

**FY 2019-20 BUDGET REDUCTIONS**  
**Summary: Executive Order 2020-155**



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**FY 2019-20 APPROPRIATIONS SUMMARY**

<b>Budget Area</b>		<b>FY 2019-20 Year-to-Date Appropriations</b>	<b>FY 2019-20 Exec Order Change</b>	<b>% Change</b>
Agriculture and Rural Development	Gross	\$112,905,000	(\$4,382,700)	(3.9)
	GF/GP	\$55,979,900	(\$4,382,700)	(7.8)
Attorney General	Gross	\$106,487,200	(\$4,193,700)	(3.9)
	GF/GP	\$41,736,300	(\$3,729,100)	(8.9)
Civil Rights	Gross	\$16,388,300	(\$1,064,500)	(6.5)
	GF/GP	\$13,195,700	(\$1,058,500)	(8.0)
Corrections	Gross	\$2,506,244,000	(\$392,669,100)	(15.7)
	GF/GP	\$2,005,137,900	(\$392,669,100)	(19.6)
Education	Gross	\$670,416,900	(\$3,280,800)	(0.5)
	GF/GP	\$87,212,000	(\$3,280,800)	(3.8)
Environment, Great Lakes, and Energy	Gross	\$619,665,800	(\$1,961,400)	(0.3)
	GF/GP	\$172,477,400	(\$1,961,400)	(1.1)
Executive	Gross	\$7,114,300	(\$355,700)	(5.0)
	GF/GP	\$7,114,300	(\$355,700)	(5.0)
Health and Human Services	Gross	\$27,962,969,800	(\$69,338,400)	(0.2)
	GF/GP	\$4,826,421,900	(\$36,463,400)	(0.8)
Insurance and Financial Services	Gross	\$72,062,800	(\$150,000)	(0.2)
	GF/GP	\$150,000	(\$150,000)	(100.0)
Labor and Economic Opportunity	Gross	\$1,590,742,500	(\$6,497,600)	(0.4)
	GF/GP	\$142,308,300	(\$6,497,600)	(4.6)
Licensing and Regulatory Affairs	Gross	\$440,110,400	(\$1,035,300)	(0.2)
	GF/GP	\$111,606,400	(\$655,500)	(0.6)
Military and Veterans Affairs	Gross	\$207,778,600	(\$2,115,700)	(1.0)
	GF/GP	\$73,247,500	(\$2,115,700)	(2.9)
Natural Resources	Gross	\$442,187,600	(\$1,846,200)	(0.4)
	GF/GP	\$46,985,000	(\$1,846,200)	(3.9)
State	Gross	\$261,640,800	(\$1,098,200)	(0.4)
	GF/GP	\$13,451,200	(\$1,098,200)	(8.2)
State Police	Gross	\$1,418,286,800	(\$115,070,100)	(8.1)
	GF/GP	\$481,701,700	(\$115,070,100)	(23.9)
Technology, Management, and Budget	Gross	\$1,862,303,800	(\$31,830,400)	(1.7)
	GF/GP	\$612,674,200	(\$31,830,400)	(5.2)
Transportation	Gross	\$5,366,053,700	(\$26,000,100)	(0.5)
	GF/GP	\$25,000,000	(\$13,000,100)	(52.0)
Treasury - Operations	Gross	\$1,135,359,800	(\$3,825,100)	(0.3)
	GF/GP	\$120,744,700	(\$3,825,100)	(3.2)
<b>TOTAL</b>	<b>Gross</b>	<b>\$44,798,718,100</b>	<b>(\$666,715,000)</b>	<b>(1.5)</b>
	<b>GF/GP</b>	<b>\$8,837,144,400</b>	<b>(\$619,989,600)</b>	<b>(7.0)</b>

**Overview**

Executive Order (EO) 2020-155 would, in conjunction with House Bill 5265, Senate Bill 373, and work project lapses specified by the State Budget Director in a letter dated July 22, 2020, resolve a projected General Fund/General Purpose (GF/GP) and School Aid

Fund shortfall of \$2.2 billion in the FY 2019-20 state budget. The budget shortfall resulted primarily from the COVID-19 pandemic. EO 2020-155 would reduce the FY 2019-20 state budget by \$620.0 million GF/GP.

