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LAURA COX
STATE REPRESENTATIVE
APPROPRIATIONS CHAIR

November 29, 2017

Mr. Alton L. Pscholka
Office of the State Budget
Department of Management and Budget
6th Floor Romney Building
Lansing, MI 48090

Dear Director Pscholka:

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 October 31, 2017, Legislative Transfer Request 2017-9. The transfers are for the departments of Corrections, Health and Human Services, Military and Veterans Affairs, School Aid, State Police, and Treasury.

This transfer package also includes the \$5,250,000 Corrections transfer from the Legislative Transfer Request 2017-7.


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

Sincerely,

Laura Cox, Chair
House Appropriations Committee

Dave Hildenbrand, Chair
Senate Appropriations Committee

FINAL LEGISLATIVE TRANSFER PACKAGE

 Mary Ann Cleary, Director Viola Bay Wild, Transfer Coordinator Compiled by Tumai Burris, Budget Assistant		Summary Sheet SBO LETTER: 2017-9 October 31, 2017	
Department	Analyst	Page	Total Transfer
*Corrections	Robin Risko	1-5	\$7,925,000
**Health and Human Services	Sue Frey Kevin Koorstra Viola Bay Wild	6-13	118,171,100
Military and Veterans Affairs	Kent Dell	14-16	2,130,000
School Aid	Bethany Wicksall Samuel Christensen	17-18	6,700,000
State Police	Kent Dell	19	725,000
Treasury	Ben Gielczyk	20-21	497,918
Total			\$136,149,018

*The Corrections transfer for \$5,250,000 from SBO Request 2017-7, dated September 13, 2017, is included in this package on pages 4 and 5

**The Health and Human Services transfer includes an informal State Budget Office request from November 3, 2017.

FY 2016-17 Legislative Transfers: Request 2017-9

Budget	Year-to-Date Total Approps	Standard Transfers (Within Existing Budget)						% of Budget Shifted	
		IDG	Federal	Local	Private	Restricted	GF/GP		TOTAL
**Corrections	2,022,079,000						7,925,000	7,925,000	0.39%
Health and Human Services	24,994,841,700		45,600,000	2,500,000		7,000,000	30,861,100	85,961,100	0.34%
Military and Veterans Affairs	186,235,000		100,000				1,780,000	1,880,000	1.01%
School Aid	14,053,904,600					6,700,000		6,700,000	0.05%
State Police	671,078,200					725,000		725,000	0.11%
Treasury - Operations	544,923,200					215,000		215,000	0.04%
Treasury - Revenue Sharing	1,228,982,700					282,918		282,918	0.02%
*TOTAL	\$55,326,747,600	\$0	\$45,700,000	\$2,500,000	\$0	\$14,922,918	\$40,566,100	\$103,689,018	0.19%

*Includes budget areas not affected by transfers

**Includes numbers from \$5,250,000 Corrections Transfer in SBO Request 2017-7

Budget	Year-to-Date Total Approps	Contingency Fund Transfers (Increases Budget)						% Budget Increased	
		IDG	Federal	Local	Private	Restricted	GF/GP		TOTAL
Health and Human Services	24,994,841,700			4,210,000		28,000,000		32,210,000	0.13%
Military and Veterans Affairs	186,235,000		250,000					250,000	0.13%
*TOTAL	\$55,326,747,600	\$0	\$250,000	\$4,210,000	\$0	\$28,000,000	\$0	\$32,460,000	0.06%

*Includes budget areas not affected by transfers

LEGISLATIVE TRANSFER

BUDGET AREA: **CORRECTIONS**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$600,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Robin Risko**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/4/17	BALANCE AVAILABLE AS OF 11/4/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 108. CORRECTIONAL FACILITIES						
Central Michigan Correctional Facility – St. Louis	46,415,000	45,654,966	760,034	(600,000)	(600,000)	(600,000)
Funding source:						
State general fund/general purpose	46,415,000	45,654,966	760,034	(600,000)	(600,000)	(600,000)
TO: SEC. 106. CORRECTIONAL FACILITIES ADMINISTRATION						
Transportation	24,913,200	25,322,936	(409,736)	600,000	600,000	600,000
Funding source:						
State general fund/general purpose	24,344,200	24,780,012	(435,812)	600,000	600,000	600,000

