

FY 2025-26 DEPARTMENT OF CORRECTIONS BUDGET

S.B. 169: SENATE SUBCOMMITTEE REC.

(as reported)

Committee: Appropriations



Throughout this document Senate means Subcommittee Recommendation

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2024-25 YEAR-TO-DATE*	FY 2025-26 SENATE SUBCOMMITTEE REC.	CHANGES FROM FY 2024-25 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	13,211.0	13,207.0	(4.0)	(0.0)
GROSS	2,147,379,000	2,254,778,600	107,399,600	5.0
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	2,147,379,000	2,254,778,600	107,399,600	5.0
Less:				
Federal Funds	5,180,500	5,203,700	23,200	0.4
Local and Private	11,694,000	12,122,000	428,000	3.7
TOTAL STATE SPENDING	2,130,504,500	2,237,452,900	106,948,400	5.0
Less:				
Other State Restricted Funds	33,494,400	45,904,200	12,409,800	37.1
GENERAL FUND/GENERAL PURPOSE	2,097,010,100	2,191,548,700	94,538,600	4.5
PAYMENTS TO LOCALS	123,656,000	122,292,500	(1,363,500)	(1.1)

*As of February 5, 2025.

Major Boilerplate Changes from FY 2024-25 Year-to-Date:

- 1. Deleted Sections.** The Senate deleted **302** (Pay Step Report), and FY 2024-25 One-Time Appropriations (Secs. **801-805**).
- 2. Modified Sections.** The Senate made substantial changes to several sections, which includes: **NEW 222** (Unenforceable Boilerplate), **NEW 223** (State Impact of Federal Policy Changes), **603** (Healthcare Utilization Report), **705** (Critical Incident Report), **NEW 719** (Strip Search Modifications), **NEW 720** (Exempting Legislators from 72-hour Visitation Rule) and added **NEW** One-Time Sections **801 to 809**.

FY 2025-26 DEPARTMENT OF CORRECTIONS BUDGET
S.B. 169: SENATE SUBCOMMITTEE REC.

FY 2024-25 Year-to-Date Appropriation		\$2,147,379,000	\$2,097,010,100		
		CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
		Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>					
1. Corrections Officer Wage Scale Restructure. The Senate increased baseline funding by \$17.3 million to support the restructuring of the pay scale for officers. Proposed is a 5% base-wage increase for all steps and advancing the time it takes to reach the top of the scale by eliminating two steps in the scale.		17,263,400	17,142,000	N/A	N/A
2. \$1.30/Hour Pay Increase. The Senate included additional funding of \$15.1 million for costs associated with a new top pay step after 54 months compared to the current 42-month top pay step. The Civil Service Commission-approved increase provides an additional \$1.30 per hour for Corrections Shift Supervisors at the top of the scale.		15,143,500	14,984,000	N/A	N/A
3. Clinical Supply Cost Increase. The Senate provided a \$2.1 million increase for clinical complexes to cover increased supply costs.		2,100,000	2,100,000	177,805,900	177,548,700
4. Thumb Correctional Facility University and Vocational Center. The Senate included additional funding for the 12.0 FTE positions at the Center. The FY 2024-25 budget included partial-year funding for the positions and the Senate is requesting the remaining funding (minus the amount provided in FY 2024-25) to fully fund the FTEs.		1,521,700	1,521,700	41,526,300	41,526,300
5. Economic Adjustments. Includes \$27.7 million Gross and \$27.3 GF/GP for total economic adjustments.		27,670,900	27,290,900	N/A	N/A
6. Removal of FY 2024-25 One-Time Funding. The Senate removed a total of \$6.4 million and 1.0 FTE in previous-year one-time funding including: \$500,000 and 1.0 FTE for Breast Milk Program; \$500,000 for Higher Education in Prison; \$500,000 for In-Reach Services Expansion; \$1.0 million for Nation Outside; \$500,000 for Peer-Led Reentry Services; and \$3.4 million for the Thumb Education Center.		(6,400,000)	(3,000,000)	N/A	N/A
<u>New Programs/Program Increases</u>					
7. Corrections Officer Pensions. The Senate increased funding by \$31.0 million in Restricted funds to cover costs associated with Enrolled House Bills 4665, 4666, and 4667 of the 102 nd Legislative Session awaiting the Governor's signature. The costs associated with these bill would allow		31,000,000	31,000,000	N/A	N/A

FY 2025-26 DEPARTMENT OF CORRECTIONS BUDGET
S.B. 169: SENATE SUBCOMMITTEE REC.

