



STATE OF MICHIGAN
STATE BUDGET OFFICE
LANSING

GRETCHEN WHITMER
GOVERNOR

CHRIS KOLB
DIRECTOR

February 6, 2020

The Honorable Jim Stamas, Chair
Senate Appropriations Committee
Michigan State Senate
State Capitol
Lansing, Michigan 48909

The Honorable Shane Hernandez, Chair
House Appropriations Committee
Michigan House of Representatives
State Capitol
Lansing, Michigan 48909

Dear Legislators:

The attached report lists estimated payments to locals from state sources included in the Governor's FY 2021 Executive Budget transmitted to you today. Consistent with prior years, estimated payments are also listed for each department within the Executive Budget bill. Here they are combined into a statewide list.

In FY 2021, an increase of \$36.5 million general fund is recommended to reimburse additional court systems for standards 1 through 4 of the Michigan Indigent Defense Commission. A total of \$117.5 million is included in FY 2021 to cover reimbursement to locals for the costs associated with these activities. This adjustment is made to reflect the full-year costs to comply with minimum standards 1 through 4, mandatory directives on local court systems to meet Constitutional requirements. Standards 5 through 8 are awaiting final review approval. Costs of local compliance with those mandates will be funded based on approved compliance plans and cost analyses.

Sincerely,

Chris Kolb
State Budget Director

Attachment

cc:

Mike Shirkey, Senate Majority Leader
Lee Chatfield, Speaker of the House
Jim Ananich, Senate Minority Leader
Christine Greig, House Minority Leader
Senate Appropriations Committee
House Appropriations Committee
Senate Fiscal Agency

Departments
JoAnne Huls, Chief of Staff
Jay Rising, Cabinet Secretary
Kyle Jen, Deputy State Budget Director
Heather Boyd, Office of Financial Management
Internal State Budget Office
House Fiscal Agency

FY 2021 Total Estimated Payments to Locals from State Sources

Department/Agency and Program	FY 2021 Base Funding	Adjustment to Reflect Estimated Full-Year Costs of Compliance with Indigent Defense Standards 1-4	FY 2021 Total Estimated Payments to Locals from State Sources
Agriculture and Rural Development	8,800,000		8,800,000
Agriculture preservation easement grants fund	1,900,000		1,900,000
Environmental stewardship - MAEAP	4,100,000		4,100,000
Qualified forest program	1,400,000		1,400,000
Rural development fund grant program	1,400,000		1,400,000
Community Colleges	433,792,400		433,792,400
Operations	333,564,800		333,564,800
MPERS cost offset	1,733,600		1,733,600
MPERS normal cost offset	12,394,000		12,394,000
MPERS UAAL rate stabilization payment	83,900,000		83,900,000
Renaissance zone tax reimbursements	2,200,000		2,200,000
Corrections	123,880,800		123,880,800
Community corrections comprehensive plans and services	12,058,000		12,058,000
County jail reimbursement program	14,814,600		14,814,600
Felony drunk driver jail reduction and community treatment program	1,440,100		1,440,100
Field operations	68,441,500		68,441,500
Leased beds and alternatives to leased beds	100		100
Prosecutorial and detainer expenses	4,801,000		4,801,000
Public safety initiative	4,000,000		4,000,000
Residential alternative to prison program	1,500,000		1,500,000
Residential probation diversions	16,825,500		16,825,500
Education	14,267,700		14,267,700
Renaissance zone reimbursements	2,200,000		2,200,000
State aid to libraries	12,067,700		12,067,700
Environment, Great Lakes, and Energy	37,200,600		37,200,600
Drinking water program grants	600,000		600,000
Emergency cleanup actions	116,000		116,000
Environmental sustainability and stewardship	750,000		750,000
Medical waste program	70,000		70,000
Noncommunity water grants	1,866,600		1,866,600
Refined petroleum product cleanup program	5,000,000		5,000,000
Renew Michigan program	25,000,000		25,000,000
Scrap tire grants	3,000,000		3,000,000
Septage waste compliance grants	138,000		138,000
Surface water	160,000		160,000
Technology advancements for water monitoring	500,000		500,000
Health and Human Services	1,671,291,600		1,671,291,600
Adult home help services	223,000		223,000
Aging and adult services administration	1,249,000		1,249,000
AIDS prevention, testing, and care programs	2,481,000		2,481,000
Ambulance services	540,000		540,000
Autism services	99,057,600		99,057,600
Auxiliary medical services	1,000		1,000
Bay pines center	32,000		32,000
Behavioral health program administration	3,849,000		3,849,000
Cancer prevention and control program	53,000		53,000
Caro Regional Mental Health Center	214,000		214,000
Center for forensic psychiatry	582,000		582,000
Child care fund	203,414,000		203,414,000
Child care fund - indirect cost allotment	3,500,000		3,500,000
Child support incentive payments	9,465,000		9,465,000
Child welfare licensing	179,000		179,000
Child welfare medical/psychiatric evaluations	19,000		19,000
Children's special health care services administration	5,000		5,000
Children's trust fund	70,000		70,000
Chronic disease control and health promotion administration	3,000		3,000
Community mental health non-Medicaid services	130,578,200		130,578,200
Community services	23,785,700		23,785,700
Community services and outreach administration	1,000		1,000
Community substance use disorder prevention, education, and treatment	16,171,000		16,171,000
Community support services	362,000		362,000
Contractual services, supplies, and materials	44,000		44,000
Crime victim rights services grants	9,792,000		9,792,000
Dental services	963,000		963,000