The transfer to the Transportation line item is necessary to cover an increase in vehicle lease costs and higher than anticipated prisoner transportation costs. Funding is available as a result of vacant FTE positions and a closed housing unit at the Central Michigan Correctional Facility. This transfer is requested as part of FY 2016-17 book closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **CORRECTIONS**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$1,750,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Robin Risko**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/4/17	BALANCE AVAILABLE AS OF 11/4/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 107. HEALTH CARE						
Clinical complexes	143,622,300	142,241,098	1,381,202	(900,000)	(900,000)	(900,000)
Funding source:						
State general fund/general purpose	143,365,100	142,241,098	1,124,002	(900,000)	(900,000)	(900,000)
Mental health services and support	60,465,700	58,656,041	1,809,659	(850,000)	(850,000)	(850,000)
Funding source:						
State general fund/general purpose	60,465,700	58,656,041	1,809,659	(850,000)	(850,000)	(850,000)
TO: SEC. 107. HEALTH CARE						
Prisoner health care services	69,880,400	71,566,883	(1,686,483)	1,750,000	1,750,000	1,750,000
Funding source:						
State general fund/general purpose	69,880,400	71,566,883	(1,686,483)	1,750,000	1,750,000	1,750,000

The transfer to the Prisoner Health Care Services line item is necessary to cover higher than anticipated offsite health care costs. Funding is available from the Clinical Complexes and Mental Health Services and Support line items as a result of lower than budgeted onsite clinical and mental health costs. This transfer is requested as part of FY 2016-17 book closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **CORRECTIONS**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$325,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Robin Risko**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/4/17	BALANCE AVAILABLE AS OF 11/4/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 108. CORRECTIONAL FACILITIES						
Central Michigan Correctional Facility – St. Louis	46,415,000	45,654,966	760,034	(325,000)	(325,000)	(325,000)
Funding source:						
State general fund/general purpose	46,415,000	45,654,966	760,034	(325,000)	(325,000)	(325,000)
TO: SEC. 106. CORRECTIONAL FACILITIES ADMINISTRATION						
Prison food service	54,455,900	54,743,662	(287,762)	325,000	325,000	325,000
Funding source:						
State general fund/general purpose	54,455,900	54,743,662	(287,762)	325,000	325,000	325,000

The transfer to the Prison Food Service line item is necessary to cover higher than budgeted costs of equipment. Funding is available as a result of vacant FTE positions and a closed housing unit at the Central Michigan Correctional Facility. This transfer is requested as part of FY 2016-17 book closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **CORRECTIONS***
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$5,250,000**

S.B.O. LETTER: **9/13/17**
 S.B.O. REQUEST: **2017-7**
 ANALYST: **Robin Risko**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/4/17	BALANCE AVAILABLE AS OF 11/4/17	GOV'S REC. 9/13/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 103. PRISONER REENTRY AND COMMUNITY SUPPORT						
Public safety initiative	4,500,000	3,869,605	630,395	(500,000)	(500,000)	(500,000)
Funding source:						
State general fund/general purpose	4,500,000	3,869,605	630,395	(500,000)	(500,000)	(500,000)
SEC. 104. BUDGET AND OPERATIONS ADMINISTRATION						
Worker's compensation	14,171,300	10,571,298	3,600,002	(3,600,000)	(3,600,000)	(3,600,000)
Administrative hearings officers	3,407,100	2,986,144	420,956	(200,000)	(200,000)	(200,000)
Funding source:						
State general fund/general purpose	17,578,400	13,557,442	4,020,958	(3,800,000)	(3,800,000)	(3,800,000)
SEC. 106. CORRECTIONAL FACILITIES ADMINISTRATION						
Inmate legal services	790,900	235,024	555,876	(200,000)	(200,000)	(200,000)
Funding source:						
State general fund/general purpose	790,900	235,024	555,876	(200,000)	(200,000)	(200,000)
SEC. 108. CORRECTIONAL FACILITIES						
Carson City Correctional Facility – Carson City	48,491,500	47,741,661	749,839	(750,000)	(750,000)	(750,000)
Funding source:						
State general fund/general purpose	48,491,500	47,741,661	749,839	(750,000)	(750,000)	(750,000)

*This transfer request was included in S.B.O. transfer request 2017-7, letter dated 9/13/17. Figures appearing in the Y-T-D Expenditure and Encumbrance and Balance Available columns have been updated to reflect the most recent information available.

