

MEMORANDUM



DATE: July 7, 2015
TO: Interested Parties
FROM: Kyle I. Jen, Deputy Director
RE: Changes in State Appropriations

This memo provides information on changes in state appropriation amounts over the last decade. The end point for all comparisons is the FY 2015-16 state budget as initially enacted through Public Acts 84 and 85 of 2015. FY 2014-15 appropriation amounts are year-to-date through June 30, 2015, which includes supplemental appropriations of \$100.0 million Gross (\$76.2 million GF/GP) under Public Act 86 of 2015 for the Department of Technology, Management, & Budget to purchase certain tax vouchers. Appropriation amounts are presented based on three different measures:

Adjusted Gross Appropriations: Total state appropriations from all fund sources, including state, local, private, and federal sources (but subtracting funds appropriated in multiple places in the state budget through interdepartmental grants or intradepartmental transfers). This measure captures the total anticipated financial impact of all funds appropriated by the Legislature. Federal grants are almost always dedicated to specific purposes, with varying levels of flexibility, and generally cannot be used to supplant state funds on an ongoing basis.

State-Source Appropriations: State appropriations from state sources only, including both the state General Fund and restricted funds. This measure captures the amount of authorized spending from resources generated through taxes, fees, and other sources created by the state constitution or statute.

General Fund/General Purpose (GF/GP) Appropriations: State appropriations from the unrestricted portion of the state General Fund. This measure captures the amount of authorized spending from resources available to the Legislature that are not in some way restricted by constitutional or statutory provisions.

When making comparisons between appropriation amounts across multiple years, a number of caveats apply:

Reorganizations and Program Transfers: Changes in appropriation amounts for specific budget areas are complicated by a number of departmental reorganizations and program transfers that have occurred over the last decade. A list of the largest such reorganizations and transfers over the last decade is included following this cover memo.

GF/GP Offsets: GF/GP appropriation amounts may fluctuate over time as funding amounts or sources are reclassified as restricted or unrestricted (for example, the transition from the Use Tax on Medicaid Managed Care Organizations, which is classified as GF/GP revenue, to the restricted Health Insurance Claims Assessment and then to a combination of the two in the Health Services portion of the Health and Human Services budget). Additionally, federal funds received under the American Recovery and Reinvestment Act (ARRA) in fiscal years (FYs) 2008-09, 2009-10, and 2010-11 temporarily reduced the need for GF/GP and other state-level appropriations to fund ongoing programs.

School Aid Revenue: Beginning in FY 2011-12, School Aid Fund revenue has been appropriated in the Community Colleges and Higher Education budgets, offsetting funds previously appropriated from GF/GP revenue. Such an appropriation was made on a one-time basis in the Community Colleges budget in FY 2009-10, as well.

One-Time Appropriations: In the last several years, some appropriation amounts have been designated as "one-time," indicating intent that those items would not be funded in the subsequent budget year in order to maintain a structurally balanced budget. Those appropriations are included in appropriation totals in order to provide an accurate representation of resources available for expenditure each year by state departments, local units of government, and other entities receiving funds through the state budget.

Retirement-Related Funding: In FY 2011-12, the state began prefunding retiree health benefit costs (known as Other Post-Employment Benefits, or OPEB) for state employees, rather than funding them on a pay-as-you-go basis. Beginning in FY 2012-13, funding has been built into the School Aid and Community College budgets to fund a rate cap for retirement unfunded liability costs and certain other retirement-related costs. The associated appropriation increases for state departments (Corrections, in particular), School Aid, and Community Colleges reflect changes in how retirement costs are funded, rather than an increase in operational expenditures.

Inflation: The cost of providing the same level of a particular government service often rises over time. The appropriation amounts presented in this document have not been adjusted for inflation. The consumer price index (CPI) provides a broad measure of inflationary cost growth over the last decade, although it does not account for changes in target populations for state programs (Medicaid caseloads, prison populations, educational enrollments, etc.) or cost increases for state government that may exceed those experienced by consumers. Appropriation growth can also be compared to personal income growth, providing a measure of the proportion of total household economic resources in the state being allocated through the state budget.

Mid-Year Adjustments: Appropriation amounts change throughout the fiscal year, as the budget is adjusted through supplemental appropriations and other mechanisms. The appropriation amounts presented in this document for years prior to FY 2015-16 are current or final year-to-date amounts and do not, therefore, reflect the budget initially enacted by the Legislature each year.

Final Expenditures: Appropriation amounts reflect amounts authorized for expenditure by the state through legislative actions, not final expenditures. The exception to this statement is Revenue Sharing amounts, which have been adjusted to reflect final (or estimated) Constitutional payments that are tied to sales tax revenue collection levels.

Fund Transfers: Appropriation amounts do not include transfers between funds—for example, the transfers from the General Fund to the Budget Stabilization Fund in recent years. (The FY 2013-14 appropriation of \$194.8 million from the Settlement Administration Fund for the Detroit pension systems, the funding for which was transferred from the BSF, is, however, included in the Treasury Operations appropriation total for that year.)

Payments to Locals: Payments-to-locals amounts are estimates based on appropriation amounts (again, with the exception of Revenue Sharing). Under the State Constitution, a minimum of 48.97% of annual state spending from state-source appropriations must be paid to local units of government.

