	0	50,000	(50,000)	0	50,000	(50,000)	0	
State lottery fund (operating only)	3,000,000	31,168,100	(31,168,100)	3,000,000	31,168,100	(31,168,100)	3,000,000	
State police administrator and coordinator 911 fund	0	528,900	(528,900)	0	523,800	(523,800)	0	
State police dispatch operator 911 fund	0	531,700	(531,700)	0	526,600	(526,600)	0	
State police service fees	0	1,925,000	(1,925,000)	0	1,950,000	(1,950,000)	0	
State restricted fees, revenues and reimbursements	0	80,000	(80,000)	0	80,000	(80,000)	0	
State restricted funds 1 %	1,404,534	28,677,100	(28,677,100)	1,404,534	28,677,100	(28,677,100)	1,404,534	
State restricted indirect funds - Civil Rights	0	58,500	(58,500)	0	58,500	(58,500)	0	
State restricted indirect funds - Civil Service	0	8,679,800	(8,679,800)	0	8,679,800	(8,679,800)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
State restricted indirect funds - Treasury	0	287,000	(287,000)	0	287,000	(287,000)	0	
State services fee fund 140	5,537,975	35,055,500	(36,074,300)	4,519,175	35,064,500	(36,091,600)	3,492,075	
State share education funds	0	1,300,900	(1,300,900)	0	1,300,900	(1,300,900)	0	
State sponsored group insurance	0	6,142,900	(6,142,900)	0	6,142,900	(6,142,900)	0	
State trunkline fund	0	979,889,200	(979,889,200)	0	1,050,429,300	(1,050,429,300)	0	
Stormwater permit fees	994,173	1,400,000	(1,700,000)	694,173	1,400,000	(1,700,000)	394,173	
Strategic water quality initiatives fund	0	81,193,700	(81,193,700)	0	19,193,700	(19,193,700)	0	
Supplemental security income recoveries	0	4,661,200	(4,661,200)	0	4,661,200	(4,661,200)	0	
Survey and remonumentation fund	2,817,376	6,630,500	(6,108,600)	3,339,276	6,630,500	(6,169,700)	3,800,076	
Tax tribunal fund	0	1,781,300	(1,781,300)	0	1,781,300	(1,781,300)	0	
Teacher college review fees	0	0	0	0	0	0	0	
Teacher testing fees	0	165,000	(165,000)	0	165,000	(165,000)	0	
Testing fees	0	160,000	(160,000)	0	160,000	(160,000)	0	
Tether program participant contributions	0	2,480,900	(2,480,900)	0	2,480,900	(2,480,900)	0	
Thomas Daley gift of life fund	211,057	61,000	(50,000)	222,057	61,000	(50,000)	233,057	
Tobacco tax revenue	0	3,000,000	(3,000,000)	0	3,000,000	(3,000,000)	0	
Traffic crash revenue	0	338,300	(338,300)	0	338,300	(338,300)	0	
Traffic law enforcement and safety fund	572,091	25,750,000	(25,613,200)	708,891	25,825,000	(25,825,000)	708,891	
Training and orientation workshop fees	0	67,500	(67,500)	0	67,500	(67,500)	0	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Transportation administration collection fund	11,125,654	128,111,000	(131,761,200)	7,475,454	128,111,000	(135,586,454)	0	
Treasury fees	0	1,554,800	(1,554,800)	0	1,554,800	(1,554,800)	0	
Trooper school recruitment fund	23,412	10,000	0	33,412	10,000	0	43,412	
Truck driver safety fund	2,094,265	3,000,000	(3,600,000)	1,494,265	3,000,000	(3,600,000)	894,265	
Turkey permit fees	278,858	1,010,300	(1,060,800)	228,358	977,200	(1,026,100)	179,458	
Underground storage tank cleanup fund	49,957,401	20,400,000	(15,800,000)	54,557,401	20,400,000	(21,200,000)	53,757,401	
Underground storage tank fees	0	0	0	0	0	0	0	
User fees	0	5,565,000	(5,565,000)	0	5,843,300	(5,843,300)	0	
Utility consumer representation fund	2,074,794	1,769,000	(1,750,000)	2,093,794	1,786,700	(1,750,000)	2,130,494	
Vehicle theft prevention fees	0	1,743,000	(1,743,000)	0	1,809,000	(1,809,000)	0	
Veterans' homes post and posthumous funds	870,698	400,000	(400,000)	870,698	400,000	(400,000)	870,698	
Veterans license plate fund	0	50,000	(50,000)	0	50,000	(50,000)	0	
Vital records fees	576,888	4,300,000	(4,300,000)	576,888	4,300,000	(4,300,000)	576,888	
Vocational rehabilitation match	0	5,300,000	(5,300,000)	0	5,300,000	(5,300,000)	0	
Wastewater operator training fees	272,901	507,000	(570,000)	209,901	507,000	(570,000)	146,901	
Water analysis fees	2,067,858	1,780,000	(1,670,700)	2,177,158	1,780,000	(1,720,800)	2,236,358	
Water pollution control revolving fund	0	2,196,000	(2,196,000)	0	2,200,000	(2,200,000)	0	
Water quality protection fund	198,969	70,500	(100,000)	169,469	70,500	(100,000)	139,969	
Water use reporting fees	330,250	211,000	(242,700)	298,550	211,000	(247,500)	262,050	

STATE RESTRICTED REVENUE and EXPENDITURE PROJECTIONS

Fund Name	FY 2018 Estimated (BY1)				FY 2019 Estimated (BY2)			
	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	Revenues	Expenditures	Available Fund Balance	
Waterfowl fees	8,107	116,000	(116,000)	8,107	116,000	(116,000)	8,107	
Waterfowl hunt stamp	1,765,763	541,100	(1,500,000)	806,863	541,100	0	1,347,963	
Weights and measures regulation fees	215,246	435,000	(615,000)	35,246	435,000	(460,000)	10,246	
Wildlife management public education fund	1,050,623	1,622,400	(2,100,000)	573,023	1,622,400	(2,100,000)	95,423	
Wildlife resource protection fund	310,759	1,211,400	(1,272,000)	250,159	1,211,400	(1,272,000)	189,559	
Worker's compensation administrative revolving fund	1,338,556	1,050,000	(1,430,800)	957,756	1,000,000	(1,475,800)	481,956	
Wrongful imprisonment compensation fund	13,200,000	0	(9,000,000)	4,200,000	0	(900,000)	3,300,000	
Youth hunting and fishing education and outreach fund	183,703	79,400	(83,400)	179,703	79,400	(83,400)	175,703	
Total	985,344,421	8,883,058,350	(8,932,566,675)	858,802,128	8,990,308,720	(8,959,985,752)	812,241,354	

Boilerplate language in the Fiscal Year 2017 Enacted Appropriations requires an annual report, within 14 days after the release of the Executive Budget Recommendation on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2016 and September 30, 2017.

