

# FY 2023-24 ENVIRONMENT, GREAT LAKES, AND ENERGY BUDGET

H.B. 4437 (P.A. 119 of 2023): INITIAL APPROPRIATIONS

Article 4



FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2022-23 YEAR-TO-DATE*	FY 2023-24 INITIAL APPROPRIATIONS	CHANGES FROM FY 2022-23 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	1,510.0	1,610.0	100.0	6.6
<b>GROSS .....</b>	<b>1,386,767,400</b>	<b>1,051,611,900</b>	<b>(340,155,500)</b>	<b>(24.4)</b>
Less:				
Interdepartmental Grants Received .....	3,406,400	4,035,100	628,700	18.5
<b>ADJUSTED GROSS .....</b>	<b>1,383,361,000</b>	<b>1,047,576,800</b>	<b>(340,784,200)</b>	<b>(24.5)</b>
Less:				
Federal Funds .....	826,225,800	441,297,200	(389,928,600)	(46.9)
Local and Private.....	1,415,500	1,360,700	(54,800)	(3.9)
<b>TOTAL STATE SPENDING.....</b>	<b>555,719,700</b>	<b>604,918,900</b>	<b>49,199,200</b>	<b>8.9</b>
Less:				
Other State Restricted Funds.....	348,354,900	358,966,800	10,611,900	3.0
<b>GENERAL FUND/GENERAL PURPOSE .....</b>	<b>207,364,800</b>	<b>245,952,100</b>	<b>38,587,300</b>	<b>18.6</b>
<b>PAYMENTS TO LOCALS .....</b>	<b>35,716,000</b>	<b>43,592,300</b>	<b>7,876,300</b>	<b>22.1</b>

\*As of August 1, 2023.

## Major Boilerplate Changes from FY 2022-23 Year-to-Date:

- Deleted.** The conference included eliminating the following sections from current-year boilerplate. Sec. 215 (Legacy Cost Reporting), Sec. 223 (COVID-19 Vaccination), Sec. 227 (Small Businesses), Sec. 237 (Flint Legal Fees), Sec. 243 (Geological Survey), Sec. 302-306), Sec. 314 (Remediation and Redevelopment), Sec. 401 (Water Resources), Sec. 902 (Materials Management), 925 (Oil, Gas, and Minerals), and 1000-1004 (One-time Appropriations).
- Modified - Amendments made to streamline reporting and partially removed provisions of certain sections.** The conference included amending the following sections: Sec. 211 (Expenditure of Unanticipated Revenues), Sec. 217 (FTE and Remote Work Status Report, and Sec. 410 (Lake Erie Basin Implementation)
- NEW Sections - Included language to address the implementation of new programs and one-time appropriations.** The conference included adding the following sections: Sec. 205 (Standard Report Recipients), Sec. 226 (Access to State and Local Services), Sec. 244 (Justice 40 Initiative), Sec. 245 (Transparency Language), Sec. 951 (Lead Service Line Replacement), Sec. 1001 (Critical Mineral Recycling), 1002 (Dam Risk Reduction), Sec. 1003 (Delineation of Critical Sand Dunes), 1004 (Environmental Justice Contaminated Site Clean-up), 1005 (Groundwater Data Collection), 1006 (Renewable Ready Communities), Sec. 1007 (Transfer Facility), Sec. 1008 (Water and Energy Nexus Research), Sec. 1009 (Water Career and Workforce Development Pilot), Sec. 1010 (Reverse Vending Machine Technology), Sec. 1011 (Carbon Emissions Tracking Software and Services), Sec. 1012 (Sustainable Business Park), Sec. 1013 (Water Infrastructure Reserve Fund), and Sec. 1014 (PFAS Remediation – Airports).

