



GRETCHEN WHITMER  
GOVERNOR

STATE OF MICHIGAN  
STATE BUDGET OFFICE  
LANSING

CHRISTOPHER M. HARKINS  
DIRECTOR

September 19, 2023

The Honorable Sarah Anthony, Chair  
Senate Appropriations Committee  
Michigan State Senate  
State Capitol  
Lansing, Michigan 48909

The Honorable Angela Witwer, Chair  
House Appropriations Committee  
Michigan House of Representatives  
State Capitol  
Lansing, Michigan 48909

Dear Legislators:

SUBJECT: Supplemental Request 2023-7

Attached please find supplemental recommendations for fiscal year 2023 totaling \$359.8 million Gross (\$38.7 million General Fund) which are summarized by department below.

<u>Department</u>	<u>GF/GP</u>	<u>Gross</u>
Corrections	\$0	\$1,600,000
Education	\$0	\$40,266,000
Environment, Great Lakes, and Energy	\$0	\$2,084,000
Health and Human Services	\$0	\$40,015,600
Labor and Economic Opportunity	\$20,000,000	\$20,000,000
Military and Veterans Affairs	\$14,725,000	\$14,725,000
Natural Resources	\$4,000,000	\$4,000,000
State Police	\$0	\$3,000,000
Transportation	\$0	\$234,117,700
<b>Total</b>	<b>\$38,725,000</b>	<b>\$359,808,300</b>

If you have any questions regarding this request, please contact my office at (517) 335-3420.

Sincerely,

Christopher M. Harkins  
State Budget Director

Attachment

cc: Winnie Brinks, Senate Majority Leader  
Joe Tate, Speaker of the House  
Aric Nesbitt, Senate Minority Leader  
Matt Hall, House Minority Leader  
Senate Appropriations Committee  
House Appropriations Committee  
Senate Fiscal Agency  
House Fiscal Agency

Departments  
JoAnne Huls, Chief of Staff  
Tricia Foster, Chief Operating Officer  
Jen Flood, Deputy Chief of Staff  
Patti Tremblay, Director of Legislative Affairs  
Kyle Guarrant, Deputy State Budget Director  
Heather Boyd, Office of Financial Management  
Internal State Budget Office

**Report ID:** BUD-SUPLET-0047**SIGMA****Run Date:** 09/19/2023**Supplemental Letter Detail****Run Time:** 2:42:26 PM**Supplemental Letter # 2023-7****Corrections**

<b>Appropriation Summary</b>		<b>Appn/Fund</b>
<b>GROSS APPROPRIATION</b>		<b>1,600,000</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>1,600,000</b>
Total federal revenues	FDRL	0
Total local revenues	LOCL	1,600,000
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0
<b>CORRECTIONAL FACILITIES</b>		<b>Appn/Fund</b>
Detroit Detention Center	22260A	1,600,000
<b>GROSS APPROPRIATION</b>		<b>1,600,000</b>
Appropriated from:		
Local funds	4000	1,600,000

**Explanation**

This supplemental request provides \$1.6 million in additional budget authority from local revenues for higher than anticipated costs for the operations of the Detroit Detention Center (DDC), due to employee retention payments, increased contracted nursing costs, and increased contracted janitorial services costs. Operating costs for the DDC are fully funded through a contract with the City of Detroit.

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<b>Appropriation Summary</b>		<b>Appn/Fund</b>
<b>GROSS APPROPRIATION</b>		<b>40,266,000</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>40,266,000</b>
Total federal revenues	FDRL	40,266,000
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0
<b>MICHIGAN OFFICE OF GREAT START</b>		<b>Appn/Fund</b>
Child development and care public assistance	34250	40,000,000
<b>GROSS APPROPRIATION</b>		<b>40,000,000</b>
Appropriated from:		
Federal funds	3000	40,000,000
<b>ONE-TIME APPROPRIATIONS</b>		<b>Appn/Fund</b>
ARP - farm to school grant	T31317	266,000
<b>GROSS APPROPRIATION</b>		<b>266,000</b>
Appropriated from:		
Federal funds	3000	266,000

**Explanation**

Additional federal funds are available for the ARP farm to school grant. This increase is \$266,000 and will allow MDE to utilize 100% of the federal funding. This appropriation is being proposed as a work project and would allow the department to spend these one-time grant dollars over 4 years.

