



STATE OF MICHIGAN
STATE BUDGET OFFICE
LANSING

GRETCHEN WHITMER
GOVERNOR

JENNIFER L. FLOOD
DIRECTOR

February 7, 2024

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 2024-2

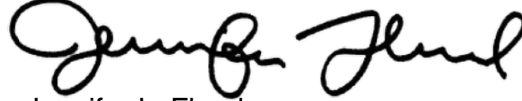
Attached please find supplemental recommendations for fiscal year 2024 totaling \$1.6 billion Gross (\$287.4 million General Fund) which are summarized by department below.

<u>Department</u>	<u>GF/GP</u>	<u>Gross</u>
Agriculture and Rural Development	\$780,100	\$780,100
Attorney General	\$563,000	\$563,000
Civil Rights	\$209,300	\$209,300
Corrections	\$12,077,000	\$12,077,000
Education	\$309,200	\$309,200
Environment, Great Lakes, and Energy	\$1,002,900	\$37,345,900
Executive Office	\$167,900	\$167,900
Health and Human Services	\$73,497,900	\$1,343,421,700
Judiciary	\$1,306,400	\$1,306,400
Labor and Economic Opportunity	\$164,227,000	\$210,873,500
Licensing and Regulatory Affairs	\$511,200	\$511,200
Military and Veterans Affairs	\$757,400	\$1,507,400
Natural Resources	\$4,361,900	\$7,961,900
State	\$942,300	\$7,808,800
State Police	\$15,744,000	\$15,744,000
Technology, Management and Budget	\$1,265,600	\$1,265,900
Transportation	\$8,373,600	\$8,373,600
Treasury	\$1,391,200	\$2,501,200
Total	\$287,487,900	\$1,652,728,000

Senator Sarah Anthony
Representative Angela Witwer
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If you have any questions regarding this request, please contact my office at (517) 335-3420.

Sincerely,



Jennifer L. Flood
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
Zack Pohl, Deputy Chief of Staff
Patti Tremblay, Director of Legislative Affairs
Kyle Guerrant, Deputy State Budget Director
Heather Boyd, Office of Financial Management
Internal State Budget Office

Report ID: BUD-SUPLET-0047

SIGMA

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Agriculture and Rural Development

Appropriation Summary	Appn/Fund	FTEs	
GROSS APPROPRIATION			780,100
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			780,100
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		780,100
ONE-TIME APPROPRIATIONS			
Employee lump sum payments	T60030	0.0	780,100
GROSS APPROPRIATION			780,100
Appropriated from:			
State general fund/general purpose	1000		780,100

Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

Funding is recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Attorney General

Appropriation Summary	Appn/Fund	FTEs	
GROSS APPROPRIATION			563,000
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			563,000
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		563,000
ONE-TIME APPROPRIATIONS			
Employee lump sum payments	T60030	0.0	563,000
GROSS APPROPRIATION			563,000
Appropriated from:			
State general fund/general purpose	1000		563,000

Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

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Civil Rights

Appropriation Summary	Appn/Fund	FTEs
GROSS APPROPRIATION		209,300
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		209,300
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	209,300

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs
Employee lump sum payments	T60030	0.0
GROSS APPROPRIATION		209,300
Appropriated from:		
State general fund/general purpose	1000	209,300

Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

Funding is recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Corrections

Appropriation Summary	Appn/Fund	FTEs
GROSS APPROPRIATION		12,077,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		12,077,000
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	12,077,000

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs
Employee lump sum payments	T60030	0.0
GROSS APPROPRIATION		12,077,000
Appropriated from:		
State general fund/general purpose	1000	12,077,000

Boilerplate

Sec. XXX. Revenues appropriated and collected for program and special equipment funds shall be considered state restricted revenue. Funding shall be used for prisoner programming, special equipment, and security projects. Not less than 75% of funding shall be used for prisoner programming. Unexpended funds remaining at the close of the fiscal year shall not lapse to the general fund but shall be carried forward and be available for appropriation in subsequent fiscal years.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

Adds boilerplate language regarding the Program and Special Equipment Fund (PSEF) to allow the residual balance in the fund to carry forward into FY2025. Under the terms of prior budgets, the PSEF no longer receives any funding through the Department of Corrections prisoner telephone contract. It does, however, have a \$3.4 million remaining balance, which the FY2025 Executive Recommendation proposes to be spent on prisoner education programs.

Funding is recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Education

Appropriation Summary	Appn/Fund	FTEs	
GROSS APPROPRIATION			309,200
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			309,200
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		309,200
ONE-TIME APPROPRIATIONS			
Employee lump sum payments	T60030	0.0	309,200
GROSS APPROPRIATION			309,200
Appropriated from:			
State general fund/general purpose	1000		309,200

Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

Funding is recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Environment, Great Lakes, and Energy

Appropriation Summary	Appn/Fund	FTEs	
<i>Full-time equated classified positions</i>		2.0	
GROSS APPROPRIATION			37,345,900
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			37,345,900
Total federal revenues	FDRL		35,007,000
Total local revenues	LOCL		0
Total private revenues	PRIV		462,000
Total other state restricted revenues	STRS		874,000
State general fund/general purpose	GFGP		1,002,900

DEPARTMENTAL ADMINISTRATION AND SUPPORT	Appn/Fund	FTEs	
Executive direction	11000	0.0	1,267,000
GROSS APPROPRIATION			1,267,000
Appropriated from:			
Federal funds	3000		1,267,000

WATER RESOURCES DIVISION	Appn/Fund	FTEs	
Federal - Great Lakes remedial action plan grants	43200	0.0	992,000
Water quality programs	66700	0.0	3,298,000
Water resource programs	50700	0.0	475,000
GROSS APPROPRIATION			4,765,000
Appropriated from:			
Inflation reduction act	3185		175,000
Infrastructure investment and jobs act fund	3180		3,716,000
Aquifer protection revolving fund	1510		524,000
Water use reporting fees	1475		350,000

MATERIALS MANAGEMENT DIVISION	Appn/Fund	FTEs	
<i>Full-time equated classified positions</i>		2.0	
Energy programs	42210	2.0	22,663,000
Material management programs	46800A	0.0	693,000
GROSS APPROPRIATION			23,356,000
Appropriated from:			
Federal funds	3000		22,531,000
Inflation reduction act	3185		363,000
Private funds	5000		462,000

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OIL, GAS, AND MINERALS DIVISION	Appn/Fund	FTEs	
Oil, gas, and mineral services	57100A	0.0	6,955,000
GROSS APPROPRIATION			6,955,000
Appropriated from:			
Inflation reduction act	3185		5,025,000
Infrastructure investment and jobs act fund	3180		1,930,000
ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs	
Employee lump sum payments	T60030	0.0	1,002,900
GROSS APPROPRIATION			1,002,900
Appropriated from:			
State general fund/general purpose	1000		1,002,900

Boilerplate

Sec. XXX. The unexpended funds appropriated in part 1 for oil, gas, and mineral services 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 projects is to provide assistance to operators or landowners to properly plug marginal conventional wells and reduce methane emissions as approved by the federal Department of Energy.
- (b) The projects will be accomplished by utilizing state employees or contracts with service providers, or both.
- (c) The total estimated cost of the project is \$5,025,000.
- (d) The tentative completion date is September 30, 2028.

Sec. xxx. From the funds appropriated in part 1 for oil, gas, and mineral services, the department is authorized to hire 1.0 limited-term employee to implement the methane emission reduction program.

Sec. XXX. The unexpended funds appropriated in part 1 for oil, gas, and mineral services 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 projects is to assist the state in obtaining primacy of regulation of Class VI UIC wells, to establish and implement a successful program that follows the Safe Drinking Water Act mandate to protect underground sources of drinking water.
- (b) The projects will be accomplished by utilizing state employees or contracts with service providers, or both.
- (c) The total estimated cost of the project is \$1,930,000.
- (d) The tentative completion date is September 30, 2028.

Sec. XXX. From the funds appropriated in part 1 for oil, gas, and mineral services, the department is authorized to hire 1.0 limited-term employee to implement the UIC Class VI program.

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Sec. XXX. The unexpended funds appropriated in part 1 for environmental sustainability and stewardship 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 projects is to provide assistance to Michigan's agricultural and rural small business community to improve energy efficiency as approved by the federal Department of Agriculture.

