

# DEQ Fiscal Year 2018 Budget Overview

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# DEQ Mission

The Michigan Department of Environmental Quality promotes wise management of Michigan's air, land, and water resources to support a sustainable environment, healthy communities, and vibrant economy.



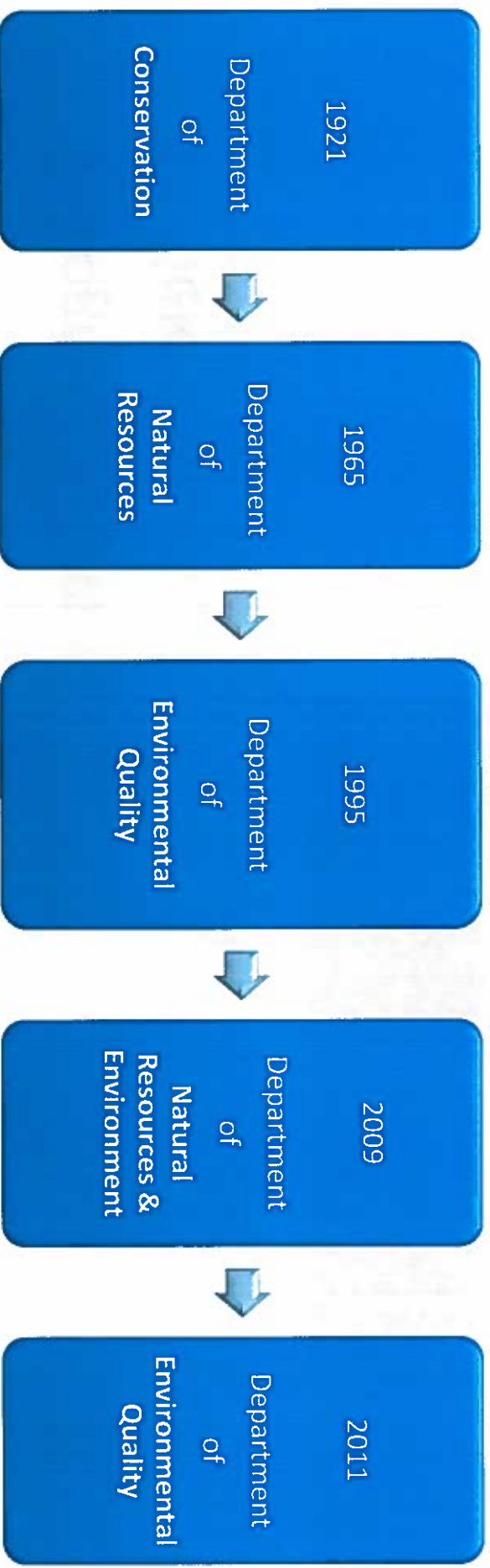
# DEQ Overview

- 1,100 Employees
- 9 Program Areas
- 11 Field Offices





# DEQ Organizational History



# DEQ Organizational Structure

- Air Quality Division
- Drinking Water and Municipal Assistance Division
- Oil, Gas, and Minerals Division
- Remediation and Redevelopment Division
- Waste Management and Radiological Protection Division
- Water Resources Division
- Office of Administration
- Office of External Affairs
- Office of the Great Lakes

