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Article 11

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 INITIAL APPROPS.	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	2,346.1	2,354.9	8.8	0.4
<b>GROSS</b> .....	<b>469,594,100</b>	<b>464,341,400</b>	<b>(5,252,700)</b>	<b>(1.1)</b>
Less:				
Interdepartmental Grants Received .....	203,100	203,100	0	0.0
<b>ADJUSTED GROSS</b> .....	<b>469,391,000</b>	<b>464,138,300</b>	<b>(5,252,700)</b>	<b>(1.1)</b>
Less:				
Federal Funds .....	88,453,700	91,291,300	2,837,600	3.2
Local and Private .....	7,439,200	7,039,200	(400,000)	(5.4)
<b>TOTAL STATE SPENDING</b> .....	<b>373,498,100</b>	<b>365,807,800</b>	<b>(7,690,300)</b>	<b>(2.1)</b>
Less:				
Other State Restricted Funds .....	322,800,800	317,195,300	(5,605,500)	(1.7)
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>50,697,300</b>	<b>48,612,500</b>	<b>(2,084,800)</b>	<b>(4.1)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>10,409,300</b>	<b>10,491,100</b>	<b>81,800</b>	<b>0.8</b>

\*As of September 30, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$469,594,100</b>	<b>\$50,697,300</b>

**Changes from FY 2020-21 Year-to-Date:**

Items Included by the Senate and House

- |                                                                                                                                                                                                                                                                                                                                                                                |             |           |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|-----------|
| <p>1. <b>Land and Water Conservation Fund Authority alignment with Projected Federal Revenues.</b> The Governor, House, and Senate included aligning Federal authority for Land and Water Conservation Fund grants with forecasted revenue. The increased spending ensures Michigan can fully use the Federal apportionment received as well as be competitive for grants.</p> | \$7,000,000 | \$0       |
| <p>2. <b>Capital Outlay - Fish Hatchery Energy Efficiencies.</b> The Governor, House, and Senate included this initiative for capital outlay projects that incorporate renewable energy in the project. Priority projects include the installation of solar arrays and battery storage at State fish hatcheries.</p>                                                           | 1,995,800   | 1,995,800 |
| <p>3. <b>CSB Technical.</b> The Governor, House, and Senate included a minimum wage increase \$394,300, increases to the State Park and Recreation Authority for CAMIS Costs \$175,000, increased State Park and Recreation Authority for Utility Costs \$625,000, and State Park Improvement Bond Debt Servicing \$500.</p>                                                   | 1,194,800   | 0         |
| <p>4. <b>Align Off-Road Vehicle Trail Improvement Fund Authority with Available Revenue.</b> The Governor, House, and Senate included increasing Off-Road Vehicle (ORV) Trail Improvement Fund spending authority to match available revenue. Distributions of revenue is done in accordance with MCL 324.81119.</p>                                                           | 1,000,000   | 0         |