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FY 2022-23 Year-to-Date Appropriation .....	\$1,386,767,400	\$207,364,800		
	CHANGE FROM FY 2022-23 Y-T-D		FY 2023-24 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<b><u>Baseline Adjustments</u></b>				
<b>1. Authorization for the Michigan Agency for Energy.</b> The conference included \$996,600 in restricted funds and \$9,400 IDGs to provide funding for FTE authorizations transferred to EGLE with the Michigan Agency for Energy.	1,006,000	0	N/A	N/A
<b>2. Michigan Department of Transportation IDG Adjustment (3.0 FTEs).</b> The conference included \$653,800 in IDGs to provide funding for aligning available revenues from MDOT for the support of state infrastructure project permitting.	653,800	0	N/A	N/A
<b>3. Executive Recommendation 2024-1.</b> The conference included a number of line roll-ups, and pay adjustments that were recommended in Executive Revision 2024-1.	53,600	26,800	N/A	N/A
<b>4. Current Service Baseline Technical Adjustments.</b> The conference included a negative \$58.9 million Gross in technical adjustments made to the current service baseline.	(58,857,200)	0		
<b>5. Economic Adjustments.</b> Includes a negative \$1,417,200 Gross and a negative \$318,900 GF/GP for total economic adjustments. The conference included a \$17,700 increase in unclassified salaries.	(1,417,200)	(318,900)	N/A	N/A
<b><u>New Programs/Program Increases</u></b>				
<b>6. Infrastructure Investment and Jobs Act Funding - Water State Revolving Fund Authorization.</b> The conference included \$250,000,000 in Federal funds and \$30,500,000 GF/GP to provide the match funding for and spending authorization of the IIJA federal funding for the Water State Revolving Fund.	280,500,000	30,500,000	400,500,000	35,500,000
<b>7. Orphan Wells Remediation (2.0 FTEs).</b> The conference included \$5.2 million in Federal funding and \$5.2 million GF/GP to provide match funding for federal IIJA funds for orphan well remediation throughout the state.	10,352,100	5,201,000	N/A	N/A
<b>8. Lead Service Line Replacement Program (5.0 FTEs).</b> The conference included \$9.4 million to provide funding for the Lead Service Line	9,356,700	9,356,700	9,356,700	9,356,700

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	CHANGE FROM FY 2022-23 Y-T-D		FY 2023-24 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
Replacement Program for the replacement of lead service lines in Michigan's poorest 10% of communities.				
<b>9. Permitting Staff Capacity Increase (44.0 FTEs).</b> The conference included \$6.6 million to provide funding to increase the overall permitting staff capacity across several divisions within the department.	6,615,800	6,615,800	N/A	N/A
<b>10. Groundwater Data Collection (3.0 FTEs).</b> The conference included \$2.0 million in ongoing GF/GP funding for a new, ongoing groundwater data collection program.	2,000,000	2,000,000	2,000,000	2,000,000
<b>11. Groundwater Discharge Program Fees (4.0 FTEs).</b> The conference included fee increases to the groundwater discharge program fee	680,000	0	N/A	N/A
<b>12. Air Quality Programs (4.0 FTEs).</b> The conference included \$600,000 ongoing GF/GP and 4.0 FTEs for inspections and enforcement.	600,000	600,000	36,111,100	15,138,400
<b>13. Water Quality Programs (3.0 FTEs).</b> The conference included \$450,000 ongoing GF/GP and 3.0 FTEs for inspections and enforcement.	450,000	450,000	36,007,100	10,974,800
<b>14. Water Resource Programs (3.0 FTEs).</b> The conference included \$450,000 ongoing GF/GP and 3.0 FTEs for inspections and enforcement.	450,000	450,000	27,574,700	18,071,500
<b>15. Municipal Assistance (3.0 FTEs).</b> The conference included \$450,000 in ongoing federal funding to support 3.0 FTEs to serve as SRF Project Managers.	450,000	0	N/A	N/A
<b>16. Sustainable Groundwater Resources Technical Support (2.0 FTEs).</b> The conference included \$299,700 to provide funding for data acquisition of Michigan's groundwater resources to support resource management and permitting decisions.	299,700	299,700	N/A	N/A
<b><u>Eliminations/Reductions</u></b>				
<b>17. Removal of FY 2022-23 One-Time and Supplemental Funding.</b> The conference included the removal of current year one-time and supplemental funding.	(752,934,000)	(126,179,000)	N/A	N/A
<b><u>One-Time Appropriations</u></b>				
<b>18. Contaminated Site Remediation and Redevelopment.</b> The conference included a one-time authorization of \$55.0 million state restricted funding for contaminated site remediation and redevelopment.	55,000,000	0	55,000,000	0

