



STATE OF MICHIGAN
 STATE BUDGET OFFICE
 LANSING

GRETCHEN WHITMER
 GOVERNOR

CHRISTOPHER M. HARKINS
 DIRECTOR

June 1, 2022

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

The Honorable Thomas Albert, Chair
 House Appropriations Committee
 Michigan House of Representatives
 State Capitol
 Lansing, Michigan 48909

Dear Legislators:

SUBJECT: Supplemental Request 2022-5

Attached please find supplemental recommendations for fiscal year 2022 totaling \$460.7 million Gross (\$18.8 million General Fund). The supplemental recommendations are summarized by department below.

<u>Department</u>	<u>GF/GP</u>	<u>Gross</u>
Education	\$0	\$10,300,000
Health and Human Services	\$0	\$388,820,000
Labor and Economic Opportunity	\$0	\$17,033,000
Legislature	\$2,200,000	\$2,200,000
Licensing and Regulatory Affairs	\$500,000	\$500,000
Natural Resources	\$845,400	\$14,864,900
State	\$600,000	\$600,000
State Police	\$3,166,800	\$11,716,800
Technology, Management and Budget	(\$500,000)	\$2,684,000
Transportation	\$12,000,000	\$12,000,000
Treasury	\$0	\$0
Total	\$18,812,200	\$460,718,700

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

Sincerely,

Christopher M. Harkins
 State Budget Director

Attachment

Senator Jim Stamas
Representative Thomas Albert
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cc: Mike Shirkey, Senate Majority Leader
Jason Wentworth, Speaker of the House
Jim Ananich, Senate Minority Leader
Donna Lasinski, House Minority Leader
Senate Appropriations Committee
House Appropriations Committee
Senate Fiscal Agency
House Fiscal Agency

Departments
JoAnne Huls, Chief of Staff
Tricia Foster, Chief Operating Officer
Jen Flood, Deputy Chief of Staff
Bethany Wicksall, Deputy State Budget Director
Heather Boyd, Office of Financial Management
Internal State Budget Office

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Education

Appropriation Summary **Appn/Fund**

GROSS APPROPRIATION		10,300,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		10,300,000
Total federal revenues	FDRL	10,300,000
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0

MICHIGAN OFFICE OF GREAT START **Appn/Fund**

Child development and care public assistance	34250	(199,080,000)
Child development and care public assistance	34250	199,080,000
GROSS APPROPRIATION		0
Appropriated from:		
Federal funds	3000	0
State general fund/general purpose	1000	0

ONE-TIME APPROPRIATIONS **Appn/Fund**

ARP - child care entitlement	T31253	(30,000,000)
ARP - child care entitlement	T31253	30,000,000
ARP - child care stabilization fund	T31287	(700,708,800)
ARP - child care stabilization fund	T31287	700,708,800
ARP - child care stimulus	T31286	(438,107,400)
ARP - child care stimulus	T31286	438,107,400
ARP - ESSER administration	T31219	10,300,000
Child care award	T34250	(34,932,300)
Child care award	T34250	34,932,300
CRRSA - child care stimulus	T34147	(292,115,000)
CRRSA - child care stimulus	T34147	292,115,000
GROSS APPROPRIATION		10,300,000
Appropriated from:		
Coronavirus elementary and secondary school emergency relief fund	3143	10,300,000
Federal funds	3000	0

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Boilerplate

Sec. xxx. From the funds appropriated in part 1 for ARP - ESSER administration, \$10,300,000.00 shall be used by the department to provide administrative assistance and monitoring oversight of Michigan's public schools utilizing ARP ESSER funding as required by the United States Department of Education and to identify ways to address students' academic and mental health needs, and to address learning loss in Michigan due to the COVID-19 pandemic.

Sec. xxx. The unexpended funds appropriated in part 1 for ARP – ESSER administration 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 under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide all of the following:

(i) Provide administrative assistance and monitoring oversight of Michigan's public schools utilizing ARP ESSER funding.

(ii) Identify strategies to address students' academic and mental health needs, and to address learning loss in Michigan due to the COVID-19 pandemic.

(b) The project shall be administered by the department.

(c) The total estimated cost of the project is \$10,300,000.00.

(d) The tentative completion date is September 30, 2024.

