

Michigan Department of Corrections Work Project Update



February 26, 2020

Why Does the MDOC Use Work Projects?

- Work projects are necessary to allow the MDOC to maintain billions of dollars of infrastructure, as well as to support the launch of new projects and programs.
- If these funds lapsed at the end of every fiscal year, the MDOC could not start the design and bid process for projects, as there would be no guarantee that funding would be present to pay contractors.
- These funds are not used for ongoing operating expenses such as staff salaries.
- These requests can be disapproved by the Legislature prior to the Work Project being established.
- The State Budget Director can lapse these funds at any time, or the funds will automatically lapse after 4 fiscal years.

Active Work Project Funds

Work Project Name	Total Original Work Project Amount	Remaining Unallocated and Unobligated Balance as of 2/24/2020
Facility Physical Plant	\$112,507,485	\$22,596,294
All Other Work Projects	\$50,476,325	\$30,637,557
Total	\$162,983,810	\$53,233,850

Facility Physical Plant Work Projects

- FY '18 included 30 budget lines totaling \$65m at the time the Work Projects were established. Currently, 21 of the work project lines have been fully expended and there is a remaining balance of \$3.6m across 8 budget lines. These funds can be expended until the end of FY '22.
- FY '19 included 32 budget lines totaling \$47.7m at the time the Work Projects were established. Currently, 16 of the work project lines have been fully expended and there is a remaining balance of \$19m across 16 budget lines. These funds can be expended until the end of FY '23.

Active Work Projects Prior to FY '18

Name	Year	Initial Amount	Current Balance
Pugsley Closure and Maintenance	FY 2016	\$1,418,594	\$1,311,105
COMS	FY 2017	\$9,693,392	\$6,413,431
Hepatitis C	FY 2017	\$10,226,125	\$0
Supervising Region Incentive	FY 2017	\$2,518,600	\$2,285,342
Offender Success Contracts	FY 2017	\$622,981	\$529,162

Work Projects for FY '18

Name	Year	Initial Amount	Current Balance
Offender Success Contracts	FY 2018	\$1,859,600	\$1,859,606
Education/VV Enhancements	FY 2018	\$7,337,920	\$2,720,369
Supervising Region Incentive	FY 2018	\$707,734	\$707,734
Staff Transition Costs	FY 2018	\$1,000,000	\$824,544
Ojibway Closure and Maintenance	FY 2018	\$2,494,588	\$1,389,473
New Custody Staff Training	FY 2018	\$3,238,319	\$3,238,319

Work Projects for FY '19

Name	Year	Initial Amount	Current Balance
Offender Success Contracts	FY 2019	\$726,948	\$726,948
Education/VV Enhancements	FY 2019	\$4,000,000	\$4,000,000
Medication Assisted Treatment	FY 2019	\$4,631,524	\$4,631,524

Work Project Lapses

- Work project lapses are relatively rare and most often result from the original purpose of the project no longer being needed by the department.
- Since FY '13, the MDOC has lapsed \$2.16m in funds back to the General Fund.

Year	Name	Amount	Source
FY 2013	Vera Institute Grant	\$59,649	Private
FY 2014	Public Safety Project	\$392,494	GF/GP
FY 2015	Swift and Sure MRS	\$762,014	GF/GP
FY 2018	Prisoner Education	\$4,179	GF/GP
FY 2019	Online High School	\$1,000,000	GF/GP