

MEMORANDUM



DATE: September 7, 2012
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 enacted FY 2012-13 state budget. 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/transfers 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. 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.

One-Time Appropriations: In FYs 2011-12 and 2012-13, 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.

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 in the Community Colleges budget in FY 2009-10, as well.

OPEB Prefunding: 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. In FY 2012-13, funding is built into the School Aid budget to begin doing the same for school employees. The associated appropriation increases for state departments and the School Aid budget reflect a change in how retiree health benefit costs are funded (setting aside funding as benefits are accrued due to employee service, rather than paying the benefits as cost are incurred post-retirement), not an increase in the amount of those benefits.

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 rough 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 individual 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 are current or final year-to-date amounts and, with the exception of FY 2012-13, do not 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 collections.

Fund Transfers: Appropriation amounts do not include transfers between funds—for example, the transfers from the General Fund to the Budget Stabilization Fund in FYs 2011-12 and 2012-13.

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 state spending, from state source appropriations, must be paid to local units of government.

Attached to this memo are six 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 2002-03 to 2012-13

1. Library funding was shifted into the Department of Education budget (from the Library of Michigan) in FY 2009-10, and Early Childhood funding was shifted from the Department of Human Services budget to the Department of Education budget in FY 2011-12.
2. Since FY 2008-09, School Aid appropriations include approximately \$342.0 million in funding that was previously local revenue but was shifted to state revenue due to changes in the Michigan Business Tax.
3. The Department of Civil Service was merged into the Department of Management & Budget in FY 2007-08.
4. 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 the Department of Management and Budget) in FY 2011-12.
5. 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 line in all years.
6. Appropriations for the Michigan Strategic Fund (MSF) have been made in a number of ways: as a stand-alone budget bill, as part of the Department of Labor, & Economic Growth (DELEG) budget, and as part of the Treasury budget. These tables show MSF appropriations as a separate line within the General Government category in all years.
7. State Building Authority (SBA) rent payments were appropriated in the Capital Outlay budget until FY 2004-05, in the Treasury budget in FY 2005-06, and in the DTMB budget in subsequent years. These tables show SBA rent payments as a separate line within the General Government category in all years.
8. The Department of Human Services was previously the Family Independence Agency (name change in 2004).
9. The Departments of Career Development and Consumer & Industry Services were merged into DELEG in FY 2004-05. Energy functions were added from other departments, and the department was renamed as the Department of Energy, Labor, & Economic Growth in FY 2008-09.
10. Funding for Workforce Development programs and the Michigan State Housing Development Authority was moved from DELEG to MSF, and DELEG was renamed as the Department of Licensing & Regulatory Affairs (LARA) in FY 2011-12.
11. The Departments of Environmental Quality and Natural Resources were merged into a single department for FY 2010-11 but then separated back into separate departments in FY 2011-12.
12. Funds for facility maintenance were moved out of the Capital Outlay budget and into individual departmental budgets (Corrections, Military & Veterans Affairs, Natural Resources, etc.) in FY 2008-09. Appropriations in the Capital Outlay budget for the Michigan Natural Resources Trust Fund (the bulk of remaining appropriation amounts in that budget) are normally made through the supplemental budget process and have not yet been made for FY 2012-13.
13. The Department of History, Arts, & Libraries was abolished in FY 2009-10, with programs and appropriations moved to other departments (Education; Information Technology; Energy, Labor, & Economic Growth; Management & Budget; Natural Resources; Strategic Fund).