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	Gross	GF/GP	Gross	GF/GP
<b>19. Renewable Ready Communities.</b> The conference included \$30.0 million one-time to provide funding for an incentive program to encourage communities to host wind, solar, and storage facilities.	30,000,000	30,000,000	30,000,000	30,000,000
<b>20. Environmental Justice Contaminated Site Clean-up Fund.</b> The conference included \$20.0 million one-time to create the Environmental Justice Contaminated Site Clean-up Fund to investigate, remediate, and redevelop contaminated sites in areas identified as environmental justice priorities.	20,000,000	20,000,000	20,000,000	20,000,000
<b>21. Groundwater Data Collection.</b> The conference included \$15.0 million one-time to provide funding for data acquisition of Michigan's groundwater resources to support resource management and permitting decisions	15,000,000	15,000,000	15,000,000	15,000,000
<b>22. Water Project Inflation.</b> The conference included \$15.0 million to cover costs associated with water project inflation.	15,000,000	15,000,000	15,000,000	15,000,000
<b>23. Critical Mineral Recycling.</b> The conference included \$5.0 million one-time to provide funding to support the creation of a critical mineral recycling research hub that will research the reuse of critical materials for clean energy production.	5,000,000	5,000,000	5,000,000	5,000,000
<b>24. Sustainable Business Park.</b> The conference included \$5.0 million for a sustainable business park in Kent County.	5,000,000	5,000,000	5,000,000	5,000,000
<b>25. Water Infrastructure Reserve Fund.</b> The conference included \$5.0 million for a Water Infrastructure Reserve Fund.	5,000,000	5,000,000	5,000,000	5,000,000
<b>26. Geologic Core Facility.</b> The conference included \$3.0 million for a geologic core facility to expand storage space and analyze core samples from around the state.	2,985,200	2,985,200	2,985,200	2,985,200
<b>27. Delineation of Critical Sand Dunes.</b> The conference included \$2.5 million for research efforts toward delineating critical sand dunes in the state.	2,500,000	2,500,000	2,500,000	2,500,000
<b>28. Water and Energy Nexus Research.</b> The conference included \$2.5 million to provide matching grants to universities and colleges studying emerging clean energy technologies that maximize the state's water resources.	2,500,000	2,500,000	2,500,000	2,500,000

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	Gross	GF/GP	Gross	GF/GP
<b>29. Reverse Vending Machine Technology.</b> The conference included \$2.0 million for modernizing and improving redemption capabilities for Michigan's beverage container reverse vending machines.	2,000,000	2,000,000	2,000,000	2,000,000
<b>30. Dam Safety and Risk Reduction Grant Program.</b> The conference included \$1.8 million one-time GF/GP to provide funding and support for dam removal projects and safety assistance initiatives.	1,800,000	1,800,000	1,800,000	1,800,000
<b>31. Carbon Emissions Tracking Software.</b> The conference included \$1.7 million one-time GF/GP to collaborate with DTMB in developing a carbon management platform.	1,700,000	1,700,000	1,700,000	1,700,000
<b>32. Transfer Facility.</b> The conference included \$1.0 million GF/GP for a waste and recycling transfer station in Benton Harbor, Berrien County.	1,000,000	1,000,000	1,000,000	1,000,000
<b>33. Water Career and Workforce Development Pilot.</b> The conference included \$100,000 for establish a workforce development pilot program to train water treatment plant operators.	100,000	100,000	100,000	100,000
<b>Other</b>				
<b>34. Authorization of FTEs for the Solid Waste Program (5.0 FTEs).</b> The conference included authorization for 5.0 FTEs necessary due to new programmatic needs stemming from statutory changes to the Natural Resources and Protection Act in 2022.	N/A	N/A	N/A	N/A
<b>35. Authorization of FTEs for EPA SRF Grants (7.0 FTEs).</b> The conference included authorization for 7.0 FTEs for Municipal Assistance to aid in the disbursement of SRF grants.	N/A	N/A	N/A	N/A
<b>36. Authorization of FTEs for Renew Michigan Fund (15.0 FTEs).</b> The conference included authorization for 15.0 FTEs for various purposes within the Renew Michigan Program.	N/A	N/A	N/A	N/A
<b>Total Changes</b> .....	<b>(\$335,155,500)</b>	<b>\$38,587,300</b>		
<b>FY 2023-24 INITIAL APPROPRIATIONS</b> .....	<b>\$1,051,611,900</b>	<b>\$245,952,100</b>		

Date Completed: 8-1-23

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