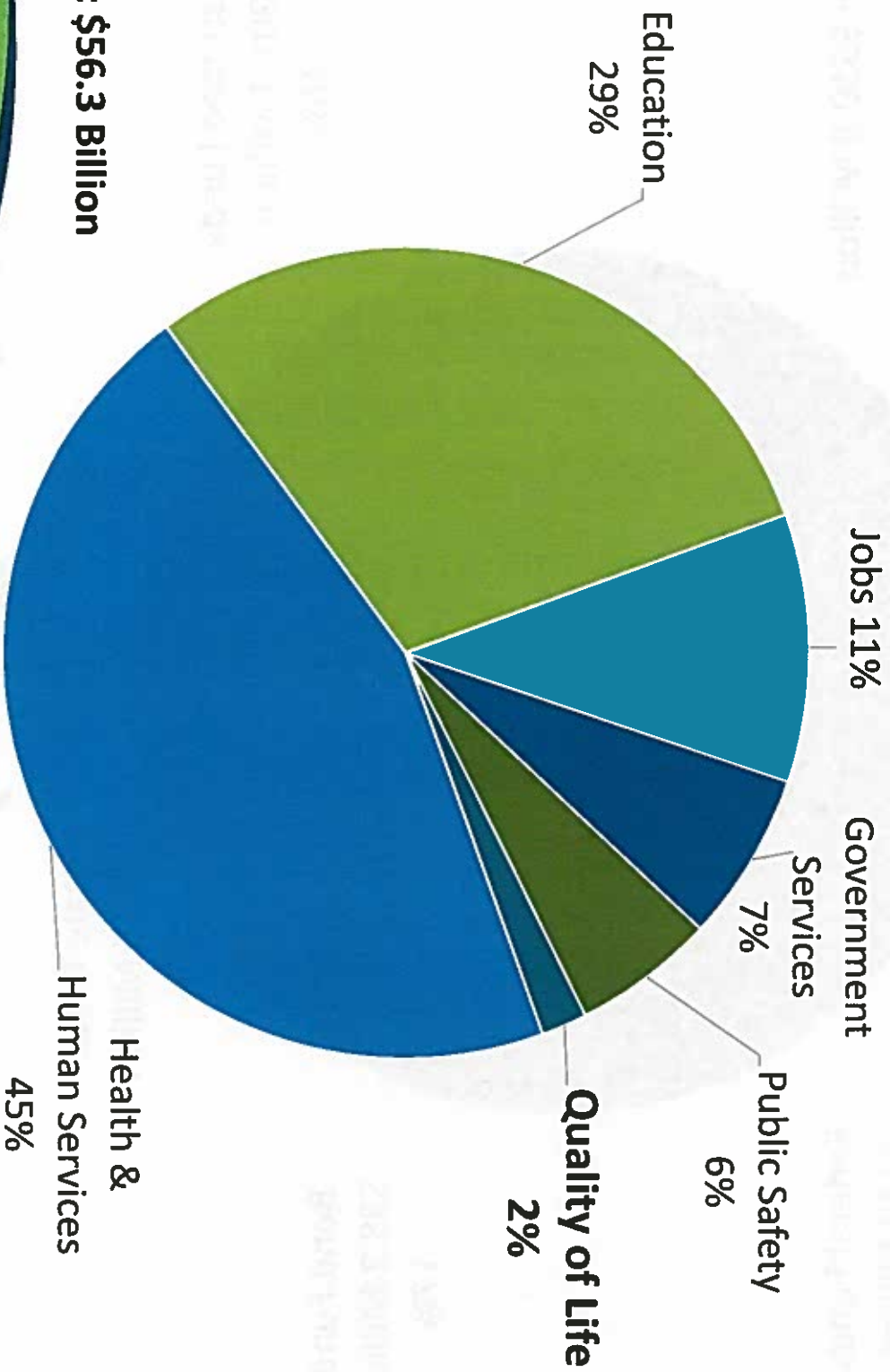


# DEQ Priorities

- Protect Public Health & Environment
- Assist Michigan Communities with Addressing Infrastructure Needs
- Build External Partnerships to Address Michigan's Environmental Issues