Attached to this memo are seven tables and charts showing historical information on state appropriations:

- Attachment 1: Adjusted Gross Appropriations by Budget Area
- Attachment 2: State-Source Appropriations by Budget Area
- Attachment 3: GF/GP Appropriations by Budget Area
- Attachment 4: Percentage Change in State Appropriations by Major Area
- Attachment 5: Adjusted Gross Appropriations by Fund Source (chart)
- Attachment 6: State-Source Appropriations by Major Budget Area (chart)
- Attachment 7: Estimated Payments to Locals as a Percentage of State-Source Appropriations (chart)

Additionally, a list of notes regarding departmental reorganizations and program transfers is included (prior to Attachment 1).

Major Departmental Reorganizations and Program Transfers
Fiscal Years 2006-07 to 2015-16

FY 2006-07

None

FY 2007-08

The Department of Civil Service was merged into the Department of Management & Budget (DMB).

FY 2008-09

Approximately \$342.0 million in funding that was previously local revenue was shifted to state revenue and included in School Aid appropriations due to changes in the Personal Property and Michigan Business Taxes.

Energy functions were transferred from other departments to the Department of Labor and Economic Growth (DLEG), and the department was renamed as the Department of Energy, Labor, & Economic Growth (DELEG).

Funds for facility maintenance were transferred from the Capital Outlay budget to individual departmental budgets (Transportation, Corrections, Military & Veterans Affairs, Natural Resources, etc.).

FY 2009-10

The Department of History, Arts, & Libraries was abolished, with programs and appropriations transferred to other departments: Education (library funding); Information Technology; Energy, Labor, & Economic Growth; Management & Budget; Natural Resources; Michigan Strategic Fund.

FY 2010-11

The Departments of Environmental Quality and Natural Resources were merged into a single department: the Department of Natural Resources and Environment (reversed in FY 2011-12).

FY 2011-12

Child Care Subsidy funding was transferred from the Department of Human Services budget to the Department of Education budget.

The Department of Information Technology (which was funded entirely from Interdepartmental Grants, which are not included in Adjusted Gross appropriation amounts) was merged into the Department of Technology, Management, & Budget (DTMB; previously DMB).

Funding for Workforce Development programs and the Michigan State Housing Development Authority was transferred from DELEG to the Michigan Strategic Fund (MSF), and DELEG was renamed as the Department of Licensing & Regulatory Affairs (LARA).

The Department of Agriculture was renamed as the Department of Agriculture and Rural Development.

The Department of Natural Resources and Environment was split back into two departments: the Department of Environmental Quality and the Department of Natural Resources.

FY 2012-13

Funding for Michigan Rehabilitation Services was transferred from LARA to the Department of Human Services.

FY 2013-14

The Department of Insurance and Financial Services was split off from LARA.

FY 2014-15

None

FY 2015-16

The Department of Community Health (DCH) and the Department of Human Services (DHS) were merged into the new Department of Health & Human Services (DHHS), with certain licensing functions transferred to LARA. These tables show three appropriation totals for DHHS: (1) Departmentwide Administration, (2) Health Services (generally corresponding to programs previously administered by DCH), and (3) Human Services (generally corresponding to programs previously administered by DHS).

The Department of Talent & Economic Development (TED) was created, incorporating the MSF budget as well as appropriations for the Unemployment Insurance Agency transferred in from LARA.

Other Notes

Appropriations for the Legislative Auditor General have been included in the Legislature budget in some years and included as a stand-alone budget within the General Government bill in other years. These tables show Auditor General appropriations as a separate amount in all years.

Appropriations for MSF have been made in a number of ways: as a stand-alone budget bill, as part of the DLEG budget, as part of the Treasury budget, and as part of the TED budget. These tables show MSF appropriations as a separate line within the General Government category in all years, utilizing the same line for the TED budget in FY 2015-16.

State Building Authority (SBA) rent payments were appropriated in the Treasury budget in FY 2005-06 and in the DMB/DTMB budget in subsequent years. These tables show SBA rent payments as a separate line within the General Government category in all years.

Appropriations in the Capital Outlay budget for the Michigan Natural Resources Trust Fund (the bulk of remaining appropriation amounts in that budget area) are normally made through the supplemental budget process and have not yet been made for FY 2015-16.