LEGISLATIVE TRANSFER

BUDGET AREA: **CORRECTIONS***
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$5,250,000 (Continued)**

S.B.O. LETTER: **9/13/17**
 S.B.O. REQUEST: **2017-7**
 ANALYST: **Robin Risko**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/4/17	BALANCE AVAILABLE AS OF 11/4/17	GOV'S REC. 9/13/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
TO: SEC. 109. INFORMATION TECHNOLOGY						
Information technology services and projects	28,813,300	28,175,608	637,692	5,250,000	5,250,000	5,250,000
Funding source:						
State general fund/general purpose	27,501,400	26,863,708	637,692	5,250,000	5,250,000	5,250,000

This transfer appropriates additional general fund to the Information Technology Services and Projects line item to cover a portion of the costs associated with system analysis, configuration, implementation, and support services for the modernization of multiple legacy software systems. The goal is to provide an integrated system that automates all functions across the department that are relative to offenders, including, but not limited to, investigations, management, internal audit, prisoner counts, education, physical and mental health records, behavior (i.e., critical incidents and misconducts), meal tracking, visitor tracking, offender financial services, probation and parole services, parole board services, and reentry services. There is \$12.0 million designated for this project from the Information Technology Investment Fund through DTMB.

Funding is available from the various line items due to operational efficiencies including reduced worker's compensation costs and a closed housing unit at the Carson City Correctional Facility.

*This transfer request was included in S.B.O. transfer request 2017-7, letter dated 9/13/17. Figures appearing in the Y-T-D Expenditure and Encumbrance and Balance Available columns have been updated to reflect the most recent information available.

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$10,036,100**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Viola Bay Wild, Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/03/17	BALANCE AVAILABLE AS OF 11/03/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 122. MEDICAL SERVICES						
Pharmaceutical services	385,946,800	305,089,075	80,857,725	(10,036,100)	(10,036,100)	(10,036,100)
Funding source:						
State general fund/general purpose	132,073,900	104,403,778*	27,670,122*	(10,036,100)	(10,036,100)	(10,036,100)
TO: SEC. 105. CHILDREN'S SERVICES						
AGENCY - CHILD WELFARE						
Child care fund	195,542,400	201,957,895	(6,415,495)	10,036,100	10,036,100	10,036,100
Funding source:						
State general fund/general purpose	159,767,300	166,182,795	(6,415,495)	10,036,100	10,036,100	10,036,100

This transfer requests a shift of \$10.0 million in GF/GP authorization from the Pharmaceutical Services line item to the Child Care Fund line item. Based on the Department's projections, increased GF/GP authorization is needed to meet Child Care Fund obligations through the end of FY 2016-17. Sufficient authorization is available in the Pharmaceutical Services line item due to lower than projected caseload expenditures. Both appropriations are consensus caseload accounts. This transfer is requested as part of FY 2016-17 book closing.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$2,700,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Viola Bay Wild**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/03/17	BALANCE AVAILABLE AS OF 11/03/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 105. CHILDREN'S SERVICES AGENCY - CHILD WELFARE						
Supplemental county payments	5,000,000	2,291,517	2,708,483	(2,700,000)	(2,700,000)	(2,700,000)
Funding source:						
State general fund/general purpose	5,000,000	2,291,517	2,708,483	(2,700,000)	(2,700,000)	(2,700,000)
TO: SEC. 105. CHILDREN'S SERVICES AGENCY - CHILD WELFARE						
Child welfare licensing	6,549,800	6,378,709	171,091	2,700,000	2,700,000	2,700,000
Funding source:						
State general fund/general purpose	671,100	653,570*	17,530*	2,700,000	2,700,000	2,700,000