ATTACHMENT 1: Adjusted Gross Appropriation History

Thousands of Dollars

BUDGET AREA	FY 2002-03	FY 2003-04	FY 2004-05	FY 2005-06	FY 2006-07	FY 2007-08	FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	10-Year Change	
												\$ Amount	Percent
Community Colleges	310,886	276,829	294,268	281,552	247,846	318,939	299,361	299,361	295,881	283,881	294,131	(16,755)	(5.4)
Education	215,154	107,431	115,925	120,957	89,432	99,905	1,024,636	114,926	126,416	336,685	328,910	113,756	52.9
Higher Education	1,844,902	1,653,663	1,723,006	1,734,444	1,610,750	1,886,676	1,754,105	1,612,243	1,578,279	1,364,178	1,399,220	(445,681)	(24.2)
School Aid	12,554,692	12,606,169	12,467,062	12,700,615	13,008,200	12,897,780	13,259,807	12,737,481	12,981,736	12,746,885	12,944,529	389,836	3.1
EDUCATION	14,925,634	14,644,092	14,600,261	14,837,568	14,956,228	15,203,299	16,337,908	14,764,011	14,982,311	14,731,628	14,966,789	41,156	0.3
Attorney General	51,585	50,694	51,132	52,340	51,608	51,344	50,144	52,530	50,448	63,019	61,000	9,415	18.3
Civil Rights	13,973	12,654	13,258	13,675	13,631	14,816	14,143	14,007	11,983	14,338	14,766	793	5.7
Civil Service	25,554	29,334	29,547	30,271	29,565	--	--	--	--	--	--	(25,554)	(100.0)
Executive Office	5,022	4,860	5,206	5,376	5,273	5,317	5,038	4,785	4,631	4,599	4,888	(134)	(2.7)
Information Technology	0	0	0	0	0	0	0	0	0	--	--	0	--
Legislative Auditor General	13,827	12,639	13,432	13,676	13,306	14,027	13,588	13,017	12,695	13,199	14,896	1,069	7.7
Legislature	107,987	104,329	111,498	113,962	111,283	114,504	110,981	107,153	102,084	113,533	110,923	2,935	2.7
State	146,735	162,113	203,272	178,078	178,783	191,076	193,579	195,599	192,906	195,377	200,669	53,934	36.8
DTMB: Operations	76,680	67,771	69,979	81,094	80,657	141,431	149,632	147,337	141,731	220,152	250,538	173,858	226.7
DTMB (CO/Treasury): SBA Rent	291,312	242,702	250,797	253,697	237,327	226,822	231,822	235,371	241,871	256,871	256,871	(34,441)	(11.8)
Treasury: Operations	354,895	369,473	352,428	390,572	378,954	407,353	403,759	413,890	685,744	472,323	481,427	126,532	35.7
Treasury: Debt Service	59,586	56,286	81,450	89,001	100,158	89,986	83,123	67,696	57,633	140,928	140,555	80,969	135.9
Treasury: MI Strategic Fund	148,983	102,237	117,634	484,718	85,794	219,972	147,951	123,537	175,116	1,060,379	984,197	835,214	560.6
Treasury: Revenue Sharing	1,451,378	1,306,258	1,130,373	1,103,626	1,071,104	1,077,140	1,040,137	994,196	1,091,526	1,044,845	1,096,095	(355,282)	(24.5)
GENERAL GOVERNMENT	2,747,515	2,521,349	2,430,006	2,810,086	2,357,442	2,553,788	2,443,897	2,369,117	2,768,368	3,599,563	3,616,824	869,309	31.6
Community Health	9,907,028	10,020,043	10,432,538	10,527,544	11,423,223	12,195,611	13,099,016	13,697,466	14,454,997	14,523,995	15,016,102	5,109,074	51.6
Human Services (FIA)	4,144,200	4,108,384	4,292,111	4,529,374	4,498,488	4,961,496	5,866,521	6,295,688	7,054,290	6,735,005	6,522,251	2,378,051	57.4
HEALTH & HUMAN SERVICES	14,051,228	14,128,427	14,724,648	15,056,918	15,921,712	17,157,107	18,965,537	19,993,154	21,509,287	21,258,999	21,538,353	7,487,125	53.3
Career Development	466,312	486,475	--	--	--	--	--	--	--	--	--	(466,312)	(100.0)
Consumer & Industry Services	586,769	608,925	--	--	--	--	--	--	--	--	--	(586,769)	(100.0)
Licensing & Reg Affairs (DELEG)	--	--	1,138,490	1,237,258	1,271,758	1,277,035	1,812,192	1,511,507	1,327,065	847,568	778,366	778,366	--
REGULATORY	1,053,081	1,095,401	1,138,490	1,237,258	1,271,758	1,277,035	1,812,192	1,511,507	1,327,065	847,568	778,366	(274,715)	(26.1)
Agriculture	91,778	105,287	115,740	110,684	100,364	99,196	89,970	79,152	74,845	76,280	76,434	(15,344)	(16.7)
Environmental Quality	395,094	435,245	384,894	438,693	429,923	352,832	588,640	388,402	--	427,059	422,709	27,615	7.0
Natural Resources (& Environ)	263,584	258,839	265,492	277,300	287,110	285,437	291,503	313,083	781,590	343,054	335,856	72,272	27.4
RESOURCE PROTECTION	750,455	799,370	766,126	826,677	817,398	737,465	970,113	780,637	856,435	846,393	834,998	84,543	11.3
Corrections	1,683,738	1,702,576	1,765,544	1,884,510	1,951,515	2,078,417	2,037,201	1,997,730	1,990,398	2,021,805	1,999,924	316,185	18.8
Military & Veterans Affairs	105,724	107,098	114,905	120,979	122,097	134,010	193,060	153,231	154,899	162,082	170,907	65,183	61.7
State Police	460,458	445,234	468,307	541,724	540,626	549,106	497,460	529,646	508,948	519,263	552,744	92,287	20.0
PUBLIC SAFETY	2,249,920	2,254,907	2,348,756	2,547,213	2,614,238	2,761,533	2,727,721	2,680,607	2,654,245	2,703,149	2,723,575	473,655	21.1
Capital Outlay (excl SBA Rent)	341,958	314,843	332,397	275,933	258,721	279,072	58,429	35,659	102,101	37,767	0	(341,958)	(100.0)
History, Arts, & Libraries	69,253	56,411	58,982	53,201	50,230	49,333	51,044	--	--	--	--	(69,253)	(100.0)
Judiciary	238,820	252,934	250,803	252,968	255,764	257,258	256,482	255,659	255,447	256,356	271,122	32,302	13.5
Transportation	3,113,421	3,219,151	3,274,189	3,424,910	3,408,192	3,360,196	4,512,880	3,361,611	3,636,450	3,326,519	3,462,656	349,234	11.2
OTHER AREAS	3,763,452	3,843,338	3,916,372	4,007,013	3,972,908	3,945,858	4,878,835	3,652,929	3,993,998	3,620,642	3,733,778	(29,675)	(0.8)
GRAND TOTAL	39,541,285	39,286,885	39,924,659	41,322,733	41,911,683	43,636,084	48,136,203	45,751,960	48,091,708	47,607,943	48,192,683	8,651,398	21.9