(b) The projects will be accomplished by utilizing contracts with service providers.

(c) The total estimated cost of the project is \$363,000.

(d) The tentative completion date is September 30, 2026.

Sec. XXX. The unexpended funds appropriated in part 1 for water quality 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 projects is to address local governments' infrastructure needs for combined sewer overflows, sanitary sewer overflows, and stormwater management.

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

(c) The total estimated cost of the project is \$2,424,000.

(d) The tentative completion date is September 30, 2028.

Sec. XXX. The unexpended funds appropriated in part 1 for energy 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 projects is to support construction of hydrogen fueling stations for heavy duty vehicles.

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

(c) The total estimated cost of the project is \$22,300,000.00.

(d) The tentative completion date is September 30, 2028.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

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Explanation

This supplemental request seeks authorization for \$5 million allocated to Michigan through the Inflation Reduction Act for the Methane Emissions Reduction Program. No state match is required. Funding will primarily be used to plug marginal conventional wells to reduce actual or potential methane emissions across the state. A study will be conducted to determine methane rates, provide measurements to determine well plugging prioritization, and support elements of environmental restoration of wells to comply with state or federal plugging and abandonment standards and regulations.

This supplemental request seeks federal authorization for \$1.93 million allocated to Michigan through the Infrastructure Investment and Jobs Act for the Underground Injection Control Class VI Wells Program. The authorization will be utilized to establish a program, work with stakeholders on policy development, prepare a complete application and program description, and work with EPA following submittal of application and receipt of primary responsibility. The Underground Injection Control Class VI program ensures that groundwater resources are protected while supporting geologic sequestration of carbon dioxide to reduce greenhouse gas emissions and mitigate climate change.

This supplemental requests federal authorization for \$363,000 allocated to Michigan through the Inflation Reduction Act as part of the Rural Energy for America Program Technical Assistance Grant. No state match is required. The department will utilize funding to provide expertise to agricultural producers and rural small businesses across Michigan to make their farms and businesses more energy efficient or to install renewable energy systems. EGLE will provide outreach and technical assistance, energy audits, and grant writing services to entities in Michigan seeking to apply for U.S. Department of Agriculture Rural Energy for America Program funding.

This supplemental request seeks authorization for \$462,000 in private funds and \$231,000 in federal funds awarded to Michigan through the Diesel Reduction Act. The department will utilize Volkswagen Settlement Mitigation Trust funding as eligible match that is required to obtain the additional federal funds. The additional federal authorization will be used for projects that reduce diesel emissions by replacing old vehicles, engines, and equipment with all-electric vehicles and equipment, focusing on local government fleets, recycling vehicles, compost and food waste recovery vehicles, agriculture, and irrigation equipment.

This supplemental requests authorization for \$350,000 from the Water Use Reporting Fees fund to spend down the fund balance over time on its intended uses. Increasing the authorization would allow the program to more accurately reflect staff and information technology costs. Technology needs for this program are especially high due to the specialized software and computers needed.

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This supplemental requests federal authorization for \$2.4 million allocated to Michigan through the Infrastructure Investment and Jobs Act for the Sewer Overflow and Stormwater Reuse Municipal Grants Program. No state match is required. The overflow Sewer Grant program is intended to address local governments' infrastructure needs for combined sewer overflows, sanitary sewer overflows, and stormwater management. The funding will be used to make subgrants to eligible municipal entities for eligible projects.

This supplemental requests authorization for \$524,000 from the Aquifer Protection Revolving Fund to re-appropriate funds from a work project that expired on 9/30/2023. Re-appropriation will allow available funding to be fully spent down for its intended use.

This supplemental requests federal authorization for \$475,000 allocated to Michigan through the Infrastructure Investment and Jobs Act and the Inflation Reduction Act for the Coastal Zone Management Program. This federal funding represents year 2 and 3 allocations for the program and no state match is required. The program will support grants to assist Michigan's coastal stakeholders with the protection, restoration, and preservation of the State's coastal natural resources.

This supplemental requests federal authorization of \$992,000 allocated to Michigan through the Infrastructure Investment and Jobs Act for Great Lakes Remedial Action Plan Grants. This funding represents the second year allocation of the program and does not require a state match. EGLE will develop a list of municipal systems with known impacts from emerging contaminants, such as PFAS, using datasets developed as part of Michigan PFAS Action Response Team efforts, and internal EGLE data. EGLE staff will use this list to select three to five municipal systems to receive funding based on consistency with state priorities, demonstrated need, and environmental justice and climate indicators.

This supplemental requests federal authorization for \$1.2 million received an award through U.S. EPA's Small, Underserved, and Disadvantaged Communities Grant program to help public water systems in small, underserved, and disadvantaged communities meet and comply with drinking water regulations by providing funding for drinking water projects and activities. No state match is required. This funding will be used to help connect the Whites Beach areas of Standish Township to the City on Pinconning's water supply. Whites Beach does not have a healthy groundwater source to draw from or a water treatment facility and requires a connection to a nearby system. The grant will be used for the engineering, legal, and administrative activities of this connection.

This supplemental request seeks federal authorization for \$22.3 million awarded to Michigan from the Infrastructure Investment and Jobs Act to support the construction of hydrogen fueling stations for heavy duty vehicles. This project will be phased in over 10.5 years. This grant award is the first to be awarded to Michigan through the Competitiveness Fund which will provide the required match of \$7.9 million.

Funding is also recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Executive Office

Appropriation Summary	Appn/Fund	FTEs
GROSS APPROPRIATION		167,900
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		167,900
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	167,900

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs
Employee lump sum payments	T60030	0.0
GROSS APPROPRIATION		167,900
Appropriated from:		
State general fund/general purpose	1000	167,900

Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

Funding is recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Health and Human Services

Appropriation Summary	Appn/Fund	FTEs
GROSS APPROPRIATION		1,333,421,700
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		1,333,421,700
Total federal revenues	FDRL	536,558,000
Total local revenues	LOCL	(9,799,900)
Total private revenues	PRIV	389,500
Total other state restricted revenues	STRS	732,776,200
State general fund/general purpose	GFGP	73,497,900

DEPARTMENTAL ADMINISTRATION AND SUPPORT	Appn/Fund	FTEs
Administrative hearings officers	12020	0.0 0
Departmental administration and management	11510	0.0 0
Office of inspector general	49250	0.0 750,000
Property management	13010	0.0 0
GROSS APPROPRIATION		750,000
Appropriated from:		
IDG from MDE	6313	(100,000)
Federal funds	3000	750,000
State general fund/general purpose	1000	100,000

COMMUNITY SERVICES AND OUTREACH	Appn/Fund	FTEs
Community services and outreach administration	37140	0.0 321,600
Community services block grant	37160	0.0 9,907,500
Weatherization assistance	69550	0.0 1,355,300
GROSS APPROPRIATION		11,584,400
Appropriated from:		
Capped federal revenues	3213	11,262,800
Federal funds	3000	321,600

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CHILDREN'S SERVICES AGENCY - CHILD WELFARE	Appn/Fund	FTEs	
Adoption subsidies	30310	0.0	(13,964,900)
Attorney general contract	31560	0.0	0
Child care fund	34150	0.0	(14,015,500)
Child welfare licensing	35470	0.0	0
Children's protective services supervisors	35557	0.0	0
Children's services administration	35600	0.0	0
Children's trust fund	35700	0.0	130,000
Contractual services, supplies, and materials	37800	0.0	0
Foster care payments	45250	0.0	438,700
Foster care services - caseload staff	45270	0.0	0
Guardianship assistance program	46600	0.0	(1,008,200)
Peer coaches	58200	0.0	0
Prosecuting attorney contracts	60210	0.0	0
Strong families/safe children	66250	0.0	(1,000,000)
Youth in transition	70100	0.0	0
GROSS APPROPRIATION			(29,419,900)
Appropriated from:			
Capped federal revenues	3213		(1,000,000)
Capped federal revenues 139	3267		130,000
Federal funds	3000		(13,132,600)
Social security act, temporary assistance for needy families	3510		(3,495,200)
County chargeback	4209		(6,643,100)
Collections	5204		(39,200)
Foster children SSA	1593		1,481,000
State general fund/general purpose	1000		(6,720,800)
PUBLIC ASSISTANCE	Appn/Fund	FTEs	
Family independence program	42750	0.0	(573,000)
Food assistance program benefits	44800	0.0	(1,250,161,600)
State disability assistance payments	65650	0.0	2,000,700
State supplementation	65950	0.0	674,100
GROSS APPROPRIATION			(1,248,059,800)
Appropriated from:			
Federal funds	3000		(1,250,161,600)
Social security act, temporary assistance for needy families	3510		(573,000)
Supplemental security income recoveries	1452		444,800
State general fund/general purpose	1000		2,230,000