ATTACHMENT 1: Adjusted Gross Appropriation History

Thousands of Dollars

BUDGET AREA	FY 2005-06	FY 2006-07	FY 2007-08	FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	10-Year Change	
												\$ Amount	Percent
Community Colleges	281,552	247,846	318,939	299,361	299,361	295,881	283,881	306,631	335,978	364,725	387,826	106,273	37.7
Education	120,957	89,432	99,905	1,024,636	114,926	126,416	336,657	313,377	303,752	288,155	305,876	184,919	152.9
Higher Education	1,734,444	1,610,750	1,886,676	1,754,105	1,612,243	1,578,279	1,364,178	1,399,220	1,430,574	1,517,496	1,534,724	(199,720)	(11.5)
School Aid	12,700,615	13,008,200	12,897,780	13,259,807	12,737,481	12,981,736	12,746,885	12,912,056	13,322,291	13,673,960	13,896,329	1,195,715	9.4
EDUCATION	14,837,568	14,956,228	15,203,299	16,337,908	14,764,011	14,982,311	14,731,600	14,931,283	15,392,594	15,844,337	16,124,756	1,287,187	8.7
Attorney General	52,340	51,608	51,344	50,144	52,530	50,448	62,890	63,419	61,375	66,039	63,574	11,234	21.5
Civil Rights	13,675	13,631	14,816	14,143	14,007	11,983	14,122	14,806	15,198	16,355	15,842	2,167	15.8
Civil Service	30,271	29,565	--	--	--	--	--	--	--	--	--	(30,271)	(100.0)
Executive Office	5,376	5,273	5,317	5,038	4,785	4,631	4,599	4,888	5,540	5,916	5,531	156	2.9
Information Technology	0	0	0	0	0	0	--	--	--	--	--	0	--
Legislative Auditor General	13,676	13,306	14,027	13,588	13,017	12,695	13,199	14,896	15,862	16,938	17,448	3,772	27.6
Legislature	113,962	111,283	114,504	110,981	107,153	102,084	109,043	115,465	123,819	131,931	136,464	22,502	19.7
State	178,078	178,783	191,076	193,579	195,599	192,906	194,372	201,029	199,866	207,425	205,257	27,178	15.3
Talent & Econ Develop (MSF)	484,718	85,794	219,972	147,951	123,537	175,116	1,060,088	985,418	1,015,165	1,002,780	1,153,024	668,306	137.9
DTMB: Operations	81,094	80,657	141,431	149,632	147,337	141,731	223,303	250,638	254,883	415,846	330,175	249,081	307.2
DTMB: (Treasury): SBA Rent	253,697	237,327	226,822	231,822	235,371	241,871	237,071	257,771	234,635	236,771	254,571	874	0.3
Treasury: Operations	390,572	378,954	407,353	403,759	413,890	685,744	469,164	500,433	698,793	544,927	526,696	136,125	34.9
Treasury: Debt Service	89,001	100,158	89,986	83,123	67,696	57,633	140,928	140,555	154,203	152,395	156,449	67,448	75.8
Treasury: Revenue Sharing	1,103,626	1,071,104	1,077,140	1,040,137	994,196	1,091,526	1,047,243	1,092,514	1,135,593	1,228,214	1,252,406	148,780	13.5
GENERAL GOVERNMENT	2,810,086	2,357,442	2,553,788	2,443,897	2,369,117	2,768,368	3,576,021	3,641,830	3,914,932	4,025,536	4,117,436	1,307,350	46.5
HHS: Departmentwide Admin	--	--	--	--	--	--	--	--	--	--	397,001	397,001	--
HHS: Health Services (DCH)	10,527,544	11,423,223	12,195,611	13,099,016	13,694,070	14,454,997	14,579,350	15,007,664	16,445,919	19,092,496	19,415,024	8,887,480	84.4
HHS: Human Services (DHS)	4,529,374	4,498,488	4,961,496	5,866,521	6,295,688	7,054,290	6,714,639	6,141,297	5,981,647	5,681,266	5,244,061	714,687	15.8
HEALTH & HUMAN SERVICES	15,056,918	15,921,712	17,157,107	18,965,537	19,989,758	21,509,287	21,293,989	21,148,961	22,427,566	24,773,762	25,056,086	9,999,168	66.4
Corrections	1,884,510	1,951,515	2,078,417	2,037,201	1,997,730	1,990,398	1,989,560	2,020,924	2,045,997	2,022,997	1,962,001	77,491	4.1
Military & Veterans Affairs	120,979	122,097	134,010	193,060	153,231	154,899	167,530	183,621	180,225	173,339	166,854	45,876	37.9
State Police	541,724	540,626	549,106	499,190	522,987	511,098	517,792	559,873	591,334	623,509	594,613	52,889	9.8
PUBLIC SAFETY	2,547,213	2,614,238	2,761,533	2,729,451	2,673,947	2,656,395	2,674,881	2,764,418	2,817,556	2,819,845	2,723,469	176,255	6.9
Insurance & Financial Services	--	--	--	--	--	--	--	--	74,628	64,482	64,350	64,350	--
Licensing & Reg Affairs (DELEG)	1,237,258	1,271,758	1,277,035	1,812,192	1,511,507	1,327,065	870,735	649,359	508,891	527,878	361,580	(875,677)	(70.8)
REGULATORY	1,237,258	1,271,758	1,277,035	1,812,192	1,511,507	1,327,065	870,735	649,359	583,518	592,361	425,930	(811,327)	(65.6)
Agriculture & Rural Development	110,684	100,364	99,196	89,970	79,152	74,845	75,448	78,989	80,909	83,734	86,277	(24,408)	(22.1)
Environmental Quality	438,693	429,923	352,832	588,640	388,402	--	426,884	425,059	507,817	509,661	477,794	39,101	8.9
Natural Resources (& Environ)	277,300	287,110	285,437	291,503	313,083	781,590	342,895	359,564	353,287	392,800	402,649	125,349	45.2
RESOURCE PROTECTION	826,677	817,398	737,465	970,113	780,637	856,435	845,227	863,611	942,013	986,196	966,719	140,042	16.9
Capital Outlay (excl SBA Rent)	275,933	258,721	279,072	58,429	35,659	102,101	37,767	23,349	27,678	24,730	0	(275,933)	(100.0)
History, Arts, & Libraries	53,201	50,230	49,333	51,044	--	--	--	--	--	--	--	(53,201)	(100.0)
Judiciary	252,968	255,764	257,258	256,482	255,659	255,447	256,177	271,790	282,464	285,403	282,289	29,320	11.6
Transportation	3,424,910	3,408,192	3,360,196	4,512,880	3,361,611	3,636,450	3,326,519	3,478,302	3,822,521	3,721,276	3,892,273	467,363	13.6
OTHER AREAS	4,007,013	3,972,908	3,945,858	4,878,835	3,652,929	3,993,998	3,620,463	3,773,442	4,132,662	4,031,408	4,174,561	167,548	4.2
GRAND TOTAL	41,322,733	41,911,683	43,636,084	48,137,933	45,741,905	48,093,858	47,612,916	47,772,905	50,210,842	53,073,444	53,588,956	12,266,223	29.7