ATTACHMENT 2: State Source Appropriation History

Thousands of Dollars

BUDGET AREA	FY 2002-03	FY 2003-04	FY 2004-05	FY 2005-06	FY 2006-07	FY 2007-08	FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	10-Year Change	
												\$ Amount	Percent
Community Colleges	310,886	276,829	294,268	281,552	247,846	318,939	299,361	299,361	295,881	283,881	294,131	(16,755)	(5.4)
Education	43,448	36,061	45,697	39,809	13,836	14,212	14,026	26,864	28,320	82,208	75,720	32,271	74.3
Higher Education	1,839,402	1,649,183	1,718,506	1,730,944	1,607,750	1,771,477	1,576,239	1,460,532	1,486,352	1,265,852	1,302,194	(537,208)	(29.2)
School Aid	11,334,167	11,289,487	11,113,522	11,308,027	11,596,963	11,421,776	11,097,798	10,675,098	10,803,403	11,088,853	11,243,487	(90,680)	(0.8)
EDUCATION	13,527,903	13,251,560	13,171,993	13,360,333	13,466,395	13,526,404	12,987,423	12,461,855	12,613,955	12,720,793	12,915,531	(612,372)	(4.5)
Attorney General	41,580	41,130	41,538	42,513	41,647	43,528	41,708	43,999	41,882	53,619	51,068	9,488	22.8
Civil Rights	12,690	11,720	11,568	12,109	12,098	12,437	11,861	11,631	10,231	11,439	12,106	(584)	(4.6)
Civil Service	18,925	22,705	22,917	23,642	23,251	--	--	--	--	--	--	(18,925)	(100.0)
Executive Office	5,022	4,860	5,206	5,376	5,273	5,317	5,038	4,785	4,631	4,599	4,888	(134)	(2.7)
Information Technology	0	0	0	0	0	0	0	0	0	--	--	0	--
Legislative Auditor General	13,827	12,639	13,432	13,676	13,306	14,027	13,588	13,017	12,695	13,199	14,896	1,069	7.7
Legislature	107,587	103,929	111,098	113,562	110,883	114,104	110,581	106,753	101,684	113,133	110,523	2,935	2.7
State	83,415	160,084	167,070	174,635	175,591	185,770	185,705	186,568	190,891	192,635	198,859	115,444	138.4
DTMB: Operations	76,321	67,030	69,534	81,094	80,657	134,801	134,745	134,097	137,498	207,791	239,563	163,242	213.9
DTMB (CO/Treasury): SBA Rent	291,312	242,702	250,797	253,697	237,327	226,822	231,822	235,371	241,871	256,871	256,871	(34,441)	(11.8)
Treasury: Operations	308,561	323,866	316,782	354,141	342,386	367,447	365,400	372,547	477,566	430,602	438,809	130,248	42.2
Treasury: Debt Service	59,586	56,286	81,450	89,001	100,158	89,986	83,123	67,696	57,633	140,928	140,555	80,969	135.9
Treasury: MI Strategic Fund	85,176	48,430	63,767	427,996	29,509	163,828	82,496	66,514	107,705	349,593	316,363	231,187	271.4
Treasury: Revenue Sharing	1,451,378	1,306,258	1,112,504	1,103,626	1,071,104	1,077,140	1,040,137	994,196	1,091,526	1,044,845	1,096,095	(355,282)	(24.5)
GENERAL GOVERNMENT	2,555,380	2,401,638	2,267,663	2,695,068	2,243,189	2,435,208	2,306,205	2,237,173	2,475,813	2,819,253	2,880,594	325,215	12.7
Community Health	3,262,400	3,600,555	4,138,043	4,538,595	4,926,417	5,037,721	4,131,793	3,875,787	4,359,795	4,913,900	4,974,796	1,712,396	52.5