NOTE: Columns may not add due to lapses to the general fund, transfers out or work project expenditures



FISCAL YEAR 2018 EXECUTIVE RECOMMENDATION

DEPARTMENT	GROSS	IDG/IDT	ADJUSTED GROSS	FEDERAL	LOCAL	PRIVATE	STATE RESTRICTED	GF/GP	STATE SPENDING FROM STATE SOURCES	PAYMENTS TO LOCALS
Agriculture and Rural Development	104,928,800	310,300	104,618,500	11,273,900	0	101,600	36,661,000	56,582,000	93,243,000	7,350,000
Attorney General	101,068,800	29,915,300	71,153,500	9,518,000	0	0	21,336,900	40,298,600	61,635,500	0
Civil Rights	16,099,600	296,600	15,803,000	2,775,800	0	18,700	151,900	12,856,600	13,008,500	0
Corrections	2,014,419,200	0	2,014,419,200	5,293,800	8,842,400	0	36,149,400	1,964,133,600	2,000,283,000	114,388,800
Education	349,309,500	0	349,309,500	251,854,700	5,817,200	2,034,300	8,567,600	81,035,700	89,603,300	13,176,000
Environmental Quality	510,842,000	3,100,500	507,741,500	170,042,600	0	555,300	285,825,300	51,318,300	337,143,600	4,531,000
Executive Office	6,848,500	0	6,848,500	0	0	0	0	6,848,500	6,848,500	0
Health and Human Services	25,537,414,500	13,640,900	25,523,773,600	18,351,244,100	118,751,000	149,873,300	2,442,169,800	4,461,735,400	6,903,905,200	1,371,570,500
Insurance and Financial Services	66,741,400	707,600	66,033,800	2,014,700	0	0	63,869,100	150,000	64,019,100	0
Judiciary	299,954,600	1,550,600	298,404,000	6,488,900	6,000,000	971,000	92,539,000	192,405,100	284,944,100	146,794,000
Legislature	179,261,000	5,709,200	173,551,800	0	0	400,000	6,247,100	166,904,700	173,151,800	0
Licensing and Regulatory Affairs	441,576,300	47,835,100	393,741,200	65,020,900	250,000	111,800	285,341,900	43,016,600	328,358,500	29,225,700
Military and Veterans Affairs	180,004,400	101,800	179,902,600	92,334,100	1,528,400	640,000	22,332,600	63,067,500	85,400,100	142,400
Natural Resources	416,374,300	232,200	416,142,100	70,095,700	0	7,446,000	274,553,100	64,047,300	338,600,400	9,854,300
State	249,358,500	20,000,000	229,358,500	1,460,000	0	50,100	205,709,400	22,139,000	227,848,400	1,215,900
State Police	693,588,900	26,221,600	667,367,300	83,662,500	5,835,200	178,100	135,423,700	442,267,800	577,691,500	14,113,200
Talent and Economic Development	1,143,324,800	0	1,143,324,800	762,144,800	500,000	5,620,900	181,556,700	193,502,400	375,059,100	34,300,000
Technology, Management and Budget	1,405,543,900	713,959,000	691,584,900	4,985,300	2,316,700	127,700	111,399,300	572,755,900	684,155,200	2,500,000
Transportation	4,347,443,000	4,039,300	4,343,403,700	1,340,301,200	50,532,000	100,000	2,952,470,500	0	2,952,470,500	1,715,980,300
Treasury	1,865,702,000	12,613,700	1,853,088,300	27,022,600	14,516,000	27,500	1,605,173,700	206,348,500	1,811,522,200	1,404,967,800
Total - General Omnibus	\$39,929,804,000	\$880,233,700	\$39,049,570,300	\$21,257,533,600	\$214,888,900	\$168,256,300	\$8,767,478,000	\$8,641,413,500	\$17,408,891,500	\$4,870,109,900
Community Colleges	398,167,600	0	398,167,600	0	0	0	395,142,600	3,025,000	398,167,600	398,167,600
Universities and Financial Aid	1,637,224,400	0	1,637,224,400	111,526,400	0	0	235,743,500	1,289,954,500	1,525,698,000	0
School Aid	14,302,088,800	0	14,302,088,800	1,726,943,500	0	0	12,360,145,300	215,000,000	12,575,145,300	12,411,741,800
Total - Education Omnibus	\$16,337,480,800	\$0	\$16,337,480,800	\$1,838,469,900	\$0	\$0	\$12,991,031,400	\$1,507,979,500	\$14,499,010,900	\$12,809,909,400
TOTAL SPENDING	\$56,267,284,800	\$880,233,700	\$55,387,051,100	\$23,096,003,500	\$214,888,900	\$168,256,300	\$21,758,509,400	\$10,149,393,000	\$31,907,902,400	\$17,680,019,300
Budget Stabilization Fund Reserve	175,000,000	0	175,000,000	0	0	0	0	175,000,000	175,000,000	0
GRAND TOTAL	\$56,442,284,800	\$880,233,700	\$55,562,051,100	\$23,096,003,500	\$214,888,900	\$168,256,300	\$21,758,509,400	\$10,324,393,000	\$32,082,902,400	\$17,680,019,300

Percentage of State Spending from State Sources as Payments to Local Units of Government

