

Senate Bill 152 (Substitute H-2 as concurred)
Sponsor: Senator Jim Stamas
Committee: Appropriations

Date Completed: 12-10-19

CONTENT

The supplemental would provide appropriations for fiscal year (FY) 2019-20 for various State budget areas. These items include items included in Governor Whitmer's original FY 2019-20 budget that were not part of the enacted budget, items that would provide partial or full restoration of items vetoed by Governor Whitmer on September 30, 2019, items that would provide partial or full restoration of funding transferred out by the State Administrative Board in its October 1, 2019, meeting, and other priorities. The supplemental includes line item appropriations of \$459.3 million Gross and \$256.7 million General Fund/General Purpose (GF/GP). Table 1 summarizes the appropriations in the supplemental.

Table 1

FY 2019-20 Supplemental Appropriations				
Budget Area	Gross	Federal	State Restricted/ Other	GF/GP
Agriculture and Rural Dev.	\$3,479,900	\$0	\$0	\$3,479,900
Corrections	30,952,500	0	(14,100,000)	45,052,500
Env, Gt Lakes, & Energy	15,000,000	0	0	15,000,000
Health and Human Svcs	301,472,100	177,055,300	9,285,800	115,131,000
Insur. & Financial Svcs	3,248,000	0	3,248,000	0
Judiciary	400,000	0	0	400,000
Labor & Econ. Opp.	5,999,900	0	0	5,999,900
Licensing & Reg. Affairs	600,000	0	0	600,000
Military & Vets Affairs	4,000,000	0	0	4,000,000
State Police	13,728,800	0	11,728,800	2,000,000
Tech, Man., & Budget	43,093,700	0	0	43,093,700
Transportation	10,000,000	0	10,000,000	0
Treasury	27,351,600	0	5,360,400	21,991,200
TOTAL	\$459,326,500	\$177,055,300	\$25,523,000	\$256,748,200

FISCAL IMPACT

The bill provides line-item appropriations of \$459.3 million Gross and \$256.7 million GF/GP. Of the proposed appropriations, \$176.8 million Gross and \$98.0 million GF/GP represent full or partial restorations of items vetoed by Governor Whitmer on September 30, 2019. A total of \$25.7 million Gross and \$12.7 million GF/GP represent full or partial restorations of funding shifted out of programs by the State Administrative Board on October 1, 2019. A total of \$236.2 million Gross and \$105.7 million GF/GP represent full or partial funding for items in

the Governor's original recommendation for FY 2019-20 that were not included in the implemented FY 2019-20 budget. Table 2 summarizes the details of the appropriations in the supplemental.

FY 2019-20 BOILERPLATE LANGUAGE SECTIONS-PART 2

Sec. 201. General. Records amount of total State spending and payments to local units of government.

Sec. 202. General. Subjects appropriations and expenditures in the article to the provisions of the Management and Budget Act.

Sec. 203. General. Directs that, if the State Administrative Board transfers funds appropriated in this act, the Legislature may, by concurrent resolution requiring a majority vote in each chamber, transfer funds within a particular department, board, commission, officer, or institution.

Sec. 301. Agriculture and Rural Development. Directs that environmental stewardship funding be used to agriculture pollution prevention programs and implementation of conservation grants.

Sec. 302. Agriculture and Rural Development. Directs that farm stress funding be used to respond to mental stress and fatigue of Michigan farmers and agricultural producers and their families.

Sec. 351. Corrections. Reinstates long-standing vetoed county jail reimbursement language governing the distribution of funds.

Sec. 401. Environment, Great Lakes, and Energy. Directs that of the \$15.0 million appropriated for PFAS and emerging contaminants, at least \$4.0 million be allocated for a grant program to municipal airports for costs of monitoring and testing of wells. Requires a report to the Legislature by April 1, 2020.