Child care caseload costs at the May 2023 Consensus Revenue Estimating Conference, CREC, were expected to be funded roughly 50% with COVID-19 stimulus dollars and 50% with regular CCDBG funding. However, as year end draws close there is not enough COVID-19 stimulus revenue available for the full amount of costs projected at the May 2023 CREC. Therefore a supplemental is needed in the child care caseload line to utilize regular CCDBG revenue to fill this gap. Also, caseloads have increased slightly since the May 2023 CREC.

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<b>Appropriation Summary</b>		<b>Appn/Fund</b>
<b>GROSS APPROPRIATION</b>		<b>2,084,000</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>2,084,000</b>
Total federal revenues	FDRL	2,084,000
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0
<b>DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		<b>Appn/Fund</b>
Executive direction	11000	1,060,000
<b>GROSS APPROPRIATION</b>		<b>1,060,000</b>
Appropriated from:		
Federal funds	3000	1,060,000
<b>OFFICE OF THE GREAT LAKES</b>		<b>Appn/Fund</b>
Coastal management grants	36250	150,000
<b>GROSS APPROPRIATION</b>		<b>150,000</b>
Appropriated from:		
Infrastructure investment and jobs act fund	3180	150,000
<b>WATER RESOURCES DIVISION</b>		<b>Appn/Fund</b>
Federal - Great Lakes remedial action plan grants	43200	814,000
Water resource programs	50700	60,000
<b>GROSS APPROPRIATION</b>		<b>874,000</b>
Appropriated from:		
Infrastructure investment and jobs act fund	3180	874,000

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**Explanation**

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This supplemental seeks \$814,000 in federal authorization to support Great Lakes Remedial Action Plan Grants. Funding is made available through the Infrastructure Investment and Jobs Act. These grants will be used primarily for assessment of emerging contaminants, such as PFAS, to characterize existing conditions and potential source areas.

This supplemental request seeks \$210,000 in federal authorization to expand the Dam Safety and Coastal Management Programs. Funding is made available through the Infrastructure Investment and Jobs Act. Funding will be used to increase oversight of high hazard dams and increase outreach to dam owners, and to improve and increase habitat restoration and conservation to improve the resiliency of Michigan's coastlines.

This supplemental request seeks \$1 million in federal authorization for the Great Lakes Restoration Initiative Program. Funding is made available through a federal grant. The funding will be used to support two green infrastructure projects that will address polluted stormwater runoff in the Ox Creek Watershed.

**Report ID:** BUD-SUPLET-0047**SIGMA****Run Date:** 09/19/2023**Supplemental Letter Detail****Run Time:** 2:42:26 PM**Supplemental Letter # 2023-7****Health and Human Services**

<b>Appropriation Summary</b>		<b>Appn/Fund</b>
<b>GROSS APPROPRIATION</b>		<b>40,015,600</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>40,015,600</b>
Total federal revenues	FDRL	40,015,600
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0
<b>AGING SERVICES</b>		<b>Appn/Fund</b>
Community services	37150	168,600
<b>GROSS APPROPRIATION</b>		<b>168,600</b>
Appropriated from:		
Federal funds	3000	168,600
<b>ONE-TIME APPROPRIATIONS</b>		<b>Appn/Fund</b>
ARP - data modernization	T31259	4,231,300
ARP - epidemiology and lab capacity genomic sequencing	T31272	7,398,900
ARP - strengthening U.S. public health infrastructure, workforce, and data systems	T31203	13,721,100
Bridge access and confidence programs	T32635	336,500
Critical child welfare infrastructure	T38771	(15,000,000)
Critical child welfare infrastructure	T38771	15,000,000
COVID-19 bridge access and confidence programs	T38527	3,283,200
COVID-19 epidemiology and lab capacity healthcare associated infection and antibiotic resistant program	T38523	6,194,200
COVID-19 national wastewater surveillance system	T38528	3,662,000
Strengthening U.S. public health infrastructure, workforce, and data systems	T66170	1,019,800
<b>GROSS APPROPRIATION</b>		<b>39,847,000</b>
Appropriated from:		
Federal funds	3000	39,847,000
State general fund/general purpose	1000	0