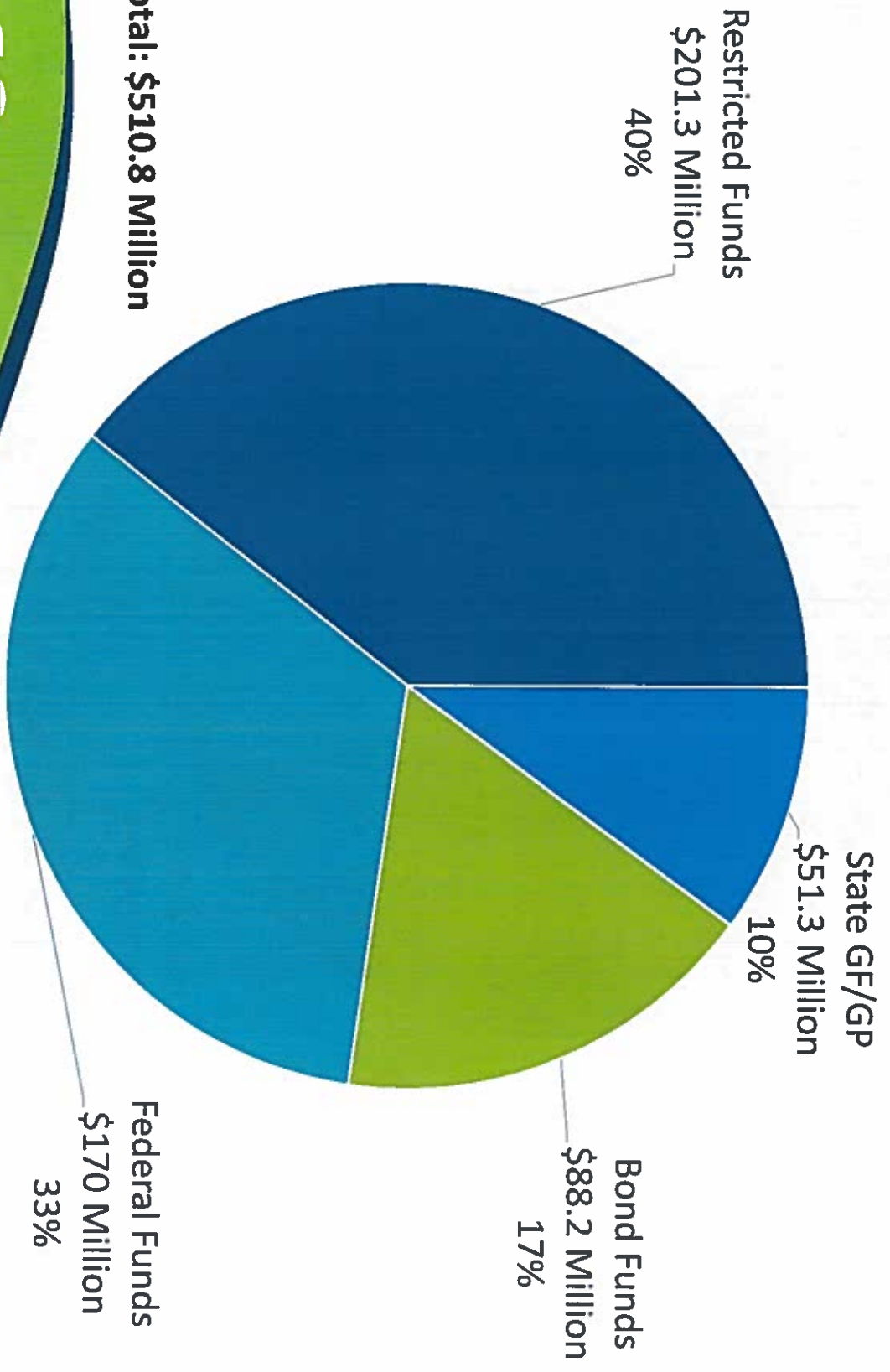
# 2018 State of Michigan Budget



Total: \$56.3 Billion

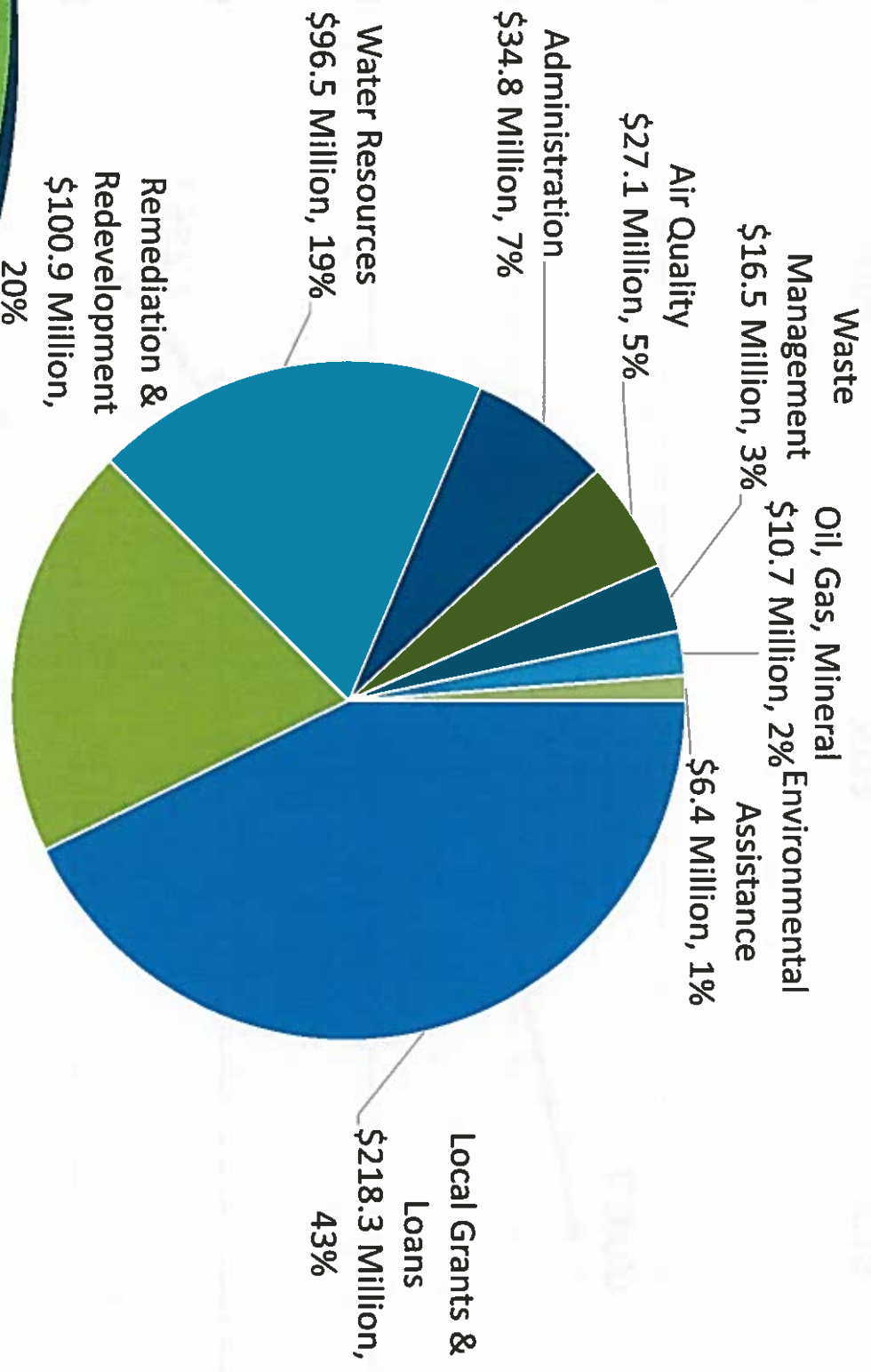


# 2018 DEQ Budget by Fund