55.11%

FISCAL YEAR 2019 EXECUTIVE RECOMMENDATION

DEPARTMENT	GROSS	IDG/IDT	ADJUSTED GROSS	FEDERAL	LOCAL	PRIVATE	STATE RESTRICTED	GF/GP	STATE SPENDING FROM STATE SOURCES	PAYMENTS TO LOCALS
Agriculture and Rural Development	100,748,700	310,300	100,438,400	11,273,900	0	101,600	36,660,900	52,402,000	89,062,900	7,350,000
Attorney General	100,443,800	29,915,300	70,528,500	9,518,000	0	0	21,461,900	39,548,600	61,010,500	0
Civil Rights	16,099,600	296,600	15,803,000	2,775,800	0	18,700	151,900	12,856,600	13,008,500	0
Corrections	2,010,060,200	0	2,010,060,200	5,293,800	8,842,400	0	36,149,400	1,959,774,600	1,995,924,000	114,388,800
Education	349,309,400	0	349,309,400	251,854,700	5,817,200	2,034,300	8,567,500	81,035,700	89,603,200	13,176,000
Environmental Quality	432,941,900	3,100,500	429,841,400	170,042,600	0	555,300	208,925,200	50,318,300	259,243,500	4,531,000
Executive Office	6,848,500	0	6,848,500	0	0	0	0	6,848,500	6,848,500	0
Health and Human Services	25,402,423,000	13,640,900	25,388,782,100	18,226,963,300	118,751,000	149,873,300	2,359,903,400	4,533,286,100	6,893,189,500	1,371,570,500
Insurance and Financial Services	66,741,400	707,600	66,033,800	2,014,700	0	0	63,869,100	150,000	64,019,100	0
Judiciary	298,904,600	1,550,600	297,354,000	6,488,900	6,000,000	971,000	92,539,000	191,355,100	283,894,100	146,794,000
Legislature	176,261,000	5,709,200	170,551,800	0	0	400,000	6,247,100	163,904,700	170,151,800	0
Licensing and Regulatory Affairs	451,258,400	47,835,100	403,423,300	65,020,900	250,000	111,800	295,024,000	43,016,600	338,040,600	29,225,700
Military and Veterans Affairs	177,504,400	101,800	177,402,600	92,334,100	1,528,400	640,000	22,332,600	60,567,500	82,900,100	142,400
Natural Resources	392,621,900	232,200	392,389,700	70,095,700	0	7,446,000	273,553,100	41,294,900	314,848,000	7,154,300
State	249,358,500	20,000,000	229,358,500	1,460,000	0	50,100	205,709,400	22,139,000	227,848,400	1,215,900
State Police	690,754,200	26,221,600	664,532,600	83,662,500	5,835,200	178,100	139,502,900	435,353,300	574,856,800	14,113,200
Talent and Economic Development	1,114,324,800	0	1,114,324,800	762,144,800	500,000	5,620,900	181,556,700	164,502,400	346,059,100	34,300,000
Technology, Management and Budget	1,324,605,100	713,959,000	610,646,100	4,985,300	2,316,700	127,700	111,399,300	491,817,100	603,216,400	2,500,000
Transportation	4,528,262,500	4,039,300	4,524,223,200	1,340,301,200	50,532,000	100,000	3,133,290,000	0	3,133,290,000	1,825,817,300
Treasury	1,883,983,500	12,613,700	1,871,369,800	27,022,600	13,016,000	27,500	1,628,000,200	203,303,500	1,831,303,700	1,427,569,300
Total - General Omnibus	\$39,773,455,400	\$880,233,700	\$38,893,221,700	\$21,133,257,800	\$213,388,900	\$168,256,300	\$8,824,843,600	\$8,553,475,100	\$17,378,318,700	\$4,999,848,400
Community Colleges	405,440,600	0	405,440,600	0	0	0	403,440,600	2,000,000	405,440,600	405,440,600
Universities and Financial Aid	1,626,454,400	0	1,626,454,400	101,526,400	0	0	238,673,500	1,286,254,500	1,524,928,000	0
School Aid	14,302,230,700	0	14,302,230,700	1,726,943,500	0	0	12,430,287,200	145,000,000	12,575,287,200	12,411,383,700
Total - Education Omnibus	\$16,334,125,700	\$0	\$16,334,125,700	\$1,828,469,900	\$0	\$0	\$13,072,401,300	\$1,433,254,500	\$14,505,655,800	\$12,816,824,300
TOTAL SPENDING	\$56,107,581,100	\$880,233,700	\$55,227,347,400	\$22,961,727,700	\$213,388,900	\$168,256,300	\$21,897,244,900	\$9,986,729,600	\$31,883,974,500	\$17,816,672,700
Budget Stabilization Fund Reserve	0	0	0	0	0	0	0	0	0	0
GRAND TOTAL	\$56,107,581,100	\$880,233,700	\$55,227,347,400	\$22,961,727,700	\$213,388,900	\$168,256,300	\$21,897,244,900	\$9,986,729,600	\$31,883,974,500	\$17,816,672,700

Percentage of State Spending from State Sources as Payments to Local Units of Government 55.87%

GENERAL FUND/GENERAL PURPOSE
(\$ in Thousands)

Department	FY 2017 Ongoing Enacted	FY 2017 One-Time Current Law	FY 2017 Total Current Law	FY 2018 Ongoing Recommend	FY 2018 One-Time Recommend	FY 2018 Total Recommend	\$ Change - FY 2018 Ongoing	Change - FY 2018 Ongoing	\$ Change - FY 2018 Total	Change - FY 2018 Total
Agriculture and Rural Development	47,536.9	2,390.0	49,926.9	52,402.0	4,180.0	56,582.0	4,865.1	10.2%	6,655.1	13.3%
Attorney General	38,440.5	4,400.0	42,840.5	39,548.6	750.0	40,298.6	1,108.1	2.9%	(2,541.9)	(5.9%)
Civil Rights	12,771.3	250.0	13,021.3	12,856.6	0.0	12,856.6	85.3	0.7%	(164.7)	(1.3%)
Corrections	1,942,970.5	8,987.4	1,951,957.9	1,959,774.6	4,359.0	1,964,133.6	16,804.1	0.9%	12,175.7	0.6%
Education	71,181.2	5,000.0	76,181.2	81,035.7	0.0	81,035.7	9,854.5	13.8%	4,854.5	6.4%
Environmental Quality	35,336.4	12,400.0	47,736.4	50,318.3	1,000.0	51,318.3	14,981.9	42.4%	3,581.9	7.5%
Executive Office	5,636.3	0.0	5,636.3	6,848.5	0.0	6,848.5	1,212.2	21.5%	1,212.2	21.5%
Health and Human Services	4,355,102.6	19,445.7	4,374,548.3	4,455,670.4	6,065.0	4,461,735.4	100,567.8	2.3%	87,187.1	2.0%
Insurance and Financial Services	150.0	0.0	150.0	150.0	0.0	150.0	0.0	0.0%	0.0	0.0%
Judiciary	187,457.4	1,700.0	189,157.4	191,355.1	1,050.0	192,405.1	3,897.7	2.1%	3,247.7	1.7%
Legislature	152,851.7	500.0	153,351.7	163,904.7	3,000.0	166,904.7	11,053.0	7.2%	13,553.0	8.8%
Licensing and Regulatory Affairs	40,321.1	3,400.0	43,721.1	43,016.6	0.0	43,016.6	2,695.5	6.7%	(704.5)	(1.6%)
Military and Veterans Affairs	51,443.6	3,800.0	55,243.6	60,567.5	2,500.0	63,067.5	9,123.9	17.7%	7,823.9	14.2%
Natural Resources	38,260.0	1,650.0	39,910.0	41,294.9	22,752.4	64,047.3	3,034.9	7.9%	24,137.3	60.5%
State	17,109.6	5,000.0	22,109.6	22,139.0	0.0	22,139.0	5,029.4	29.4%	29.4	0.1%
State Police	393,962.8	8,700.0	402,662.8	422,490.9	19,776.9	442,267.8	28,528.1	7.2%	39,605.0	9.8%
Talent and Economic Development	150,388.9	29,000.0	179,388.9	164,502.4	29,000.0	193,502.4	14,113.5	9.4%	14,113.5	7.9%
Technology, Management and Budget	474,167.7	11,350.9	485,518.6	491,817.1	80,938.8	572,755.9	17,649.4	3.7%	87,237.3	18.0%
Transportation	0.0	8,500.0	8,500.0	0.0	0.0	0.0	0.0	0.0%	(8,500.0)	(100.0%)
Treasury	232,103.3	3,342.5	235,445.8	204,348.5	2,000.0	206,348.5	(27,754.8)	(12.0%)	(29,097.3)	(12.4%)
Total - General Omnibus	\$8,247,191.8	\$129,816.5	\$8,377,008.3	\$8,464,041.4	\$177,372.1	\$8,641,413.5	\$216,849.6	2.6%	\$264,405.2	3.2%
Community Colleges	135,510.8	0.0	135,510.8	2,000.0	1,025.0	3,025.0	(133,510.8)	(98.5%)	(132,485.8)	(97.8%)
School Aid	42,900.0	176,000.0	218,900.0	215,000.0	0.0	215,000.0	172,100.0	401.2%	(3,900.0)	(1.8%)
Universities and Financial Aid	1,243,404.5	500.0	1,243,904.5	1,286,254.5	3,700.0	1,289,954.5	42,850.0	3.4%	46,050.0	3.7%
Total - Education Omnibus	\$1,421,815.3	\$176,500.0	\$1,598,315.3	\$1,503,254.5	\$4,725.0	\$1,507,979.5	\$81,439.2	5.7%	(\$90,335.8)	(5.7%)
TOTAL SPENDING	\$9,669,007.1	\$306,316.5	\$9,975,323.6	\$9,967,295.9	\$182,097.1	\$10,149,393.0	\$298,288.8	3.1%	\$174,069.4	1.7%
Budget Stabilization Fund Reserve	0.0	0.0	0.0	0.0	175,000.0	175,000.0	N/A	N/A	N/A	N/A
GRAND TOTAL	\$9,669,007.1	\$306,316.5	\$9,975,323.6	\$9,967,295.9	\$357,097.1	\$10,324,393.0				