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LOCAL OFFICE OPERATIONS AND SUPPORT SERVICES	Appn/Fund	FTEs	
Contractual services, supplies, and materials	37830	0.0	0
Donated funds positions	40200	0.0	0
Local office policy and administration	30450	0.0	421,000
Pathways to potential	57930	0.0	0

GROSS APPROPRIATION			421,000
Appropriated from:			
IDG from MDE	6313		550,000
Capped federal revenues	3213		0
Federal funds	3000		421,000
Social security act, temporary assistance for needy families	3510		0
State general fund/general purpose	1000		(550,000)

BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS	Appn/Fund	FTEs	
Behavioral health program administration	32050	0.0	(679,900)
Family support subsidy	42950A	0.0	2,940,400
Michigan clinical consultation and care	53520	0.0	679,900

GROSS APPROPRIATION			2,940,400
Appropriated from:			
Federal funds	3000		0
Social security act, temporary assistance for needy families	3510		2,940,400

BEHAVIORAL HEALTH SERVICES	Appn/Fund	FTEs	
Autism services	31650	0.0	31,222,800
Certified community behavioral health clinic demonstration	33935	0.0	(20,186,600)
Healthy Michigan plan - behavioral health	47620	0.0	(68,915,200)
Medicaid mental health services	52700	0.0	112,115,500
Medicaid substance use disorder services	52800	0.0	(626,600)
Nursing home PAS/ARR-OBRA	56300	0.0	2,000,000

GROSS APPROPRIATION			55,609,900
Appropriated from:			
Federal funds	3000		8,083,900
Insurance provider fund	1561		(1,035,300)
Quality assurance assessment tax	1902		23,077,400
State general fund/general purpose	1000		25,483,900

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HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES **Appn/Fund** **FTEs**

Policy and planning administration	47350	0.0	50,000
GROSS APPROPRIATION			50,000
Appropriated from:			
State general fund/general purpose	1000		50,000

FAMILY HEALTH SERVICES **Appn/Fund** **FTEs**

<i>Full-time equated classified positions</i>		(3.0)	
Dental programs	39250A	0.0	2,500,000
Special projects	65050	0.0	200,000
Women, infants, and children program administration and special projects	70000	(3.0)	0
Women, infants, and children program local agreements and food costs	70010	0.0	20,000,000
GROSS APPROPRIATION			22,700,000
Appropriated from:			
Federal funds	3000		20,200,000
State general fund/general purpose	1000		2,500,000

CHILDREN'S SPECIAL HEALTH CARE SERVICES **Appn/Fund** **FTEs**

<i>Full-time equated classified positions</i>		3.0	
Bequests for care and services	32100	7.0	0
Children's special health care services administration	35650	(4.0)	500,000
Medical care and treatment	52850	0.0	19,998,800
GROSS APPROPRIATION			20,498,800
Appropriated from:			
Federal funds	3000		6,860,600
State general fund/general purpose	1000		13,638,200

AGING SERVICES **Appn/Fund** **FTEs**

Community services	37150	0.0	2,200,000
Nutrition services	56400	0.0	1,950,000
Respite care program	62200	0.0	800,000
GROSS APPROPRIATION			4,950,000
Appropriated from:			
Federal funds	3000		4,150,000
Senior care respite fund	1906		800,000

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HEALTH SERVICES	Appn/Fund	FTEs	
Adult home help services	30400	0.0	(16,180,700)
Ambulance services	31000	0.0	2,095,600
Auxiliary medical services	31800	0.0	(96,200)
Dental services	39270	0.0	(42,025,700)
Federal Medicare pharmaceutical program	43700	0.0	83,504,300
Health plan services	47300	0.0	1,410,733,400
Healthy Michigan plan	47600	0.0	1,027,223,100
Home health services	48000	0.0	(3,303,000)
Hospice services	48250	0.0	17,332,800
Hospital disproportionate share payments	48300	0.0	(45,000,000)
Hospital services and therapy	48350	0.0	(239,366,400)
Integrated care organizations	49450	0.0	(74,123,500)
Long-term care services	51950	0.0	286,501,200
Maternal and child health	52450	0.0	9,084,900
Medicaid home- and community-based services waiver	52650	0.0	13,188,000
Medicare premium payments	53150	0.0	7,082,700
Personal care services	58400	0.0	(381,400)
Pharmaceutical services	58550	0.0	(41,959,600)
Physician services	58600	0.0	52,562,000
Plan first	58650	0.0	250,000
Program of all-inclusive care for the elderly	59800	0.0	(2,265,300)
School-based services	63450	0.0	(708,500)
Special Medicaid reimbursement	64900	0.0	(22,817,900)
Transportation	67805	0.0	38,100
GROSS APPROPRIATION			2,421,367,900
Appropriated from:			
Federal funds	3000		1,710,119,100
Local funds	4000		(3,156,800)
Private funds	5000		(271,300)
Healthy Michigan fund	1487		(100,000)
Insurance provider fund	1561		9,985,800
Medicaid benefits trust fund	1910		(6,500,000)
Michild eligible individual premium	1490		(1,950,000)
Other state restricted revenues	1200		(8,831,100)
Quality assurance assessment tax	1902		715,403,600
State general fund/general purpose	1000		6,668,600

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INFORMATION TECHNOLOGY

Appn/Fund FTEs

Bridges information system 16202 0.0 0

GROSS APPROPRIATION 0

Appropriated from:

IDG from MDE 6313 (450,000)

State general fund/general purpose 1000 450,000

ONE-TIME APPROPRIATIONS

Appn/Fund FTEs

ARP - epidemiology and lab capacity genomic sequencing T31272 0.0 3,308,800

ARP - home- and community-based services projects fund T31201 0.0 20,000,000

ARP - strengthening U.S. public health infrastructure, workforce, and data systems T31203 0.0 7,798,600

Child support enforcement enhancements T34361 0.0 6,413,900

Child support navigator pilot T16566 0.0 2,100,000

COVID - influenza population-based hospital surveillance T43556 0.0 344,400

COVID-19 national wastewater surveillance system T38528 0.0 3,704,400

Employee lump sum payments T60030 0.0 14,648,000

Federal COVID emerging infections programs T43555 0.0 4,852,200

Federal COVID immunization and vaccine grant T43552 0.0 1,858,700

Reproductive health access expansion T78906 0.0 5,000,000

Substance use rehabilitation services T66490 0.0 (3,500,000)

Substance use rehabilitation services T66490 0.0 3,500,000

GROSS APPROPRIATION 70,029,000

Appropriated from:

Capped federal revenues 3213 6,413,900

Federal funds 3000 33,267,100

Private funds 5000 700,000

State general fund/general purpose 1000 29,648,000

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Boilerplate

Sec. XXX. (1) The general fund appropriated in part 1 for ARP – home-and community-based services projects fund shall be deposited into the APR – home – and community-based services projects fund.

(2) From the funds deposited in the ARP – home – and community-based services projects fund under subsection (1), the department shall reimburse providers of supportive housing services for eligible direct services. These funds shall be used for services to persons living in supportive housing who need additional supports to maintain employment and stability, and currently homeless individuals moving into supportive housing with rental support. The funds shall be prioritized to households whose children are at risk of being placed in out-of-home care, households who are working toward reunification with children who are out of home, and youth aging out of the foster care system.

(3) Funds appropriated for ARP – home – and community-based services projects fund shall be considered work project funds, shall not lapse at the close of the fiscal year, and shall be available for expenditures for projects under this section until the projects have been completed. The following are in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the work project is to provide funding for grants for eligible entities to provide permanent supportive housing services for eligible households.