This transfer requests \$2,700,000 of GF/GP authorization to be moved from the one-time Supplemental County Payments line item (P.A. 340 of 2016) to the Child Welfare Licensing line item to correct a financing imbalance. The FY 2017-18 enacted budget corrected this financial imbalance with a technical adjustment that increased the GF/GP authorization in Child Welfare Licensing by \$2,815,000. This transfer is needed to provide needed GF/GP authorization for FY 2016-17. All of the required Supplemental County Payments have been made and those counties received these payments on February 15, 2017. The Supplemental County Payments totaled \$2.3 million which left a balance of \$2.7 million in the line item. This transfer is requested as part of FY 2016-17 book closing.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$4,210,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Viola Bay Wild**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/03/17	BALANCE AVAILABLE AS OF 11/03/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: PUBLIC ACT 268 OF 2016, ARTICLE X SEC. 206(4)						
Contingency funds	40,000,000	NA	NA	(4,210,000)	(4,210,000)	(4,210,000)
Funding source:						
Total local revenues	40,000,000	NA	NA	(4,210,000)	(4,210,000)	(4,210,000)
TO: SEC. 105. CHILDREN'S SERVICES AGENCY - CHILD WELFARE						
Foster care payments	197,454,400	194,369,662	3,084,738	4,210,000	4,210,000	4,210,000
Funding source:						
Local funds – county chargeback	14,493,700	14,267,272*	226,428*	4,210,000	4,210,000	4,210,000

This contingency fund transfer requests additional local county chargeback authorization to recognize the actual amount of FY 2016-17 chargeback revenues received by the state from counties. Local chargeback revenue is funding that counties are required to pay to reimburse the state for 50% of the costs of out-of-home maintenance expenditures for State Ward Board & Care cases. There is sufficient Local Contingency Fund authorization in accordance with PA 268 of 2016, Article X, section 206 (3) for this transfer. This transfer is requested as part of FY 2016-17 book closing.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$600,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/03/17	BALANCE AVAILABLE AS OF 11/03/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 119. CHILDREN'S SPECIAL HEALTH CARE SERVICES						
Medical care and treatment	232,153,400	204,179,847	27,973,553	(600,000)	(600,000)	(600,000)
Funding source:						
Total other federal revenues	128,627,500	113,128,402*	15,499,098*	(600,000)	(600,000)	(600,000)
TO: SEC. 119. CHILDREN'S SPECIAL HEALTH CARE SERVICES						
Children's special health care services administration	5,990,100	6,183,312	(193,212)	600,000	600,000	600,000
Funding source:						
Total other federal revenues	3,035,500	3,411,333*	(375,833)*	600,000	600,000	600,000

This transfer shifts available federal authorization in the Medical Care and Treatment line item to provide needed authorization in the Children's Special Health Care Services Administration line item to spend available federal revenue. Sufficient authorization is available in the Medical Care and Treatment line item due to lower than projected caseload expenditures. This transfer is requested as part of FY 2016-17 book closing.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$28,000,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/03/17	BALANCE AVAILABLE AS OF 11/03/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: PUBLIC ACT 268 OF 2016, ARTICLE X SEC. 206(2)						
Contingency funds	29,700,000	NA	NA	(28,000,000)	(28,000,000)	(28,000,000)
Funding source:						
Total state restricted revenues	29,700,000	NA	NA	(28,000,000)	(28,000,000)	(28,000,000)
 TO: SEC. 122. MEDICAL SERVICES						
Health plan services	4,889,604,800	4,728,024,036	161,580,764	28,000,000	28,000,000	28,000,000
Funding source:						
Total other state restricted revenues	1,355,962,400	1,311,153,576*	44,808,824*	28,000,000	28,000,000	28,000,000

