



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
STATE BUDGET OFFICE
LANSING

CHRISTOPHER M. HARKINS
DIRECTOR

October 26, 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: Administrative Transfer Request 2023-9

The attached administrative transfer request for fiscal year 2023 is submitted in accordance with section 393(1) of Act No. 431, P.A. 1984, as amended. The act provides that transfers may be effective 30 days after notifying the Senate and House Appropriations committees.

The following information summarizes the transfer:

<u>Department</u>	<u>Transfer Amount</u>
Corrections	\$5,400,000
Licensing and Regulatory Affairs	\$995,000
Total	\$6,395,000

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-TRNLET-0046

SIGMA

Run Date: 10/25/2023

Transfer Letter Detail

Run Time: 8:51:55 AM

Administrative Transfer

Letter # 2023-9

Corrections

FROM: DEPARTMENTAL ADMINISTRATION AND SUPPORT

Worker's compensation	14000		(5,400,000)
State general fund/general purpose	1000	GFGP	(5,400,000)

TO: DEPARTMENTAL ADMINISTRATION AND SUPPORT

Budget and operations administration	11410		5,400,000
State general fund/general purpose	1000	GFGP	5,400,000

This administrative transfer request will provide funding for court judgments and settlements pursuant to Section 393 of the Management and Budget Act (MCL 18.1393). Funding is available due to lower than anticipated expenditures in the Worker's Compensation line item.

Report ID: BUD-TRNLET-0046**SIGMA****Run Date:** 10/25/2023**Transfer Letter Detail****Run Time:** 8:51:55 AM**Administrative Transfer****Letter # 2023-9****Licensing and Regulatory Affairs****FROM: OCCUPATIONAL REGULATION**

Bureau of professional licensing	32930		(215,000)
Real estate enforcement fund	1395	STRS	(215,000)

TO: OCCUPATIONAL REGULATION

Bureau of professional licensing	32930		215,000
Real estate education fund	1394	STRS	215,000

This transfer shifts restricted funding between two fund sources to properly align authorization with projected expenditures for Fiscal Year 2023 within the Bureau of Professional Licensing (BPL) and its programs. This is a net-to-zero transfer by fund source.

This transfer is necessary to align costs reflective of activities that are applicable to the Real Estate Education Fund, such as handling complaints related to real estate licensees and continuing education compliance.

Sufficient excess authorization is available in the Real Estate Enforcement Fund as actual costs for this fund are lower than original projections.

FROM: INFORMATION TECHNOLOGY

Information technology services and projects	16020		(680,000)
Boiler inspection fund	1218	STRS	(40,000)
Construction code fund	1138	STRS	(200,000)
Marihuana registry fund	1342	STRS	(90,000)
Marihuana regulatory fund	1551	STRS	(350,000)

TO: INFORMATION TECHNOLOGY

Information technology services and projects	16020		680,000
Health professions regulatory fund	1297	STRS	240,000
Marihuana regulation fund	1555	STRS	440,000

This administrative transfer within the Information Technology Services and Projects (IT) line item shifts \$680,000 between state restricted funding sources. This adjustment is necessary to align expenditures with various state restricted fund sources to support ongoing maintenance and expenditures for Bureau of Professional Licensing and Cannabis Regulatory Agency (CRA). Specifically, there have been increased maintenance costs associated with the Michigan Professional License User System (MI-PLUS) system eligible for support by the Health Professions Regulatory Fund, and increased IT costs associated with the regulatory activities associated with the adult-use marihuana program. Sufficient excess authority and revenues are available within all of the funds involved in this transfer.

Report ID: BUD-TRNLET-0046**SIGMA****Run Date:** 10/25/2023**Transfer Letter Detail****Run Time:** 8:51:55 AM**Administrative Transfer****Letter # 2023-9****FROM: OCCUPATIONAL REGULATION**

Bureau of fire services	32800		(100,000)
Fire service fees	1281	STRS	(100,000)

TO: OCCUPATIONAL REGULATION

Bureau of fire services	32800		100,000
Aboveground storage tank fees	1203	STRS	100,000

This administrative transfer within the Bureau of Fire Services line item shifts \$100,000 between two state restricted funding sources. This adjustment is needed to properly align authorization with the expenditures to support the regulatory activities of the Aboveground Storage Tank program. Sufficient excess authorization is available in the Fire Services Fee Fund, and sufficient revenue is available within the Aboveground Storage Tank Fee Fund.