(b) The work project will be accomplished through partnerships with community-based agencies that provide supportive housing services, the Michigan state housing development authority, and local governments.

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

(d) The tentative completion date is September 30, 2028.

Sec. XXX. (1) From the funds appropriated in part 1 for child support navigator pilot, the department shall allocate \$2,100,000.00 to fund a pilot program designed to assist families served by the child support program. The pilot program will provide families with information and resources to help them address child support issues and to connect them with other resources in the community.

(2) The unexpended funds appropriated in part 1 for child support navigator pilot 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 project has been completed. The following are 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 assist families served by the child support program with navigating the program and utilizing community resources.

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

(c) The total estimated completion cost of the work project is \$2,100,000.00.

(d) The tentative completion date is September 30, 2028.

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Sec. XXX. (1) From the funds appropriated in part 1 for child support enforcement enhancements, the department shall allocate \$6,413,900.00 in federal child support incentive funding to support child support operations by improving access to, raising awareness of, and simplifying services. Services may include public awareness messaging, partnerships with community-based organizations, and working with participants to understand their experiences in the program.

(2) The unexpended funds appropriated in part 1 for child support enforcement enhancements 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 project has been completed. The following are 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 assist families served by the child support program with navigating the program and utilizing community resources.

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

(c) The total estimated completion cost of the work project is \$6,413,900.00.

(d) The tentative completion date is September 30, 2028.

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 expand health equity strategies and communication coordination.

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

(c) The total estimated cost of the project is \$5,878,800.00.

(d) The tentative completion date is September 30, 2028.

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 improve the efficiency and capabilities of public health administration and data visualization systems

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

(c) The total estimated cost of the project is \$1,919,800.00

(d) The tentative completion date is September 30, 2028.

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Sec. XXX. The unexpended funds appropriated in part 1 for Federal COVID immunization and vaccine grant 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 the maintenance and operations of the Michigan Care Improvement Registry (MCIR).
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$1,858,700.00.
- (d) The tentative completion date is September 30, 2028.

Sec. XXX. From the funds appropriated in part 1 for substance use rehabilitation services, the department shall allocate \$3,500,000.00 to the Sacred Heart Rehabilitation Center for the construction, renovation, and refurbishing costs of a building to continue to provide addiction treatment programming.

Sec. XXX. The unexpended funds appropriated in part 1 for Federal COVID Emerging Infections 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 modernize public health research and laboratory surveillance activities and support staffing and operational costs for the Emerging Infectious Programs.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$4,852,200.00.
- (d) The tentative completion date is September 30, 2028.

Sec. XXX. The unexpended funds appropriated in part 1 for 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 \$3,704,400.00.
- (d) The tentative completion date is September 30, 2028.

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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 \$3,308,800.00.
- (d) The tentative completion date is September 30, 2028.

Sec. XXX. The unexpended funds appropriated in part 1 for COVID- Influenza Population-based hospitalization surveillance 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 invest in staffing and necessary equipment and supplies to support the Michigan Influenza Hospitalization Surveillance Project.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$344,400.00.
- (d) The tentative completion date is September 30, 2028.

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Sec. XXX. (1) the department may accept monetary and nonmonetary gifts, bequests, donations, contributions, or grants from any private or public source to support, in whole or in part, a departmental function or program. The department shall expend or use such gifts, bequests, donations, contributions, or grants for the purposes designated by the private or public source, if the purpose is specified.

(2) Revenue collected by the department and amounts remaining in the fund under this section that is unexpended and unencumbered must not lapse to the general fund but must be carried forward to the subsequent fiscal year.

(3) Private revenues received under this section that exceed the appropriations in part 1 are appropriated and may be received and expended by the department for the purposes for which the funds are received.

(4) If additional authorization is approved in SIGMA by the state budget office under this section, the department shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification must include the amount and funding source of the additional authorization, the date of the approval, and the projected use of the funds to be expended.

Sec. XXX. (1) From the funds appropriated in part 1 for reproductive health access expansion, the department shall make resources available for new state costs associated with changes in state statute, program policy, or administrative rule that would remove barriers for Michigan citizens to necessary reproductive health services.

(2) The unexpended funds appropriated in part 1 for reproductive health access expansion are designated as a work project appropriation. Unencumbered or unallotted funds must not lapse at the end of the fiscal year and must be available for expenditures under this section until the project has been completed. All of the following are 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 ensure that expansions in access .

(b) The project will be accomplished by utilizing state employees, contracting with vendors, or working with local partners.

(c) The estimated cost of the project is \$5,000,000.00.

(d) The tentative completion date is September 30, 2028.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

This supplemental request includes \$1.3 billion in Gross authorization and increases General Fund authorization by \$73.5 million for the Department of Health and Human Services (DHHS). It includes \$14.6 million for employee lump sum bonus payments for non-NERE state employees.

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It also includes fiscal year 2024 caseload, utilization, and inflationary cost changes; child welfare adjustments; various Medicaid special financing adjustments; program expansions, and several restricted, federal, private, and local authorization adjustments.

Health Services supplemental items include:

- Updated caseload cost projections for Medicaid physical and behavioral health, accounting for a \$381.5 million Gross (\$174.3 million General Fund) increase. Specific adjustments by major program include: \$16.7 million (\$36.9 million General Fund) in projected caseload cost increase in behavioral health services and \$364.7 million (\$137.4 million General Fund) in projected caseload cost increase in physical health services.
- Medicaid special payment adjustment totaling \$45.3 million (-\$33.2 million General Fund), reflecting adjustments in the Medical Services and Behavioral Health Services units.
- Adjustments to reflect updates in federal reimbursement guidelines allowing for increases to the Hospital Rate Adjustment special payment. Adjustments associated with this federal Managed Care Rule total \$2.1 billion (-\$94.1 million General Fund).
- A net decrease of \$15.0 million (\$6.7 million General Fund) reversing redetermination savings for Medicaid behavioral and physical health assumed in the fiscal year 2024 enacted budget, and recognizing anticipated caseload reductions from resuming redeterminations following the end of the public health emergency.
- \$2.9 million Gross (TANF) to account for anticipated increase in Family Support Subsidy caseload.

Non caseload Health Services adjustments include:

- A \$1.4 million General Fund increase to eliminate the \$10 per month per household MiChild premium for families with Medicaid beneficiaries under 19 years of age.
- \$21.9 million in COVID-19 related federal authorization need including: \$7.8 million to continue efforts to strengthen U.S. public health infrastructure, workforce, and data systems, \$4.9 million to modernize public health research and laboratory surveillance activities through the COVID-19 emerging infectious programs, \$3.7 million to coordinate efforts with local partners to enhance the National Wastewater Surveillance System, \$3.3 million to support the CDC's Advanced Molecular Detection (AMD) Program and improve state and local public health capacity to investigate infectious disease, \$1.9 million to support the maintenance and operations of the Michigan Care Improvement Registry (MCIR), and \$344,400 for costs related to laboratory staffing, equipment, and supplies to support the CDC's Influenza Population-Based Hospitalization Surveillance program.