Sec. xxx. From the funds appropriated in part 1 for child development and care public assistance, CRRSA – child care stimulus, ARP – child care stimulus, child care award, or ARP – child care entitlement the department shall implement a biweekly block reimbursement rate schedule through the following block segments:

(a) The block segment for a biweekly block reimbursement rate schedule for child care centers, group homes, and registered family homes, for between 1 to 30 hours, shall be reimbursed as 30 hours.

(b) The block segment for a biweekly block reimbursement rate schedule for child care centers, group homes, and registered family homes, for between 31 to 60 hours, shall be reimbursed as 60 hours (part-time rate).

(c) The block segment for a biweekly block reimbursement rate schedule for child care centers, group homes, and registered family homes, for between 61 to 90 hours, shall be reimbursed as 90 hours (full-time rate).

(d) The block segment for a biweekly block reimbursement rate schedule for license exempt providers shall be reimbursed at their current hourly reimbursement rates.

Sec. xxx. From the funds appropriated in part 1 for ARP - child care entitlement and child care award, \$3,000,000.00 shall be for the department to work in collaboration with DHHS to continue the network of infant and early childhood mental health consultation, which provides mental health consultation to child care providers.

Sec. xxx. From the funds appropriated in part 1 for CRRSA – child care stimulus, ARP – child care stimulus, child care award, or ARP – child care entitlement, beginning on the first full biweekly pay period of the fiscal year ending September 30, 2022 and ending on the final full biweekly pay period of the fiscal year ending September 30, 2023, the department shall pay on a family's behalf the child development and care program's required family contribution.

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Sec. xxx. (1) From the funds appropriated in part 1 for CRRSA – child care stimulus, ARP – child care stimulus, child care award, ARP - child care stabilization fund, or ARP – child care entitlement, the department shall administer at least one new round of grants through the child care stabilization grant program to provide grants to eligible providers in the state. Providers are eligible to apply for subgrant funds under this section if they are eligible under federal guidance and are currently operating or have temporarily closed due to COVID-19. The first additional round of funding must be awarded before September 30, 2022. Awards are dependent on availability of federal funding and may change after the initial award notification from the department to reflect available federal revenues.

(2) Providers receiving subgrants under this section must use the funds for allowable uses defined in the American rescue plan act of 2021, Public Law 117-2, or division M of the consolidated appropriations act, 2021, Public Law 116-260. In addition, providers receiving subgrants under this section shall comply with reporting requirements as determined by the department.

Sec. xxx. The unexpended funds appropriated in part 1 for ARP - child care stabilization 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 under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide both of the following:

(i) Stabilization grants to child care providers.

(ii) Support to new and expanding child care providers.

(b) The project shall be accomplished by the department.

(c) The estimated cost of this project is \$700,708,800.00.

(d) The tentative completion date for this work project is September 30, 2023.

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Sec. xxx. The unexpended funds appropriated in part 1 for CRRSA – child care stimulus 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 under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide all of the following:

(i) An expanded entrance eligibility threshold.

(ii) An increase to provider reimbursement rates.

(iii) Payments based on enrollment rather than attendance.

(iv) Stabilization grants to child care providers.

(v) Additional pay based on provider reimbursement rates.

(vi) Bonus pay for child care workers.

(vii) Contracts for infant and toddler slots.

(viii) Administrative funding for the department.

(b) The project shall be accomplished by the department.

(c) The estimated cost of this project is \$292,115,000.00.

(d) The tentative completion date for this work project is September 30, 2023.

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Sec. xxx. The unexpended funds appropriated in part 1 for ARP – child care stimulus 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 under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide all of the following:

- (i) An expanded entrance eligibility threshold.
- (ii) An increase to provider reimbursement rates.
- (iii) Payments based on enrollment rather than attendance.
- (iv) Support to new and expanding child care providers.
- (v) Additional pay based on provider reimbursement rates.
- (vi) Bonus pay for child care workers.
- (vii) Contracts for infant and toddler slots.
- (viii) Administrative funding for the department.
- (ix) Copays for eligible families.

(b) The project shall be accomplished by the department.

(c) The estimated cost of this project is \$438,107,400.00.

(d) The tentative completion date for this work project is September 30, 2023.

