

HFA Director: Mitchell E. Bean Supplemental Coordinator: Kyle I. Jen DELEG Analyst: Mark Wolf

	Execu	Executive* Senate		House/Enacted		
Budget Area	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP
Energy, Labor, Econ Growth	\$38,040,000	\$0	\$38,040,000	\$0	\$38,040,000	\$0
TOTAL	\$38,040,000	\$0	\$38,040,000	\$0	\$38,040,000	\$0

*Reflects SBO supplemental letter dated October 7, 2009.

OVERVIEW

Senate Bill 608, which has been signed into law as Public Act 145 of 2009, contains \$38.0 million in federal funds available under the American Recovery and Reinvestment Act for the Department of Energy, Labor, and Economic Growth (DELEG) concerning National Emergency Grants for workforce development.

FY 2009-10 Appropriation Items:		Executive	<u>Senate</u>	House/ <u>Enacted</u>
ENERGY, LABOR, AND ECONOMIC GROWTH				
1. Workforce Training Program Subgrantees (ARRA)	Gross	\$38,040,000	\$38,040,000	\$38,040,000
The Recovery Act makes \$200.0 million available in WIA National Emergency Grants (NEG) to supplement existing WIA displaced worker funds to respond to the needs of communities affected by major economic dislocations and other worker dislocation events that cannot be adequately remedied with existing WIA formula grants. Funds are to be used for re-employment and training services to displaced workers within three Regional Economic Impact (REI) grantees (Southeast Michigan, Mid-Michigan, and West Michigan) covering 24 counties within the state. The three awards total \$38.0 million and are anticipated to provide services to 8,644 displaced workers. Allocations – Southeast Michigan (Livingston, Macomb, Monroe, Oakland, St. Clair, Washtenaw and Wayne) - \$18.6 million, 4,236 workers; Mid-Michigan (Bay, Clinton, Eaton, Genesee, Huron, Ingham, Lapeer, Midland, Saginaw, Sanilac, Shiawassee, and Tuscola) - \$8.9 million, 2,044 workers; and West Michigan (Allegan, Berrien, Cass, Kent, Muskegon, Oceana, Ottawa, and Van Buren) - \$10.4 million, 2,364 workers. Half of the funds will be released initially, with the other half available as the state demonstrates a continued need for assistance. (10/7/09 SBO letter)	Federal	38,040,000	38,040,000	38,040,000
				House/

FY 2009-10 Boilerplate Items:	<u>Executive</u>	<u>Senate</u>	House/ <u>Enacted</u>
GENERAL 1. Temporary Nature of ARRA Funds	Not Included	Sec. 203	Sec. 203
States that ARRA funds are temporary in nature and that program funding levels and state employees supported by the funds will not be continued.			

FY 2009-10 Boilerplate Items:	<u>Executive</u>	<u>Senate</u>	House/ Enacted
2. Boilerplate Appropriation of Additional Funds Appropriates any additional ARRA funds awarded to Michigan through recalculation of formulas or under federal redistribution provisions; requires report to Legislature. (10/7/09 SBO letter)	Included	Sec. 210	Sec. 210
3. Carry-Forward Authority Provides for the carry-forward of unexpended ARRA funds into the succeeding fiscal year in conformance with Section 451a of the Management and Budget Act (work project provisions). (10/7/09 SBO letter)	Included	Sec. 211	Sec. 211
4. Federal Requirements Incorporated by Reference Requires subrecipients of ARRA funds appropriated to comply with all federal requirements regarding certification, assurances, accountability, and transparency. (10/7/09 SBO letter)	Included	Sec. 212	Sec. 212