Human Services (FIA)	1,199,576	1,159,076	1,150,489	1,230,186	1,326,822	1,483,881	1,333,088	988,529	1,057,598	1,095,475	1,097,045	(102,530)	(8.5)
HEALTH & HUMAN SERVICES	4,461,976	4,759,631	5,288,533	5,768,781	6,253,239	6,521,602	5,464,880	4,864,316	5,417,393	6,009,375	6,071,842	1,609,866	36.1
Career Development	34,234	30,000	--	--	--	--	--	--	--	--	--	(34,234)	(100.0)
Consumer & Industry Services	306,388	322,324	--	--	--	--	--	--	--	--	--	(306,388)	(100.0)
Licensing & Reg Affairs (DELEG)	--	--	335,940	391,113	411,247	435,123	463,666	461,762	436,642	457,465	376,203	376,203	--
REGULATORY	340,622	352,323	335,940	391,113	411,247	435,123	463,666	461,762	436,642	457,465	376,203	35,581	10.4
Agriculture	75,660	71,234	81,499	76,865	76,638	77,695	72,366	61,841	59,662	59,819	65,058	(10,601)	(14.0)
Environmental Quality	261,212	301,634	248,216	292,725	291,791	220,226	209,650	208,126	--	264,956	260,488	(724)	(0.3)
Natural Resources (& Environ)	225,693	223,261	223,459	233,280	241,412	234,302	230,828	235,095	510,470	270,766	262,092	36,398	16.1
RESOURCE PROTECTION	562,565	596,128	553,174	602,869	609,840	532,223	512,845	505,061	570,132	595,541	587,638	25,073	4.5
Corrections	1,655,554	1,674,329	1,755,962	1,872,689	1,939,674	2,066,234	1,832,505	1,988,077	1,980,406	2,012,012	1,990,875	335,321	20.3
Military & Veterans Affairs	62,175	61,724	62,771	66,269	66,095	69,576	67,553	64,226	64,219	71,990	68,660	6,485	10.4
State Police	338,741	334,825	350,865	351,019	362,344	389,373	293,455	403,216	393,617	406,175	440,733	101,991	30.1
PUBLIC SAFETY	2,056,470	2,070,878	2,169,598	2,289,977	2,368,113	2,525,183	2,193,512	2,455,518	2,438,241	2,490,177	2,500,268	443,798	21.6
Capital Outlay (excl SBA Rent)	107,334	85,101	81,727	98,297	94,842	68,767	48,535	35,659	102,101	35,984	0	(107,334)	(100.0)
History, Arts, & Libraries	60,353	61,511	47,589	44,406	41,269	41,865	42,396	--	--	--	--	(60,353)	(100.0)
Judiciary	231,127	244,837	242,647	244,780	244,293	245,889	244,420	243,091	242,813	243,231	257,134	26,007	11.3
Transportation	2,119,655	2,160,264	2,135,688	2,208,160	2,192,013	2,116,605	2,068,009	1,978,579	1,969,724	2,031,356	2,188,645	68,990	3.3
OTHER AREAS	2,518,469	2,536,712	2,507,651	2,595,642	2,572,417	2,473,126	2,403,361	2,257,328	2,314,638	2,310,570	2,445,779	(72,690)	(2.9)
GRAND TOTAL	26,023,384	25,968,871	26,294,552	27,703,782	27,924,439	28,448,869	26,331,892	25,243,012	26,266,815	27,403,174	27,777,855	1,754,470	6.7
Estimated Payments to Locals	16,077,420	15,781,907	15,520,388	15,681,083	16,037,346	15,903,260	15,165,052	14,805,766	15,084,954	15,383,274	15,314,586	(762,833)	(4.7)