Source





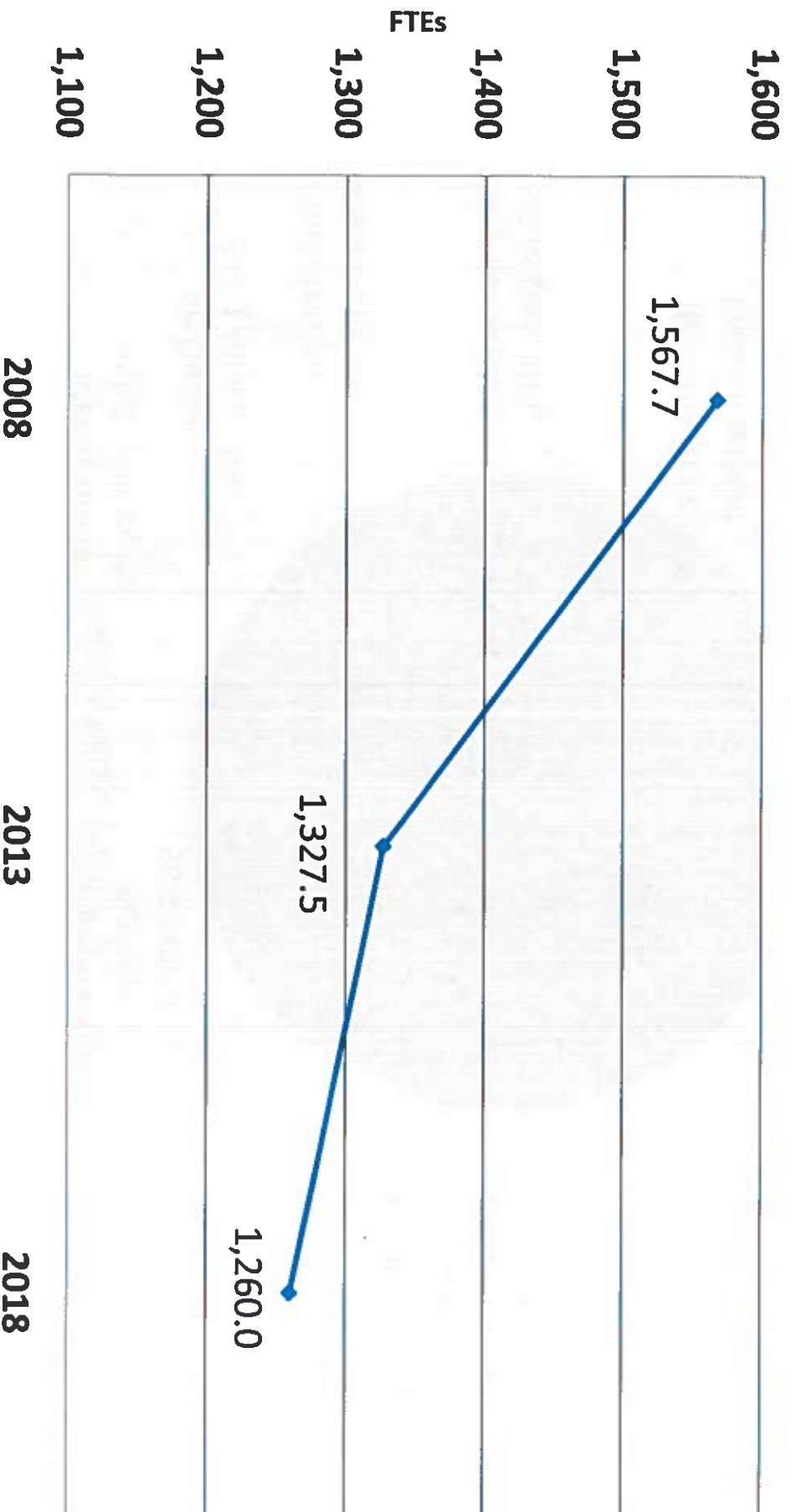
# 2018 DEQ Budget by Category



**Total: \$510.8 Million**



# DEQ Historical FTEs



# 2018 Budget Initiatives

- Managing Risks at Contaminated Sites
- Replacing Declining Fee Revenue
- Ensuring Quality Drinking Water
- Building External Relationships
- Extending Fee Sunsets