ATTACHMENT 2: State-Source Appropriation History

Thousands of Dollars

BUDGET AREA	FY 2005-06	FY 2006-07	FY 2007-08	FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	10-Year Change	
												\$ Amount	Percent
Community Colleges	281,552	247,846	318,939	299,361	299,361	295,881	283,881	306,631	335,978	364,725	387,826	106,273	37.7
Education	39,809	13,836	14,212	14,026	26,864	28,320	82,180	76,134	78,926	78,949	82,568	42,759	107.4
Higher Education	1,730,944	1,607,750	1,771,477	1,576,239	1,460,532	1,486,352	1,265,852	1,302,194	1,333,547	1,419,470	1,437,698	(293,246)	(16.9)
School Aid	11,308,027	11,596,963	11,421,776	11,097,798	10,675,098	10,803,403	11,088,853	11,211,014	11,506,132	11,865,797	12,120,560	812,533	7.2
EDUCATION	13,360,333	13,466,395	13,526,404	12,987,423	12,461,855	12,613,955	12,720,765	12,895,973	13,254,583	13,728,941	14,028,652	668,319	5.0
Attorney General	42,513	41,647	43,528	41,708	43,999	41,882	53,490	53,439	51,537	56,181	54,295	11,783	27.7
Civil Rights	12,109	12,098	12,437	11,861	11,631	10,231	11,107	12,106	12,489	13,600	13,102	993	8.2
Civil Service	23,642	23,251	--	--	--	--	--	--	--	--	--	(23,642)	(100.0)
Executive Office	5,376	5,273	5,317	5,038	4,785	4,631	4,599	4,888	5,540	5,916	5,531	156	2.9
Information Technology	0	0	0	0	0	0	--	--	--	--	--	0	--
Legislative Auditor General	13,676	13,306	14,027	13,588	13,017	12,695	13,199	14,896	15,862	16,938	17,448	3,772	27.6
Legislature	113,562	110,883	114,104	110,581	106,753	101,684	108,643	115,065	123,419	131,531	136,064	22,502	19.8
State	174,635	175,591	185,770	185,705	186,568	190,891	191,630	198,859	198,056	204,375	203,797	29,162	16.7
DTMB: Operations	81,094	80,657	134,801	134,745	134,097	137,498	210,942	239,663	244,581	404,128	318,400	237,306	292.6
DTMB (Treasury): SBA Rent	253,697	237,327	226,822	231,822	235,371	241,871	237,071	257,771	234,635	236,771	254,571	874	0.3
Talent & Econ Develop (MSF)	427,996	29,509	163,828	82,496	66,514	107,705	349,302	317,584	366,906	365,321	378,868	(49,128)	(11.5)
Treasury: Operations	354,141	342,386	367,447	365,400	372,547	477,566	427,442	457,565	657,401	503,216	477,980	123,839	35.0
Treasury: Debt Service	89,001	100,158	89,986	83,123	67,696	57,633	140,928	140,555	154,203	152,395	156,449	67,448	75.8
Treasury: Revenue Sharing	1,103,626	1,071,104	1,077,140	1,040,137	994,196	1,091,526	1,047,243	1,092,514	1,135,593	1,228,214	1,252,406	148,780	13.5
GENERAL GOVERNMENT	2,695,068	2,243,189	2,435,208	2,306,205	2,237,173	2,475,813	2,795,596	2,904,902	3,200,222	3,318,586	3,268,910	573,842	21.3
HHS: Departmentwide Admin	--	--	--	--	--	--	--	--	--	--	149,341	149,341	--
HHS: Health Services (DCH)	4,538,595	4,926,417	5,037,721	4,131,793	3,875,787	4,359,795	4,931,935	4,948,604	5,057,753	5,251,633	5,250,727	712,132	15.7
HHS: Human Services (DHS)	1,230,186	1,326,822	1,483,881	1,333,088	988,529	1,057,598	1,077,903	1,103,714	1,124,031	1,096,579	957,000	(273,186)	(22.2)
HEALTH & HUMAN SERVICES	5,768,781	6,253,239	6,521,602	5,464,880	4,864,316	5,417,393	6,009,838	6,052,318	6,181,784	6,348,212	6,357,068	588,287	10.2
Corrections	1,872,689	1,939,674	2,066,234	1,832,505	1,988,077	1,980,406	1,979,767	2,008,225	2,028,752	2,008,868	1,947,899	75,211	4.0
Military & Veterans Affairs	66,269	66,095	69,576	67,553	64,226	64,219	71,913	76,794	84,457	75,741	74,409	8,140	12.3
State Police	351,019	362,344	389,373	293,455	403,216	393,617	404,689	447,862	481,931	519,140	501,134	150,114	42.8
PUBLIC SAFETY	2,289,977	2,368,113	2,525,183	2,193,512	2,455,518	2,438,241	2,456,369	2,532,881	2,595,140	2,603,749	2,523,442	233,465	10.2
Insurance & Financial Services	--	--	--	--	--	--	--	--	72,628	62,482	62,350	62,350	--
Licensing & Reg Affairs (DELEG)	391,113	411,247	435,123	463,666	461,762	436,642	473,837	375,779	296,862	326,285	296,885	(94,228)	(24.1)
REGULATORY	391,113	411,247	435,123	463,666	461,762	436,642	473,837	375,779	369,490	388,767	359,235	(31,878)	(8.2)
Agriculture & Rural Development	76,865	76,638	77,695	72,366	61,841	59,662	58,987	66,808	69,601	73,460	75,721	(1,144)	(1.5)
Environmental Quality	292,725	291,791	220,226	209,650	208,126	--	264,781	262,838	356,495	359,365	339,169	46,444	15.9
Natural Resources (& Environ)	233,280	241,412	234,302	230,828	235,095	510,470	270,607	285,053	276,642	311,410	317,363	84,083	36.0
RESOURCE PROTECTION	602,869	609,840	532,223	512,845	505,061	570,132	594,375	614,699	702,739	744,234	732,252	129,383	21.5
Capital Outlay (excl SBA Rent)	98,297	94,842	68,767	48,535	35,659	102,101	35,984	23,349	27,678	24,730	0	(98,297)	(100.0)
History, Arts, & Libraries	44,406	41,269	41,865	42,396	--	--	--	--	--	--	--	(44,406)	(100.0)
Judiciary	244,780	244,293	245,889	244,420	243,091	242,813	243,052	257,134	268,405	270,780	267,688	22,908	9.4
Transportation	2,208,160	2,192,013	2,116,605	2,068,009	1,978,579	1,969,724	2,031,356	2,194,292	2,563,975	2,439,633	2,584,391	376,232	17.0
OTHER AREAS	2,595,642	2,572,417	2,473,126	2,403,361	2,257,328	2,314,638	2,310,391	2,474,775	2,860,058	2,735,143	2,852,079	256,437	9.9
GRAND TOTAL	27,703,782	27,924,439	28,448,869	26,331,892	25,243,012	26,266,815	27,361,171	27,851,327	29,164,016	29,867,632	30,121,638	2,417,856	8.7
Estimated Payments to Locals	15,666,599	15,982,928	15,907,083	15,159,095	14,808,362	15,121,196	15,427,651	15,327,406	15,914,444	16,423,666	16,808,986	1,142,387	7.3

