



80TH DISTRICT  
STATE CAPITOL  
P.O. BOX 30014  
LANSING, MI 48909-7514

MICHIGAN HOUSE OF REPRESENTATIVES

**MARY WHITEFORD**

STATE REPRESENTATIVE  
APPROPRIATIONS CHAIR

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October 11, 2022

Mr. Chris Harkins, Director  
Office of the State Budget  
Department of Technology, Management, and Budget  
6th Floor Romney Building  
Lansing, MI 48090

Dear Director Harkins,

For your information, the attached transfer package has been approved by a majority of the members of both the House and Senate Appropriations Committees.

The transfers approved are from the Office of the State Budget letter dated September 14, 2022, Legislative Transfer Request 2022-7, as amended. The transfers are for the Departments of Health and Human Services, Licensing and Regulatory Affairs, Military and Veterans Affairs and State Police.

If you need further information, please do not hesitate to contact us.

Sincerely,

Mary Whiteford, Chair  
House Appropriations Committee

Jim Stamas, Chair  
Senate Appropriations Committee

MW/lb

# FINAL LEGISLATIVE TRANSFER PACKAGE



Mary Ann Cleary, Director  
Viola Bay Wild, Transfer Coordinator  
Compiled by Tumai Burris, Budget Assistant

## Summary Sheet

SBO LETTER: 2022-7  
September 14, 2022

| Department                       | Analyst  | Page | Total Transfer      |
|----------------------------------|--|------|---------------------|
| Health and Human Services        | Victoria Amponsah<br>Sydney Brown<br>Kent Dell<br>Kevin Koorstra | 1-2  | \$10,000,000        |
| Licensing and Regulatory Affairs | Marcus Coffin  | 3    | 1,355,000           |
| Military and Veterans Affairs    | Michael Cnossen  | 4-7  | 5,000,000           |
| State Police                     | Marcus Coffin  | 8    | 100,000             |
| <b>Total</b>                     |  |      | <b>\$16,455,000</b> |

**2022-7 Legislative Transfers - Final**

| Budget                        | Year-to-Date<br>Total Approps | Standard Transfers (Within Existing Budget) |                    |            |            |            |                     | TOTAL               | % of Budget<br>Shifted |
|-------------------------------|-------------------------------|---|--------------------|------------|------------|------------|---------------------|---------------------|------------------------|
|                               |                               | IDG   | Federal            | Local      | Private    | Restricted | GF/GP               |                     |                        |
| Health and Human Services     | 34,924,441,900                |   |                    |            |            |            | 10,000,000          | 10,000,000          | 0.03%                  |
| Military and Veterans Affairs | 221,104,000                   |   | 1,000,000          |            |            |            |                     | 1,000,000           | 0.45%                  |
| <b>TOTAL*</b>                 | <b>\$80,850,792,200</b>       | <b>\$0</b>                                  | <b>\$1,000,000</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> | <b>\$10,000,000</b> | <b>\$11,000,000</b> | <b>0.01%</b>           |

\*Includes budget areas not affected by transfers

| Budget                           | Year-to-Date<br>Total Approps | Contingency Fund Transfers (Increases Budget) |                    |            |            |                    |            | TOTAL              | % Budget<br>Increased |
|----------------------------------|-------------------------------|---|--------------------|------------|------------|--------------------|------------|--------------------|-----------------------|
|                                  |                               | IDG   | Federal            | Local      | Private    | Restricted         | GF/GP      |                    |                       |
| Health and Human Services        | 34,924,441,900                |   | 0                  |            |            | 0                  |            | 0                  | 0.00%                 |
| Licensing and Regulatory Affairs | 543,361,400                   |   |                    |            |            | 1,355,000          |            | 1,355,000          | 0.25%                 |
| Military and Veterans Affairs    | 221,104,000                   |   | 4,000,000          |            |            |                    |            | 4,000,000          | 1.81%                 |
| State Police                     | 965,587,900                   |   |                    |            |            | 100,000            |            | 100,000            | 0.01%                 |
| <b>TOTAL*</b>                    | <b>\$80,850,792,200</b>       | <b>\$0</b>                                    | <b>\$4,000,000</b> | <b>\$0</b> | <b>\$0</b> | <b>\$1,455,000</b> | <b>\$0</b> | <b>\$5,455,000</b> | <b>0.01%</b>          |