GENERAL FUND/GENERAL PURPOSE AND SCHOOL AID FUND COMBINED
(\$ in Thousands)

Department	FY 2017 Ongoing Enacted	FY 2017 One-Time Current Law	FY 2017 Total Current Law	FY 2018 Ongoing Recommend	FY 2018 One-Time Recommend	FY 2018 Total Recommend	\$ Change - FY 2018 Ongoing	Change - FY 2018 Ongoing	\$ Change - FY 2018 Total	Change - FY 2018 Total
Agriculture and Rural Development	47,536.9	2,390.0	49,926.9	52,402.0	4,180.0	56,582.0	4,865.1	10.2%	6,655.1	13.3%
Attorney General	38,440.5	4,400.0	42,840.5	39,548.6	750.0	40,298.6	1,108.1	2.9%	(2,541.9)	(5.9%)
Civil Rights	12,771.3	250.0	13,021.3	12,856.6	0.0	12,856.6	85.3	0.7%	(164.7)	(1.3%)
Corrections	1,942,970.5	8,987.4	1,951,957.9	1,959,774.6	4,359.0	1,964,133.6	16,804.1	0.9%	12,175.7	0.6%
Education	71,181.2	5,000.0	76,181.2	81,035.7	0.0	81,035.7	9,854.5	13.8%	4,854.5	6.4%
Environmental Quality	35,336.4	12,400.0	47,736.4	50,318.3	1,000.0	51,318.3	14,981.9	42.4%	3,581.9	7.5%
Executive Office	5,636.3	0.0	5,636.3	6,848.5	0.0	6,848.5	1,212.2	21.5%	1,212.2	21.5%
Health and Human Services	4,355,102.6	19,445.7	4,374,548.3	4,455,670.4	6,065.0	4,461,735.4	100,567.8	2.3%	87,187.1	2.0%
Insurance and Financial Services	150.0	0.0	150.0	150.0	0.0	150.0	0.0	0.0%	0.0	0.0%
Judiciary	187,457.4	1,700.0	189,157.4	191,355.1	1,050.0	192,405.1	3,897.7	2.1%	3,247.7	1.7%
Legislature	152,851.7	500.0	153,351.7	163,904.7	3,000.0	166,904.7	11,053.0	7.2%	13,553.0	8.8%
Licensing and Regulatory Affairs	40,321.1	3,400.0	43,721.1	43,016.6	0.0	43,016.6	2,695.5	6.7%	(704.5)	(1.6%)
Military and Veterans Affairs	51,443.6	3,800.0	55,243.6	60,567.5	2,500.0	63,067.5	9,123.9	17.7%	7,823.9	14.2%
Natural Resources	38,260.0	1,650.0	39,910.0	41,294.9	22,752.4	64,047.3	3,034.9	7.9%	24,137.3	60.5%
State	17,109.6	5,000.0	22,109.6	22,139.0	0.0	22,139.0	5,029.4	29.4%	29.4	0.1%
State Police	393,962.8	8,700.0	402,662.8	422,490.9	19,776.9	442,267.8	28,528.1	7.2%	39,605.0	9.8%
Talent and Economic Development	150,388.9	29,000.0	179,388.9	164,502.4	29,000.0	193,502.4	14,113.5	9.4%	14,113.5	7.9%
Technology, Management and Budget	474,167.7	11,350.9	485,518.6	491,817.1	80,938.8	572,755.9	17,649.4	3.7%	87,237.3	18.0%
Transportation	0.0	8,500.0	8,500.0	0.0	0.0	0.0	0.0	0.0%	(8,500.0)	(100.0%)
Treasury	232,103.3	3,342.5	235,445.8	204,348.5	2,000.0	206,348.5	(27,754.8)	(12.0%)	(29,097.3)	(12.4%)
Total - General Omnibus	\$8,247,191.8	\$129,816.5	\$8,377,008.3	\$8,464,041.4	\$177,372.1	\$8,641,413.5	\$216,849.6	2.6%	\$264,405.2	3.2%
Community Colleges	395,925.6	0.0	395,925.6	393,530.6	4,637.0	398,167.6	(2,395.0)	(0.6%)	2,242.0	0.6%
School Aid	12,079,192.8	192,016.5	12,271,209.3	12,403,446.2	99,699.0	12,503,145.2	324,253.4	2.7%	231,935.9	1.9%
Universities and Financial Aid	1,480,514.0	500.0	1,481,014.0	1,521,479.0	4,119.0	1,525,598.0	40,965.0	2.8%	44,584.0	3.0%
Total - Education Omnibus	\$13,955,632.4	\$192,516.5	\$14,148,148.9	\$14,318,455.8	\$108,455.0	\$14,426,910.8	\$362,823.4	2.6%	\$278,761.9	2.0%
TOTAL SPENDING	\$22,202,824.2	\$322,333.0	\$22,525,157.2	\$22,782,497.2	\$285,827.1	\$23,068,324.3	\$579,673.0	2.6%	\$543,167.1	2.4%
Budget Stabilization Fund Reserve	0.0	0.0	0.0	0.0	175,000.0	175,000.0	N/A	N/A	N/A	N/A
GRAND TOTAL	\$22,202,824.2	\$322,333.0	\$22,525,157.2	\$22,782,497.2	\$460,827.1	\$23,243,324.3				