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- \$20.0 million in federal authorization for the Women, Infant, and Children program (WIC) to account for higher monthly cash value benefit provided to families participating in the program.
- \$14.7 million General Fund for FMAP penalty costs due to delayed compliance with electronic visit verification requirements established in section 12006 of the CURES Act.
- \$13.1 million (\$4.5 million General Fund) in estimated partial-year savings increase in Medicare third-party liability and avoided costs from Medicare buy-in compliance changes. This adjustment also recognizes additional GF/GP costs associated with coverage of Medicare Part B premiums for dually-eligible beneficiaries who previously did not have their Part B premiums covered by Medicaid.
- One-time General Fund savings of \$13.1 million from excess insurance provider assessment (IPA) revenue in FY23.
- \$5.0 million (General Fund) to expand access to reproductive health services.
- \$2.5 million (General Fund) to expand the Michigan's Kindergarten's dental oral assessment program per the provisions of Public Act 316 of 2023.
- \$2.0 million (500,000 General Fund) to account for increased costs of providing pre-admission screening and evaluation services to seriously mentally ill individuals who are seeking admission to nursing home facilities.
- \$200,000 in one-time federal authorization increase for the family health services special projects line to spend new federal grant: Allegiance for Innovation on Maternal Health State Capacity Program (AIM).
- Technical adjustment transferring \$679,900 in federal authorization from the Behavioral Health Administration and Special Projects line to the Michigan Clinical Consultation and Care line. This transfer is necessary to utilize revenues from the Pediatric Mental Health Care Access Program and Medicaid Administration grants (Michigan Child Collaborative Care or MC3).
- Technical adjustment transferring \$50,000 General Fund from the Medicaid Mental Health Services line to the Policy and Planning Administration line. This adjustment is needed to partially support payroll costs for 1.0 FTE working on MI Kids Now Loan Repayment Program.
- Technical adjustment modifying section 1966 of article 6 of 2023 PA 119 to remove "for the purchase of a new building" and proposing a new language to allocate the funding for the construction, renovation, and refurbishing costs of a building and to continue to provide addiction treatment programming.
- Restricted revenue adjustments totaling \$6.6 million (-\$6.6 million General Fund) for revenue changes identified in the January Consensus Revenue Estimating Conference (CREC) and technical changes recognizing additional federal revenue associated with tribal pharmaceutical services provided to non-tribal Medicaid beneficiaries on tribal land.
- \$10.0 million for grants to providers of supportive housing services (federal, one-time). Supportive housing combines affordable housing with supportive services like transportation, behavioral health support, and employment services for people experiencing chronic homelessness.

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- In Aging Services, \$5.0 million of federal and restricted authorization increases for the Community Services, Nutrition Services, and Respite Care programs due to unspent prior year grants that are eligible for expenditure in FY24.

Public Assistance and Federal grant adjustments in Departmentwide, Public Assistance, include:

- Public Assistance caseload adjustments reducing the line by \$1.25 billion (\$2.2 million increase in General Fund) based on current caseload projections for Food Assistance Program Benefit, Family Independence Program, State Disability Assistance Program, and State Supplementation. The large reduction is removing the pandemic food assistance authorization from Food Assistance Program.

- \$9.9 million increase in federal funding for Community Services Block Grant (CSBG) to assist individuals and families with income at or below 125 percent of the Federal Poverty Level statewide.

- \$2.0 million increase federal grants for 211 Federal Match, Weatherization grant, and Adult Protective Services Administration for Community Living (ACL) grants.

Child Welfare adjustments include the following:

- Child Welfare base caseload adjustments totaling a reduction of \$28.5 million (\$6.7 million General Fund) based on current caseload projections for Adoption Subsidies, Child Care Fund, Foster Care Payments, and Guardianship Assistance Program

- Federal increase of \$130,000 for the Community-Based Child Abuse Prevention formula grant

- \$6.4 million in one-time federal child support incentive funding to support child support operations related to improving access to, raising awareness of, and simplifying services. Examples include public awareness messaging, partnerships with community-based organizations, and working with participants to understand their experiences in the program.

- \$2.1 million in one-time federal and private funds to pilot a child support navigator program, which will be available to families in Genesee and Kent counties through a partnership with prosecuting attorneys and friends of the court. The department will issue one or more grants to agencies in those counties that will provide navigation services to families served by the child support program.

- A reduction of \$1.0m to the federal Title IV-B Part 2 award supporting the Strong Families/Safe Children program, Promoting Safe and Stable Families, and caseworker visits

- A net zero realignment of fund sources between non-caseload appropriations in the Child Welfare unit

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Judiciary

Appropriation Summary	Appn/Fund	FTEs	
<i>Full-time equated exempted positions</i>		0.5	
GROSS APPROPRIATION			1,306,400
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			1,306,400
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		1,306,400

SUPREME COURT	Appn/Fund	FTEs	
<i>Full-time equated exempted positions</i>		0.5	
State court administrative office	18160	0.0	237,500
GROSS APPROPRIATION			237,500
Appropriated from:			
State general fund/general purpose	1000		237,500

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs	
Employee lump sum payments	T60030	0.0	1,068,900
GROSS APPROPRIATION			1,068,900
Appropriated from:			
State general fund/general purpose	1000		1,068,900

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Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, the judiciary shall expend the funds appropriated for costs associated with lump sum payments of up to the same amounts approved by the civil service commission for non-exclusively represented employees in the current fiscal year, as approved by the chief justice. The judiciary is authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

Provides half-year funding to enhance safety and security within the Judiciary. Full-year funding is included in the FY2025 Executive Recommendation.

Funding is also recommended to support one-time lump sum payments of up to \$2,250.00 to eligible state employees in the current fiscal year, as approved by the chief justice, to provide parity with the lump sum payments approved by the Civil Service Commission.

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Labor and Economic Opportunity

Appropriation Summary	Appn/Fund	FTEs	
<i>Full-time equated classified positions</i>		24.6	
GROSS APPROPRIATION			210,873,500
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			210,873,500
Total federal revenues	FDRL		46,064,500
Total local revenues	LOCL		0
Total private revenues	PRIV		0
Total other state restricted revenues	STRS		582,000
State general fund/general purpose	GFGP		164,227,000
WORKFORCE DEVELOPMENT	Appn/Fund	FTEs	
<i>Full-time equated classified positions</i>		20.0	
Community and worker economic transition office	43216	20.0	2,500,000
GROSS APPROPRIATION			2,500,000
Appropriated from:			
State general fund/general purpose	1000		2,500,000
REHABILITATION SERVICES	Appn/Fund	FTEs	
Bureau of services for blind persons	32950A	0.0	5,000,000
GROSS APPROPRIATION			5,000,000
Appropriated from:			
DED, vocational rehabilitation and independent living	3298		5,000,000
EMPLOYMENT SERVICES	Appn/Fund	FTEs	
<i>Full-time equated classified positions</i>		4.6	
Office of global Michigan	56650A	0.0	28,064,500
Radiation safety section	61100	4.6	582,000
GROSS APPROPRIATION			28,646,500
Appropriated from:			
HHS, refugee assistance program fund	3246		28,064,500
Radiological health fees	1392		582,000

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ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs	
Community and worker economic transition fund pilot	T37251	0.0	10,000,000
Mobility hub project	T54486	0.0	11,000,000
Job creation services	T50150	0.0	2,000,000
Targeted energy investment	T66828	0.0	150,000,000
Housing readiness incentive grant program	T48510	0.0	1,000,000
Employee lump sum payments	T60030	0.0	727,000
GROSS APPROPRIATION			174,727,000
Appropriated from:			
Federal funds	3000		11,000,000
Federal funds 376	3002		2,000,000
State general fund/general purpose	1000		161,727,000

Boilerplate

- Sec. XXX. (1) Funds appropriated in part 1 for targeted energy investment must support efforts to restart a Michigan-based nuclear power generation reactor capable of producing less than 1,000 megawatts that was in service as of January 1, 2022 but is not currently producing electricity.
- (2) Funding appropriated in part 1 for targeted energy investment is contingent on conditional commitments from the United States Department of Energy for the support of efforts to restart the facility.
- (3) Funding must be used to repower a critical, carbon-free energy source and economic driver for this state. The legislature finds and declares the appropriation described in this section is for a public purpose, including providing for reliable, adequate, and available energy resources in this state.
- (4) The department of labor and economic opportunity must execute a grant agreement with the power generation facility described in subsection (1). The grant funds, subject to subsection (2), must be disbursed by the department of labor and economic opportunity as determined by the grant agreement. The grant agreement must provide that not more than 50% of the funds be allocated as an advance payment, with the balance to be disbursed when documentation has been provided by the recipient to the satisfaction of the department of labor and economic opportunity that the first disbursement has been fully expended. All remaining funds must be disbursed quarterly on a reimbursement basis for eligible expenses as outlined in the grant agreement. The department of labor and economic opportunity may also include other provisions in the grant agreement, including, but not limited to, the rescission of funds, reporting requirements, audit, record retention, and information requests, at its discretion.
- (5) The department of labor and economic opportunity must submit a report not later than September 30 to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director on the overall status of this investment, whether any federal funds have been committed by the United States Department of Energy, the recipient and amount of state funds expended, and the timeline for the restart of the facility.
- (6) Unexpended funds in part 1 for targeted energy investment are designated as a work project appropriation. Unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditure until the project has 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 financial support for efforts to restart the nuclear power generation facility under this section.
- (b) All funds will be distributed in accordance with this section and any grant guidelines or grant agreements required by the

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department of labor and economic opportunity.