	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
certain individuals in law enforcement-related positions, including certain corrections officers and staff at the Department of Corrections, to join the Michigan State Police (MSP) retirement system.				
8. Transportation. The Senate increased funding using available funds from Field Operations and Prosecutorial and Detainer Expenses line items to fund additional costs in the transportation line due to higher than anticipated costs. Over the last several fiscal years the transportation line has needed a year-end transfer to cover costs so this would properly fund the line item to avoid the need for that year-end transfer.	2,750,000	2,750,000	35,932,600	35,046,200
9. Transitional Housing Development Project. The Senate provided funding using \$1.0 million in available funds from the Probation Residential Services line item and \$1.0 million in available funds from the Offender Success Services line item to fund two pilot transitional housing projects developed via public/private partnerships with private and non-profit entities. The developments would provide two multi-unit housing sites (to be determined) for parolees returning to their community. The project would help ensure the availability of safe, quality and stable housing upon reentry to the community.	2,000,000	2,000,000	2,000,000	2,000,000
10. Contraband Prevention. The Senate increased funding using available funds from the Public Safety Initiative line item to expand the contraband prevention program to better stop contraband from entering Michigan correctional facilities.	1,750,000	1,750,000	2,750,000	2,750,000
11. County Jail Reimbursement Program Per Diem. The Senate used historical lapses in the line to provide \$1,250,000 in funding to increase all reimbursement rates by \$5 to continue housing prisoners on behalf of the Department of Corrections.	0	0	14,814,600	14,814,600
12. Prosecutorial and Detainer Expenses Per Diem. The Senate used historical lapses in the line to provide \$590,000 in funding to increase all reimbursement rates by \$20 for costs associated with retaining parole violators on behalf of the Department of Corrections.	0	0	N/A	N/A
13. Offender Success Services to Parolees and Probationers. The Senate included \$250,000 to expand the pilot program that began in 2024 to provide services to probationers as the program has traditionally served parolees. Services provided by the program include behavioral therapies,	250,000	250,000	15,905,400	15,905,400

FY 2025-26 DEPARTMENT OF CORRECTIONS BUDGET
S.B. 169: SENATE SUBCOMMITTEE REC.

	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
job placement/readiness assistance, vital documents, physical and behavioral health, transportation, etc.				
14. Post Secondary Education in Prison. The Senate provided additional funding to expand the program as more schools are participating. Additional funds would be used for program expansion and increasing enrollment in existing programs.	750,000	750,000	2,000,000	2,000,000
<u>Eliminations/Reductions</u>				
15. Field Operations. The Senate reduced funding for the line item to transfer the funds to the Transportation line item as mentioned above in item #8.	(2,000,000)	(2,000,000)	234,599,100	227,683,600
16. Public Safety Initiative. The Senate reduced funding for the line item to transfer the funds to the Contraband Prevention line item as mentioned above in item #10.	(1,750,000)	(1,750,000)	250,000	250,000
17. Prosecutorial and Detainer Expenses. The Senate reduced funding for the line item to transfer the funds to the Transportation line item as mentioned above in item #8.	(750,000)	(750,000)	3,801,000	3,801,000
18. Probation Residential Services. The Senate reduced funding for the line item due to historical lapses to transfer the funds to the Transitional Housing Development line item as mentioned above in item #9.	(1,000,000)	(1,000,000)	13,575,500	13,575,500
19. Offender Success Services. The Senate reduced funding for the line item due to historical lapses to transfer the funds to the Transitional Housing Development line item as mentioned above in item #9.	(1,000,000)	(1,000,000)	14,905,400	14,905,400
<u>One-Time Appropriations</u>				
20. Correctional Facility Railing Safety Improvements. The Senate provided \$15.0 million in one-time Restricted funds to upgrade the railings in multi-level cell block housing units. Purpose of the funding is to provide safer railings to prevent a person from jumping/falling over, through, or under the current railings.	15,000,000	0	N/A	N/A
21. Goodwill Flip the Script. The Senate provided additional one-time funding for this program for total funding of \$2.3 million to provide job placement assistance for recently released prisoners.	1,000,000	1,000,000	N/A	N/A

FY 2025-26 DEPARTMENT OF CORRECTIONS BUDGET
S.B. 169: SENATE SUBCOMMITTEE REC.