ALL FUNDS
(\$ in Thousands)

Department	FY 2017 Ongoing Enacted	FY 2017 One-Time Current Law	FY 2017 Total Current Law	FY 2018 Ongoing Recommend	FY 2018 One-Time Recommend	FY 2018 Total Recommend	\$ Change - FY 2018 Ongoing	Change - FY 2018 Ongoing	\$ Change - FY 2018 Total	Change - FY 2018 Total
Agriculture and Rural Development	91,711.3	2,390.0	94,101.3	100,748.7	4,180.1	104,928.8	9,037.4	9.9%	10,827.5	11.5%
Attorney General	97,085.8	4,400.0	101,485.8	100,318.8	750.0	101,068.8	3,233.0	3.3%	(417.0)	(0.4%)
Civil Rights	15,998.5	250.0	16,248.5	16,099.6	0.0	16,099.6	101.1	0.6%	(148.9)	(0.9%)
Corrections	1,993,260.3	9,468.7	2,002,729.0	2,010,060.2	4,359.0	2,014,419.2	16,799.9	0.8%	11,690.2	0.6%
Education	318,925.1	13,050.1	331,975.2	349,309.4	0.1	349,309.5	30,384.3	9.5%	17,334.3	5.2%
Environmental Quality	500,449.3	13,100.1	513,549.4	494,941.9	15,900.1	510,842.0	(5,507.4)	(1.1%)	(2,707.4)	(0.5%)
Executive Office	5,636.3	0.0	5,636.3	6,848.5	0.0	6,848.5	1,212.2	21.5%	1,212.2	21.5%
Health and Human Services	24,771,249.4	70,587.4	24,841,836.8	25,518,987.8	18,426.7	25,537,414.5	747,738.4	3.0%	695,577.7	2.8%
Insurance and Financial Services	66,257.2	0.0	66,257.2	66,741.4	0.0	66,741.4	484.2	0.7%	484.2	0.7%
Judiciary	296,534.0	1,700.0	298,234.0	298,904.6	1,050.0	299,954.6	2,370.6	0.8%	1,720.6	0.6%
Legislature	165,055.5	500.0	165,555.5	176,261.0	3,000.0	179,261.0	11,205.5	6.8%	13,705.5	8.3%
Licensing and Regulatory Affairs	413,102.4	4,960.0	418,062.4	441,576.3	0.0	441,576.3	28,473.9	6.9%	23,513.9	5.6%
Military and Veterans Affairs	170,300.2	3,800.0	174,100.2	177,504.4	2,500.0	180,004.4	7,204.2	4.2%	5,904.2	3.4%
Natural Resources	389,204.1	9,050.0	398,254.1	392,621.9	23,752.4	416,374.3	3,417.8	0.9%	18,120.2	4.5%
State	243,015.6	5,000.0	248,015.6	249,358.5	0.0	249,358.5	6,342.9	2.6%	1,342.9	0.5%
State Police	640,776.1	8,700.0	649,476.1	673,812.0	19,776.9	693,588.9	33,035.9	5.2%	44,112.8	6.8%
Talent and Economic Development	1,108,215.8	37,778.5	1,145,994.3	1,114,324.8	29,000.0	1,143,324.8	6,109.0	0.6%	(2,669.5)	(0.2%)
Technology, Management and Budget	1,286,990.8	14,200.9	1,301,191.7	1,324,605.1	80,938.8	1,405,543.9	37,614.3	2.9%	104,352.2	8.0%
Transportation	4,106,003.6	8,500.0	4,114,503.6	4,347,443.0	0.0	4,347,443.0	241,439.4	5.9%	232,939.4	5.7%
Treasury	1,876,000.3	9,142.6	1,885,142.9	1,856,402.0	9,300.0	1,865,702.0	(19,598.3)	(1.0%)	(19,440.9)	(1.0%)
Total - General Omnibus	\$38,555,771.6	\$216,578.3	\$38,772,349.9	\$39,716,869.9	\$212,934.1	\$39,929,804.0	\$1,161,098.3	3.0%	\$1,157,454.1	3.0%
Community Colleges	395,925.6	0.0	395,925.6	393,530.6	4,637.0	398,167.6	(2,395.0)	(0.6%)	2,242.0	0.6%
School Aid	13,969,825.5	192,016.6	14,161,842.1	14,202,389.7	99,699.1	14,302,088.8	232,564.2	1.7%	140,246.7	1.0%
Universities and Financial Aid	1,582,140.4	500.0	1,582,640.4	1,633,105.4	4,119.0	1,637,224.4	50,965.0	3.2%	54,584.0	3.4%
Total - Education Omnibus	\$15,947,891.5	\$192,516.6	\$16,140,408.1	\$16,229,025.7	\$108,455.1	\$16,337,480.8	\$281,134.2	1.8%	\$197,072.7	1.2%
TOTAL SPENDING	\$54,503,663.1	\$409,094.9	\$54,912,758.0	\$55,945,895.6	\$321,389.2	\$56,267,284.8	\$1,442,232.5	2.6%	\$1,354,526.8	2.5%
Budget Stabilization Fund Reserve	0.0	0.0	0.0	0.0	175,000.0	175,000.0	N/A	N/A	N/A	N/A
GRAND TOTAL	\$54,503,663.1	\$409,094.9	\$54,912,758.0	\$55,945,895.6	\$496,389.2	\$56,442,284.8				