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

(d) The estimated cost of the project is \$150,000,000.00.

(e) The tentative completion date is September 30, 2028.

Sec. XXX. The unexpended funds appropriated in part 1 for the mobility hub project are designated as a work project appropriation, and any unencumbered or unallocated 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 work project is to develop a real world prototype enabling companies to transition their fleets to electric and future-proof their businesses by testing new technologies, digital services, and business models.

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

(c) The total estimated cost of the work project is \$11,000,000.00.

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

Sec. XXX. The unexpended funds appropriated in part 1 for the office of global Michigan are designated as a work project appropriation, and any unencumbered or unallocated 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 work project is to support the office of global Michigan and its grant programs.

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

(c) The total estimated cost of the work project is \$28,064,500.00.

(d) The tentative completion date is September 30, 2028.

Sec. XXX. From the funds appropriated in part 1 for the community and worker economic transition office, the department may hire employees and deploy capabilities to evaluate and address the impacts of economic transitions in sectors such as, but not limited to, the auto, utility, manufacturing, and building trades, on workers, communities, and employers. Activities of the office may include developing transition mitigation strategies, conducting data analysis, coordinating across state and federal agencies, engaging stakeholders, and providing resource navigation support. The department must develop and submit to the governor and legislature a community and worker economic transition plan by December 31, 2025, as required under sections 7(3)(f) and 9(2) of 2023 PA 232, MCL 408.917 and MCL 408.919. Beginning February 13, 2025, the department must also submit an annual report on office activities and progress made on the transition plan to the legislature as required under Section 7(5) of 2023 PA 232, MCL 408.917.

Sec. XXX. In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$51,100,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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Sec. XXX. (1) From the funds appropriated in part 1 for housing readiness incentive grant program, \$1,000,000.00 shall be awarded to provide grants to cities, villages, townships, and counties to cover the costs associated with adopting land use policies, master plan updates, zoning text amendments, and similar actions to encourage increasing housing supply and affordability.

(2) A local unit of government that submits an eligible plan to the department may receive a grant of not more than \$50,000.00.

(3) The department may work in collaboration with the MEDC to review grant applications. Applicants must be reviewed and approved and grants must be awarded to qualified applicants, in the order in which applications are received.

(4) Local units of government shall provide a summary of changes to the department on completion of the process.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Sec. XXX. (1) From the funds appropriated in part 1 for the community and worker economic transition fund pilot the community and worker economic transition office may establish pilot programs to address transition activities not addressed by existing state programs and may fulfill the components included in the community and worker economic transition plan required in 2023 PA 232 section 9, MCL 408.919. Program funds may be used for initiatives including, but not limited to, temporary wage gap coverage, wraparound support services, technical assistance for developing economic diversification strategies, and incumbent training programs. As used in this section, "transition activities" means that term as defined in 2023 PA 232 section 5, MCL 408.915.

(2) The unexpended funds appropriated in part 1 for the community and worker economic transition fund pilot are designated as a work project appropriation, and any unencumbered or unallocated 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 work project is to support workers, communities, and businesses as they navigate the state's economic transition.

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

(c) The total estimated cost of the work project is \$10,000,000.00.

(d) The tentative completion date is September 30, 2028.

Sec. XXX. Up to \$500,000,000.00 plus any additional interest and earnings from the strategic outreach and attraction reserve fund is appropriated to the strategic outreach and attraction reserve fund established in section 4 of the Michigan trust fund act, 2000 PA 489, MCL 12.254. 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.

REPEALER. Sec. 350 of Article 9 of 2023 PA 119 is repealed.

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Explanation

The fiscal year 2024 supplemental recommends a total of \$210.9 million (\$164.2 million general fund) for the Department of Labor and Economic Opportunity. This includes multiple federal grants awarded to the Department of Labor and Economic Opportunity, as well as targeted investments across the department.

First, this supplemental recommends \$150 million one-time general fund for a targeted energy investment that will support efforts to restart a Michigan-based nuclear power generation reactor, furthering the state's investment in a carbon-free future. This funding builds off the initial investment included in Public Act 119 of 2023 and is contingent upon conditional commitments from the United States Department of Energy for the support of efforts to restart the facility.

Second, this supplemental recommends \$2 million in federal authorization for the Michigan Strategic Fund for a new federal grant from the United States Department of Energy for the State Manufacturing Leadership Program. Michigan is expanding upon its existing Industry 4.0 program to provide financial assistance to implement smart manufacturing projects for 83-100 small- and medium-sized manufacturing (SMM) firms across the state. By working closely with a network of regional partners as well as the Michigan Minority Supplier Development Council (MMSDC), the expanded program will focus on supporting minority owned SMMs and those located within disadvantaged communities which will make up at least 50% of the SMMs supported through this federal funding.

Third, this supplemental recommends \$11 million in federal authorization to support the Mobility Hub Project being administered through LEO's Office of Future Mobility and Electrification. The Mobility Hub project will develop a real world demonstration model enabling companies to transition their fleets to electric and future-proof their businesses by testing new technologies, digital services, and business models. This project seeks to develop the partnerships, integrations, and business models necessary for a Mobility Hub playbook that can be replicated across Michigan and accelerate the transition to zero-emission electric vehicles at scale. This project is funded with a federal grant through the U.S. Department of Transportation, Rebuilding American Infrastructure with Sustainability and Equity (RAISE) program. This is a multi-year grant with a grant period of 01/01/2024 through 12/31/2026.

Fourth, federal authorization of \$28 million is recommended in the Office of Global Michigan to reflect increased federal revenues. Funding will support Ukrainian and Afghan specific grants, as well as increases in the Office of Refugee Resettlement support service grants, administrative support grants, and the unaccompanied refugee minor program.

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Fifth, this supplemental requests an additional \$582,000 in state restricted authorization and 4.6 FTEs in Radiological Health Fees to reflect additional revenues from a fee increase approved in 2023. The Michigan Occupational Safety and Health Administration will utilize the additional fee revenue for staffing and purchases to replace outdated equipment. A fiscal year 2025 current services baseline adjustment is also recommended to account for increased fee revenue on an ongoing basis.

Sixth, an additional \$5 million in federal spending authorization is recommended for the Bureau of Services for Blind Persons. This funding will be used for one-time projects including training center renovations, software and financial literacy applications, and lease revisions. The Bureau of Services for Blind Persons has sufficient matching funds for the additional federal funding.

Seventh, this supplemental recommends \$12.5 million general fund and 20.0 FTEs for the work of the Community and Worker Economic Transition Office (\$2.5 million and 20.0 FTEs) and the Community and Worker Economic Transition Fund Pilot (\$10 million). The Community and Worker Economic Transition Office will ensure communities, workers, and businesses are supported in the state's economic transition from internal combustion engines to electric vehicles, the shift to renewable energy, and the decarbonization of the manufacturing industry. This office will be tasked with developing the state's economic transition plan, required in Public Act 232 of 2023, and will leverage and coordinate existing resources, develop transition mitigation strategies, and help connect communities and workers with the resources they need. This represents prorated funding with full-year costs built into the fiscal year 2025 Executive Recommendation.

In addition, this supplemental recommends \$10 million for the Community and Worker Economic Transition Fund Pilot which will provide resources to support communities, workers, and businesses navigating these economic trends. The fund may be used to support technical assistance and capacity building, help transition-impacted workers obtain training and education, and provide other supportive services to mitigate economic harm stemming from the economic transition.

Eighth, this supplemental recommends two boilerplate modifications related to the Strategic Outreach and Attraction Reserve (SOAR) Fund. The first boilerplate section would add an additional \$51.1 million in state restricted contingency fund authorization, an amount equal to the SOAR dollars included in an approved fiscal year 2023 work project. Adding this additional contingency fund authorization will allow for those work project dollars to be used via legislative transfers, as is the current process. Fiscal year 2024 current law currently includes \$500 million in state restricted contingency fund authorization, equal to the \$500 million coming from the corporate income tax, but this additional contingency fund authorization is necessary to ensure the other work project funding can also be utilized through the SOAR process.