\*Includes budget areas not affected by transfers

## LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**  
 FISCAL YEAR: **2021-22**  
 TRANSFER AMOUNT: **\$10,000,000**

S.B.O. LETTER: **9/14/22**  
 S.B.O. REQUEST: **2022-7**  
 ANALYST: **Sydney Brown**

| TRANSFER ITEMS   | Y-T-D<br>AUTH. | Y-T-D<br>EXPEND. &<br>ENCUMB.<br>AS OF 9/15/22 | BALANCE<br>AVAILABLE<br>AS OF 9/15/22 | GOV'S<br>REC.<br>9/14/22 | HOUSE<br>ACTION<br>9/21/22 | SENATE<br>ACTION<br>9/28/22 |
|--|----------------|--|---------------------------------------|--------------------------|----------------------------|-----------------------------|
| <b>FROM: SEC. 119. MEDICAL SERVICES<br/>ADMINISTRATION</b> |                |  |                                       |                          |                            |                             |
| Healthy Michigan plan administration                       | 31,461,300     | 10,328,566                                     | 21,132,734                            | (1,000,000)              | (1,000,000)                | (1,000,000)                 |
| Funding source:  |                |  |                                       |                          |                            |                             |
| State general fund/general purpose                         | 10,425,200     | 4,475,256                                      | 5,949,944                             | (1,000,000)              | (1,000,000)                | (1,000,000)                 |
| <b>SEC. 109. DISABILITY<br/>DETERMINATION SERVICES</b>     |                |  |                                       |                          |                            |                             |
| Disability determination operations                        | 113,642,200    | 81,823,161                                     | 31,819,039                            | (1,500,000)              | (1,500,000)                | (1,500,000)                 |
| Funding source:  |                |  |                                       |                          |                            |                             |
| State general fund/general purpose                         | 3,926,600      | 1,404,661                                      | 2,521,939                             | (1,500,000)              | (1,500,000)                | (1,500,000)                 |
| <b>SEC. 108. FIELD OPERATIONS AND<br/>SUPPORT SERVICES</b> |                |  |                                       |                          |                            |                             |
| Electronic benefit transfer (EBT)                          | 11,289,000     | 7,414,804                                      | 3,874,196                             | (1,000,000)              | (1,000,000)                | (1,000,000)                 |
| Funding source:  |                |  |                                       |                          |                            |                             |
| State general fund/general purpose                         | 4,843,900      | 1,793,788                                      | 3,050,112                             | (1,000,000)              | (1,000,000)                | (1,000,000)                 |
| Pathways to potential                                      | 24,803,600     | 19,992,689                                     | 4,810,911                             | (2,000,000)              | (2,000,000)                | (2,000,000)                 |
| Funding source:  |                |  |                                       |                          |                            |                             |
| State general fund/general purpose                         | 10,667,300     | 8,579,640                                      | 2,087,660                             | (2,000,000)              | (2,000,000)                | (2,000,000)                 |
| Public assistance field staff                              | 471,827,100    | 431,322,646                                    | 40,504,454                            | (4,500,000)              | (4,500,000)                | (4,500,000)                 |
| Funding source:  |                |  |                                       |                          |                            |                             |
| State general fund/general purpose                         | 205,453,300    | 170,247,355                                    | 35,205,945                            | (4,500,000)              | (4,500,000)                | (4,500,000)                 |

## LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**  
 FISCAL YEAR: **2021-22**  
 TRANSFER AMOUNT: **\$10,000,000 (Continued)**