ATTACHMENT 3: GF/GP Appropriation History

Thousands of Dollars

BUDGET AREA	FY 2002-03	FY 2003-04	FY 2004-05	FY 2005-06	FY 2006-07	FY 2007-08	FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	10-Year Change	
												\$ Amount	Percent
Community Colleges	307,512	276,829	294,268	281,552	247,846	318,939	299,361	90,961	295,881	88,000	96,516	(210,996)	(68.6)
Education	29,018	29,060	26,062	16,100	6,188	7,075	7,075	19,855	21,370	64,769	68,093	39,075	134.7
Higher Education	1,741,467	1,559,433	1,633,356	1,577,444	1,364,050	1,669,827	1,547,628	1,460,232	1,486,052	1,065,633	1,101,628	(639,839)	(36.7)
School Aid	249,414	377,800	165,200	62,714	35,000	34,910	78,000	30,206	18,642	78,642	282,400	32,987	13.2
EDUCATION	2,327,411	2,243,121	2,118,886	1,937,811	1,653,084	2,030,751	1,932,063	1,601,254	1,821,945	1,297,044	1,548,638	(778,773)	(33.5)
Attorney General	32,363	30,260	31,053	31,501	30,471	32,037	29,918	28,578	26,894	30,736	33,826	1,462	4.5
Civil Rights	12,690	11,720	11,568	12,109	12,043	12,437	11,861	11,631	10,178	11,187	11,954	(736)	(5.8)
Civil Service	9,286	7,833	7,443	7,102	6,338	--	--	--	--	--	--	(9,286)	(100.0)
Executive Office	5,022	4,860	5,206	5,376	5,273	5,317	5,038	4,785	4,631	4,599	4,888	(134)	(2.7)
Information Technology	0	0	0	0	0	0	0	0	0	--	--	0	--
Legislative Auditor General	12,406	11,253	12,186	12,429	11,766	12,487	12,048	11,477	11,155	11,624	13,005	599	4.8
Legislature	106,478	102,820	109,988	112,453	109,773	112,994	109,471	105,643	100,574	112,023	109,413	2,935	2.8
State	18,141	26,698	15,192	19,998	17,759	28,797	24,796	18,074	13,092	12,751	14,888	(3,253)	(17.9)
DTMB: Operations	39,247	35,829	35,741	35,218	34,034	68,220	58,600	57,748	53,671	117,963	149,046	109,798	279.8
DTMB (CO/Treasury): SBA Rent	287,167	227,002	243,002	236,902	232,232	225,302	230,302	235,371	241,871	256,871	256,871	(30,296)	(10.6)
Treasury: Operations	55,724	60,264	49,101	61,134	65,144	73,419	69,811	52,001	87,616	81,239	88,347	32,624	58.5
Treasury: Debt Service	19,586	25,408	42,449	52,887	6,244	66,072	67,609	52,182	42,118	125,414	135,040	115,454	589.5
Treasury: MI Strategic Fund	52,626	38,380	53,717	33,991	29,458	33,073	27,741	27,008	32,132	135,376	173,502	120,876	229.7
Treasury: Revenue Sharing	0	1,542	453	1,105	212	326	106	0	0	0	0	0	--
GENERAL GOVERNMENT	650,735	583,869	617,096	622,205	560,745	670,481	647,300	604,497	623,933	899,782	990,778	340,043	52.3
Community Health	2,382,030	2,609,169	2,588,837	2,976,929	3,145,329	3,217,758	2,473,753	2,179,008	2,513,573	2,766,391	2,817,438	435,407	18.3
Human Services (FIA)	1,115,085	1,088,979	1,080,168	1,158,384	1,267,637	1,408,332	1,197,528	897,413	967,064	971,774	1,010,144	(104,941)	(9.4)
HEALTH & HUMAN SERVICES	3,497,115	3,698,148	3,669,005	4,135,313	4,412,965	4,626,090	3,671,281	3,076,421	3,480,637	3,738,165	3,827,582	330,466	9.4
Career Development	26,573	24,335	--	--	--	--	--	--	--	--	--	(26,573)	(100.0)
Consumer & Industry Services	32,900	15,965	--	--	--	--	--	--	--	--	--	(32,900)	(100.0)
Licensing & Reg Affairs (DELEG)	--	--	43,720	39,063	45,976	46,003	59,635	54,590	84,951	43,674	50,571	50,571	--
REGULATORY	59,473	40,300	43,720	39,063	45,976	46,003	59,635	54,590	84,951	43,674	50,571	(8,902)	(15.0)
Agriculture	36,774	30,259	28,428	28,888	28,834	31,573	28,546	29,828	28,982	30,019	36,099	(675)	(1.8)
Environmental Quality	66,653	53,581	26,127	31,810	30,788	42,763	38,580	26,553	--	28,378	29,812	(36,841)	(55.3)
Natural Resources (& Environ)	43,125	28,089	28,502	25,943	31,790	23,743	9,892	17,402	39,958	23,827	19,738	(23,387)	(54.2)
RESOURCE PROTECTION	146,552	111,929	83,057	86,641	91,411	98,080	77,018	73,783	68,940	82,224	85,649	(60,902)	(41.6)
Corrections	1,599,803	1,609,272	1,688,886	1,806,099	1,871,878	1,996,085	1,778,041	1,919,711	1,900,078	1,954,339	1,941,486	341,682	21.4
Military & Veterans Affairs	38,378	36,329	36,657	39,689	39,299	40,504	37,473	36,245	35,986	38,484	38,233	(145)	(0.4)
State Police	277,389	237,510	246,375	235,347	243,187	276,579	171,652	268,141	257,574	281,705	317,514	40,124	14.5
PUBLIC SAFETY	1,915,571	1,883,111	1,971,918	2,081,135	2,154,364	2,313,168	1,987,166	2,224,097	2,193,638	2,274,528	2,297,233	381,662	19.9
Capital Outlay (excl SBA Rent)	2,000	2,001	195	4,703	5,000	2	1	0	3	2	0	(2,000)	(100.0)
History, Arts, & Libraries	58,452	44,202	45,177	41,822	38,689	39,219	38,246	--	--	--	--	(58,452)	(100.0)
Judiciary	173,619	160,216	157,547	157,615	156,501	157,997	156,472	153,133	150,735	156,712	170,752	(2,868)	(1.7)
Transportation	0	0	0	0	0	0	0	0	0	500	23,000	23,000	--
OTHER AREAS	234,071	206,419	202,919	204,139	200,190	197,218	194,719	153,133	150,737	157,213	193,752	(40,319)	(17.2)
GRAND TOTAL	8,830,928	8,766,897	8,706,600	9,106,306	9,118,735	9,981,790	8,569,183	7,787,775	8,424,780	8,492,630	8,994,202	163,274	1.8