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## **Supplemental Letter # 2023-7**

### **Boilerplate**

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Sec. xxx. (1) From the funds appropriated in part 1 for critical child welfare infrastructure, the department of health and human services shall allocate \$15,000,000.00 to create a grant program for nonprofit organizations to provide affordable and attainable housing for youth who are currently in foster care or youth who have already aged out of foster care and to increase capacity to address the placement crisis.

(2) To receive the funds appropriated under this section, a nonprofit organization must apply for the grant program in a form and manner prescribed by the department of health and human services.

(3) From the funds appropriated in subsection (1), the department of health and human services shall allocate \$7,500,000.00 to a nonprofit organization located in a county with a population between 1,000,000 and 1,500,000 according to the most recent federal decennial census in a charter township with a population between 44,000 and 45,000 according to the most recent federal decennial census for an infrastructure project for the construction, purchase, or renovation of facilities, whichever is most economically feasible, to provide affordable and attainable housing for youth aged 16 to 18 years who are currently in foster care or youth who have already aged out of foster care. The funds shall also include programming to support youth in the identified population. Before the funds appropriated under this subsection are distributed to the qualifying nonprofit organization, the nonprofit organization must provide an implementation plan to the department of health and human services. The department of health and human services may approve or reject the implementation plan. The implementation plan must include all of the following:

(a) An identification of not less than a 10% private investment for the infrastructure project.

(b) How the infrastructure project would assist youth aged 16 to 18 years who are currently in foster care or youth who have already aged out of foster care with employment, educational opportunities, housing, community life, personal effectiveness, and personal well-being.

(c) How the nonprofit organization plans to cover the ongoing operational costs and ongoing maintenance of the infrastructure project.

(d) How the nonprofit organization will track and report to the department of health and human services the operational outcomes and performance metrics that would show whether the nonprofit organization's program model could be replicated to other facilities across the state.

(4) By September 30, 2023, the department of health and human services shall provide a report to the house and senate appropriations subcommittees on health and human services, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office on the number of grant applications awarded, the approved implementation plan under subsection (3), and any performance metrics reported by the nonprofit organizations that were awarded grants.

Sec. xxx. The unexpended funds appropriated in part 1 for ARP - strengthening U.S. public health infrastructure, workforce, and data systems are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to support prevention, preparedness, and response to emerging health threats, to improve outcomes for other public health areas, and to ensure this state has the people, services, and systems in place to promote and protect public health

(b) The project will be accomplished by utilizing state employees or contracts.

(c) The total estimated cost of the project is \$13,721,100.00.

(d) The tentative completion date is September 30, 2027.

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Sec. xxx. The unexpended funds appropriated in part 1 for COVID-19 Bridge access and confidence programs are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to maintain broad access to COVID-19 care for the uninsured individuals.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$3,283,200.00.
- (d) The tentative completion date is September 30, 2027.

Sec. xxx. The unexpended funds appropriated in part 1 for ARP - epidemiology and lab capacity genomic sequencing are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to leverage new technologies to combat emerging and persistent disease threats throughout the state.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$7,398,900.00.
- (d) The tentative completion date is September 30, 2027.

Sec. xxx. The unexpended funds appropriated in part 1 for ARP - Data modernization are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to assist State, local, and territorial governments in efforts to achieve data modernization goals, assuring faster and more complete data sharing across the public health data ecosystem
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$4,231,300.00.
- (d) The tentative completion date is September 30, 2027.

Sec. xxx. The unexpended funds appropriated in part 1 COVID-19 National Wastewater Surveillance System are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to develop state and local's capacity to conduct and coordinate wastewater surveillance.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$3,662,000.00.
- (d) The tentative completion date is September 30, 2027.