S.B.O. LETTER: **9/14/22**  
 S.B.O. REQUEST: **2022-7**  
 ANALYST: **Sydney Brown**

| TRANSFER ITEMS                                | Y-T-D<br>AUTH. | Y-T-D<br>EXPEND. &<br>ENCUMB.<br>AS OF 9/15/22 | BALANCE<br>AVAILABLE<br>AS OF 9/15/22 | GOV'S<br>REC.<br>9/14/22 | HOUSE<br>ACTION<br>9/21/22 | SENATE<br>ACTION<br>9/28/22 |
|---|----------------|--|---------------------------------------|--------------------------|----------------------------|-----------------------------|
| <b>TO: SEC. 122. ONE-TIME APPROPRIATIONS</b>  |                |  |                                       |                          |                            |                             |
| Child caring institution non-contracted rates | 15,000,000     | 0  | 15,000,000                            | 10,000,000               | 10,000,000                 | 10,000,000                  |
| Funding source:                               |                |  |                                       |                          |                            |                             |
| State general fund/general purpose            | 15,000,000     | 0  | 15,000,000                            | 10,000,000               | 10,000,000                 | 10,000,000                  |

This transfer would increase state GF/GP allocated to the Child Caring Institution Non-Contracted Rates line item by \$10.0 million. This would increase the pool of funding for general financial assistance to child caring institutions which have a contract with DHHS to \$25.0 million. GF/GP is available in the Public Assistance Field Staff, Pathways to Potential, Electronic Benefit Transfer, Disability Determination Operations, and Healthy Michigan Plan Administration line items due to lower than anticipated GF/GP expenditures in FY 2021-22. Funds will be distributed as lump-sum payments based on the number of vacant and occupied beds of child caring institution contracted with DHHS.

## LEGISLATIVE TRANSFER

BUDGET AREA: LICENSING AND REGULATORY AFFAIRS  
 FISCAL YEAR: 2021-22  
 TRANSFER AMOUNT: \$1,355,000

S.B.O. LETTER: 9/14/22  
 S.B.O. REQUEST: 2022-7  
 ANALYST: Marcus Coffin

| TRANSFER ITEMS  | Y-T-D<br>AUTH. | Y-T-D<br>EXPEND. &<br>ENCUMB.<br>AS OF 9/19/22 | BALANCE<br>AVAILABLE<br>AS OF 9/19/22 | GOV'S<br>REC.<br>9/14/22 | HOUSE<br>ACTION<br>9/21/22 | SENATE<br>ACTION<br>9/28/22 |
|---|----------------|--|---------------------------------------|--------------------------|----------------------------|-----------------------------|
| <b>FROM: PUBLIC ACT 87 OF 2021, ARTICLE 9<br/>SEC. 210(2)</b> |                |  |                                       |                          |                            |                             |
| Contingency funds   | 1,500,000      | NA   | NA                                    | (1,355,000)              | (1,355,000)                | (1,355,000)                 |
| Funding source:   |                |  |                                       |                          |                            |                             |
| Total state restricted revenues                               | 1,500,000      | NA   | NA                                    | (1,355,000)              | (1,355,000)                | (1,355,000)                 |
| <b>TO: SEC. 108. GRANTS</b>                                   |                |  |                                       |                          |                            |                             |
| Liquor law enforcement grants                                 | 8,400,000      | 8,400,000                                      | 0                                     | 1,355,000                | 1,355,000                  | 1,355,000                   |
| Funding source:   |                |  |                                       |                          |                            |                             |
| Liquor license revenue  | 8,400,000      | 8,400,000                                      | 0                                     | 1,355,000                | 1,355,000                  | 1,355,000                   |

This transfer request would shift \$1.4 million in state restricted contingency authorization to the Liquor Law Enforcement Grants line item, appropriating additional liquor license revenue to support statutory payments to local governments for liquor law enforcement grant payments.

The increase in liquor law enforcement grant payments is necessary due to an increase in license revenue. License fees are based, in part, on the volume of spirits that licensees purchase, with higher off-premises licensee spirit purchases contributing to the grant payment increase via increased renewal fees. In the last two fiscal years, the Michigan Liquor Control Commission (MLCC) has had record spirit sales, with an increase of 27% since FY 2018-19. Pursuant to MCL 436.1543, the MLCC is required to pay 55% of collected retail license fees to the local governmental unit where the license is held, for the purpose of enforcing the Liquor Control Code and associated rules. Additionally, total FY 2021-22 payments are higher due to an extension for renewal payments, which was authorized in FY 2020-21 in response to the COVID-19 pandemic. Many licensees were not fully open on the original renewal date of April 30th. Therefore, a renewal date extension was issued and renewal fees were paid in the first quarter of FY 2021-22, causing an increase in this year's total required payments.