Sec. xxx. The unexpended funds appropriated in part 1 for Child care award 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 under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide all of the following:

- (i) An expanded entrance eligibility threshold.
- (ii) An increase to provider reimbursement rates.
- (iii) Payments based on enrollment rather than attendance.
- (iv) Early childhood mental health consultation.

(b) The project shall be accomplished by the department and DHHS.

(c) The estimated cost of this project is \$34,932,300.00.

(d) The tentative completion date for this work project is September 30, 2023.

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Sec. xxx. The unexpended funds appropriated in part 1 for ARP – child care entitlement 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 under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to provide all of the following:
 - (i) An expanded entrance eligibility threshold.
 - (ii) An increase to provider reimbursement rates.
 - (iii) Payments based on enrollment rather than attendance.
 - (iv) Early childhood mental health consultation.
- (b) The project shall be accomplished by the department and DHHS.
- (c) The estimated cost of this project is \$30,000,000.00.
- (d) The tentative completion date for this work project is September 30, 2023.

REPEALER. Sec. 1011 of 2021 PA 87, Article 3 is repealed.

REPEALER. Sec. 1012 of 2021 PA 87, Article 3 is repealed.

REPEALER. Sec. 1025 of 2021 PA 87, Article 3 is repealed.

REPEALER. Sec. 1030 of 2021 PA 87, Article 3 is repealed.

REPEALER. Sec. 1031 of 2021 PA 87, Article 3 is repealed.

REPEALER. Sec. 1032 of 2021 PA 87, Article 3 is repealed.

REPEALER. Sec. 1033 of 2021 PA 87, Article 3 is repealed.

REPEALER. Sec. 1034 of 2021 PA 87, Article 3 is repealed.

Explanation

The purpose of this supplemental request is to propose additional investments in the Child Development and Care (CDC) Program. These targeted investments include moving to a part-time and full-time provider payment basis, continuing to cover eligible family copays for an additional year, doubling the current level of funding for mental health supports, and offering additional rounds of the child care stabilization grant program funding. The purpose of these expansions are twofold, first to help support Michigan families and business in providing vital child care services to Michigan children. The second is to ensure the State fully obligates CRSSA and ARP Stabilization funds before the federal deadline of September 30, 2022. Funding is available in the budget due to a decrease in the child care caseloads, which were agreed to for the May 2022 consensus revenue estimating conference.

This request appropriates the remaining American Rescue Plan Elementary and Secondary School Emergency Relief (ARP ESSER) Fund under the American Rescue Plan (ARP) Act of 2021, Public Law 117-2, enacted on March 11, 2021. ARP ESSER III administrative funding grants each state ½ of 1 percent of the total ARP ESSER III allocation for administrative costs and emergency needs, of which the unappropriated amount is at \$10.3 million.

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Health and Human Services

Appropriation Summary	Appn/Fund	
<i>Full-time equated classified positions</i>		11.0
GROSS APPROPRIATION		388,820,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		388,820,000
Total federal revenues	FDRL	388,820,000
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0

COMMUNITY SERVICES AND OUTREACH	Appn/Fund	
<i>Full-time equated classified positions</i>		11.0
Weatherization assistance-11 FTE positions	69550	20,000,000
GROSS APPROPRIATION		20,000,000
Appropriated from:		
Capped federal revenues	3213	20,000,000

CHILDREN'S SERVICES AGENCY - CHILD WELFARE	Appn/Fund	
Children's trust fund	35700	68,800
GROSS APPROPRIATION		68,800
Appropriated from:		
Capped federal revenues 139	3267	68,800

PUBLIC ASSISTANCE	Appn/Fund	
Food assistance program benefits	44800	350,000,000
GROSS APPROPRIATION		350,000,000
Appropriated from:		
Federal funds	3000	350,000,000

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ONE-TIME APPROPRIATIONS	Appn/Fund	
ARP - expanding public health workforce within aging network	T31220	1,257,800
ARP - family violence prevention and services program COVID-19 testing, vaccines, and mobile health units access	T31244	9,986,000
ARP - maternal, infant, and early childhood home visiting program	T31278	1,892,100
ARP - SHIP expanding public health workforce within aging network	T31221	116,800
COVID-19 elder justice - aging and field services	T38520	5,498,500
GROSS APPROPRIATION		18,751,200
Appropriated from:		
Capped federal revenues	3213	9,986,000
Federal funds	3000	8,765,200