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Sec. xxx. The unexpended funds appropriated in part 1 for strengthening U.S. public health infrastructure, workforce, and data systems are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to support prevention, preparedness, and response to emerging health threats, to improve outcomes for other public health areas, and to ensure this state has the people, services, and systems in place to promote and protect public health

(b) The project will be accomplished by utilizing state employees or contracts.

(c) The total estimated cost of the project is \$1,019,800.00.

(d) The tentative completion date is September 30, 2027

Sec. xxx. The unexpended funds appropriated in part 1 for COVID-19 epidemiology and lab capacity healthcare associated infection and antibiotic resistant program are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide critical resources to the state to detect, monitor, mitigate, and prevent the spread of COVID-19 in health care settings.

(b) The project will be accomplished by utilizing state employees or contracts.

(c) The total estimated cost of the project is \$6,194,200.00.

(d) The tentative completion date is September 30, 2027

Sec. xxx. The unexpended funds appropriated in part 1 for Bridge access and confidence programs are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to conduct activities to promote confidence in COVID-19 vaccines.

(b) The project will be accomplished by utilizing state employees or contracts.

(c) The total estimated cost of the project is \$336,500.00.

(d) The tentative completion date is September 30, 2027

REPEALER. Sec. 303 of 2022 PA 194 is repealed.

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## **Supplemental Letter # 2023-7**

### **Explanation**

This supplemental request includes \$39.9 million in one-time federal authorization to recognize new grants awarded by the Federal Centers for Disease Control and Prevention (CDC). Specifically:

--\$14.7 million to continue efforts to strengthen public health infrastructure, workforce, and data systems. Specific activities from this grant include: COVID-19 Data modernization enhancements (\$8.1 million), Non-COVID Data modernization enhancements (\$1.0 million) and Laboratory Digital Exchange (\$5.7 million). This funding is in addition to the COVID-19 related grant (\$80.1 million) provided in P.A 119 of 2023, Article 6, Section 564.

--\$3.6 million through the Bridge Access Program for vaccine confidence activities. Funds will be used to maintain broad access to COVID-19 vaccines and treatment for all individuals regardless of insurance status. This funding includes both COVID-19 (\$3.3 million) and Non COVID-19 (\$336,500) grant.

--\$7.4 million to support the Advanced Molecular Detection (AMD) Program in the ERP - epidemiology and lab capacity genomic sequencing line item. Funds will be used to train staff, and modernize/build capacity in state and local public health technologies. They will also be used to enhance laboratory capability to investigate infectious disease. This funding is in addition to the grant (\$6.4 million) provided in P.A 133 of 2021.

--\$4.2 million to continue the implementation data modernization efforts. Funds will be used to implement and achieve data modernization goals, assuring faster and more complete data sharing across the public health data ecosystem. Primary activities will include, but are not limited to, core data modernization, implementation of electronic case reporting, and modernization of the National Vital Statistics System. This funding is in addition to the grant (\$3.3 million) provided in P.A 133 of 2021.

--\$3.7 million to support the National Wastewater Surveillance System (NWSS). Funds will be used to coordinate efforts with local partners to select water sampling sites, facilitate laboratory testing, submit data to the NWSS cloud-based portal, improve information sharing between NWSS partners and accelerate the implementation and use of wastewater surveillance for public health action.

--6.2 million for the Healthcare-associated Infection and Antimicrobial Resistance Program (HAI/AR). Funds will be used to support and enhance laboratory capacity to detect, confirm, and characterize antibiotics resistant (AR) pathogens and novel resistance infections. This will improve response to outbreaks and containment of AR threats in healthcare. This funding is in addition to the grant (\$9.9 million) provided in P.A 133 of 2021.

The supplemental also re-appropriates grant funding included in PA 0194 Sec. 303 for the purposes of allowing the designated funds to be used for increasing capacity at residential child caring institutions, as well as for programming to support youth at The New Foster Care in Oakland County, Michigan.

Additionally, this supplemental appropriates \$168,500 in additional Federal American Recovery Plan grant funds to supplement existing work project funds. The additional funding recognizes new federal revenue for Supportive Services, Congregate Meals, Home Delivered Meals, and Family Caregiver support services.