The current FY 2021-22 appropriation is \$8.4 million. Without an increase in authorization, the MLCC will be unable to fully provide statutorily required financial support to local governmental units. Spending authority is available from state restricted contingency fund authorization in accordance with 2021 PA 87, Article 9, Section 210(2).

## LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**  
 FISCAL YEAR: **2021-22**  
 TRANSFER AMOUNT: **\$3,000,000**

S.B.O. LETTER: **9/14/22**  
 S.B.O. REQUEST: **2022-7**  
 ANALYST: **Michael Cnossen**

| TRANSFER ITEMS   | Y-T-D<br>AUTH. | Y-T-D<br>EXPEND. &<br>ENCUMB.<br>AS OF 9/19/22 | BALANCE<br>AVAILABLE<br>AS OF 9/19/22 | GOV'S<br>REC.<br>9/14/22 | HOUSE<br>ACTION<br>9/21/22 | SENATE<br>ACTION<br>9/28/22 |
|--|----------------|--|---------------------------------------|--------------------------|----------------------------|-----------------------------|
| <b>FROM: PUBLIC ACT 87 OF 2021, ARTICLE 10<br/>SEC. 210(1)</b> |                |  |                                       |                          |                            |                             |
| Contingency funds  | 5,100,000      | NA   | NA                                    | (3,000,000)              | (3,000,000)                | (3,000,000)                 |
| Funding source:  |                |  |                                       |                          |                            |                             |
| Total federal revenues   | 5,100,000      | NA   | NA                                    | (3,000,000)              | (3,000,000)                | (3,000,000)                 |
| <b>TO: SEC. 102. MILITARY</b>                                  |                |  |                                       |                          |                            |                             |
| Headquarters and armories                                      | 20,966,100     | 19,546,300                                     | 1,419,800                             | 1,000,000                | 1,000,000                  | 1,000,000                   |
| Funding source:  |                |  |                                       |                          |                            |                             |
| DOD-DOA-NGB  | 13,080,500     | 12,254,400                                     | 826,100                               | 1,000,000                | 1,000,000                  | 1,000,000                   |
| Military training sites and support facilities                 | 41,317,800     | 40,422,300                                     | 895,500                               | 2,000,000                | 2,000,000                  | 2,000,000                   |
| Funding source:  |                |  |                                       |                          |                            |                             |
| DOD-DOA-NGB  | 36,923,000     | 36,697,500                                     | 225,500                               | 2,000,000                | 2,000,000                  | 2,000,000                   |

This request would transfer federal contingency authorization to the Military Training Sites and Support Facilities and Headquarters and Armories line items in order to align authorization with projected federal DOD-DOA-NGB revenue and expenditures. End-of-year funding was received under the department's Cooperative Agreement grants from the federal National Guard Bureau. Spending authority is available from 2021 PA 87, Article 10, Section 210(1).

## LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**  
 FISCAL YEAR: **2021-22**  
 TRANSFER AMOUNT: **\$500,000**

S.B.O. LETTER: **9/14/22**  
 S.B.O. REQUEST: **2022-7**  
 ANALYST: **Michael Cnossen**

| TRANSFER ITEMS                  | Y-T-D<br>AUTH. | Y-T-D<br>EXPEND. &<br>ENCUMB.<br>AS OF 9/19/22 | BALANCE<br>AVAILABLE<br>AS OF 9/19/22 | GOV'S<br>REC.<br>9/14/22 | HOUSE<br>ACTION<br>9/21/22 | SENATE<br>ACTION<br>9/28/22 |
|---------------------------------|----------------|--|---------------------------------------|--------------------------|----------------------------|-----------------------------|
| <b>FROM: SEC. 102. MILITARY</b> |                |  |                                       |                          |                            |                             |
| Starbase grant                  | 2,322,000      | 1,406,500                                      | 915,500                               | (500,000)                | (500,000)                  | (500,000)                   |
| Funding source:                 |                |  |                                       |                          |                            |                             |
| DOD-DOA-NGB                     | 2,322,000      | 1,406,500                                      | 915,500                               | (500,000)                | (500,000)                  | (500,000)                   |
| <b>TO: SEC. 102. MILITARY</b>   |                |  |                                       |                          |                            |                             |
| Departmentwide                  | 1,803,600      | 2,015,400                                      | (211,800)                             | 500,000                  | 500,000                    | 500,000                     |
| Funding source:                 |                |  |                                       |                          |                            |                             |
| DOD-DOA-NGB                     | 1,510,300      | 1,700,900                                      | (190,600)                             | 500,000                  | 500,000                    | 500,000                     |