Boilerplate

Sec. xxx. The unexpended funds appropriated in part 1 for weatherization assistance are designated as a work project appropriation, and any unencumbered or unallotted funds do not lapse at the end of the fiscal year and are available for expenditures for projects under this section until the fund is depleted. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to reduce energy costs for low-income families, particularly for the elderly, people with disabilities, and children, while ensuring their health and safety.
- (b) The projects will be accomplished through grants to community action agencies with oversight by the department.
- (c) The total estimated cost of the work project is \$20,000,000.00
- (d) The tentative completion date is September 30, 2026.

Explanation

This supplemental requests \$20 million in capped federal revenue authorization for the Weatherization Assistance Program, and 11.0 limited term FTEs to support administration for the expanded program over an expected seven years. Additional federal Weatherization Assistance Program funding was authorized by the Infrastructure Investment and Jobs Act.

This supplemental requests an additional \$350 million in federal authorization for the Food Assistance Program. This funding will support increased costs related to increased program benefits during the COVID-19 pandemic.

This supplemental requests an additional \$68,800 in capped federal revenue authorization to the Children's Trust Fund line to provide sufficient authorization to expend a formula grant to states for expenditures made in accordance with Sections 201 through 209 of Title II of the Child Abuse Prevention and Treatment Act Community-Based Family Resource and Support Grants. There are no match requirements.

This supplemental requests federal authorization for five one-time grants:

- \$5.5 million for an enhancement grant funded by the American Rescue Plan to enhance Adult Protective Services response to COVID-19.
- \$1.3 million in federal American Rescue Plan funds to support community health workers working to prevent hospital readmissions.
- \$116,800 in federal American Rescue Plan funds to support a contract for Medicare counseling and technical assistance for older adults.
- \$10.0 million in capped federal revenue authorization for grants to domestic violence shelters
- \$1.9 million in federal American Rescue Plan funds to support home visiting services to eligible families in at risk communities.

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Labor and Economic Opportunity

Appropriation Summary	Appn/Fund	
GROSS APPROPRIATION		17,033,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		17,033,000
Total federal revenues	FDRL	17,033,000
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	0
State general fund/general purpose	GFGP	0

ONE-TIME APPROPRIATIONS	Appn/Fund	
Broadband equity, access, and deployment	T32640	5,000,000
Community development block grant - disaster recovery	T36951	12,033,000
GROSS APPROPRIATION		17,033,000
Appropriated from:		
Federal funds	3000	5,000,000
HUD-CPD, community development block grant	3283	12,033,000

Boilerplate

Sec. xxx. The unexpended funds appropriated in part 1 for community development block grant - disaster recovery 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 work project is to support disaster recovery efforts.
- (b) The projects will be accomplished by utilizing state employees or by contracts.
- (c) The total estimated cost of the work project is \$12,033,000.00.
- (d) The tentative completion date is September 30, 2026.

Sec. xxx. The unexpended funds appropriated in part 1 for broadband equity, access, and deployment 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 work project is to support broadband equity, access and deployment projects.
- (b) The projects will be accomplished by utilizing state employees or by contracts.
- (c) The total estimated cost of the work project is \$5,000,000.00.
- (d) The tentative completion date is September 30, 2026.

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Explanation

The state Community Development Block Grant (CDBG) program has received a second special allocation of disaster recovery funds, this time to address the severe storms and flooding of southeast Michigan that occurred in June 2021. These funds will go to recover from and build resilience to natural disasters, with a specific focus on low- and moderate-income populations. These funds are to address unmet disaster needs or mitigation activities in the most impacted or distressed areas. Per federal requirements, of the \$12 million state allocation, \$9.6 million must be spent in Wayne County. The City of Detroit and City of Dearborn both received separate allocations related to this disaster, which they will receive directly from the federal government. The first step in the process includes conducting an unmet needs assessment, which will inform specific activities that can be undertaken with the grant funds.

Michigan previously received an allocation of \$59.9 million of disaster recovery funds, appropriated in PA 53 of 2022, for the disaster stemming from the severe storms and dam failure in Mid-Michigan in May 2020.