Department/Agency and Program	FY 2021 Base Funding	Adjustment to Reflect Estimated Full-Year Costs of Compliance with Indigent Defense Standards 1-4	FY 2021 Total Estimated Payments to Locals from State Sources
Disability determination operations	3,000		3,000
Domestic violence prevention and treatment	23,000		23,000
Emergency medical services program	5,000		5,000
Emergency services local office allocations	598,000		598,000
Employment and training support services	6,000		6,000
Epidemiology administration	217,000		217,000
Essential local public health services	46,269,300		46,269,300
Family independence program	1,000		1,000
Family planning local agreements	196,000		196,000
Family preservation programs	71,000		71,000
Foster care payments	1,711,000		1,711,000
Gambling addiction	1,494,000		1,494,000
Hawthorn Center - psychiatric hospital - children and adolescents	68,000		68,000
Health homes	30,000		30,000
Healthy homes program	250,000		250,000
Healthy Michigan plan	628,000		628,000
Healthy Michigan plan - behavioral health	41,630,800		41,630,800
Home health services	10,000		10,000
Homeless programs	4,000		4,000
Hospice services	16,000		16,000
Hospital disproportionate share payments	40,000		40,000
Hospital services and therapy	2,428,000		2,428,000
Housing and support services	33,000		33,000
Immunization program	1,087,000		1,087,000
Indigent burial	4,000		4,000
Kalamazoo Psychiatric Hospital - adult	33,000		33,000
Legal support contracts	53,000		53,000
Local health services	1,182,000		1,182,000
Long-term care services	96,266,000		96,266,000
Medicaid home- and community-based services waiver	12,186,000		12,186,000
Medicaid mental health services	887,758,700		887,758,700
Medicaid substance use disorder services	29,447,200		29,447,200
Medical care and treatment	1,093,000		1,093,000
Multicultural integration funding	1,425,000		1,425,000
Nursing home PAS/ARR-OBRA	3,181,000		3,181,000
Nutrition services	12,597,200		12,597,200
Outreach and advocacy	2,755,000		2,755,000
Personal care services	31,000		31,000
PFAS and environmental contamination response	868,000		868,000
Pharmaceutical services	23,000		23,000
Physician services	2,629,000		2,629,000
Prenatal care outreach and service delivery support	4,817,000		4,817,000
Primary care services	89,000		89,000
Public health administration	2,000		2,000
Respite care program	6,468,700		6,468,700
Senior volunteer service programs	829,000		829,000
Sexually transmitted disease control program	459,000		459,000
Shawono center	11,000		11,000
Special Medicaid reimbursement	1,121,400		1,121,400
State disability assistance payments	243,000		243,000
State disability assistance program substance use disorder services	2,018,800		2,018,800
Strong families/safe children	7,000		7,000
Transportation	191,000		191,000
Walter P. Reuther Psychiatric Hospital - adult	46,000		46,000
Youth in transition	4,000		4,000
Judiciary	146,684,400		146,684,400
Circuit court judicial salary standardization	9,922,100		9,922,100
Court equity fund reimbursements	60,815,700		60,815,700
Court of appeals operations	200,000		200,000
District court judicial salary standardization	10,745,200		10,745,200
Drug case-flow program	250,000		250,000
Drug treatment courts	8,438,000		8,438,000
Drunk driving case-flow program	3,300,000		3,300,000
Judicial technology improvement fund	4,815,000		4,815,000
Juror compensation reimbursement	6,608,900		6,608,900
Kalamazoo County trauma court	250,000		250,000
Mental health courts and diversion services	5,472,500		5,472,500