5. <b>Recreational Search Software.</b> The Governor, House, and Senate included one-time upgrades and ongoing maintenance costs for the Department's recreational search software.	320,000	0
6. <b>Shift Spending Authority for IT Positions and Align Minerals Management Appropriation with Organizational Structure.</b> The Governor, House, and Senate included this net-to-zero adjustment.	0	0
7. <b>Consolidate Michigan Wildlife Council Appropriations.</b> The Governor recommended a net-to-zero adjustment combining the four existing Michigan Wildlife Council (MWC) lines into one line-item. The House, and Senate, and Conference did not include this item.	0	0
8. <b>Capital Outlay - Local Boating Infrastructure Maintenance and Improvements.</b> The Governor, House, and Senate included removing FY 2020-21 capital outlay appropriations that were needed as a one-time basis for specific projects in the previous fiscal year.	(150,000)	0
9. <b>Reduce Deer Range Improvement Grants.</b> The Governor, House, and Senate included removing General Fund support for Deer Range Improvement grants. The remaining restricted funding will support deer habitat grants in the Northern Lower Peninsula and Upper Peninsula.	(245,800)	(245,800)
10. <b>Capital Outlay - State Boating Infrastructure Maintenance.</b> The Governor, House, and Senate included an annual restricted revenue adjustment for this program for infrastructure improvements at State harbors and at State boating access sites owned and operated by the Department.	(350,000)	0
11. <b>Remove Local Marine Patrol Grants.</b> The Governor, House, and Senate included eliminating support for the no-wake zone patrol grants.	(1,750,000)	(1,750,000)
12. <b>Economic Adjustments.</b> Includes a negative \$1,428,900 Gross and a negative \$84,800 GF/GP for total economic adjustments, of which an estimated negative Gross \$5,867,900 and negative \$778,000 GF/GP is for legacy retirement costs (pension and retiree health).	(1,454,000)	(84,800)
13. <b>Other Changes.</b>		
14. <b>Capital Outlay - State Parks Repair and Maintenance.</b> The Governor, House, and Senate included this appropriation to support maintenance, repair, and improvement needs across the State parks system. Annual Restricted fund adjustments for this program are based on projected revenue estimates. The adjustments comply with Proposal 2020-1, which amended the Michigan Constitution to change how the revenue for the State's park related funds may be spent.	(2,925,000)	0
15. <b>Removal of Current Year One-Time Funding.</b> The Governor, House, and Senate included removal of this one-time funding.	(8,400,000)	(2,500,000)
16. <b>Capital Outlay - 2021 Appropriations No Longer Needed.</b> The Governor, House, and Senate included removing the FY 2020-21 capital outlay appropriations that were needed on a one-time basis for specific projects and other FY 2021-22 capital outlay appropriations not requested based on Department's projections.	(11,000,000)	0
<u>Conference Agreement on Items of Difference</u>		
17. <b>Kalamazoo River Watershed Improvements.</b> The Governor revised recommendation to include \$6.0 million in spending authority to allow the department to spend settlement funds from the Environmental Protection Fund for natural resource damages caused to the Kalamazoo River. House and the Conference included.	6,000,000	0
18. <b>Property Management.</b> The Senate decreased the GF/GP by \$1.9 funding for the Property Management group. The Conference included the funding.	0	0

19. <b>Improve State Park Experiences and Employee Recruitment and Retention.</b> The Governor and House increase in 8.8 FTEs positions, hours, and wages to assist with employee recruitment and retention. A part of this goes to support a new sanitation contract for Interlochen State Park in order to comply with EGLE regulations. The Senate included the increased funding, but not the increased FTEs. The Conference included both funding and FTEs.	1,486,400	0
20. <b>Trail Easements.</b> The Governor revised the budget recommendation to include \$1.5 million in funding to acquire easements on 87.2 miles of trails in Marquette and Baraga Counties from Lyme Timber. House and Conference included.	1,500,000	0
21. <b>Michigan Conservation Corps.</b> The Governor and House included \$934,400 in GF/GP funding for the Conservation corps. The Senate removed. The Conference included.	0	0
22. <b>Unclassified salaries.</b> The Governor and House included \$25,100 increase in unclassified salaries. Senate did not. The Conference included.	25,100	0
23. <b>FY 2021-22 One-Time Appropriations.</b>		
24. <b>Chronic Wasting Disease (CWD) Testing.</b> The Conference included \$500,000 in funding to make CWD check or drop stations available in every county in the core CWD zone in the hunting season of 2022.	500,000	500,000
<b>Total Changes</b> .....	(\$5,252,700)	(\$2,084,800)
<b>FY 2021-22 Initial Appropriation</b> .....	<b>\$464,341,400</b>	<b>\$48,612,500</b>