This supplemental recommends \$5 million in federal funds to support initial planning activities for the Broadband Equity, Access and Deployment (BEAD) Program, a federal program established in the Infrastructure Investment and Jobs Act. Planning funds will be used to create a 5-year action plan, informed by collaboration with local and regional entities. Planning funds will be made available to the state upon submission of Michigan's letter of intent and application, which is currently being developed and will be submitted no later than July 18, 2022, per federal regulations. Once received, the Department of Labor and Economic Opportunity will have 270 days to develop the 5-year action plan.

Through the BEAD program, each state will receive a minimum of \$100 million for broadband deployment, mapping, and adoption projects, with the remaining funds distributed based on a formula that considers the number of unserved and high-cost locations in the state, according to maps that will be published by the Federal Communications Commission in 2022. When federal maps are completed, states will receive 20% of their BEAD allocation, with the remainder released upon federal approval of the 5-year action plan. Per federal guidelines, the first priority for this funding is for providing broadband to unserved areas (those below 25/3 Mbps), followed by underserved areas (those below 100/20 Mbps), and then serving community anchor institutions (1/1 Gbps). A subsequent supplemental recommendation for the BEAD programmatic funding will be advanced when more information on Michigan's allocation is known.

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Legislature

Appropriation Summary	Appn/Fund	
GROSS APPROPRIATION		2,200,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		2,200,000
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	2,200,000
LEGISLATIVE COUNCIL	Appn/Fund	
Independent citizens redistricting commission	10600	2,200,000
GROSS APPROPRIATION		2,200,000
Appropriated from:		
State general fund/general purpose	1000	2,200,000

Explanation

Due to ongoing litigation, the Commission has requested an additional \$2.2 million for FY 2022.

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Licensing and Regulatory Affairs

Appropriation Summary	Appn/Fund	
GROSS APPROPRIATION		500,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		500,000
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	500,000
ONE-TIME APPROPRIATIONS	Appn/Fund	
Michigan-Indiana border survey	T54030	500,000
GROSS APPROPRIATION		500,000
Appropriated from:		
State general fund/general purpose	1000	500,000

Boilerplate

Sec. xxx. (1) From the funds appropriated in part 1 for Michigan-Indiana border study, \$500,000 is appropriated to allow the department of licensing and regulatory affairs to conduct a study of the administration and remonumentation of the Michigan-Indiana border. The study must estimate the cost of the following:

- (a) Administration of a survey and remonumentation of the Michigan-Indiana border.
- (b) The recovery or reestablishment of relatively permanent monuments at the mileposts of the Indiana-Michigan state line as established in the 1827 federal survey that defined that line.
- (c) Resolve any controversies regarding the location of monuments defining the Michigan-Indiana boundary.
- (d) Any additional requirements set forth within public acts 81 and 82 of 2022.

(2) The unexpended funds appropriated in part 1 for Michigan-Indiana border study 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 work project is to study the administration and remonumentation of the Michigan-Indiana border.
- (b) The projects will be accomplished by utilizing state employees or by contracts.
- (c) The total estimated cost of the work project is \$500,000.00.
- (d) The tentative completion date is September 30, 2023.

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Explanation

In PA 87 of 2021, \$500,000 General Fund was appropriated to the Department of Technology, Management and Budget (DTMB) for conducting a cost estimate of the administration and remonumentation of the Michigan-Indiana border. However, LARA is better suited to take on the related cost estimate activities, since the department houses the Office of Land Survey and Remonumentation and the recently enacted Public Acts 81 and 82 of 2022 establish a Michigan-Indiana state line commission in LARA.

This LARA supplemental recommendation, therefore, represents the positive side of a negative/positive adjustment to shift that original appropriation from DTMB to LARA. Boilerplate is also recommended in LARA, largely consistent with the original DTMB boilerplate included in PA 87 of 2021, but modified to expand the cost estimate to include other activities required by PA 81 and PA 82 of 2022.