HISTORICAL EXPENDITURES/APPROPRIATIONS GENERAL FUND/GENERAL PURPOSE

DEPARTMENT/AGENCY	FY 2010 Expenditures	FY 2011 Expenditures ¹	FY 2012 Expenditures	FY 2013 Expenditures	FY 2014 Expenditures	FY 2015 Expenditures	FY 2016 Expenditures	FY 2017 Original Enacted ⁴	FY 2018 Executive Recommendation	FY 2019 Executive Recommendation
Agriculture & Rural Development	29,491,686	28,743,091	29,334,024	35,596,028	39,022,096	42,497,156	43,994,099	49,926,900	56,582,000	52,402,000
Attorney General	28,431,484	26,606,307	29,626,037	35,975,926	34,465,466	35,400,492	36,008,893	42,840,500	40,298,600	39,548,600
Capital Outlay ²	230,885,862	233,767,220	242,888,624	244,772,926	318,015,924	538,002,988	651,898,001			
Civil Rights	9,768,744	9,975,018	10,488,821	11,633,484	12,140,472	12,988,355	12,424,123	13,021,300	12,856,600	12,856,600
Community Health	2,154,822,760	2,604,209,003	2,743,204,694	2,888,294,455	2,789,787,775	2,981,427,987				
Corrections	1,916,783,071	1,888,741,862	1,907,802,511	1,909,511,776	1,928,067,419	1,931,250,254	1,904,361,546	1,951,957,900	1,964,133,600	1,959,774,600
Education	19,762,307	20,638,645	64,105,162	67,677,141	67,735,150	64,950,158	69,500,949	76,181,200	81,035,700	81,035,700
Environmental Quality					29,178,966	35,343,995	48,993,541	47,736,400	51,318,300	50,318,300
Executive Office	4,676,391	24,315,317	21,999,596	29,996,002	5,075,487	5,655,203	5,236,291	5,636,300	6,848,500	6,848,500
Health and Human Services		4,512,135	4,450,312	4,651,797			4,053,237,612	4,374,548,300	4,461,735,400	4,533,286,100
Higher Education										
Community Colleges	90,625,435	295,880,500	24,251,100	109,016,400	137,813,500	550,000	129,876,582	135,510,800	3,025,000	2,000,000
Universities & Financial Aid	1,460,180,773	1,485,988,848	1,065,509,200	1,101,483,873	1,132,710,589	1,212,594,335	1,229,065,136	1,243,904,500	1,289,954,500	1,286,254,500
History, Arts and Libraries	48,074									
Human Services	861,872,475	915,603,770	912,134,888	1,019,632,053	984,108,159	970,047,546	1,775,100	150,000	150,000	150,000
Insurance and Financial Services					11,000,000	0				
Judiciary	152,252,504	147,936,655	155,575,743	165,518,932	179,170,612	183,940,325	186,383,641	189,157,400	192,405,100	191,355,100
Legislative Auditor General	11,565,912	10,971,052	11,596,857	12,791,930	13,238,888	13,859,421	14,939,968	16,123,900	16,607,600	16,607,600
Legislature	104,284,938	104,475,083	108,466,494	114,597,508	120,711,720	128,295,883	131,509,390	137,227,800	150,297,100	147,297,100
Licensing & Regulatory Affairs	45,288,641	55,545,202	42,154,129	35,315,999	22,601,176	30,299,155	37,522,264	43,721,100	43,016,600	43,016,600
Management and Budget										
Michigan Strategic Fund	26,989,328	32,104,465	134,963,992	154,451,327	237,148,282	222,980,281				
Military & Veterans Affairs	35,224,024	35,413,187	37,768,897	36,549,448	39,018,223	47,277,466	55,743,849	55,243,600	63,067,500	60,567,500
Natural Resources		15,417,740	19,532,386	17,714,831	24,176,612	34,809,153	38,733,746	39,910,000	64,047,300	41,294,900
Natural Resources & Environment	44,020,360									
School Aid	28,262,286	18,642,400	78,642,400	282,400,000	149,900,000	33,700,000	55,100,000	218,900,000	215,000,000	145,000,000
State	14,124,171	10,787,970	11,256,158	12,963,268	15,629,475	14,665,145	19,425,137	22,109,600	22,139,000	22,139,000
State Police	264,327,716	256,730,273	282,525,708	318,191,368	353,563,301	395,606,774	390,845,383	402,662,800	442,267,800	435,353,900
Talent & Economic Development										
Technology, Management & Budget ⁵	56,583,746	48,153,388	93,505,987	92,467,258	103,252,834	209,820,679	263,287,270	179,388,900	193,502,400	164,502,400
Transportation	0	0	500,000	11,782,146	170,370,918	40,598,708	6,257,254	8,500,000	0	0
Treasury	53,230,719	48,524,329	101,280,446	97,481,170	113,629,813	220,283,460	143,630,390	98,408,800	98,768,500	96,768,500
Debt Service	52,053,461	38,942,415	122,504,551	131,061,246	148,348,693	148,969,694	264,572,702	137,037,000	107,580,000	106,535,000
Subtotal	7,695,576,968	8,362,625,875	8,256,068,717	8,741,533,293	9,179,881,551	9,555,814,614	9,996,344,974	9,975,323,600	10,149,393,000	9,986,729,600
Budget Stabilization Fund Reserve			362,700,000	140,000,000	75,000,000	94,000,000	95,000,000		175,000,000	
Michigan Infrastructure Reserve Fund ⁶										
Roads and Risk Reserve Fund							5,000,000			
GRAND TOTAL	\$ 7,695,576,968	\$ 8,362,625,875	\$ 8,618,768,717	\$ 8,881,533,293	\$ 9,484,881,551	\$ 9,649,814,614	\$ 10,096,344,974	\$ 9,975,323,600	\$ 10,324,393,000	\$ 9,986,729,600

¹ The methodology was changed in FY 2011 to include the expenditures in the same location as the appropriation, with the exception of Capital Outlay.

² Capital Outlay includes all expenditures, regardless of agency.

³ Amounts include ongoing and one-time spending.

⁴ FY 2017 represents original enacted appropriations as of June 29, 2016

⁵ FY 2018 Executive Recommendation for the Department of Technology and Management Budget includes \$20M GF/GP for the Michigan Infrastructure Reserve Fund.