ATTACHMENT 3: GF/GP Appropriation History

Thousands of Dollars

BUDGET AREA	FY 2005-06	FY 2006-07	FY 2007-08	FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	10-Year Change	
												\$ Amount	Percent
Community Colleges	281,552	247,846	318,939	299,361	90,961	295,881	24,251	109,016	138,364	0	131,111	(150,442)	(53.4)
Education	16,100	6,188	7,075	7,075	19,855	21,370	64,741	68,443	70,894	70,976	74,899	58,798	365.2
Higher Education	1,577,444	1,364,050	1,669,827	1,547,628	1,460,232	1,486,052	1,065,633	1,101,628	1,132,981	1,212,902	1,232,419	(345,025)	(21.9)
School Aid	62,714	35,000	34,910	78,000	30,206	18,642	78,642	282,400	149,900	33,700	45,900	(16,814)	(26.8)
EDUCATION	1,937,811	1,653,084	2,030,751	1,932,063	1,601,254	1,821,945	1,233,267	1,561,488	1,492,139	1,317,578	1,484,328	(453,483)	(23.4)
Attorney General	31,501	30,471	32,037	29,918	28,578	26,894	30,607	33,826	34,481	38,267	37,013	5,512	17.5
Civil Rights	12,109	12,043	12,437	11,861	11,631	10,178	10,855	11,954	12,338	13,448	12,950	841	6.9
Civil Service	7,102	6,338	--	--	--	--	--	--	--	--	--	(7,102)	(100.0)
Executive Office	5,376	5,273	5,317	5,038	4,785	4,631	4,599	4,888	5,540	5,916	5,531	156	2.9
Information Technology	0	0	0	0	0	0	--	--	--	--	--	0	--
Legislative Auditor General	12,429	11,766	12,487	12,048	11,477	11,155	11,624	13,005	13,911	14,937	15,460	3,031	24.4
Legislature	112,453	109,773	112,994	109,471	105,643	100,574	107,533	113,955	122,310	127,421	131,872	19,420	17.3
State	19,998	17,759	28,797	24,796	18,074	13,092	12,608	14,888	15,570	17,739	17,162	(2,836)	(14.2)
Talent & Econ Develop (MSF)	33,991	29,458	33,073	27,741	27,008	32,132	135,085	174,722	220,554	222,643	198,457	164,466	483.9
DTMB: Operations	35,218	34,034	68,220	58,600	57,748	53,671	117,113	149,146	151,154	285,228	222,628	187,410	532.1
DTMB (Treasury): SBA Rent	236,902	232,232	225,302	230,302	235,371	241,871	237,071	257,771	234,635	236,771	254,571	17,669	7.5
Treasury: Operations	61,134	65,144	73,419	69,811	52,001	87,616	78,080	101,795	92,203	121,668	123,930	62,796	102.7
Treasury: Debt Service	52,887	6,244	66,072	67,609	52,182	42,118	125,414	135,040	151,188	152,395	156,449	103,562	195.8
Treasury: Revenue Sharing	1,105	212	326	106	0	0	0	0	0	0	0	(1,105)	(100.0)
GENERAL GOVERNMENT	622,205	560,745	670,481	647,300	604,497	623,933	870,589	1,010,990	1,053,885	1,236,433	1,176,023	553,818	89.0
HHS: Departmentwide Admin	--	--	--	--	--	--	--	--	--	--	146,515	146,515	--
HHS: Health Services (DCH)	2,976,929	3,145,329	3,217,758	2,473,753	2,179,008	2,513,573	2,759,513	2,787,168	2,992,783	3,101,679	3,153,022	176,093	5.9
HHS: Human Services (DHS)	1,158,384	1,267,637	1,408,332	1,197,528	897,413	967,064	951,541	1,029,205	992,197	982,631	843,261	(315,123)	(27.2)
HEALTH & HUMAN SERVICES	4,135,313	4,412,965	4,626,090	3,671,281	3,076,421	3,480,637	3,711,054	3,816,373	3,984,980	4,084,310	4,142,798	7,485	0.2
Corrections	1,806,099	1,871,878	1,996,085	1,778,041	1,919,711	1,900,078	1,921,594	1,941,236	1,972,725	1,960,098	1,903,948	97,850	5.4
Military & Veterans Affairs	39,689	39,299	40,504	37,473	36,245	35,986	38,395	46,367	56,903	52,455	51,187	11,498	29.0
State Police	235,347	243,187	276,579	171,652	268,141	257,574	280,266	319,514	356,784	391,840	376,306	140,959	59.9
PUBLIC SAFETY	2,081,135	2,154,364	2,313,168	1,987,166	2,224,097	2,193,638	2,240,255	2,307,117	2,386,413	2,404,393	2,331,441	250,307	12.0
Insurance & Financial Services	--	--	--	--	--	--	--	--	11,000	55	150	150	--
Licensing & Reg Affairs (DELEG)	39,063	45,976	46,003	59,635	54,590	84,951	43,510	39,745	25,005	39,821	38,482	(582)	(1.5)
REGULATORY	39,063	45,976	46,003	59,635	54,590	84,951	43,510	39,745	36,005	39,876	38,632	(432)	(1.1)
Agriculture & Rural Development	28,888	28,834	31,573	28,546	29,828	28,982	29,187	37,399	40,580	45,316	43,074	14,186	49.1
Environmental Quality	31,810	30,788	42,763	38,580	26,553	--	28,204	29,812	29,155	37,476	34,828	3,018	9.5
Natural Resources (& Environ)	25,943	31,790	23,743	9,892	17,402	39,958	23,668	31,338	26,787	47,592	39,598	13,655	52.6
RESOURCE PROTECTION	86,641	91,411	98,080	77,018	73,783	68,940	81,058	98,549	96,521	130,384	117,499	30,859	35.6
Capital Outlay (excl SBA Rent)	4,703	5,000	2	1	0	3	2	1	1	0	0	(4,703)	(100.0)
History, Arts, & Libraries	41,822	38,689	39,219	38,246	--	--	--	--	--	--	--	(41,822)	(100.0)
Judiciary	157,615	156,501	157,997	156,472	153,133	150,735	156,533	171,572	184,191	186,527	183,442	25,828	16.4
Transportation	0	0	0	0	0	0	500	23,000	336,600	284,648	400,000	400,000	--
OTHER AREAS	204,139	200,190	197,218	194,719	153,133	150,737	157,034	194,572	520,792	471,175	583,442	379,303	185.8
GRAND TOTAL	9,106,306	9,118,735	9,981,790	8,569,183	7,787,775	8,424,780	8,336,767	9,028,834	9,570,735	9,684,149	9,874,163	767,857	8.4

ATTACHMENT 4**Percentage Change in State Appropriations by Major Area**

Period Ending with FY 2015-16

ADJUSTED GROSS APPROPRIATIONS

Budget Area	10-year	5-year	2-year	1-year
Community Colleges	37.7	31.1	15.4	6.3
Higher Education	(11.5)	(2.8)	7.3	1.1
School Aid	9.4	7.0	4.3	1.6
Revenue Sharing	13.5	14.7	10.3	2.0
HHS: Health Services (DCH)	84.4	34.3	18.1	1.7
HHS: Human Services (DHS)	15.8	(25.7)	(12.3)	(7.7)
Corrections	4.1	(1.4)	(4.1)	(3.0)
Transportation	13.6	7.0	1.8	4.6
All Other Areas	16.9	19.8	5.5	4.0
Total Appropriations	29.7	11.4	6.7	1.0