Under Article V, Section 20 of the State Constitution and the Management and Budget Act, the Governor, with the approval of the House and Senate Appropriations Committees, is required to reduce expenditures authorized by appropriations whenever it appears that actual revenues will fall below the revenue estimates on which appropriations were based. Under Section 391 of the Management and Budget Act, the appropriations committees must approve or disapprove an executive order containing such reductions within 10 days of its submission.

Additionally, there is a planned set of implementation bills that would transfer \$165.7 million to the General Fund.

<b><u>FY 2019-20 Executive Order Reductions</u></b>		<b>EO 2020-155 Appropriation Change</b>
<b>AGRICULTURE AND RURAL DEVELOPMENT</b>		
<b>1. Food and Agriculture Investment Program Grants</b>		
Reduces spending authority by \$3.0 million GF/GP for a program that provides grants in support of Michigan agri-business producers and processors. Original FY 2019-20 appropriation was \$4.0 million GF/GP.	<b>Gross GF/GP</b>	<b>(\$3,000,000) (\$3,000,000)</b>
<b>2. Savings from Temporary Layoff Days</b>		
Includes a savings of \$918,600 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	<b>Gross GF/GP</b>	<b>(\$918,600) (\$918,600)</b>
<b>3. Savings from State Hiring Freeze</b>		
Includes a savings of \$464,100 GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	<b>Gross GF/GP</b>	<b>(\$464,100) (\$464,100)</b>
<b>ATTORNEY GENERAL</b>		
<b>4. Savings from Discretionary Spending</b>		
Includes a savings of \$2.4 million Gross (\$2.3 million GF/GP) resulting from a reduction of temporary workers, non-essential contracts, and reduced equipment and travel expenses.	<b>Gross IDG Federal Restricted GF/GP</b>	<b>(\$2,434,200) (4,500) (139,400) (2,000) (\$2,288,300)</b>
<b>5. One-Time Salary Reductions</b>		
Reduces \$720,000 Gross (\$300,000 GF/GP) through one-time salary cost reductions.	<b>Gross IDG Federal Restricted GF/GP</b>	<b>(\$720,000) (166,100) (109,000) (144,900) (\$300,000)</b>
<b>6. Fund Source Shift</b>		
Replaces \$256,600 GF/GP with available state restricted revenue from the Student Safety Fund and the Attorney General's Operations Fund.	<b>Gross Restricted GF/GP</b>	<b>\$0 256,600 (\$256,600)</b>
<b>7. Savings from Temporary Layoff Days</b>		
Includes a savings of \$640,600 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	<b>Gross GF/GP</b>	<b>(\$640,600) (\$640,600)</b>