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

Period Ending with FY 2012-13

ADJUSTED GROSS APPROPRIATIONS

Budget Area	10-year	5-year	2-year	1-year
Community Colleges	(5.4)	(7.8)	(0.6)	3.6
Higher Education	(24.2)	(25.8)	(11.3)	2.6
School Aid	3.1	0.4	(0.3)	1.6
Revenue Sharing	(24.5)	1.8	0.4	4.9
Community Health	51.6	23.1	3.9	3.4
Human Services	57.4	31.5	(7.5)	(3.2)
Corrections	18.8	(3.8)	0.5	(1.1)
Transportation	11.2	3.0	(4.8)	4.1
All Other Areas	20.5	12.3	9.0	(1.9)
Total Appropriations	21.9	10.4	0.2	1.2

STATE SOURCE APPROPRIATIONS

Budget Area	10-year	5-year	2-year	1-year
Community Colleges	(5.4)	(7.8)	(0.6)	3.6
Higher Education	(29.2)	(26.5)	(12.4)	2.9
School Aid	(0.8)	(1.6)	4.1	1.4
Revenue Sharing	(24.5)	1.8	0.4	4.9
Community Health	52.5	(1.2)	14.1	1.2
Human Services	(8.5)	(26.1)	3.7	0.1
Corrections	20.3	(3.6)	0.5	(1.1)
Transportation	3.3	3.4	11.1	7.7
All Other Areas	26.0	13.8	11.4	(2.1)
Total Appropriations	6.7	(2.4)	5.8	1.4
Estimated Payments to Locals	(4.7)	(3.7)	1.5	(0.4)