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

Items Included by the Senate and House

1. **Sec. 206. Declared Unenforceable - Communication with the Legislature.** Governor removed a rule against taking disciplinary action against employees who communicate with the Legislature. The House, Senate and Conference retained. The Governor declared unenforceable across all budgets.
2. **Sec. 216. Reinstated - Quarterly Reporting on FTE and Remote Work Status.** Governor removed requiring quarterly reports on FTE pay status and remote work levels. The House, Senate, and Conference retained.
3. **Sec. 223. New - State Restricted Funds Appropriated to Other Departments.** The Governor, House, and Senate added State Restricted Fund sources for each existing department receiving funds from the Department rather than a summarized total per department; the language also added funding for the Civil Service Commission.
4. **Sec. 408. Reinstated - Land Transactions Report.** Governor removed language requiring the Department to submit a report of all land transactions approved by the Natural Resources Commission in the previous fiscal year. The House, Senate, and Conference retained this section.
5. **Sec. 506. Reinstated - United States Department of Agriculture Wildlife Services.** Governor removed a section encouraging the United States Department of Agriculture Wildlife Services to harvest all deer during targeted removal required under the Enhanced Wildlife Biosecurity Program. The House, Senate, and Conference retained this section.
6. **Sec. 602. Declared Unenforceable - Restrictions on Impeding Certification.** Governor removed a section requiring that the department not impede certifications for water control structures on Michigan waterways. The House, Senate, and Conference included. The Governor declared unenforceable.
7. **Sec. 901. Reinstated - Grants to County Law Enforcement Agencies.** Governor removed a section directing the Department to provide snowmobile law enforcement grants to counties from appropriations for that purpose. The House, Senate, and Conference retained this section.

8. **Sec. 902. *Reinstated* - Marine Safety Grant Program Report.** Governor removed a reporting requirement for watercraft registration revenues, expenditures, and grant distribution. The Senate retained this section.
9. **Sec. 1002. *Deleted* - Deer Habitat Improvement Grants.** The Governor, House, and Senate removed a section directing the Department to make grants available through the northern Lower Peninsula deer private land assistance network.
10. **Sec. 1003. *Deleted* - Local Marine Patrol Grants.** The Governor, House, and Senate removed a section directing the Department to make grants available to local sheriffs to enforce no-wake zones.

Conference Agreement on Items of Difference

11. **Sec. 209. *Retained* – GF/GP Lapses Report.** The Governor and Senate extended the reporting deadline, for the State Budget Office to deliver its report on GF/GP lapses in the previous year, to December 31. House and Conference retained current law.
12. **Sec. 215. *Retained* - Deprived and Depressed Communities.** Governor relocated existing language to Sec. 206. The Senate removed this section. The Conference retained and made technical changes
13. **Sec. 220. *Retained* - Annual Policy Change Report.** Governor removed the requirement that the Department make an annual report of all policy in the prior year. The Senate included the recommendation. House and Conference retained current law.
14. **Sec. 221. *New* - Severance Pay Reporting.** Conference included a requirement to report severances for select officials.
15. **Sec. 222. *New* - Limitation on COVID-19 Restrictions.** House recommended specific COVID-19 language. Sets general limits on what the department can require of employees related to COVID and barring the use of a database to track vaccination statuses, use of a vaccine passport, or requiring vaccination to access a state facility. It also includes special provisions for medical and programs that must comply with federal policies. Conference included.
16. **Sec. 225. *Deleted* - Loser Pays Provision.** The Senate included a loser pay provision in the case if the department were to lose a case related to disputes over the line 5 permitting process. The Conference did not include the item.
17. **Sec. 409. *Deleted* - Report on Portage Restaurant.** The Governor and Senate removed language requiring the Department to provide a report on the current and future use of the Portage Restaurant at Presque Isle State Harbor. House retained. Conference did not include.
18. **Sec. 410. *Deleted* - Report on Land Acquisitions.** The Governor and Senate deleted the report. House retained. Conference did not include.
19. **Sec. 507. *Modified* - Antlerless Deer License Fees and Discount.** Governor added language that allows the department to control the discount period for antlerless deer licenses, and to control the allocation of the remaining funds towards costs associated with testing deer for chronic wasting disease. The Conference modified language adding a date of February 1 for the lost revenue to be realized and ending the discount. If the \$505,000 is not used by then any remaining funding reverts to the deer habitat improvement partnership indefinite.
20. **Sec. 603. *Deleted* - Report on Fish Hatcheries.** The Conference deleted
21. **Sec. 802. *Modified* - Report on Timber Marking.** The House and Senate included three additional components to the existing report. The Conference included the new language.
22. **Sec. 1201. *New* - Chronic Wasting Disease Testing.** The Conference included language on the use of one-time funding to be implemented before the 2022 deer hunting season.
23. **Sec. 1202. *Modified* - Kalamazoo River Watershed Improvements.** The Governor's modified budget recommendation included work project language for the use of settlement funds. Conference included this item.

Date Completed: 10-13-21

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.