**FY 2019-20 Executive Order Reductions**

<b>8. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$398,900)</b>
Includes a savings of \$398,900 Gross (\$243,600 GF/GP) resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	Federal	(155,300)
	GF/GP	(\$243,600)
 <b>CIVIL RIGHTS</b>		
<b>9. Detroit Office Consolidation</b>	<b>Gross</b>	<b>(\$265,000)</b>
Reduces \$265,000 GF/GP by removing funding for consolidation of Department of Civil Rights' Detroit office space.	GF/GP	(\$265,000)
<b>10. Savings from Non-Essential Travel</b>	<b>Gross</b>	<b>(\$60,000)</b>
Includes a savings of \$60,000 GF/GP to reflect a reduction in non-essential travel expenses for employees working remotely.	GF/GP	(\$60,000)
<b>11. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$239,500)</b>
Includes a savings of \$239,500 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$239,500)
<b>12. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$500,000)</b>
Includes a savings of \$500,000 Gross (\$494,000 GF/GP) resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	Federal	(6,000)
	GF/GP	(\$494,000)
 <b>CORRECTIONS</b>		
<b>13. Offender Substance Abuse Treatment – Health Plan Change</b>	<b>Gross</b>	<b>(\$5,000,000)</b>
Includes a savings of \$5.0 million GF/GP resulting from shifting costs for substance abuse treatment services for parolees and probationers from the department to Prepaid Inpatient Health Plans funded through Medicaid.	GF/GP	(\$5,000,000)
<b>14. Education/Skilled Trades/Career Readiness</b>	<b>Gross</b>	<b>(\$5,000,000)</b>
Includes a savings of \$5.0 million GF/GP resulting from delayed implementation of the Vocational Village program at the Women's Huron Valley Correctional Facility and from vacant positions in the Education/Skilled Trades/Career Readiness Programs line item.	GF/GP	(\$5,000,000)
<b>15. Lake County Reentry Program Contract Cancellation</b>	<b>Gross</b>	<b>(\$3,000,000)</b>
Includes a savings of \$3.0 million GF/GP resulting from cancelling the contract for the Lake County Reentry Program in October 2019 due to lower than anticipated utilization.	GF/GP	(\$3,000,000)
<b>16. Administrative Savings</b>	<b>Gross</b>	<b>(\$950,000)</b>
Includes a savings of \$950,000 GF/GP resulting from projected year-end lapses in the following line items: Criminal Justice Reinvestment, Residential Alternative to Prison Program, Residential Probation Diversions, and Community Corrections Comprehensive Plans and Services. Lapses are projected primarily due to underutilization of the programs because of the COVID-19 pandemic.	GF/GP	(\$950,000)
<b>17. Savings from Discretionary Spending</b>	<b>Gross</b>	<b>(\$2,000,000)</b>
Includes a savings of \$2.0 million GF/GP resulting from discretionary spending reductions in various line items throughout the budget.	GF/GP	(\$2,000,000)
<b>18. Fund Source Shift – Federal Coronavirus Relief Funds</b>	<b>Gross</b>	<b>(\$368,200,000)</b>
Includes a reduction of \$368.2 million GF/GP resulting from the allocation of federal Coronavirus Relief Funds to cover payroll costs for essential employees at correctional facilities and in parole and probation field offices. Utilization of the federal funding will allow for the reduction of GF/GP in employee-related line items throughout the budget.	GF/GP	(\$368,200,000)

<b><u>FY 2019-20 Executive Order Reductions</u></b>		<b>EO 2020-155 Appropriation Change</b>
<b>19. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$6,519,100)</b>
Includes a savings of \$6.5 million GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$6,519,100)
<b>20. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$2,000,000)</b>
Includes a savings of \$2.0 million GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$2,000,000)
<b>EDUCATION</b>		
<b>21. Savings from Discretionary Spending</b>	<b>Gross</b>	<b>(\$2,180,600)</b>
Includes a savings of \$2.2 million GF/GP resulting from discretionary spending reductions in various line items throughout the budget.	GF/GP	(\$2,180,600)
<b>22. Central Support Operations Reduction</b>	<b>Gross</b>	<b>(\$76,700)</b>
Reduces central support operations by \$76,700 GF/GP to meet required departmental reductions.	GF/GP	(\$76,700)
<b>23. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$457,300)</b>
Includes a savings of \$457,300 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$457,300)
<b>24. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$566,200)</b>
Includes a savings of \$566,200 GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$566,200)
<b>ENVIRONMENT, GREAT LAKES, AND ENERGY</b>		
<b>25. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$676,600)</b>
Includes a savings of \$676,600 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$676,600)
<b>26. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$1,284,800)</b>
Includes a savings of \$1.3 million GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$1,284,800)
<b>EXECUTIVE</b>		
<b>27. Executive Office Operations Reduction</b>	<b>Gross</b>	<b>(\$355,700)</b>
Reduces operational funding for the Executive Office by \$355,700 GF/GP. Funding supports activities and staff of the Governor and Lt. Governor.	GF/GP	(\$355,700)