GF/GP APPROPRIATIONS

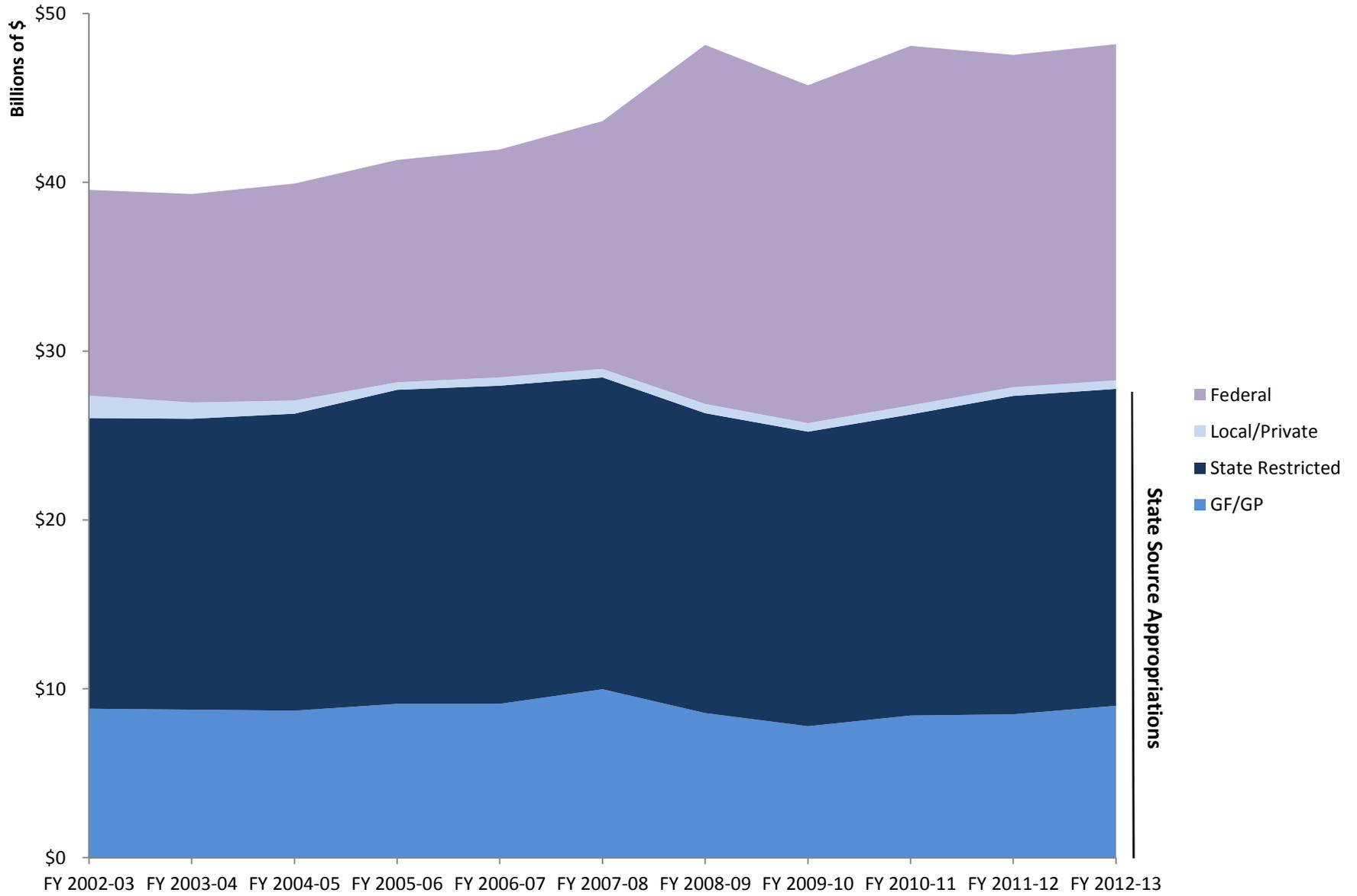
Budget Area	10-year	5-year	2-year	1-year
Community Colleges	(68.6)	(69.7)	(67.4)	9.7
Higher Education	(36.7)	(34.0)	(25.9)	3.4
School Aid	13.2	708.9	1,414.8	259.1
Revenue Sharing	--	(100.0)	--	--
Community Health	18.3	(12.4)	12.1	1.8
Human Services	(9.4)	(28.3)	4.5	3.9
Corrections	21.4	(2.7)	2.2	(0.7)
Transportation	--	--	--	4,500.0
All Other Areas	21.6	35.6	43.3	9.8
Total Appropriations	1.8	(9.9)	6.8	5.9