HISTORICAL EXPENDITURES/APPROPRIATIONS
ALL FUNDS

DEPARTMENT/AGENCY	FY 2010 Expenditures	FY 2011 Expenditures ¹	FY 2012 Expenditures	FY 2013 Expenditures	FY 2014 Expenditures	FY 2015 Expenditures	FY 2016 Expenditures	FY 2017 Original Enacted ⁴	FY 2018 Executive Recommendation	FY 2019 Executive Recommendation
Agriculture & Rural Development	63,866,074	60,357,998	63,635,690	69,080,451	69,913,723	72,140,140	76,721,657	94,101,300	104,928,800	100,748,700
Attorney General	66,093,561	63,779,854	71,392,106	83,360,236	84,172,269	85,512,800	87,257,921	101,485,800	101,068,800	100,443,800
Capital Outlay ²	376,350,577	1,257,740,111	1,294,763,169	1,267,500,429	1,484,821,097	1,620,141,451	1,711,287,296	16,248,500	16,099,600	16,099,600
Civil Rights	11,928,435	11,725,603	12,776,536	13,656,541	14,104,736	15,047,163	14,887,053			
Community Health	13,548,360,093	14,381,932,451	13,989,052,545	14,181,705,090	15,418,269,757	18,365,397,391	19,949,141,869	2,002,729,000	2,014,419,200	2,010,060,200
Corrections	2,000,642,848	1,933,028,040	1,944,161,589	1,946,007,554	1,968,577,025	1,972,422,734	2,002,729,000	331,975,200	349,309,500	349,309,400
Education	82,724,729	126,415,700	336,656,000	327,550,745	251,014,631	248,302,550	271,284,435	513,549,400	510,842,000	432,941,900
Environmental Quality		196,626,820	229,964,007	215,258,849	217,577,635	228,726,576	247,368,186	5,636,300	6,848,500	6,848,500
Executive Office	4,676,391	4,512,135	4,450,312	4,651,797	5,075,487	5,655,203	5,236,291	24,841,836,800	25,537,414,500	25,402,423,000
Health and Human Services										
Higher Education										
Community Colleges	299,025,435	295,880,500	283,880,500	306,630,500	335,427,600	365,274,900	386,591,382	395,925,600	398,167,600	405,440,600
Universities & Financial Aid	1,610,991,653	1,571,962,994	1,350,592,911	1,393,885,179	1,425,476,471	1,512,866,043	1,531,165,310	1,582,640,400	1,637,224,400	1,626,454,400
History, Arts and Libraries	1,001,280									
Human Services	6,047,030,889	6,316,482,364	5,888,728,106	5,947,534,527	5,551,232,449	5,321,792,840	55,222,391	66,257,200	66,741,400	66,741,400
Insurance & Financial Services										
Information Technology										
Judiciary	236,616,084	234,695,153	235,263,103	245,599,458	252,507,833	256,246,723	257,347,819	298,234,000	299,954,600	298,904,600
Legislative Auditor General	17,088,823	16,871,695	17,848,101	19,989,686	20,194,779	21,080,883	22,171,678	23,651,900	24,286,200	24,286,200
Legislature	105,732,309	95,206,409	107,747,770	107,295,816	111,315,788	119,526,171	121,983,874	141,903,600	154,974,800	151,974,800
Licensing & Regulatory Affairs	1,431,058,170	1,175,632,746	636,709,235	518,895,956	432,071,618	426,414,766	315,174,885	418,062,400	441,576,300	451,258,400
Management and Budget										
Michigan Strategic Fund	175,288,360	189,777,421	261,972,232	571,230,497	426,515,318	471,095,934				
Military & Veterans Affairs	166,389,660	127,040,441	133,404,046	138,854,249	137,048,077	169,404,996	146,224,923	174,100,200	180,004,400	177,504,400
Natural Resources		267,370,342	281,690,687	288,603,442	297,999,501	316,867,588	336,097,199	398,254,100	416,374,300	392,621,900
Natural Resources & Environment	483,548,507									
School Aid	13,053,072,521	13,290,024,000	12,720,685,000	12,772,644,200	13,053,225,000	13,278,709,669	13,513,848,715	14,161,842,100	14,302,088,800	14,302,230,700
State	188,863,841	177,250,135	185,618,877	196,247,922	209,721,548	213,975,729	222,765,605	248,015,600	249,358,500	249,358,500
State Police	497,788,945	478,070,870	509,206,726	541,025,294	581,720,833	609,647,117	600,326,367	649,476,100	683,588,900	690,754,200
Talent & Economic Development										
Technology, Management & Budget ⁵	682,314,465	636,250,100	706,358,442	718,800,089	811,730,818	931,776,654	859,271,554	1,145,994,300	1,143,324,800	1,114,324,800
Transportation	3,219,334,134	2,993,748,007	2,928,085,528	3,160,012,920	3,297,503,830	3,302,690,406	3,259,617,507	4,114,503,600	4,347,443,000	4,528,262,500
Treasury	2,938,885,967	2,993,283,028	2,714,216,958	2,271,622,096	2,290,204,213	2,581,832,367	2,494,357,143	1,748,105,900	1,758,122,000	1,777,448,500
Debt Service	67,567,961	54,456,915	138,019,051	136,575,746	151,363,193	148,969,694	264,572,702	137,037,000	107,580,000	106,535,000
Subtotal	47,376,241,714	48,950,121,732	47,046,859,227	47,444,219,269	48,960,474,173	52,711,997,954	53,423,149,904	54,912,758,000	56,267,284,800	56,107,581,100
Budget Stabilization Fund Reserve			362,700,000	140,000,000	(119,800,000)	94,000,000	95,000,000		175,000,000	
Michigan Infrastructure Reserve Fund ³							5,000,000			
Roads and Risk Reserve Fund					83,393,800	82,900,000				
GRAND TOTAL	\$ 47,376,241,714	\$ 48,950,121,732	\$ 47,409,559,227	\$ 47,584,219,269	\$ 48,924,067,973	\$ 52,888,897,954	\$ 53,523,149,904	\$ 54,912,758,000	\$ 56,442,284,800	\$ 56,107,581,100

¹ The methodology was changed in FY 2011 to include the expenditures in the same location as the appropriation, with the exception of Capital Outlay.

² Capital Outlay includes all expenditures, regardless of agency.

³ Amounts include ongoing and one-time spending.

⁴ FY 2017 represents original enacted appropriations as of June 29, 2016

⁵ FY 2018 Executive Recommendation for the Department of Technology and Management Budget includes \$20M GF/GF the Michigan Infrastructure Reserve Fund.



STATE OF MICHIGAN
EXECUTIVE OFFICE
LANSING

RICK SNYDER
GOVERNOR

BRIAN CALLEY
LT. GOVERNOR

February 8, 2017

Ladies and Gentlemen of the Legislature and Citizens of the State of Michigan:

Article XI, Section 5 of the Michigan Constitution of 1963 provides that increases in rates of compensation for employees in the state classified service authorized by the Civil Service Commission require prior notice to the Governor. The Constitution also requires that I, as Governor, transmit such increases to the Legislature as part of my budget recommendation. With this letter I am officially transmitting the compensation adjustments for your review.

The attached cost summary prepared by the Office of the State Employer details additional costs for compensation. Represented and non-exclusively represented employees are scheduled to receive a 3 percent base wage increase in fiscal year 2018 on October 1, 2017. The Office of State Employer has estimated that the total additional cost from all funding sources of these pay recommendations is \$135.4 million for fiscal year 2018. I have incorporated the costs into my Executive Budget Recommendation.