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<b>Appropriation Summary</b>		<b>Appn/Fund</b>
<b>GROSS APPROPRIATION</b>		<b>20,000,000</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>20,000,000</b>
Total federal revenues	FDRL	0
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	20,000,000
<b>ONE-TIME APPROPRIATIONS</b>		<b>Appn/Fund</b>
Michigan semiconductor talent and automotive research	T54280	20,000,000
<b>GROSS APPROPRIATION</b>		<b>20,000,000</b>
Appropriated from:		
State general fund/general purpose	1000	20,000,000

**Boilerplate**

Sec. xxx. The unexpended funds appropriated in part 1 for the Michigan semiconductor talent and automotive research are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the work project is to provide seed funding for a new semiconductor research alliance which will establish a global center for advancing automotive microelectronics and materials.

(b) The project will be accomplished by utilizing state employees or contracts with service providers, or both.

(c) The total estimated cost of the project is \$20,000,000.00.

(d) The tentative completion date is September 30, 2027.

Sec. xxx. Any interest and earnings from the strategic outreach and attraction reserve fund, established in section 4 of the Michigan trust fund act, 2000 PA 489, MCL 12.254, is appropriated to the strategic outreach and attraction reserve fund. Funds appropriated in this section must be used to support activities under section 88s or 88t of the Michigan strategic fund act, 1984 PA 270, MCL 125.2088s and 125.2088t, after they have been transferred to another line item under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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**Explanation**

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This supplemental requests \$20 million general fund to provide seed funding for a new semiconductor research alliance known as MISTAR, the Michigan Semiconductor Talent and Automotive Research, which will establish a global center for advancing automotive microelectronics and materials. Founding members of the alliance include Imec, the University of Michigan, Washtenaw Community College, KLA, General Motors and the MEDC. The alliance will use this seed funding over four years (\$5 million per year) to commence hiring, research projects, operationalize, and planning for competitive solicitations to the US Department of Commerce's CHIPS for America grant program, specifically targeting funding tranches under yet to be released Notice of Funding Opportunities establishing the National Semiconductor Technology Center (NSTC) and general research and development investment. Though not yet finalized, MISTAR estimates that it will seek federal funding in the range of \$100 million to \$200 million from this program.

This supplemental request also recommends new boilerplate language to appropriate interest earnings on the Strategic Outreach and Attraction Reserve (SOAR) Fund. These interest earnings are appropriated to the SOAR fund and are required to be spent in accordance with statute, MCL 12.254, which states that SOAR funding can only be expended after approval of a legislative transfer to the Critical Industry Program or the Michigan Strategic Site Readiness Program.

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<b>Appropriation Summary</b>		<b>Appn/Fund</b>
<b>GROSS APPROPRIATION</b>		<b>14,725,000</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>14,725,000</b>
Total federal revenues	FDRL	0
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	14,725,000

<b>MILITARY</b>		<b>Appn/Fund</b>
Military training sites and support facilities	54670	225,000
<b>GROSS APPROPRIATION</b>		<b>225,000</b>
Appropriated from:		
State general fund/general purpose	1000	225,000

<b>MICHIGAN VETERANS' FACILITY AUTHORITY</b>		<b>Appn/Fund</b>
Chesterfield Township home for veterans	33970	4,600,000
Grand Rapids home for veterans	45800A	8,500,000
Michigan veteran homes administration	54375	1,400,000
<b>GROSS APPROPRIATION</b>		<b>14,500,000</b>
Appropriated from:		
State general fund/general purpose	1000	14,500,000

**Explanation**

This first supplemental request for Military Training Sites and Support Facilities provides additional General Fund support for the Michigan National Guard to cover military leave and firefighter's compensatory time that are no longer eligible for federal reimbursement under the state's cooperative agreement with the DOD-National Guard Bureau. A similar adjustment is provided in FY2024 (2023 PA 119).