Department/Agency and Program	FY 2021 Base Funding	Adjustment to Reflect Estimated Full-Year Costs of Compliance with Indigent Defense Standards 1-4	FY 2021 Total Estimated Payments to Locals from State Sources
Next generation Michigan court system	4,116,000		4,116,000
OASI, social security	1,134,600		1,134,600
Probate court judges' state base salaries	11,189,800		11,189,800
Probate court judicial salary standardization	4,669,600		4,669,600
Statewide e-file system	10,220,600		10,220,600
Swift and sure sanctions program	3,600,000		3,600,000
Veterans courts	936,400		936,400
Labor and Economic Opportunity	37,863,300		37,863,300
Going pro	25,918,800		25,918,800
Michigan community service commission	2,300		2,300
Michigan rehabilitation services	262,200		262,200
Workforce development programs	10,680,000		10,680,000
Arts and cultural program	1,000,000		1,000,000
Licensing and Regulatory Affairs	101,427,600	36,539,800	137,967,400
Firefighter training grants	2,300,000		2,300,000
Liquor law enforcement grants	8,400,000		8,400,000
Medical marihuana operation and oversight grants	3,000,000		3,000,000
Michigan indigent defense commission grants	80,927,600	36,539,800	117,467,400
Remonumentation grants	6,800,000		6,800,000
Military and Veterans Affairs	2,136,500		2,136,500
County veteran service fund	2,000,000		2,000,000
Michigan veterans affairs agency administration	90,000		90,000
Military training sites and support facilities	46,500		46,500
Natural Resources	8,659,300		8,659,300
Dam management grant program	175,000		175,000
Fisheries habitat improvement grants	125,000		125,000
Grants to counties - marine safety	1,407,300		1,407,300
Local boating infrastructure maintenance and improvements	3,472,500		3,472,500
Nonmotorized trail development and maintenance grants	100,000		100,000
Off-road vehicle safety training grants	60,000		60,000
Off-road vehicle trail improvement grants	697,400		697,400
Recreation improvement fund grants	91,700		91,700
Recreation passport local grants	2,000,000		2,000,000
Snowmobile law enforcement grants	380,100		380,100
Wildlife habitat improvement grants	150,300		150,300
School Aid	13,908,147,100		13,908,147,100
Adult education	30,500,000		30,500,000
At-risk children payments	582,000,000		582,000,000
Bilingual education	18,000,000		18,000,000
Bus driver safety	2,025,000		2,025,000
Community district discretionary payment	78,400,000		78,400,000
Court-placed children	7,150,000		7,150,000
Court-placed special education FTE	10,500,000		10,500,000
CTE per-pupil incentive payment	5,000,000		5,000,000
Data collection and reporting costs	38,000,500		38,000,500
Discretionary payment	4,752,600,000		4,752,600,000
Drinking water declaration of emergency	8,075,000		8,075,000
Early literacy grants to districts	19,900,000		19,900,000
Early literacy teacher coaches	31,500,000		31,500,000
Early on	7,150,000		7,150,000
First robotics	4,700,000		4,700,000
Great start early childhood block grant	13,400,000		13,400,000
Hold harmless provision	18,000,000		18,000,000
Integrated behavior and learning support (MiBLSI)	1,600,000		1,600,000
ISD general operations	71,212,200		71,212,200
ISD vocational education millage reimbursement	9,190,000		9,190,000
Isolated district funding	7,000,000		7,000,000
Juvenile detention facilities	1,355,700		1,355,700
Literacy essentials training	4,000,000		4,000,000
Local produce in school meals	1,000,000		1,000,000
Mental health grants	30,000,000		30,000,000
Michigan school for the deaf and blind	1,688,000		1,688,000
MiStem advisory council	3,050,000		3,050,000
MiStem centers	4,584,300		4,584,300
MPSERS cost offset	100,000,000		100,000,000
MPSERS normal cost offset	180,206,000		180,206,000
MPSERS reforms - defined contributions payments	51,400,000		51,400,000