STATE-SOURCE APPROPRIATIONS

Budget Area	10-year	5-year	2-year	1-year
Community Colleges	37.7	31.1	15.4	6.3
Higher Education	(16.9)	(3.3)	7.8	1.3
School Aid	7.2	12.2	5.3	2.1
Revenue Sharing	13.5	14.7	10.3	2.0
HHS: Health Services (DCH)	15.7	20.4	3.8	(0.0)
HHS: Human Services (DHS)	(22.2)	(9.5)	(14.9)	(12.7)
Corrections	4.0	(1.6)	(4.0)	(3.0)
Transportation	17.0	31.2	0.8	5.9
All Other Areas	22.0	29.8	2.6	(0.2)
Total Appropriations	8.7	14.7	3.3	0.9
Estimated Payments to Locals	7.3	11.2	5.6	2.3

GF/GP APPROPRIATIONS*

Budget Area	10-year	5-year	2-year	1-year
Community Colleges	(53.4)	(55.7)	(5.2)	--
Higher Education	(21.9)	(17.1)	8.8	1.6
School Aid	(26.8)	146.2	(69.4)	36.2
Revenue Sharing	(100.0)	--	--	--
HHS: Health Services (DCH)	5.9	25.4	5.4	1.7
HHS: Human Services (DHS)	(27.2)	(12.8)	(15.0)	(14.2)
Corrections	5.4	0.2	(3.5)	(2.9)
Transportation	--	--	18.8	40.5
All Other Areas	74.3	74.1	16.7	2.7
Total Appropriations	8.4	17.2	3.2	2.0