Sec. 451. Health and Human Services. Revises vetoed language on Child Care Fund indirect cost allotment, allocating \$3.5 million to counties and tribal governments that receive reimbursements from the Child Care Fund. Directs that funding be distributed on a proportional basis

Sec. 452. Health and Human Services. Allocates \$2.0 million from the Foster Care Payments line to the West Michigan Partnership for Children to support administrative costs of the prospective payment system established in Kent County.

Sec. 453. Health and Human Services. Reinstates vetoed language allocating \$600,000 in GF/GP for grants to high schools for students recovering from a substance use disorder. Limits funding to a maximum of \$150,000 per high school.

Sec. 454. Health and Human Services. Reinstates vetoed language allocating \$600,000 in GF/GP to create a competitive grant for recovery community organizations for long-term recovery from substance use disorders. Limits grants to a maximum of \$150,000 per organization and sets priorities for allocating those grants.

Sec. 455. Health and Human Services. Reinstates vetoed language allocating \$500,000 to support a detoxification pilot project at St. Mary's hospital in Livonia.

Sec. 456. Health and Human Services. Reinstates vetoed language allocating \$675,000 to primary care clinics on Beaver, Bois Blanc, Drummond, and Mackinac Islands.

Sec. 457. Health and Human Services. Reinstates vetoed language providing \$5.1 million GF/GP plus Restricted and Federal Medicaid match dollars to increase Medicaid payments to critical access hospitals.

Sec. 458. Health and Human Services. Reinstates vetoed language increasing Medicaid payment rates for pediatric psychiatric services to at least 100.0% of Medicare rates.

Sec. 459. Health and Human Services. Reinstates vetoed language increasing Medicaid payment rates for neonatology services to 95.0% of Medicare rates.

Sec. 460. Health and Human Services. Reinstates vetoed language allocating \$8.0 million GF/GP funding for lump sum payments to noncritical access rural hospitals that provide obstetrical care.

Sec. 461. Health and Human Services. Reinstates vetoed language allocating \$13.9 million GF/GP funding to noncritical access rural hospitals.

Sec. 462. Health and Human Services. Reinstates vetoed language allocating \$3.75 million GF/GP, up to \$5.0 million in contributions from public entities, and any Federal Medicaid match to support the MiDocs primary care residency consortium.

Sec. 463. Health and Human Services. Reinstates vetoed language allocating \$1,025,000 to support autism navigators with metrics for allocation and an annual report.

Sec. 464. Health and Human Services. Reinstates vetoed language allocating \$100,000 to support an autism train the trainer pilot in the Walled Lake School District.

Sec. 465. Health and Human Services. Allocates \$300,000 to the Leaders Advancing and Helping Communities organization in Detroit. This funding had been removed through a State Administrative Board transfer on October 1, 2019.

Sec. 466. Health and Human Services. Reinstates vetoed language allocating \$750,000 to support the Andy's Angels substance use disorder program in Jackson County.

Sec. 467. Health and Human Services. Reinstates vetoed language allocating \$40,000 to Michigan State University to support an opioid response consortium in northern Michigan known as Project ECHO.

Sec. 468. Health and Human Services. Reinstates vetoed language allocating \$500,000 to support health-related senior programs at multipurpose senior citizen centers, with a maximum grant of \$5,000 per program.

Sec. 469. Health and Human Services. Reinstates vetoed language allocating \$400,000 to support a dementia care and support program in Allegan, Kent, Lenawee, Macomb, Midland, Monroe, Oakland, St. Clair, St. Joseph, and Wayne Counties with a report to the Legislature on the status of the program and various metrics due by March 1, 2020.

Sec. 470. Health and Human Services. Allocates \$250,000 to support the functions of the suicide prevention commission and designates funding as a work project.

Sec. 501. Judiciary. Reinstates vetoed language, at a higher dollar amount (\$400,000), for a veterans problem solving court in Eaton County.