The supplemental request for the Michigan Veterans' Facility Authority (MVFA) provides \$14.5 million in additional General Fund support for the facility and MVFA operations. It reflects continuing (baseline) costs and revenue impacts related of the transition of members to the new facilities in Grand Rapids and Chesterfield and lower than anticipated restricted revenue, for which a similar baseline adjustment was provided in the enacted FY2024 budget (2023 PA 119). Additionally, it reflects increased payroll costs for nursing staff and other critical needs positions under increased base pay rates approved by the Civil Service Commission, as well as increased contractual costs for nursing services (pay rates and usage), and costs associated with training new contracted personnel.

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<b>Appropriation Summary</b>	<b>Appn/Fund</b>	
<b>GROSS APPROPRIATION</b>		<b>4,000,000</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>4,000,000</b>
Total federal revenues	FDRL	0
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	4,000,000

<b>RECREATIONAL LANDS AND INFRASTRUCTURE</b>	<b>Appn/Fund</b>	
Mass timber facility Newberry customer service center	C85025	4,000,000
<b>GROSS APPROPRIATION</b>		<b>4,000,000</b>
Appropriated from:		
State general fund/general purpose	1000	4,000,000

**Explanation**

The Newberry customer service center project will replace and consolidate the last remaining leased customer service center and several filed offices in the Newberry area that have reached the end of their useful lives. Additionally, this project will serve as a demonstration of the emerging mass timber technology as a viable low-carbon alternative to steel for large scale construction projects. This \$4 million general fund request will augment previously appropriated funding contained in Public Act 166 of 2020 that initiated the project. As the project has moved through design development stages to the contractor bidding process, construction inflation due to material cost increases and labor supply shortages have caused increases to the project that value engineering efforts cannot solve on their own.

<b>Report ID:</b> BUD-SUPLET-0047	<b>SIGMA</b>
<b>Run Date:</b> 09/19/2023	<b>Supplemental Letter Detail</b>
<b>Run Time:</b> 2:42:26 PM	

**Supplemental Letter # 2023-7**

**State Police**

<b>Appropriation Summary</b>	<b>Appn/Fund</b>	
<b>GROSS APPROPRIATION</b>		<b>3,000,000</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>3,000,000</b>
Total federal revenues	FDRL	3,000,000
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0
<b>SPECIALIZED SERVICES</b>	<b>Appn/Fund</b>	
Highway safety planning	47750	3,000,000
<b>GROSS APPROPRIATION</b>		<b>3,000,000</b>
Appropriated from:		
DOT	3580	3,000,000

**Explanation**

This supplemental request increases federal authorization in the Office of Highway Safety Planning appropriation to align authorization with available revenues provided under the National Highway Traffic Safety Administration (NHTSA) Federal grant. Additional authorization will be used to support advertising as part of a highway safety campaign.

**Report ID:** BUD-SUPLET-0047**SIGMA****Run Date:** 09/19/2023**Supplemental Letter Detail****Run Time:** 2:42:26 PM**Supplemental Letter # 2023-7****Transportation**

<b>Appropriation Summary</b>		<b>Appn/Fund</b>
<b>GROSS APPROPRIATION</b>		<b>234,117,700</b>
Total interdepartmental grants and interdepartmental transfers	IDGT	0
<b>ADJUSTED GROSS APPROPRIATION</b>		<b>234,117,700</b>
Total federal revenues	FDRL	234,117,700
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0
<b>ROAD AND BRIDGE PROGRAMS</b>		<b>Appn/Fund</b>
State trunkline federal aid and road and bridge construction	C82320	234,117,700
<b>GROSS APPROPRIATION</b>		<b>234,117,700</b>
Appropriated from:		
Federal aid, transportation programs, STF, FHWA	3116	234,117,700

**Explanation**

This supplemental request reflects \$234.1 million of additional federal authorization recently made available to MDOT from the Federal Highway Administration (FHWA). This funding is typically provided by FHWA to states in August as part of its annual redistribution of remaining unobligated Federal Highway Program funds. The larger-than-expected amount of fiscal year 2023 funding exceeds existing authorization levels, as well as any available Sec. 210 federal contingency authorization. MDOT anticipates that sufficient State Trunkline Fund authorization will be available to provide any necessary non-federal match for the additional FHWA funds.