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Natural Resources

Appropriation Summary	Appn/Fund	
GROSS APPROPRIATION		14,864,900
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		14,864,900
Total federal revenues	FDRL	7,756,300
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	6,263,200
State general fund/general purpose	GFGP	845,400
COMMUNICATION AND CUSTOMER SERVICES	Appn/Fund	
Marketing and outreach	52400	241,600
Michigan historical center	53950	187,900
GROSS APPROPRIATION		429,500
Appropriated from:		
Federal funds	3000	106,300
Game and fish protection fund	1112	74,900
Park improvement fund	1125	60,400
Recreation passport fees	2325	187,900
WILDLIFE MANAGEMENT	Appn/Fund	
Wildlife management	69900	100,000
GROSS APPROPRIATION		100,000
Appropriated from:		
State general fund/general purpose	1000	100,000
FISHERIES MANAGEMENT	Appn/Fund	
Fish production	44500	7,700
Fisheries resource management	44600	37,700
GROSS APPROPRIATION		45,400
Appropriated from:		
State general fund/general purpose	1000	45,400
LAW ENFORCEMENT	Appn/Fund	
General law enforcement	45600	380,000
GROSS APPROPRIATION		380,000
Appropriated from:		
State general fund/general purpose	1000	380,000

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PARKS AND RECREATION DIVISION	Appn/Fund	
Forest recreation and trails	45150	310,600
Recreational boating	61650	333,300
State parks	65850	5,526,100
GROSS APPROPRIATION		6,170,000
Appropriated from:		
Forest recreation account	2262	297,000
Michigan state waterways fund	1117	297,000
Park improvement fund	1125	5,346,000
State general fund/general purpose	1000	230,000
FOREST RESOURCES DIVISION	Appn/Fund	
Forest management and timber market development	45100	63,000
Wildfire protection	69800	27,000
GROSS APPROPRIATION		90,000
Appropriated from:		
State general fund/general purpose	1000	90,000
ONE-TIME APPROPRIATIONS	Appn/Fund	
Shooting range development, enhancement, and restoration	TC89555S	7,650,000
GROSS APPROPRIATION		7,650,000
Appropriated from:		
Federal funds	3000	7,650,000

Explanation

This supplemental request seeks state restricted appropriations to increase the pay rate of short-term workers in Michigan's state parks, fisheries, trails, historical centers, and recreational facilities. This pay rate increase is needed for the Department of Natural Resources to be able to fill vacancies necessary for efficient and safe operations in a highly competitive labor market. Additionally, this request will ensure that all state employees are making at least the state minimum wage. Sufficient revenue is available from federal and state restricted funding sources to support these short-term worker pay rate increases.

A one-time capital outlay supplemental is recommended to provide \$7.65 million of federal spending authorization for state shooting range development, enhancement, and restoration projects in Allegan, Barry, Jackson, Marquette, Ontonagon, and Roscommon counties. These projects have been prioritized to address safety and conflict concerns and provide improved shooting opportunities. These federal formula funds are available from federal excise taxes on firearms and ammunition and state match requirements will be met through existing private and state restricted spending authorization.

This supplemental request seek \$845,400 in general fund to cover the increased cost of fuel resulting from the fuel surcharge assessed by DTMB Vehicle and Transportation Services in response to rising gasoline prices. Additional General Fund spending authorization is needed to continue many department operations which require the use of motorized vehicles, such as conservation officer operations and management of state parks, wildlife habitats, and fisheries.

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State

Appropriation Summary	Appn/Fund	
GROSS APPROPRIATION		600,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		600,000
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	600,000
ELECTION REGULATION	Appn/Fund	
Election administration and services	41000	600,000
GROSS APPROPRIATION		600,000
Appropriated from:		
State general fund/general purpose	1000	600,000

Explanation

This supplemental recommends the appropriation of \$600,000 in General Fund to reimburse local elections clerks in Kent, Macomb, Oakland, and Wayne counties for costs associated with conducting the March 1, 2022 special election to fill vacancies in the 36th, 43rd, and 74th state House districts. As this special election was not held on one of three statutorily prescribed election dates, local clerks incurred unexpected costs. The \$600,000 amount represents the estimated total of per-precinct costs based on prior election reimbursements. Funds will be distributed to local clerks that provide documentation showing actual expenses incurred.