Sec. 551. Labor and Economic Opportunity. Makes allocations from the Michigan Grants line item: (1) \$1.0 million to Focus: HOPE in Detroit, (2) \$500,000 for upgrades at Alpena Community College, (3) \$250,000 to help repair the seawall in the city of Belleville, and (4) \$250,000 to support a community corrections program in Saginaw County.

Sec. 552. Labor and Economic Opportunity. Allocates \$250,000 for blight elimination projects in rural counties with no individual grant exceeding \$50,000.

Sec. 601. Military and Veterans Affairs. Reinstates vetoed language depositing \$4.0 million in the County Veteran Service Fund.

Sec. 651. State Police. Reinstates vetoed language governing secondary road patrol grants with long-standing language on reporting data and the use of the funding.

Sec. 701. Technology, Management, and Budget. Allocates \$2.0 million to support implementation of the Proposal 2 redistricting commission.

Table 2

FY 2019-20 Supplemental Appropriations		
Department/Program	Gross	GF/GP
Agriculture and Rural Development		
Pesticide/plant mgt (offset all but \$200,000 of transfer).....	\$1,300,000	\$1,300,000
Animal disease (offset all but \$382,600 of transfer).....	400,000	400,000
Emergency mgt (offset all but \$17,400 of transfer)	182,600	182,600
Environmental stew. (offset all but \$220,000 of transfer)	300,000	300,000
Qualified forest program (offset all but \$200,000 of transfer)...	797,300	797,300
Farm Stress Program (veto restoration)	<u>500,000</u>	<u>500,000</u>
Total Agriculture and Rural Development.....	\$3,479,900	\$3,479,900
Corrections		
County jail reimbursement (veto restoration).....	\$14,814,600	\$8,914,600
New custody staff funded at Governor's Rec	10,466,800	10,466,800
Tether replacement funded at Governor's Rec.....	4,567,100	4,567,100
Corizon contract funded nearly at Governor's Rec.....	2,723,300	2,723,300
Restore lapse savings for unclassified	200,000	200,000
Restore admin efficiencies savings: budget/operations.....	1,780,700	1,780,700
Restore lapse savings for comm. corrections comp.	400,000	400,000
Restore lapse savings: Transportation.....	200,000	200,000
Partially back out special equipment fund swap	0	20,000,000
Recognize lapse in Hepatitis C line.....	(2,700,000)	(2,700,000)
Recognize lapse in Lake County residential	(500,000)	(500,000)
Recognize lapse in residential probation diversion	<u>(1,000,000)</u>	<u>(1,000,000)</u>
Total Corrections	\$30,952,500	\$45,052,500
Environment, Great Lakes, and Energy		
PFAS/emerging contaminants (airport) (veto restoration).....	<u>\$15,000,000</u>	<u>\$15,000,000</u>
Total Environment, Great Lakes, and Energy	\$15,000,000	\$15,000,000
Health and Human Services		
Restore critical access hospitals (veto restoration).....	\$34,265,100	\$5,099,100
Restore autism navigator (veto restoration).....	1,025,000	1,025,000