This transfer request seeks state restricted contingency funds to provide sufficient authorization to utilize greater than forecasted Specialty Network Access Fee (SNAF) lookback collections as state match in the Health Plan Services line item. This transfer is requested as part of FY 2016-17 book closing.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$72,625,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/03/17	BALANCE AVAILABLE AS OF 11/03/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 122. MEDICAL SERVICES						
Hospital services and therapy	825,000,100	727,638,227	97,361,873	(2,000,000)	(2,000,000)	(2,000,000)
Funding source:						
Total other state restricted revenues	258,009,800	227,560,934*	30,448,866*	(2,000,000)	(2,000,000)	(2,000,000)
Health plan services	4,889,604,800	4,728,024,036	161,580,764	(53,125,000)	(53,125,000)	(53,125,000)
Funding sources:						
Total other federal revenues	3,255,534,400	3,147,952,753*	107,581,647*	(35,000,000)	(35,000,000)	(35,000,000)
State general fund/general purpose	263,196,900	254,499,355*	8,697,545*	(18,125,000)	(18,125,000)	(18,125,000)
Healthy Michigan plan	3,672,306,200	3,365,238,768	307,067,432	(10,000,000)	(10,000,000)	(10,000,000)
Funding source:						
Total other federal revenues	3,536,101,800	3,240,423,379*	295,678,421*	(10,000,000)	(10,000,000)	(10,000,000)
Long-term care services	1,707,472,500	1,739,841,961	(32,369,461)	(1,000,000)	(1,000,000)	(1,000,000)
Funding source:						
Total other state restricted revenues	277,006,600	276,006,600	1,000,000	(1,000,000)	(1,000,000)	(1,000,000)
Special Medicaid reimbursement	308,799,600	255,178,828	53,620,772	(6,500,000)	(6,500,000)	(6,500,000)
Funding sources:						
Total local revenues	11,613,300	9,096,736*	2,516,564*	(2,500,000)	(2,500,000)	(2,500,000)
Total other state restricted revenues	95,214,200	79,180,957*	16,033,243*	(4,000,000)	(4,000,000)	(4,000,000)

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$ 72,625,000 (Continued)**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/03/17	BALANCE AVAILABLE AS OF 11/03/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
TO: SEC. 122. MEDICAL SERVICES						
Hospital services and therapy	825,000,100	727,638,227	97,361,873	3,000,000	3,000,000	3,000,000
Funding source:						
Total other state restricted revenues	258,009,800	227,560,934*	30,448,866*	3,000,000	3,000,000	3,000,000
Health plan services	4,889,604,800	4,728,024,036	161,580,764	2,500,000	2,500,000	2,500,000
Funding sources:						
Total local revenues	14,911,100	14,418,351*	492,749*	1,500,000	1,500,000	1,500,000
Total other state restricted revenues	1,355,962,400	1,311,153,576*	44,808,824*	1,000,000	1,000,000	1,000,000
Healthy Michigan plan	3,672,306,200	3,365,238,768	307,067,432	8,500,000	8,500,000	8,500,000
Funding sources:						
Total local revenues	549,300	503,369*	45,931*	500,000	500,000	500,000
Total other state restricted revenues	29,276,200	26,828,210*	2,447,990*	3,000,000	3,000,000	3,000,000
State general fund/general purpose	106,378,900	97,483,810*	8,895,090*	5,000,000	5,000,000	5,000,000
Transportation	20,583,400	19,333,112	1,250,288	1,000,000	1,000,000	1,000,000
Funding source:						
Total other federal revenues	11,935,700	11,210,695*	725,005*	1,000,000	1,000,000	1,000,000
Adult home help services	315,500,400	311,922,358	3,578,042	1,000,000	1,000,000	1,000,000
Funding source:						
State general fund/general purpose	109,504,600	108,262,725*	1,241,875*	1,000,000	1,000,000	1,000,000

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$72,625,000 (Continued)**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/03/17	BALANCE AVAILABLE AS OF 11/03/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
TO: SEC. 122. MEDICAL SERVICES						
Personal care services	9,562,500	9,593,758	(31,258)	125,000	125,000	125,000
Funding source:						
State general fund/general purpose	3,332,500	3,363,758*	(31,258)*	125,000	125,000	125,000
Long-term care services	1,707,472,500	1,739,841,961	(32,369,461)	46,500,000	46,500,000	46,500,000
Funding sources:						
Total other federal revenues	1,101,196,000	1,123,071,956*	(21,875,956)*	34,000,000	34,000,000	34,000,000
Total local revenues	6,618,800	6,744,276*	(125,476)*	500,000	500,000	500,000
State general fund/general purpose	300,811,900	312,140,118*	(11,328,218)*	12,000,000	12,000,000	12,000,000
School-based services	109,937,200	115,555,846	(5,618,646)	10,000,000	10,000,000	10,000,000
Funding source:						
Total other federal revenues	109,937,200	115,555,846	(5,618,646)	10,000,000	10,000,000	10,000,000