	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
22. Peer Recovery Coaches. The Senate included \$1.0 million in GF/GP support to provide additional funding with the goal of embedding Peer Recovery Coaches throughout Michigan. The coaches would train 250 individuals with the goal of more consistently providing peer recovery supports in prisons around the state for offenders suffering from substance use disorders.	1,000,000	1,000,000	N/A	N/A
23. A Brighter Way. The Senate included \$500,000 in one-time Restricted funding to provide prisoner reentry services to help recently released or paroled prisoners with reentry into their communities.	500,000	0	N/A	N/A
24. Reducing Medical Co-Pays for Prisoners. The Senate included one-time GF/GP funding to cover the costs associated with reducing medical co-payments for currently housed prisoners.	500,000	500,000	N/A	N/A
25. Eastern Michigan University (EMU) Higher Education in Prison. The Senate included \$100,000 in one-time Restricted funding for EMU to continue working with the Department to ensure the currently enrolled prisoners in EMU programming can complete their degrees prior to release.	100,000	0	N/A	N/A
26. Ambulance Service Provider Reimbursements. The Senate included a \$100 one-time Restricted funding placeholder for payments to reimburse ambulance services providers for non-payment for services rendered by the department's previous health insurance contractor.	100	0	N/A	N/A
Total Changes.....	\$107,399,600	\$94,538,600		
FY 2025-26 SENATE SUBCOMMITTEE REC.....	\$2,254,778,600	\$2,191,548,700		

Date Completed: 4-24-24

Fiscal Analyst: Joe Carrasco, Jr.

		Gov Changes to FY 2024-25			Senate Changes to FY 2024-25		
Item #	Budget Area/Line Items	FTE	GROSS	GF/GP	FTE	GROSS	GF/GP
DEPARTMENT OF CORRECTIONS							
Ongoing Changes							
1	Corrections officer wage scale restructure		17,263,400	17,142,000		17,263,400	17,142,000
2	Corrections officers and supervisors: 54-month pay step		15,143,500	14,984,000		15,143,500	14,984,000
3	Clinical complexes: medical supply cost increases		2,100,000	2,100,000		2,100,000	2,100,000
4	Thumb education center		1,521,700	1,521,700		1,521,700	1,521,700
5	Peer recovery coaches	3.0	6,600,000	6,600,000			
6	Offender success services to parolees and probationers		1,500,000	1,500,000		250,000	250,000
7	Post-secondary education in prison		750,000	750,000		750,000	750,000
	County jail reimbursement program - (incr. per diem \$5/day)					1,250,000	1,250,000
	Historical lapse in CJRP to pay for \$5 per diem					(1,250,000)	(1,250,000)
	Prosecutorial and detainer expenses (incr. per diem \$20/day)					590,000	590,000
	Historical lapse in prosecutorial and detainer line to pay for \$5 per diem					(590,000)	(590,000)
	Transitional housing development project					2,000,000	2,000,000
	Historical lapse in offender success services line to pay for transiotional housing					(1,000,000)	(1,000,000)
	Historical lapse in [probation residential services line to pay for transiotional housing					(1,000,000)	(1,000,000)
8	Correctional facilities administration- HB 4161						
9	Health care - HB 4161						
10	Correctional facilities - HB 4161						
11	Remove remainder of budget - HB 4161						
12	CORRECTIONS OFFICERS PENSION CHANGES					31,000,000	31,000,000
TARGET - SUBCOMMITTEE CHAIR DISCRETION							
13	Unclassified salaries		68,800	68,800		68,800	68,800
14	Economic adjustments		27,602,100	27,222,100		27,602,100	27,222,100
	Subtotal - Ongoing	3.0	72,549,500	71,888,600	0.0	95,699,500	95,038,600
One-Time Changes							
1	Correctional facility count and callout automation		3,446,400	3,446,400			
2	Transitional housing development		2,000,000	2,000,000			
	Goodwill Flip the Script					1,000,000	1,000,000
	Peer recovery coaches					1,000,000	1,000,000
	Reducing medical co-pays for prisoners					500,000	500,000
	A Brighter Way					500,000	0
	EMU					100,000	0
	Facility cell block railing safety improvements					15,000,000	0
	Ambulance service reimbursements					100	0
3	TARGET - SUBCOMMITTEE CHAIR DISCRETION						
4							
5							
6							
3	Remove FY25 one-time and supplemental appropriations	(4.0)	(6,400,000)	(3,000,000)	(4.0)	(6,400,000)	(3,000,000)
	Subtotal - One-Time	(4.0)	(953,600)	2,446,400	(4.0)	11,700,100	(500,000)
	TOTAL DEPARTMENT OF CORRECTIONS	(1.0)	71,595,900	74,335,000	(4.0)	107,399,600	94,538,600