The Constitution provides that the Michigan Legislature may, by a two-thirds vote of the members elected to and serving in each house, reject or reduce a Civil Service Commission compensation adjustment within 60 calendar days of transmission by the Governor. I urge the Legislature to accept the compensation adjustment as recommended by the Civil Service Commission.

Sincerely,

A handwritten signature in blue ink that reads "Rick Snyder".

Rick Snyder
Governor

Attachment



Summary

Michigan State Classified Service

Fiscal Year 2018

(10/1/2017 - 9/30/2018)

	A-02 MSEA Saf. & Reg. ¹	A-31 MSEA Labor & Trades ¹	C-12 MCO Security ¹	E-42 SEIU 517M Human Srv. Support ¹	H-21 SEIU 517M Scientific & Engineering ¹	L-32 SEIU 517M Technical ¹	T-01 MSPTA State Police Enlisted ⁸	U-11 AFSCME Institutional ¹	W-22 UAW Human Srv. ¹	W-41 UAW Admin. Supt. ¹	MSC's & NERE's ¹	TOTAL ALL UNITS
² Number of FTEs	1,183	1,835	6,537	531	2,126	843	1,669	1,367	10,527	5,516	14,291	46,425
² Avg. Hourly Salary - 12/31/16	\$ 26.63	\$ 23.74	\$ 24.04	\$ 25.25	\$ 34.00	\$ 25.59	\$ 31.70	\$ 21.07	\$ 27.43	\$ 21.93	\$ 36.10	\$ 29.01
Base Pay Increase 10/01/17	\$ 1,973,366	\$ 2,728,780	\$ 9,843,843	\$ 839,861	\$ 4,527,870	\$ 1,351,293	\$ -	\$ 1,804,201	\$ 18,087,651	\$ 7,577,303	\$ 32,316,295	\$ 81,050,463
Additional Roll-up Cost Resulting from Base Pay Increase												
³ FICA/Ret./OERC Blended Rates	57.83%	58.04%	58.09%	57.63%	57.69%	57.58%	89.56%	58.49%	58.08%	57.95%	57.49%	
FICA/Ret./OERC on Base Wage Increase	\$ 1,141,198	\$ 1,583,784	\$ 5,718,288	\$ 484,012	\$ 2,612,128	\$ 778,075	\$ -	\$ 1,055,277	\$ 10,505,308	\$ 4,391,047	\$ 18,578,638	
⁴ Life Insurance Increase	\$ 24,628	\$ 34,055	\$ 122,851	\$ 10,481	\$ 56,508	\$ 16,864	\$ -	\$ 22,516	\$ 225,734	\$ 94,565	\$ 403,307	
⁵ Long Term Disability Increase	\$ 15,590	\$ 21,557	\$ 77,766	\$ 6,635	\$ 35,770	\$ 10,675	\$ -	\$ 14,253	\$ 142,892	\$ 59,861	\$ 255,299	
⁶ Overtime Increase	\$ 83,214	\$ 206,666	\$ 1,674,819	\$ 901	\$ 86,733	\$ 138,388	\$ -	\$ 392,391	\$ 299,697	\$ 95,052	\$ 417,980	
⁷ Shift Differential Increase	\$ 10,368	\$ 6,404	\$ 216,692	\$ -	\$ 24	\$ 1,147	\$ -	\$ 29,787	\$ 19,563	\$ 6,625	\$ 54,967	
FICA/Ret./OERC on OT and Shift Diff. Inc.	\$ 54,118	\$ 123,666	\$ 1,098,779	\$ 519	\$ 50,050	\$ 80,344	\$ -	\$ 246,932	\$ 185,426	\$ 58,922	\$ 271,897	
FY 2018 ATB Cost Increase	\$ 3,302,482	\$ 4,704,912	\$ 18,753,038	\$ 1,342,409	\$ 7,369,083	\$ 2,376,786	\$ -	\$ 3,565,357	\$ 29,466,271	\$ 12,283,375	\$ 52,298,383	\$ 135,462,096
FY 2018 Compensation Increases	\$ 3,302,482	\$ 4,704,912	\$ 18,753,038	\$ 1,342,409	\$ 7,369,083	\$ 2,376,786	\$ -	\$ 3,565,357	\$ 29,466,271	\$ 12,283,375	\$ 52,298,383	\$ 135,462,096

¹ A 3% base wage increase is scheduled to be received in FY 2018 on 10/1/17.

² Business Objects HR Human Resource System count and wage average of classified employees under status code of AA, AB, AC, AD, AE & AP as of 12/31/2016.

³ FICA/RET/OERC rates for FY 2017 provided by SBO. Unit rates are weighted by enrollment in each retirement code via Business Objects HR Human Resource System count of classified employees under status code of AA, AB, AC, AD, AE & AP as of 12/31/2016.

⁴ Life insurance increase on incremental cost increase. Annual \$6.24 per \$1000 of extra coverage (FY 2017 rate).

⁵ FY 2017 rate - (Increase/100)*.79.

⁶ Based on FY 2016 overtime amount with FY 2017 (+1%) - Comptroller Object Codes 3050, 3055, 3060, 3070, 3075, 3080, 3110, 3115, 3120.

⁷ Business Objects HR Human Resource System FY 2016 shift differential hours of classified employees under status code of AA, AB, AC, AD, AE & AP.

⁸ MSPTA has not yet entered into collective bargaining for FY 2018.



**LEGISLATION NEEDED TO IMPLEMENT
FISCAL YEAR 2018 BUDGET RECOMMENDATION**

Department	Purpose	Michigan Compiled Law (MCL) Amended
Attorney General	Student Safety Act Sunset Repeal	MCL 752.911-752.918
Community Colleges	Independent Part-Time Student Grant Pilot Restoration	MCL 390.1281-390.1288
Environmental Quality	Sewage Operator Training and Certification Fees Sunset Elimination	MCL 324.4104
	Wastewater Operator Training and Certification Fees Sunset Elimination	MCL 324.3110
	Liquid Industrial By-Product User Fee Sunset Elimination	MCL 324.12109; 324.12112
	Hazardous Waste Fees Sunset Elimination	MCL 324.11135; 324.11153
	Drinking Water Operator Training and Certification Fees Sunset Elimination	MCL 325.1009
Licensing and Regulatory Affairs	Higher Education Authorization and Distance Education Reciprocal Exchange Act Sunset Repeal	MCL 390.1697
State Police	Remove Cap on Disaster and Emergency Contingency Fund Grants to Local Units of Government	MCL 30.419
Technology, Management and Budget	Countercyclical Budget and Economic Stabilization Fund Revisions	MCL 18.1302; 18.1352; 18.1354; 18.1355; 18.1356; 18.1358; 18.1367b