# Managing Risks at Contaminated Sites

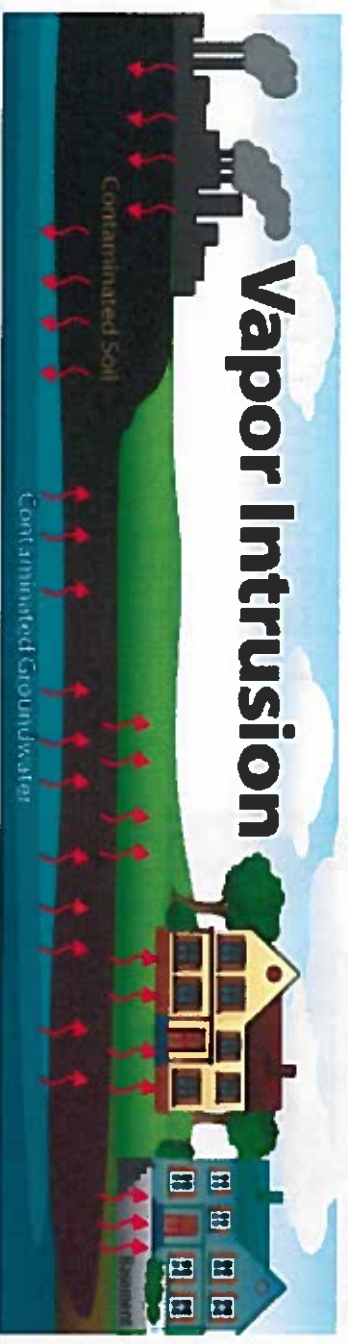
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- Vapor Intrusion
- Contaminated Site Cleanups



# Vapor Intrusion

- Public Health Threat from Toxic Chemicals Migrating Indoors
- Collaborative Effort with DHHS
- \$2.6 Million of General Funds



# Contaminated Site Cleanups

- Replacement of Clean Michigan Initiative Bonds of 1998
- Continue Cleanup & Redevelopment Activities as well as Brownfield Activities
- \$14.9 Million of One-Time Refined Petroleum Funds



# Successful Brownfield Redevelopment

Before



Before



Plainwell City Hall



Arbor Hills, Ann Arbor





# Potential Contaminated Site Cleanups



Tecumseh Products



Vicksburg Paper Mill



# Replacing Declining Fee Revenue

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- Oil & Gas Program
- Air Quality Program

# Oil & Gas Program

- Oversees 21,000 Oil & Gas Wells Across the State
- Revenue Decline Due to Low Oil & Gas Prices
- \$4 Million of On-Going General Funds



# Air Quality Program

- Regulate Air Pollutants to Reduce Impact to Health & Environment
- Partially Funded by Hazardous Waste Fees
- \$1.3 Million of On-Going General Funds for Air Quality



# Ensuring Quality Drinking Water

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- Drinking Water Revolving Funds Match
- Drinking Water Emergency
- Drinking Water Program
- Manufactured Housing Communities



# Drinking Water Revolving Funds Match

- Provides Low-Interest Loans to Local Communities for Infrastructure Upgrades
- \$2.95 Million of Additional On-Going General Funds for a Total \$5 Million
- \$25 Million of Federal Funds Leveraged
- \$60 Million in Annual Loans



# Drinking Water Emergency

- \$1 Million of One-Time General Funds for FY18
- Provide Expertise in Operations, Management, Training
- \$100 Million of One-Time Federal Funds in Fiscal Year 2017 Supplemental
- Support Water Infrastructure Improvements



# Drinking Water Program

- Expand Flint Technical Assistance Efforts Statewide
- Outreach to 1,400 Community Water Supplies
- \$2.6 Million of On-Going General Funds



# Manufactured Housing Communities

- Evaluate Drinking Water & Waste Water Systems to Protect Public Health
- Inspect 800 Additional Manufactured Housing Communities
- \$500,000 of On-Going General Funds





# Building External Partnerships

- Office of External Relations

# Office of External Relations

- Additional Local Support in District Offices
- Enhance Public Outreach & Non-Regulatory Assistance
- \$700,000 of New On-Going General Funds



# Fee Sunsets

- Hazardous Waste Fees
- Certified Operator Fees
  - Drinking Water
  - Waste Water
  - Storm Water



# Continuing Investments

- Air Quality
- Recycling
- Compliance Assistance
- Water Quality & Water Use
- Waste Management





# Questions



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