



86TH DISTRICT  
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MICHIGAN HOUSE OF REPRESENTATIVES

**THOMAS A. ALBERT**

APPROPRIATIONS CHAIR

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March 9, 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 transfer approved is from the Office of the State Budget letter dated January 25, 2022, Legislative Transfer Request 2022-1. The transfer is for Labor and Economic Opportunity.

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

Sincerely,

Thomas Albert, Chair  
House Appropriations Committee

Jim Stamas, Chair  
Senate Appropriations Committee



**FY 2021-22 LEGISLATIVE TRANSFER PACKAGE**

<b>Department/Budget Area</b>	<b>FY 2021-22 Year-to-Date Gross Appropriation</b>	<b>Contingency Transfer Amount</b>	<b>Standard Transfer Amount</b>	<b>Total Transfer Amount</b>	<b>Page Number</b>	<b>Transfer Percent of Y-T-D Gross</b>
Labor and Economic Opportunity	\$3,250,153,600	\$666,100,000	\$0	\$666,100,000	1	20.49%
<b>Total</b>	<b>\$3,250,153,600</b>	<b>\$666,100,000</b>	<b>\$0</b>	<b>\$666,100,000</b>		<b>20.49%</b>

Year-to-Date (YTD) Gross Appropriation Total represents all department budgets.

**FY 2021-22 CONTINGENCY TRANSFER FUND SOURCES**

<b>Department/Budget Area</b>	<b>Inter- Departmental Grants</b>	<b>Federal</b>	<b>Local/ Private</b>	<b>State Restricted</b>	<b>Total Contingency Transfer Amount</b>	<b>Percent Increase of Y-T-D Gross</b>
Labor and Economic Opportunity	\$0	\$0	\$0	\$666,100,000	\$666,100,000	20.49%
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$666,100,000</b>	<b>\$666,100,000</b>	<b>20.49%</b>

YTD as of January 25, 2022

State Budget Office Request 2022-1, January 25, 2022

# LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2022-1

BUDGET AREA: LABOR AND ECONOMIC OPPORTUNITY

FISCAL YEAR: 2021-22

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/9/2022	HOUSE ACTION 3/9/2022

**TOTAL TRANSFER REQUEST: \$ 666,100,000**

**FROM: BOILERPLATE APPROPRIATIONS**

Contingency funds	1,005,000,000	(666,100,000)	(666,100,000)	(666,100,000)
State restricted contingency revenues	1,005,000,000	(666,100,000)	(666,100,000)	(666,100,000)

**TO: ONE-TIME APPROPRIATIONS**

Critical industry program	100	600,000,000	600,000,000	600,000,000
Strategic outreach and attraction reserve fund transfer to Michigan strategic fund	100	600,000,000	600,000,000	600,000,000
Michigan strategic site readiness program	100	66,100,000	66,100,000	66,100,000
Strategic outreach and attraction reserve fund transfer to Michigan strategic fund	100	66,100,000	66,100,000	66,100,000

This transfer would provide \$666.1 million in state restricted contingency authorization to the Critical Industry Program (CIP) and Michigan Strategic Site Readiness Program (SSRP) pursuant to Sec. 301 of PA 132 of 2021. Funds would be transferred into the Critical Industry Program (\$600 million) and the Strategic Site Readiness Program (\$66.1 million) in support of an investment project involving General Motors LLC, Ultium Cells LLC, and the Lansing Economic Area Partnership (LEAP). Revenue to support this transfer is available in the Strategic Outreach and Attraction Reserve Fund (SOAR), created in PA 137 of 2021, and capitalized with \$1.0 billion GF/GP in PA 132 of 2021. This transfer complies with the statutory requirements for the use and expenditure of the SOAR fund in its enacting legislation.

The Michigan Strategic Fund Board approved performance-based incentives for the aforementioned project on January 25, 2022. The project is part of an effort to secure up to \$6.5 billion investment in Michigan by General Motors and LG Energy Solution. The \$600 million transfer to the CIP and other incentives will support a General Motors site expansion to increase electric vehicle manufacturing capacity in Orion Township, Oakland County, and Ultium Cells construction of a new high volume battery cell manufacturing facility in the City of Lansing. The \$66.1 million transfer to the SSRP will support infrastructure investments coordinated by LEAP, including electrical, water, sewer and wastewater upgrades, for the new Lansing facility.