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FY 2019-20 Supplemental Appropriations		
Department/Program	Gross	GF/GP
Restore autism train the trainer (veto restoration).....	100,000	100,000
Restore Project ECHO funding (veto restoration)	40,000	40,000
Restore senior center grants (veto restoration)	500,000	500,000
St. Mary's substance use disorder (veto restoration).....	500,000	500,000
Hospital rural OB pool (veto restoration)	7,995,200	7,995,200
Hospital rural/sole community pool (veto restoration)	16,625,400	13,904,800
Island clinics (veto restoration)	675,000	675,000
Child care fund indirect costs (partial veto restoration)	3,500,000	3,500,000
Andy's Angels program (veto restoration).....	750,000	750,000
Alzheimer's pilot (dementia support) (veto restoration).....	400,000	400,000
Recovery high school funding (veto restoration).....	600,000	600,000
Recovery community org. funding (veto restoration)	600,000	600,000
Restoration of MiDOCs (veto restoration)	17,500,000	3,750,000
Medicaid pediatric psych rate increase (veto restoration).....	10,743,600	3,861,300
Medicaid neonatologist rate increase (veto restoration).....	5,217,000	1,875,000
Positive/negative \$2M for West Mich partnership.....	0	0
Leaders advancing/helping communities (reverse Ad Board) ..	300,000	300,000
Suicide prevention commission	250,000	250,000
Restoration of multicultural (reverse Ad Board).....	8,084,600	8,084,600
Fund lead and copper rule	4,500,000	4,500,000
Funding for HMP work requirement implementation	3,900,000	3,900,000
Supportive visitation funded at Governor's Rec	2,901,200	2,901,200
Fund ACA insurer fee at Governor's Rec	180,500,000	50,019,800
Total Health and Human Services	\$301,472,100	\$115,131,000
Insurance and Financial Services		
No-fault administration (insurance bureau fund, 16.0 FTEs)	\$3,248,000	\$0
Total Insurance and Financial Services	\$3,248,000	\$0
Judiciary		
Funding for problem solving courts (veto restoration)	\$400,000	\$400,000
Total Insurance and Financial Services	\$400,000	\$400,000
Labor and Economic Opportunity		
Blight removal funding	\$250,000	\$250,000
At-risk youth grants (reverse Ad Board)	3,749,900	3,749,900
Focus: HOPE funding (MI enhancement grant)	1,000,000	1,000,000
Repair Belleville seawall (MI enhancement grant)	250,000	250,000
Saginaw county comm. corrections (MI enhancement grant) ...	250,000	250,000
Alpena Community College project (MI enhancement grant) ..	500,000	500,000
Total Labor and Economic Opportunity	\$5,999,900	\$5,999,900
Licensing and Regulatory Affairs		
Urban search and rescue (reverse Ad Board)	\$600,000	\$600,000
Total Licensing and Regulatory Affairs	\$600,000	\$600,000
Military and Veterans Affairs		
Restore county veteran service fund (veto restoration)	\$4,000,000	\$4,000,000
Total Military and Veterans Affairs	\$4,000,000	\$4,000,000

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FY 2019-20 Supplemental Appropriations		
Department/Program	Gross	GF/GP
State Police		
Restore secondary road patrol (veto restoration, 1.0 FTE)	\$13,074,300	\$2,000,000
Restore training grants (veto restoration).....	<u>\$654,500</u>	<u>\$0</u>
Total State Police	\$13,728,800	\$2,000,000
Technology, Management, and Budget		
Proposal 2 implementation	\$2,000,000	\$2,000,000
Fund IT investment fund at Governor's Rec	15,000,000	15,000,000
Fund MI public safety commun. at near Gov's Rec	7,993,700	7,993,700
Fund enterprise spec. maintenance at Governor's Rec.....	8,100,000	8,100,000
Funding for 2020 census	<u>10,000,000</u>	<u>10,000,000</u>
Total Technology, Management, and Budget	\$43,093,700	\$43,093,700
Transportation		
Reduce service initiatives (partially reverse Ad Board)	(\$3,000,000)	\$0
Restore Transit Capital urban (reverse Ad Board)	<u>13,000,000</u>	<u>0</u>
Total Transportation.....	\$10,000,000	\$0
Treasury		
Restoration of commercial forest PILT (veto restoration)	\$3,368,100	\$3,368,100
Restoration of swamp/reverted PILT (veto restoration)	15,305,600	15,305,600
Restoration of purchased lands PILT (veto restoration)	<u>8,677,900</u>	<u>3,317,500</u>
Total Treasury	\$27,351,600	\$21,991,200
Total FY 2019-20 Supplemental Appropriations	\$459,326,500	\$256,748,200

Fiscal Analyst: Steve Angelotti

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.