The second boilerplate change is a requested modification to appropriate the interest earned on SOAR dollars, and is consistent with a recommendation included in the Fiscal Year 2025 Executive Recommendation. While statute allows for the interest and earnings to deposit to the SOAR fund, an appropriation is necessary to allow the interest to be spent on SOAR projects that are approved through the legislative transfer process. Revising this boilerplate section also requires a repealer of the existing current law boilerplate, section 350 of PA 119 of 2023.

Ninth, this supplemental recommends \$1 million one-time general fund to augment the existing Housing Readiness Incentive Grant Program, which was appropriated \$5 million general fund in PA 119 of 2023. This additional funding will further support the program by providing grants to cities, villages, townships, and counties to cover the costs associated with adopting land use policies, master plan updates, zoning text amendments, and similar actions to encourage increasing housing supply and affordability.

Funding is also recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Licensing and Regulatory Affairs

Appropriation Summary	Appn/Fund	FTEs	
GROSS APPROPRIATION			511,200
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			511,200
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		511,200
ONE-TIME APPROPRIATIONS			
Employee lump sum payments	T60030	0.0	511,200
GROSS APPROPRIATION			511,200
Appropriated from:			
State general fund/general purpose	1000		511,200

Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

Funding is recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Military and Veterans Affairs

Appropriation Summary	Appn/Fund	FTEs	
GROSS APPROPRIATION			1,507,400
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			1,507,400
Total federal revenues	FDRL		750,000
Total local revenues	LOCL		0
Total private revenues	PRIV		0
Total other state restricted revenues	STRS		0
State general fund/general purpose	GFGP		757,400
MICHIGAN VETERANS AFFAIRS AGENCY			
	Appn/Fund	FTEs	
Michigan veterans affairs agency administration	54350	0.0	750,000
GROSS APPROPRIATION			750,000
Appropriated from:			
USDVA-VHA	3272		750,000
ONE-TIME APPROPRIATIONS			
	Appn/Fund	FTEs	
Employee lump sum payments	T60030	0.0	757,400
GROSS APPROPRIATION			757,400
Appropriated from:			
State general fund/general purpose	1000		757,400

Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

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Explanation

This supplemental request appropriates \$750,000 in additional USDVA-VHA funding to align authorization with revenue available through the VA Staff Sergeant Parker Gordon Fox Suicide Prevention Grant Program (SSG Fox SPGP). Suicide prevention grants are awarded to eligible entities to meet the needs of eligible individuals and their families through outreach, provision or coordination of suicide prevention services, and connection to VA and community resources as described in 38 CFR Part 78. This will amplify the work already being done through the Governor's challenge and the one-time and ongoing funding received in prior years.

Funding is also recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Natural Resources

Appropriation Summary	Appn/Fund	FTEs
GROSS APPROPRIATION		7,961,900
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		7,961,900
Total federal revenues	FDRL	0
Total local revenues	LOCL	0
Total private revenues	PRIV	3,600,000
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	4,361,900

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs
Brandon Road Lock and Dam	TC80495	0.0 1,500,000
Decree negotiations	T15987	0.0 2,300,000
Employee lump sum payments	T60030	0.0 561,900
Straits State Park interpretive site	TC88547	0.0 3,600,000
GROSS APPROPRIATION		7,961,900
Appropriated from:		
Private funds	5000	3,600,000
State general fund/general purpose	1000	4,361,900

Boilerplate

Sec. XXX. (1) the department may accept monetary and nonmonetary gifts, bequests, donations, contributions, or grants from any private or public source to support, in whole or in part, a departmental function or program. The department shall expend or use such gifts, bequests, donations, contributions, or grants for the purposes designated by the private or public source, if the purpose is specified.

(2) revenue collected by the department and amounts remaining in the fund under this section that is unexpended and unencumbered must not lapse to the general fund but must be carried forward to the subsequent fiscal year.

(3) private revenues received under this section that exceed the appropriations in part 1 are appropriated and may be received and expended by the department for the purposes for which the funds are received.

(4) if additional authorization is approved in sigma by the state budget office under this section, the department shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification must include the amount and funding source of the additional authorization, the date of the approval, and the projected use of the funds to be expended.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

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This supplemental request seeks \$2.3 million in general fund authorization to purchase and retire a state commercial fishing license that is no longer eligible for use due to the new 2023 Great Lakes Consent Decree that prohibits state licensed commercial fishing in the Big Bay de Noc management unit of Lake Michigan. The Consent Decree is an agreement between the State of Michigan, United States government, and five Michigan tribal governments that defines how the entities will work together to allocate and manage Great Lakes fisheries resources that were reserved under the 1836 Treaty of Washington.

This supplemental includes private authorization for a \$3.6 million grant awarded to the department from the Mellon Foundation for the Straits State Park interpretive project. The funds will be used to develop the 80-acre west unit of Straits State Park, which includes the Father Marquette National Memorial, a place that also privileges the stories of the Anishinaabe people who were there when Marquette arrived and remain an important part of Michigan. The project will include a new interpretive/meeting building called the Learning Commons, as well as Powwow ground enhancements. The plans have been developed in collaboration with the Sault Ste. Marie Tribe of Chippewa Indians, as well as Moran Township, Lake Superior State University, and the Mackinac Straits Health System. The Bay Mills Indian Community, Little Traverse Bay Bands of Odawa Indians, and Match-e-be-nash-she-wish (Gun Lake) Band of Pottawatomi Indians have joined this group as partners in the interpretive aspects of the project.

This request seeks to include carryforward authority for private donations to allow the department to fully utilize available funding.

This request seeks \$1.5 million in general fund authorization to support the Brandon Road Lock project to prevent the intrusion of invasive species into the Great Lakes.

Funding is also recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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State

Appropriation Summary	Appn/Fund	FTEs	
<i>Full-time equated classified positions</i>		8.0	
GROSS APPROPRIATION			7,808,800
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			7,808,800
Total federal revenues	FDRL		5,720,000
Total local revenues	LOCL		0
Total private revenues	PRIV		0
Total other state restricted revenues	STRS		1,146,500
State general fund/general purpose	GFGP		942,300

CUSTOMER DELIVERY SERVICES	Appn/Fund	FTEs	
Central operations	33700	0.0	1,146,500
GROSS APPROPRIATION			1,146,500
Appropriated from:			
Transportation administration collection fund	1464		1,146,500

ELECTION REGULATION	Appn/Fund	FTEs	
<i>Full-time equated classified positions</i>		8.0	
Election administration and services	41000	8.0	831,900
Help America Vote Act	47650	0.0	5,720,000
GROSS APPROPRIATION			6,551,900
Appropriated from:			
Help American Vote Act - election security	3407		5,720,000
State general fund/general purpose	1000		831,900

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs	
Employee lump sum payments	T60030	0.0	110,400
GROSS APPROPRIATION			110,400
Appropriated from:			
State general fund/general purpose	1000		110,400

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Boilerplate

Sec. XXX. The unexpended funds appropriated in part 1 for Help America Vote Act 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 expenditure for election security initiatives in accordance with the Consolidated Appropriations Act of 2022 (Public Law 117-103) and the Consolidated Appropriations Act of 2023 (Public Law 117-328), as authorized in Section 101 of the Help America Vote Act of 2002 (Public Law 107-252), and any other applicable federal and state rules and regulations. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of this project is to support election security initiatives, which include but may not be limited to, election equipment upgrades, security and testing of voting systems, and the development and distribution of election security information 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 \$5,720,000.00.

(d) The tentative completion date is September 30, 2028.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

The supplemental recommendation for the Michigan Department of State (MDOS) recommends 8.0 FTEs and \$7.8 million, of which \$942,300 is General Fund. The recommendation includes funding to provide administration of new financial disclosure reforms for public officials and candidates, support for initiatives that strengthen state and local election security systems, resources to align costs for a license plate agreement with the Michigan Department of Corrections, and one-time lump sum employee payments.