This transfer request seeks to align authorizations with anticipated expenditures within the Medical Services Unit lines for FY 2016-17. Excess authorization in the Health Plan line, due to lower than anticipated caseload spending, provides needed authorization in the Transportation, Long-Term Care Services, Adult Home Help Services, and Personal Care Services line items due to greater than anticipated caseload spending and cost allocation needs. Available GF/GP authorization in the Health Plan Services line item also provides needed authorization in the Healthy Michigan Plan line to account for possible costs that may still be realized in FY 2016-17 book closing. Additionally, the transfer request shifts available federal authorization from the Healthy Michigan Plan line to provide needed federal authorization in school-based services due to higher than projected spending.

The transfer also reflects various non-caseload related authorization adjustments. Available state restricted and local authorization in the Special Medicaid Reimbursement line item will provide sufficient authorization for non-GF/GP special Medicaid payments in the Hospital Services and Therapy, Health Plan Services, and Healthy Michigan Plan line items. Furthermore, the transfer aligns projected and actual quality assurance assessment program (QAAP) revenues.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$1,780,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Kent Dell**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/2/2017	BALANCE AVAILABLE AS OF 11/2/2017	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 103. MICHIGAN VETERANS AFFAIRS AGENCY						
MVAA administration	7,107,300	6,695,800	411,500	(325,000)	(325,000)	(325,000)
Michigan veterans' facility authority	1,000,000	369,200	630,800	(600,000)	(600,000)	(600,000)
Funding source:						
State general fund/general purpose	8,057,300	7,081,800	975,500	(925,000)	(925,000)	(925,000)
SEC. 102. MILITARY						
Unclassified positions	1,425,500	1,111,300	314,200	(310,000)	(310,000)	(310,000)
Michigan youth challenge academy	6,126,900	5,297,900	829,000	(410,000)	(410,000)	(410,000)
Military training sites and support facilities	35,043,000	33,034,200	2,008,800	(75,000)	(75,000)	(75,000)
National Guard operations	338,200	52,000	286,200	(35,000)	(35,000)	(35,000)
Departmentwide accounts	4,839,100	3,536,100	1,303,000	(25,000)	(25,000)	(25,000)
Funding source:						
State general fund/general purpose	4,065,600	3,168,000	897,600	(855,000)	(855,000)	(855,000)
TO: SEC. 102. MILITARY						
National Guard tuition assistance program	5,705,000	5,582,200	122,800	1,780,000	1,780,000	1,780,000
Funding source:						
State general fund/general purpose	2,200,000	2,200,000	0	1,780,000	1,780,000	1,780,000

This request transfers \$1,780,000 GF/GP from several line items to support higher than anticipated enrollment in the National Guard Tuition Assistance Program. Funding is available in the various lines as a result of increased operating efficiencies and higher than anticipated federal revenues, reducing expenditures of state GF/GP resources. This transfer is requested as part of FY 2016-17 book-closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$250,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Kent Dell**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/2/2017	BALANCE AVAILABLE AS OF 11/2/2017	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: PUBLIC ACT 268 OF 2016, ARTICLE XIV SEC. 206(1)						
Contingency funds	1,835,000	NA	NA	(250,000)	(250,000)	(250,000)
Funding source:						
Total federal revenues	1,835,000	NA	NA	(250,000)	(250,000)	(250,000)
TO: SEC. 103. MICHIGAN VETERANS AFFAIRS AGENCY						
D.J. Jacobetti home for veterans	22,050,600	22,492,700	(442,100)	250,000	250,000	250,000
Funding source						
Total federal revenues	9,105,600	9,237,500	(131,900)	250,000	250,000	250,000

This request transfers \$250,000 in federal contingency fund authorization to the D.J. Jacobetti Home for Veterans line item to align authorization with available U.S. Department of Veterans Affairs – Veterans Health Administration revenues as a result of higher than anticipated federal census revenues. Funding will be used to support additional staffing costs and accrued expenses resulting from staff changes and shortages. Authorization is available from federal contingency funds in accordance with 2016 PA 268, Article XIV, Section 206(1). This transfer is requested as part of FY 2016-17 book-closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$100,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Kent Dell**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/2/2017	BALANCE AVAILABLE AS OF 11/2/2017	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 102. MILITARY						
Military training sites and support facilities	35,043,000	33,034,200	2,008,800	(100,000)	(100,000)	(100,000)
Funding source:						
Total federal revenues	31,854,300	30,790,300	1,064,000	(100,000)	(100,000)	(100,000)
TO: SEC. 102. MILITARY						
Headquarters and armories	17,854,100	17,743,700	110,400	100,000	100,000	100,000
Funding source:						
Total federal revenues	11,454,000	11,593,300	(139,300)	100,000	100,000	100,000

