

FINAL LEGISLATIVE TRANSFER PACKAGE



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Compiled by Tumai Burris, Budget Assistant

Summary Sheet

SBO LETTER: 2025-2
December 3, 2024

Department	Analyst	Page	Total Transfer
Labor and Economic Opportunity	Marcus Coffin	1	\$120,000,000
Total			\$120,000,000

2025-2 Legislative Transfer - Final

Budget	Year-to-Date Total Approps	Contingency Authorization Transfers (Increases Budget)						% Budget Increased	
		IDG	Federal	Local	Private	Restricted	GF/GP		TOTAL
Labor and Economic Opportunity	2,421,794,500					120,000,000		120,000,000	4.96%
TOTAL*	\$82,641,538,300	\$0	\$0	\$0	\$0	\$120,000,000	\$0	\$120,000,000	0.15%

*Includes budget areas not affected by transfers

LEGISLATIVE TRANSFER

BUDGET AREA: **LABOR AND ECONOMIC OPPORTUNITY**
 FISCAL YEAR: **2024-25**
 TRANSFER AMOUNT: **\$120,000,000**

S.B.O. LETTER: **12/3/24**
 S.B.O. REQUEST: **2025-2**
 ANALYST: **Marcus Coffin**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 12/4/24	BALANCE AVAILABLE AS OF 12/4/24	GOV'S REC. 12/3/24	HOUSE ACTION 12/11/24	SENATE ACTION 12/18/24
FROM: PUBLIC ACT 121 OF 2024, ARTICLE 9, SEC. 210(2)						
Contingency authorization	560,000,000	NA	NA	(120,000,000)	(120,000,000)	(120,000,000)
Funding source:						
Total state restricted revenues	560,000,000	NA	NA	(120,000,000)	(120,000,000)	(120,000,000)
TO: SEC. 109. STRATEGIC OUTREACH AND ATTRACTION RESERVE						
Critical industry program	100	0	100	120,000,000	120,000,000	120,000,000
Funding source:						
Strategic outreach and attraction reserve fund transfer to Michigan strategic fund	100	0	100	120,000,000	120,000,000	120,000,000

This transfer would provide \$120 million of state restricted contingency authorization to the Critical Industry Program (CIP), in accordance with Article 9, Sec. 210(2) of 2024 PA 121. Funds would be transferred into the CIP to support a grant to The Dow Chemical Company for modernization of the company's Michigan Operations Industrial Park and Auburn Operations facilities in the City of Midland, Midland County and Williams Charter Township, Bay County. Modernization efforts would include infrastructure improvements, building renovations, new building construction, and silicones manufacturing process equipment life extensions and capacity expansion. As it relates to Dow's silicones manufacturing, the process equipment investments would include expansions to support strategic growth areas, including scaled production of materials for use in electric vehicle batteries, among other technologies.

The Michigan Strategic Fund (MSF) Board approved performance-based incentives for this project on July 23, 2024. The project is projected to secure at least \$785 million in capital investment in Michigan by The Dow Chemical Company and to retain at least 5,000 full-time positions in Michigan.

Revenue to support this transfer is available from the Strategic Outreach and Attraction Reserve Fund (SOAR). This transfer is in compliance with the statutory requirements for the use and expenditure of the SOAR Fund in its enacting legislation. An additional SOAR transfer totaling \$50 million has also been requested. If both transfers are approved, there would be \$534.1 million remaining in the SOAR Fund to support future transfers.