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State Police

Appropriation Summary	Appn/Fund	
GROSS APPROPRIATION		11,716,800
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		11,716,800
Total federal revenues	FDRL	7,000,000
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	1,550,000
State general fund/general purpose	GFGP	3,166,800
DEPARTMENTAL ADMINISTRATION AND SUPPORT	Appn/Fund	
Departmentwide	11530	2,766,800
Mobile office and system support	54890	2,000,000
GROSS APPROPRIATION		4,766,800
Appropriated from:		
DOJ	3575	2,000,000
State general fund/general purpose	1000	2,766,800
LAW ENFORCEMENT	Appn/Fund	
Criminal justice information center	38750	550,000
GROSS APPROPRIATION		550,000
Appropriated from:		
Traffic crash revenue	1461	550,000
MICHIGAN COMMISSION ON LAW ENFORCEMENT STANDARDS	Appn/Fund	
Public safety officers benefit fund	50601	400,000
GROSS APPROPRIATION		400,000
Appropriated from:		
State general fund/general purpose	1000	400,000
SPECIALIZED SERVICES	Appn/Fund	
Commercial vehicle enforcement	36550	6,000,000
GROSS APPROPRIATION		6,000,000
Appropriated from:		
DOT	3580	5,000,000
Bottle bill enforcement fund	2135	1,000,000

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Boilerplate

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

- (a) The purpose of this project is to purchase body worn cameras and associated equipment for the Michigan State Police.
- (b) The project will be accomplished by using state employees and contracts with vendors.
- (c) The total estimated cost of the project is \$2,000,000.00
- (d) The tentative completion date is September 30, 2023.

Explanation

This supplemental request increases federal authorization in the Commercial Vehicle Enforcement Division appropriation to align authorization with available revenues provided under the Infrastructure Investment and Jobs Act. Additional authorization will be used to support increases in both the Motor Carrier Safety Assistance Program and High Priority Grant Program.

This supplemental request provides state restricted authorization to align authorization with Governmental Accounting Standards Board (GASB) standards related to the recording of revenues and expenses. GASB standards require the Michigan State Police to record revenue collected by the Traffic Crash Reporting System when report fees are collected and record expenses when 55% of the fee is paid to local participants. This change in accounting does not result in any additional actual payments being made but does require that the cash received and sent out related to FBI fingerprints be recorded as revenue and expenditures.

This supplemental request increases General Fund authorization in the Public Safety Officers Benefit Program line to support increased benefit claims received in Fiscal Year 2022. Since fiscal year 2020 when the COVID-19 pandemic began, the average number of benefits paid out from this appropriation has more than doubled from six to fifteen. Through the first six months of fiscal year 2022, there are 16 paid or pending benefit claims. This supplemental appropriation will ensure there will be no delay in paying benefits for qualified Public Safety Officers Benefit claims.

This supplemental request increases state restricted authorization to support revenues from the bottle bill enforcement fund. The fund was created per MCL 444.573c and Sec. 910 (3)a directs the first \$1 million of the bottle deposit fund each fiscal year to the enforcement fund within MSP to enforce this act and investigate violations of the act.

This supplemental request increases federal authorization in the Mobile Office and System Support appropriation to align authorization with available grant revenues provided by the Department of Justice. Additional authorization will be used to purchase cameras and other equipment to supplement the department's body worn camera program.

This supplemental request increases General Fund authorization in the Departmentwide line to support the increased cost of fuel resulting from the fuel surcharge assessed by DTMB Vehicle and Transportation Services in response to rising gasoline prices. This request will provide sufficient authorization for the department to support the operation of its patrol fleet.

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Technology, Management and Budget

Appropriation Summary	Appn/Fund	
GROSS APPROPRIATION		2,684,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		2,684,000
Total federal revenues	FDRL	0
Total local revenues	LOCL	0
Total private revenues	PRIV	0
Total other state restricted revenues	STRS	3,184,000
State general fund/general purpose	GFGP	(500,000)
ONE-TIME APPROPRIATIONS	Appn/Fund	
Michigan-Indiana border survey	T54030	(500,000)
PFAS remediation	T58521	3,184,000
GROSS APPROPRIATION		2,684,000
Appropriated from:		
State site cleanup fund	2736	3,184,000
State general fund/general purpose	1000	(500,000)

Boilerplate

Sec. xxx. The unexpended funds appropriated in part 1 for PFAS remediation 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 made available for expenditures for site remediation activities at the EMHSTC. 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 PFAS remediation activities at the Michigan State Police, Emergency Management and Homeland Security Training Center, which may include, but is not be limited to, investigation, diversion, disposal, mitigation, monitoring, and coordination with agency partners to ensure that public health and the environment are protected in accordance with all applicable state and federal requirements.