This request would transfer DOD-National Guard Bureau authorization from the Starbase Grant line item to the Departmentwide line item in order to align authorization with projected revenues and expenditures. Additional funding authorization is needed in the Departmentwide line item due to end-of-year funding received under the department's Cooperative Agreement grants from the National Guard Bureau. Authorization is available in the Starbase Grant line item because FY 2021-22 grant budgets totaled less than the authorized amount for the appropriation.



## LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**  
 FISCAL YEAR: **2021-22**  
 TRANSFER AMOUNT: **\$500,000**

S.B.O. LETTER: **9/14/22**  
 S.B.O. REQUEST: **2022-7**  
 ANALYST: **Michael Cossen**

| TRANSFER ITEMS   | Y-T-D<br>AUTH. | Y-T-D<br>EXPEND. &<br>ENCUMB.<br>AS OF 9/19/22 | BALANCE<br>AVAILABLE<br>AS OF 9/19/22 | GOV'S<br>REC.<br>9/14/22 | HOUSE<br>ACTION<br>9/21/22 | SENATE<br>ACTION<br>9/28/22 |
|--|----------------|--|---------------------------------------|--------------------------|----------------------------|-----------------------------|
| <b>FROM: SEC. 104. MICHIGAN VETERANS' FACILITY AUTHORITY</b> |                |  |                                       |                          |                            |                             |
| Chesterfield Township home for veterans                      | 20,987,300     | 15,353,400                                     | 5,633,900                             | (500,000)                | (500,000)                  | (500,000)                   |
| Funding source:  |                |  |                                       |                          |                            |                             |
| HHS-HCFA, title XIX, Medicaid                                | 1,593,800      | 1,079,900                                      | 513,900                               | (500,000)                | (500,000)                  | (500,000)                   |
| <b>TO: SEC. 104. MICHIGAN VETERANS' FACILITY AUTHORITY</b>   |                |  |                                       |                          |                            |                             |
| D.J. Jacobetti home for veterans                             | 24,639,200     | 23,234,100                                     | 1,405,100                             | 300,000                  | 300,000                    | 300,000                     |
| Funding source:  |                |  |                                       |                          |                            |                             |
| HHS-HCFA, title XIX, Medicaid                                | 1,807,900      | 2,446,400                                      | (638,500)                             | 300,000                  | 300,000                    | 300,000                     |
| Grand Rapids home for veterans                               | 23,091,000     | 27,469,400                                     | (4,378,400)                           | 200,000                  | 200,000                    | 200,000                     |
| Funding source:  |                |  |                                       |                          |                            |                             |
| HHS-HCFA, title XIX, Medicaid                                | 1,595,000      | 1,595,000                                      | 0                                     | 200,000                  | 200,000                    | 200,000                     |

This request would transfer federal HHS-HCFA, title XIX, Medicaid authorization from the Chesterfield Township Home for Veterans line item to the D.J. Jacobetti Home for Veterans and the Grand Rapids Home for Veterans line items. The transfer would align authorization with projected federal Medicaid revenue and expenditures. Excess Medicaid authorization is available for the Chesterfield Township Home for Veterans due to delays in member intake at the new facility and lower than anticipated need for Medicaid reimbursements.

## LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**  
 FISCAL YEAR: **2021-22**  
 TRANSFER AMOUNT: **\$1,000,000**

S.B.O. LETTER: **9/14/22**  
 S.B.O. REQUEST: **2022-7**  
 ANALYST: **Michael Cnossen**

| TRANSFER ITEMS  | Y-T-D<br>AUTH. | Y-T-D<br>EXPEND. &<br>ENCUMB.<br>AS OF 9/19/22 | BALANCE<br>AVAILABLE<br>AS OF 9/19/22 | GOV'S<br>REC.<br>9/14/22 | HOUSE<br>ACTION<br>9/21/22 | SENATE<br>ACTION<br>9/28/22 |
|---|----------------|--|---------------------------------------|--------------------------|----------------------------|-----------------------------|
| <b>FROM: PUBLIC ACT 87 OF 2021, ARTICLE 10,<br/>SEC. 210. (1)</b> |                |  |                                       |                          |                            |                             |
| Contingency funds   | 5,100,000      | NA   | NA                                    | (1,000,000)              | (1,000,000)                | (1,000,000)                 |
| Funding source:   |                |  |                                       |                          |                            |                             |
| Total federal revenues  | 5,100,000      | NA   | NA                                    | (1,000,000)              | (1,000,000)                | (1,000,000)                 |
| <b>TO: SEC. 104. MICHIGAN VETERANS'<br/>FACILITY AUTHORITY</b>    |                |  |                                       |                          |                            |                             |
| Grand Rapids home for veterans                                    | 23,091,000     | 27,469,400                                     | (4,378,400)                           | 1,000,000                | 1,000,000                  | 1,000,000                   |
| Funding source:   |                |  |                                       |                          |                            |                             |
| DVA-VHA   | 7,633,200      | 11,218,900                                     | (3,585,700)                           | 1,000,000                | 1,000,000                  | 1,000,000                   |

This request would transfer federal contingency authorization to the Grand Rapids Home for Veterans line item in order to align authorization with projected federal revenue from the U.S. Department of Veterans Affairs, Veterans Health Administration (VHA). VHA provides per diem payments based on the daily census at the home and the healthcare needs and service-connected disability ratings of eligible veterans. Federal contingency funds are available in accordance with 2021 PA 87, Article 10, Section 210(1).

## LEGISLATIVE TRANSFER

BUDGET AREA: **STATE POLICE**  
 FISCAL YEAR: **2021-22**  
 TRANSFER AMOUNT: **\$100,000**

S.B.O. LETTER: **9/14/22**  
 S.B.O. REQUEST: **2022-7**  
 ANALYST: **Marcus Coffin**

| TRANSFER ITEMS  | Y-T-D<br>AUTH. | Y-T-D<br>EXPEND. &<br>ENCUMB.<br>AS OF 9/19/22 | BALANCE<br>AVAILABLE<br>AS OF 9/19/22 | GOV'S<br>REC.<br>9/14/22 | HOUSE<br>ACTION<br>9/21/22 | SENATE<br>ACTION<br>9/28/22 |
|---|----------------|--|---------------------------------------|--------------------------|----------------------------|-----------------------------|
| <b>FROM: PUBLIC ACT 87 OF 2021, ARTICLE 12,<br/>SEC. 210. (2)</b> |                |  |                                       |                          |                            |                             |
| Contingency funds   | 4,000,000      | NA   | NA                                    | (100,000)                | (100,000)                  | (100,000)                   |
| Funding source:   |                |  |                                       |                          |                            |                             |
| Total state restricted revenues                                   | 4,000,000      | NA   | NA                                    | (100,000)                | (100,000)                  | (100,000)                   |
| <b>TO: SEC. 105. FIELD SERVICES</b>                               |                |  |                                       |                          |                            |                             |
| Investigative services  | 36,795,900     | 26,192,973                                     | 10,602,927                            | 100,000                  | 100,000                    | 100,000                     |
| Funding source:   |                |  |                                       |                          |                            |                             |
| Intradepartmental transfers                                       | 821,000        | 753,045  | 67,955                                | 100,000                  | 100,000                    | 100,000                     |

This request transfers state restricted contingency fund authorization to the Investigative Services line item to align authorization with higher than anticipated Automobile Theft Prevention Authority grant revenue. Funding would be used to support auto theft prevention activities carried out by the department. Spending authority is available from state restricted contingency fund authorization in accordance with 2021 PA 87, Article 12, Section 210(2).