This request transfers \$100,000 in federal authorization from the Military Training Sites and Support Facilities line item to the Headquarters and Armories line item. This funding supports the cost of an energy audit required by the National Guard Bureau to determine cost savings measures and best practices. Federal authorization is available due to revised cost allocations between the Headquarters and Armories line item and the Military Sites and Support Facilities line item (Department of Defense – Department of the Army – National Guard Bureau funds). This transfer is requested as part of FY 2016-17 book-closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **SCHOOL AID**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$5,700,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Bethany Wicksall/Samuel Christensen**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 10/28/17	BALANCE AVAILABLE AS OF 10/28/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 22b. DISCRETIONARY PAYMENT	3,913,000,000	3,881,204,698	31,795,302	(4,325,000)	(4,325,000)	(4,325,000)
Funding source:						
School Aid fund	3,706,921,300	3,680,484,067	26,437,233	(4,325,000)	(4,325,000)	(4,325,000)
SEC. 11j. SCHOOL BOND LOAN REDEMPTION	126,500,000	125,124,490	1,375,510	(1,375,000)	(1,375,000)	(1,375,000)
Funding source:						
School Aid fund	126,500,000	125,124,490	1,375,510	(1,375,000)	(1,375,000)	(1,375,000)
TO: SEC. 11m. CASH FLOW BORROWING COSTS	5,500,000	0	5,500,000	5,700,000	5,700,000	5,700,000
Funding source:						
School Aid fund	5,500,000	0	5,500,000	5,700,000	5,700,000	5,700,000

This request would transfer funds from the Foundation Allowance - Discretionary Payment and the School Bond Loan Redemption lines to cover additional cash flow borrowing costs. Funds in these lines are available because final costs were lower than estimated and are expected to otherwise lapse to the School Aid Fund. Cash flow interfund borrowing costs used to make timely state school aid payments are higher than the amount estimated during the May 2017 Consensus Revenue Estimating Conference due to increased interest rates and lower School Aid Fund average balances. This transfer is requested as part of FY 2016-17 book closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **SCHOOL AID**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$1,000,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Bethany Wicksall/Samuel Christensen**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 10/28/17	BALANCE AVAILABLE AS OF 10/28/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM:						
SEC. 51a(3) SPECIAL EDUCATION HOLD HARMLESS	1,000,000	410,521	589,479	(500,000)	(500,000)	(500,000)
Funding source:						
School Aid fund	1,000,000	410,521	589,479	(500,000)	(500,000)	(500,000)
SEC. 51a(6) SPECIAL EDUCATION RULE CHANGES	2,200,000	1,514,584	685,416	(500,000)	(500,000)	(500,000)
Funding source:						
School Aid fund	2,200,000	1,514,584	685,416	(500,000)	(500,000)	(500,000)
TO:						
SEC. 51a(2) SPECIAL EDUCATION FOUNDATIONS	260,700,000	252,469,590	8,230,410	1,000,000	1,000,000	1,000,000
Funding source:						
School Aid fund	260,700,000	252,469,590	8,230,410	1,000,000	1,000,000	1,000,000

This request would transfer funds remaining in the Special Education Hold Harmless and Special Education Rule Changes lines after those estimated obligations are met to fully fund estimated Special Education Foundations costs. The transfer would align authorizations based on estimates with actual special education cost data reported by local and intermediate school districts subsequent to the last budget adjustment. This transfer is requested as part of FY 2016-17 book closing.