(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 \$3,184,000.00.

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

REPEALER. Sec. 892 of 2021 PA 87, Article 5 is repealed.

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Explanation

This supplemental recommendation requests \$3,184,000 in state restricted funds for critical perfluoroalkyl and polyfluoroalkyl substances (PFAS) remediation efforts at the Michigan State Police (MSP), Emergency Management and Homeland Security Training Center (EMHSTC) located in Dimondale, Michigan. Funding will be used to support PFAS remediation activities and investigation efforts, as well as to reimburse costs for activities that the department has already completed, such as sewer-line replacement, diversion and disposal mitigation. PFAS remediation efforts pertaining to the EMHSTC began in December 2021, when a cracked discharge line at the EMHSTC was identified as a source of PFAS at a wastewater treatment facility in Delta Township after groundwater was able to infiltrate the same line (this discharge line has since been replaced).

Sufficient revenues from the State Site Cleanup Fund are available in accordance with the Natural Resources and Environmental Protection Act - PA 451 of 1994, as amended by PA 380 of 1996 (MCL 324.20108c) to support this request.

In addition, this recommendation includes a negative adjustment of (\$500,000 General Fund) that was appropriated in PA 87 of 2021 for DTMB to conduct a cost estimate of the administration and remonumentation of the Michigan-Indiana border. The Department of Licensing and Regulatory Affairs (LARA) is better suited to take on the related cost estimate activities, since the department houses the Office of Land Survey and Remonumentation and recently enacted Public Act 81 of 2022 and Public Act 82 of 2022 establishes a Michigan-Indiana state line commission in LARA.

This DTMB supplemental request represents the negative side of a negative/positive adjustment to shift that original appropriation from DTMB to LARA. Boilerplate is also recommended in LARA, largely consistent with the original DTMB boilerplate included in PA 87 of 2021, but modified to expand the cost estimate to include other activities required by Public Act 81 of 2022 and Public Act 82 of 2022.

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Transportation

Appropriation Summary	Appn/Fund	
GROSS APPROPRIATION		12,000,000
Total interdepartmental grants and interdepartmental transfers	IDGT	0
ADJUSTED GROSS APPROPRIATION		12,000,000
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	12,000,000
AIRPORT IMPROVEMENT PROGRAMS	Appn/Fund	
IIJA airport infrastructure grants	C80230	12,000,000
GROSS APPROPRIATION		12,000,000
Appropriated from:		
State general fund/general purpose	1000	12,000,000

Explanation

Under the long-standing federal Airport Improvement Program (AIP), the department has historically provided up to half of the 10% non-federal match requirement for this program from the State Aeronautics Fund (SAF), with the local airports providing the remaining match funding. In addition to a continuation of AIP funding, the new Infrastructure Improvement and Jobs Act (IIJA) authorizes an estimated \$464 million in additional federal grant funding for local airports in Michigan over the next five years, also requiring a 10% non-federal match (the first year of this funding has been appropriated under PA 53 of 2022). All current and projected SAF revenues are required to provide the existing state portion of the AIP match and not sufficient to enable the department to help provide a similar portion of the non-federal match for these new IIJA grants. This \$12 million of General Fund dollars will enable the department to help match these IIJA grants over the full five year of this new federal program.

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Treasury

Boilerplate

Sec. xxx. The disbursement by the department of treasury from the bottle deposit fund to dealers as required by section 3c(3) of 1976 IL 1, MCL 445.573c, is appropriated.

REPEALER. Sec. 910 of 2021 PA 87, Article 5 is repealed.

Explanation

PA 139 of 2021, effective on March 27, 2022, amends Section 3c of 1976 IL 1, MCL 445.573c, which outlines how funds are to be distributed from the bottle deposit fund. These distributions are authorized annually in Section 910 in the Department of Treasury budget. This request aligns section 910 with the changes made to section 3c in order to authorize the department to make the required distributions. A similar amendment to Section 910 has been recommended in Fiscal Year 2023 Executive Revision 2023-1.