For Comparison

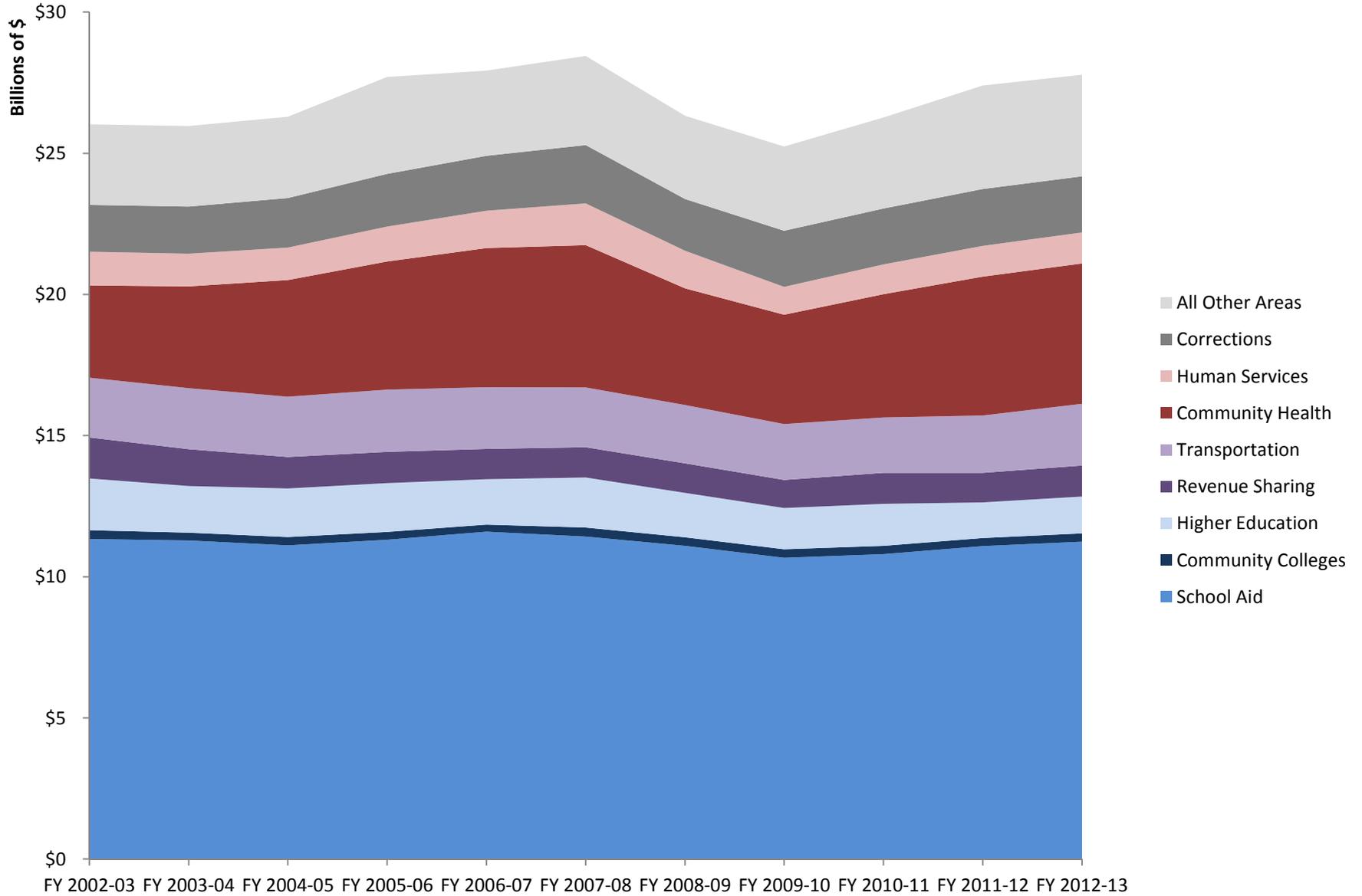
U.S. Consumer Price Index	27.5	8.8	4.6	2.0
Mich Personal Income (CY basis)	21.3	8.6	5.7	2.6

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

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