More specifically, 8.0 FTEs and \$1.1 million General Fund is recommended to support new financial disclosure reporting laws. On November 8, 2022, Michigan voters passed Proposal 2022-1 (an amendment to Section 10 of Article IV of the State Constitution of 1963) by requiring elected officials to annually file financial disclosure reports with MDOS starting no later than April 15, 2024. Legislation to effectuate these changes was enacted through the Public Officers Financial Disclosure Act (Public Act 281 of 2023) and the Candidate for Office Financial Disclosure Act (Public Act 282 of 2023) to bring greater transparency and accountability to elected officials consistent with and beyond the original requirements contained in the proposal.

In addition, \$5.7 million in federal funding is recommended to support election security initiatives that will strengthen voting systems and equipment, improve testing procedures, and provide for greater dissemination and distribution of information to protect the integrity of state and local elections. The federal government through the Consolidated Appropriations Act of 2022 (Public Law 117-103) and the Consolidated Appropriations Act of 2023 (Public Law 117-328) provided additional resources to states in the form of formula-based non-competitive awards through the Help America Vote Act (HAVA) Act of 2002 for election security improvements, enhancement of election technology, and for the improvement in the administration of elections for Federal office.

Another \$1.1 million in state restricted funding is recommended to align support for the purchase agreement between MDOS and the Michigan Department of Corrections (MDOC) for the manufacture of 1.5 million vehicle license plates.

Funding is also recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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State Police

Appropriation Summary	Appn/Fund	FTEs
GROSS APPROPRIATION		15,744,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		15,744,000
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	15,744,000

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs
Disaster and emergency contingency fund	T39700	0.0 10,000,000
Employee lump sum payments	T60030	0.0 5,244,000
Hazard mitigation assistance loan program	T46771	0.0 500,000
GROSS APPROPRIATION		15,744,000
Appropriated from:		
State general fund/general purpose	1000	15,744,000

Boilerplate

Sec. XXX. The general fund/general purpose funds appropriated in part 1 for the disaster and emergency contingency fund shall be deposited to the restricted disaster and emergency contingency fund created in section 18 of the emergency management act, 1976 PA 390, MCL 30.418.

Sec. XXX (1) The hazard mitigation assistance revolving loan fund is created within the state treasury. The state treasurer may receive money or other assets from any source for deposit into the fund. The state treasurer shall direct the investment of the fund. The state treasurer shall credit to the fund interest and earnings from fund investments. Money in the fund at the close of the fiscal year shall remain in the fund and shall not lapse to the general fund. The department shall be the administrator of the fund.

(2) The department shall expend money from the fund in accordance with the requirements and objectives of the Safeguarding Tomorrow through Ongoing Risk Mitigation (STORM) Act, Public Law 116-284.

(3) Funds appropriated in part 1 for hazard mitigation assistance loan program must be deposited into the hazard mitigation assistance revolving loan fund. All funds in the hazard mitigation assistance revolving loan fund are appropriated and available for expenditure.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

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Explanation

This supplemental request provides a \$10 million general fund deposit into the Disaster and Emergency Contingency Fund to support immediate response and recovery activities and financial assistance to local units of government in the event of a disaster or emergency.

This supplemental request provides \$500,000 in one-time general fund as required state match for the federal Safeguarding Tomorrow through Ongoing Risk Mitigation (STORM) Act grant. The STORM Act provide capitalization grants to states to establish revolving loan funds that provide hazard mitigation assistance for local governments to reduce risks from natural hazards and disasters.

Funding is also recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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Technology, Management and Budget

Appropriation Summary	Appn/Fund	FTEs
GROSS APPROPRIATION		1,265,900
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		1,265,900
Total federal revenues	FDRL	100
Total local revenues	LOCL	100
Total private revenues	PRIV	100
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	1,265,600

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs
Make it in Michigan	T52330	0.0 300
Employee lump sum payments	T60030	0.0 1,265,600
GROSS APPROPRIATION		1,265,900
Appropriated from:		
Federal funds	3000	100
Local funds	4000	100
Private funds	5000	100
State general fund/general purpose	1000	1,265,600

Boilerplate

Sec. XXX. In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$300,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in part 1.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Report ID: BUD-SUPLET-0047

SIGMA

Run Date: 02/05/2024

Run Time: 1:50:14 PM

Supplemental Letter # 2024-2

Explanation

This supplemental for the Department of Technology, Management and Budget (DTMB) recommends three one-hundred-dollar placeholders for federal, local, and private funding sources to facilitate a legislative transfer process to recognize a federal award or other complementary local and/or private revenues in support of projects financed from the Make it in Michigan Competitiveness Fund (MIMCF).

In addition, recommended boilerplate is included to correct a technical issue and ensure that MIMCF transfer requirements established in the FY 2024 enacted budget (Section 891, Article 5 of Public Act 119 of 2023) are able to be facilitated by making up to \$300 million in state restricted contingency funds available for authorization.

The FY 2024 enacted budget for DTMB (Article 5 of Public Act 119 of 2023) contains a \$286,805,700 deposit from the GF/GP to the MIMCF, which cannot be spent unless authorized by an administrative transfer or appropriation. The MIMCF is designed to leverage federal funding opportunities and resources contained in the Bipartisan Infrastructure Law (BIL), the CHIPS and Science Act (CHIPS), the Inflation Reduction Act (IRA), or any other federal acts to support strategic investments that benefit Michigan.

Funding is also recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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SIGMA

Run Date: 02/05/2024

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Supplemental Letter # 2024-2

Transportation

Appropriation Summary	Appn/Fund	FTEs	
GROSS APPROPRIATION			8,373,600
Total interdepartmental grants and interdepartmental transfers	IDGT		0
ADJUSTED GROSS APPROPRIATION			8,373,600
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		8,373,600
ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs	
Employee lump sum payments	T60030	0.0	8,373,600
GROSS APPROPRIATION			8,373,600
Appropriated from:			
State general fund/general purpose	1000		8,373,600

Boilerplate

Sec. XXX. The department may hire up to 2.0 FTEs to support the implementation of various aeronautics programs included in 2023 PA 119.

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

Explanation

Allows the department to hire 2.0 FTE (limited-term) to support the implementation of various aeronautics programs included in PA 119 of 2023, the fiscal year 2024 enacted budget.

Funding is recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.

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SIGMA

Run Date: 02/05/2024

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Supplemental Letter # 2024-2

Treasury

Appropriation Summary	Appn/Fund	FTEs
GROSS APPROPRIATION		2,501,200
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		2,501,200
Total federal revenues	FDRL	0
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	1,110,000
State general fund/general purpose	GFGP	1,391,200

ONE-TIME APPROPRIATIONS	Appn/Fund	FTEs
Employee lump sum payments	T60030	0.0 641,200
Special election costs	T41011	0.0 750,000
GROSS APPROPRIATION		1,391,200
Appropriated from:		
State general fund/general purpose	1000	1,391,200

BUREAU OF STATE LOTTERY	Appn/Fund	FTEs
Lottery operations	52000	0.0 1,110,000
GROSS APPROPRIATION		1,110,000
Appropriated from:		
State lottery fund	1035	1,110,000

Boilerplate

Sec. XXX. From the funds appropriated in part 1 for employee lump sum payments, departments shall expend the funds appropriated for costs associated with lump sum payments in the current fiscal year as approved by the civil service commission. Departments are authorized to make any accounting transactions necessary to effectuate the implementation of these payments within SIGMA.

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SIGMA

Run Date: 02/05/2024

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Supplemental Letter # 2024-2

Explanation

This recommendation includes \$750,000 general fund for special election costs will be used to reimburse the local clerks in Westland and Warren for expenses associated with conducting the January 30, 2024, and April 16, 2024, special elections to fill the vacancies in the 25th and 13th state House districts. Funds will be distributed upon the provision of documentation of the actual expenses incurred by those local clerks.

Additionally, this supplemental recommendation includes \$1.1 million in restricted state lottery funding for the Bureau of State Lottery for the following: 1) \$569,200 to support the lump sum payments for eligible employees that are paid from restricted funds; 2) \$405,800 for sales and promotion of Lottery's games both online and in retail locations; and 3) \$135,000 for building and security improvements to Lottery's downtown Lansing headquarters.

Funding is also recommended to support one-time lump sum payments of \$2,250.00 to eligible state employees in the current fiscal year as approved by the Civil Service Commission.