Department/Agency and Program	FY 2021 Base Funding	Adjustment to Reflect Estimated Full-Year Costs of Compliance with Indigent Defense Standards 1-4	FY 2021 Total Estimated Payments to Locals from State Sources
MPSERS UAAL rate stabilization payment	1,219,800,000		1,219,800,000
Partnership model districts	6,000,000		6,000,000
Payment in lieu of taxes	4,641,100		4,641,100
Precollege engineering	400,000		400,000
Promise zone authority act	9,700,000		9,700,000
Proposal A obligation payment	4,839,000,000		4,839,000,000
Renaissance zone reimbursement - districts/ISDs	15,300,000		15,300,000
School Aid Fund one-time placeholder	76,000,000		76,000,000
School Aid Fund placeholder	1,500,000		1,500,000
School breakfast programs	4,500,000		4,500,000
School bus inspections	1,789,500		1,789,500
School lunch programs	23,144,000		23,144,000
School readiness preschool education	327,100,000		327,100,000
Skilled trades middle college program	8,000,000		8,000,000
Special education foundations	308,000,000		308,000,000
Special education Headlee	718,600,000		718,600,000
Special education hold harmless payments to ISDs	1,000,000		1,000,000
Special education millage equalization	40,008,100		40,008,100
Special education non-section 52 to ISDs	3,100,000		3,100,000
Special education rule changes	2,200,000		2,200,000
State assessments	32,009,400		32,009,400
State technology data hubs	2,200,000		2,200,000
Teen health centers	8,000,000		8,000,000
Vision and hearing screening	5,150,000		5,150,000
Vocational education	36,811,300		36,811,300
Vocational education administration	800,000		800,000
Weighted foundation - special education	120,207,000		120,207,000
State	1,041,800		1,041,800
Fees to local units	34,500		34,500
Motorcycle safety education grants	1,007,300		1,007,300
State Police	13,899,900		13,899,900
Secondary road patrol program	10,963,600		10,963,600
Standards and training/justice training grants	2,281,800		2,281,800
Trainings only to local units	654,500		654,500
Transportation	2,257,897,700		2,257,897,700
Air service program	250,000		250,000
Airport safety, protection, and improvement program	5,176,200		5,176,200
Cities and villages	663,624,900		663,624,900
Community service infrastructure fund	3,000,000		3,000,000
County road commissions	1,190,263,000		1,190,263,000
Detroit Metropolitan Wayne County Airport	7,670,000		7,670,000
Detroit/Wayne County port authority	418,200		418,200
Forest roads	5,000,000		5,000,000
Grants to local programs	33,000,000		33,000,000
Grants to regional planning councils	488,800		488,800
Local agency wetlands mitigation	2,000,000		2,000,000
Local bridge program	28,532,300		28,532,300
Local bus operating	196,750,000		196,750,000
Marine passenger service	6,000,000		6,000,000
Movable bridge	2,722,100		2,722,100
Municipal credit program	2,000,000		2,000,000
Rail grade crossing	1,500,000		1,500,000
Rail grade crossing - surface improvements	3,000,000		3,000,000
Rural county primary	7,956,300		7,956,300
Rural county urban system	2,500,000		2,500,000
Service initiatives	9,500,100		9,500,100
Specialized services	8,228,900		8,228,900
Target industries/economic redevelopment	10,175,900		10,175,900
Transit capital	60,184,700		60,184,700
Urban county congestion	7,956,300		7,956,300
Treasury	1,682,782,100		1,682,782,100
Airport parking distribution	27,000,000		27,000,000
City, village, and township revenue sharing	267,550,200		267,550,200
Commercial forest reserve	3,368,100		3,368,100
Constitutional state general revenue sharing grants	902,628,100		902,628,100
Convention facility development distribution	107,887,900		107,887,900
County incentive program	43,329,300		43,329,300

Department/Agency and Program	FY 2021 Base Funding	Adjustment to Reflect Estimated Full-Year Costs of Compliance with Indigent Defense Standards 1-4	FY 2021 Total Estimated Payments to Locals from State Sources
County revenue sharing	188,863,300		188,863,300
Emergency 911 payments	26,000,000		26,000,000
Financially distressed cities, villages, or townships	2,500,000		2,500,000
Health and safety fund grants	1,500,000		1,500,000
Local climate resilient infrastructure grants	40,000,000		40,000,000
Purchased lands	8,677,900		8,677,900
Recreational marihuana grants	36,900,000		36,900,000
Senior citizen cooperative housing tax exemption program	11,271,700		11,271,700
Swamp and tax reverted lands	15,305,600		15,305,600
Grand Total	20,449,772,800	36,539,800	20,486,312,600