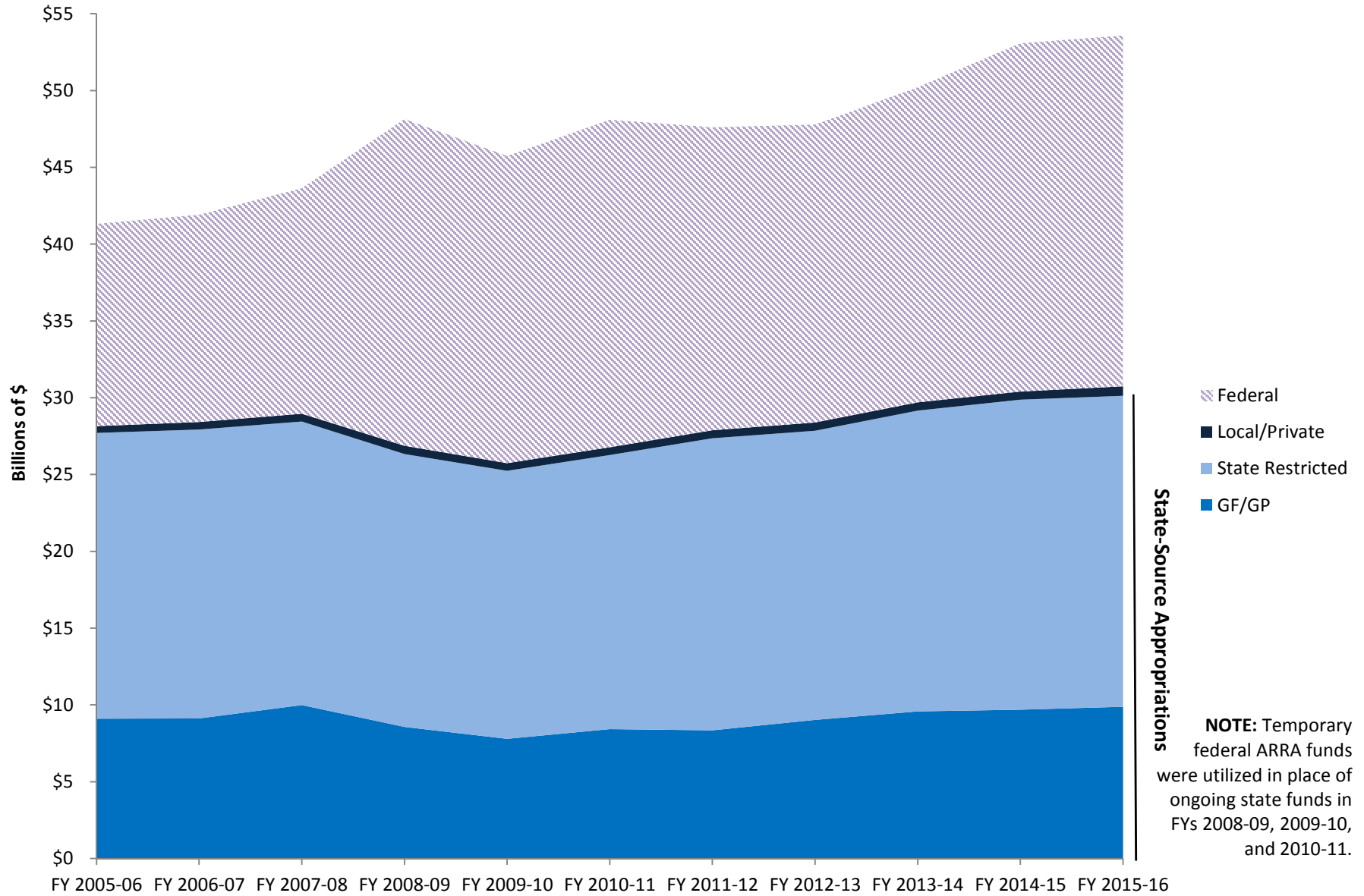
For Comparison

Detroit Consumer Price Index**	15.7	8.0	2.3	1.4
Mich Personal Income (CY basis)**	29.2	19.6	9.2	4.4

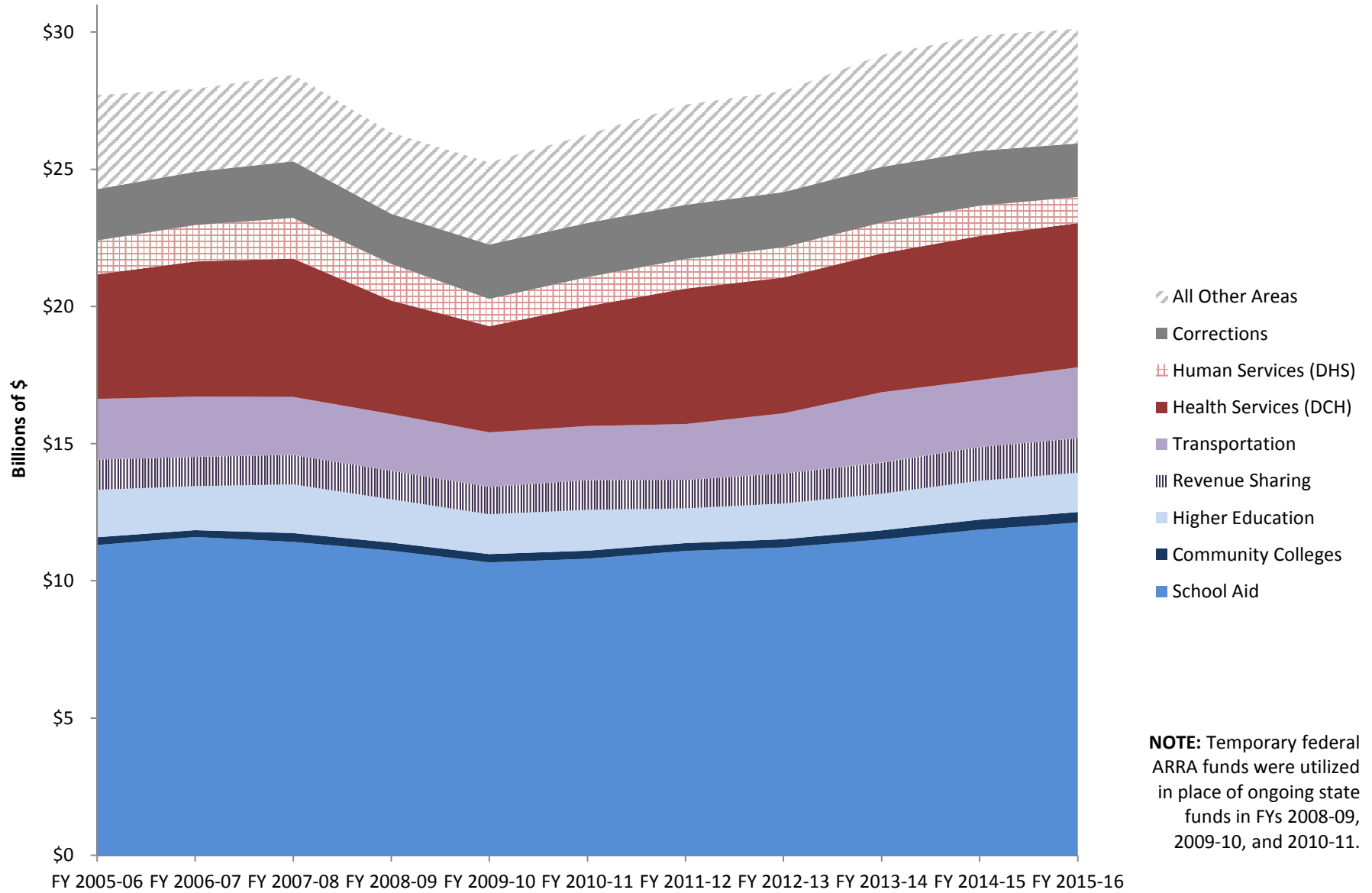
*Large percentage changes in GF/GP appropriations for some budgets are result of GF/GP funds constituting a relatively small portion of those budgets.

**Based on May 2015 consensus estimates for FYs 2014-15 and 2015-16.

ATTACHMENT 5 Adjusted Gross Appropriations by Fund Source



ATTACHMENT 6 State-Source Appropriations by Major Area



ATTACHMENT 7
Estimated Payments to Locals as Percentage of State-Source Appropriations