LEGISLATIVE TRANSFER

BUDGET AREA: STATE POLICE
 FISCAL YEAR: 2016-17
 TRANSFER AMOUNT: \$725,000

S.B.O. LETTER: 10/31/17
 S.B.O. REQUEST: 2017-9
 ANALYST: Kent Dell

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/2/17	BALANCE AVAILABLE AS OF 11/2/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 103. LAW ENFORCEMENT SERVICES						
Grants and community services	16,772,900	8,620,900	8,152,000	(725,000)	(725,000)	(725,000)
Funding source:						
Total other state restricted revenues	7,674,100	4,728,100	2,946,000	(725,000)	(725,000)	(725,000)
TO: SEC. 102. EXECUTIVE DIRECTION AND DEPARTMENTAL SERVICES						
Information technology services and projects	27,307,800	25,549,900	1,757,900	725,000	725,000	725,000
Funding source:						
Total other state restricted revenues	9,612,000	10,455,800	(843,800)	725,000	725,000	725,000

This request transfers state restricted revenue authorization from the Grants and Community Services line item to the Information Technology Services and Projects line item in order to align authorization with higher than anticipated Criminal Justice Information Center service fee revenue. Funding will be used to expand data analytics capability to further detect crime trends, patterns, and behaviors in order to develop actionable intelligence. State restricted spending authority is available in the Grants and Community Services line item based on lower than anticipated auto theft prevention fee carryforward. This transfer is requested as part of the FY 2016-17 book-closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **TREASURY**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$282,918**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Ben Gielczyk**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/4/17	BALANCE AVAILABLE AS OF 11/4/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 108(13) REVENUE SHARING						
City, village, and township revenue sharing	243,040,000	242,763,221	276,779	(276,779)	(276,779)	(276,779)
County incentive program	43,033,500	43,027,361	6,139	(6,139)	(6,139)	(6,139)
Funding source:						
Sales tax	286,073,500	285,790,582	282,918	(282,918)	(282,918)	(282,918)
TO: SEC. 108(13) REVENUE SHARING						
Financially distressed cities, villages, or townships	5,000,000	4,997,189	2,811	282,918	282,918	282,918
Funding source:						
Sales tax	5,000,000	4,997,189	2,811	282,918	282,918	282,918

Section 952(5) of Article VIII of 2016 PA 268 states, "The unexpended funds appropriated in part 1 for city, village, and township revenue sharing and the county incentive program shall be available for expenditure under the program for financially distressed cities, villages, or townships after the approval of transfers by the legislature pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393." City, Village, and Township (CVT) Revenue Sharing funds are available due to 20 eligible units not qualifying for some or all of their CVT Revenue Sharing payment. The financially distressed cities, villages, or townships grant program supports grant funding to cities, villages, or townships with one or more conditions that indicate probable financial distress to pay for specific projects, services, or strategies that move a city, village, or township toward financial stability. This transfer is requested as part of FY 2016-17 book closing.

LEGISLATIVE TRANSFER

BUDGET AREA: **TREASURY**
 FISCAL YEAR: **2016-17**
 TRANSFER AMOUNT: **\$215,000**

S.B.O. LETTER: **10/31/17**
 S.B.O. REQUEST: **2017-9**
 ANALYST: **Ben Gielczyk**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 11/4/17	BALANCE AVAILABLE AS OF 11/4/17	GOV'S REC. 10/31/17	HOUSE ACTION 11/29/17	SENATE ACTION 11/29/17
FROM: SEC. 108(3) DEPARTMENTWIDE APPROPRIATIONS						
Rent and building occupancy charges – property management services	6,002,400	5,787,364	215,036	(215,000)	(215,000)	(215,000)
Funding source:						
Delinquent tax collection revenue	2,809,200	2,594,164	215,036	(215,000)	(215,000)	(215,000)
TO: SEC. 108(3) DEPARTMENTWIDE APPROPRIATIONS						
Worker's compensation insurance premium	81,400	295,072	(213,672)	215,000	215,000	215,000
Funding source:						
Delinquent tax collection revenue	81,400	295,072	(213,672)	215,000	215,000	215,000

This request transfers \$215,000 in authorization from Rent and Building Occupancy Charges - Property Management Services line item to the Worker's Compensation Insurance Premium line item to cover additional costs associated with new worker's compensation related incidents occurring in FY 2016-17. Funding is available from the Rent and Building Occupancy Charges - Property Management Services line item in the program's rent portion. This transfer is requested as part of FY 2016-17 book closing.