**FY 2019-20 Executive Order Reductions**

**HEALTH AND HUMAN SERVICES**

<b>28. Savings from Discretionary Spending</b>	<b>Gross</b>	<b>(\$4,035,300)</b>
Includes a savings of \$2.7 million GF/GP in 9 line items from restrictions on state discretionary spending imposed beginning March 30, 2020 under Executive Directive 2020-3. State departments must restrict all discretionary spending and implement cost containment strategies and administrative efficiencies to generate budgetary savings during the COVID-19 pandemic.	Capped Fed	(90,000)
	Federal	(1,290,700)
	GF/GP	(\$2,654,600)
<b>29. Child Welfare Contractual Services, Supplies, and Materials (CSS&amp;M) Savings</b>	<b>Gross</b>	<b>(\$535,900)</b>
Includes a savings of \$266,900 GF/GP from reduced CSS&M expenditures for pilot programs and other spending.	Federal	(269,000)
	GF/GP	(\$266,900)
<b>30. Foster Care Relative Licensure Incentive Payments</b>	<b>Gross</b>	<b>(\$250,000)</b>
Eliminates \$250,000 GF/GP for incentive payments to relative caregivers for becoming licensed foster care providers.	GF/GP	(\$250,000)
<b>31. Medical/Psychiatric Evaluations</b>	<b>Gross</b>	<b>(\$300,000)</b>
Reduces \$300,000 GF/GP in funding to support medical and psychiatric assessments of older adults for elder-abuse cases.	GF/GP	(\$300,000)
<b>32. Court-Ordered Assisted Outpatient Treatment</b>	<b>Gross</b>	<b>(\$1,000,000)</b>
Eliminates \$1.0 million GF/GP for grants to community mental health services programs (CMHSPs) to support programming for court-ordered assisted outpatient treatment for individuals the court determines as "persons requiring treatment".	GF/GP	(\$1,000,000)
<b>33. Environmental Public Health Response Activities</b>	<b>Gross</b>	<b>(\$4,800,000)</b>
Reduces \$4.8 million GF/GP from 2 line items for public health environmental contamination response activities related to PFAS and lead contamination. Activities in these programs have slowed due to the pandemic. Reductions are \$982,900 to the Healthy Homes line item for lead abatement, and \$3.8 million to the PFAS and Environmental Contamination Response line.	GF/GP	(\$4,800,000)
<b>34. Senior Volunteer Service Programs</b>	<b>Gross</b>	<b>(\$1,700,000)</b>
Reduces funding for 3 senior volunteer services programs by \$1.7 million GF/GP. Volunteer program activity has slowed due to the pandemic. Funding will be ended through the end of the fiscal year with a 30-day notice to grantee agencies. Total funding is reduced from \$4.8 million to \$3.1 million GF/GP.	GF/GP	(\$1,700,000)
<b>35. Medicaid Health Plan – Immunization Education Initiatives</b>	<b>Gross</b>	<b>(\$1,200,000)</b>
Includes a reduction of \$600,000 GF/GP from Medicaid health plan administrative costs associated with immunization education initiatives.	Federal	(600,000)
	GF/GP	(\$600,000)
<b>36. Medicaid Health Plan – Healthy Michigan Plan Administration</b>	<b>Gross</b>	<b>(\$25,000,000)</b>
Includes a reduction of \$2.5 million GF/GP from the Healthy Michigan Plan – Medicaid health plan portion from removing the administrative costs associated with the healthy behaviors and work requirement components of Healthy Michigan Plan.	Federal	(22,500,000)
	GF/GP	(\$2,500,000)
<b>37. MiDocs</b>	<b>Gross</b>	<b>(\$4,500,000)</b>
Includes a reduction of \$2.3 million GF/GP from the MiDocs program. Program supports training doctors who commit to a minimum of 2-years of practicing in rural or other underserved areas. 2019 PA 154 appropriated \$3.8 million GF/GP for MiDocs, leaving approximately \$1.5 million GF/GP as the remainder for FY 2019-20 after the executive deduction.	Federal	(2,250,000)
	GF/GP	(\$2,250,000)
<b>38. Hospital Behavioral Health Pilot Program</b>	<b>Gross</b>	<b>(\$4,000,000)</b>
Eliminates one-time funding of \$4.0 million GF/GP for a behavioral health project though McLaren Greenlawn Campus in Lansing.	GF/GP	(\$4,000,000)
<b>39. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$11,221,000)</b>
Includes a savings of \$11.2 million GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$11,221,000)

		<b>EO 2020-155 Appropriation Change</b>
<b><u>FY 2019-20 Executive Order Reductions</u></b>		
<b>40. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$10,796,200)</b>
Includes a savings of \$4.9 million GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized (11 line items in DHHS).	TANF	(582,000)
	Capped Fed	(360,200)
	Federal	(4,933,100)
	GF/GP	(\$4,920,900)
<b>INSURANCE AND FINANCIAL SERVICES</b>		
<b>41. Healthy Michigan Plan Reporting</b>	<b>Gross</b>	<b>(\$150,000)</b>
Eliminates \$150,000 GF/GP that was included to support statutorily required reporting under the Healthy Michigan Plan. The GF/GP appropriation has lapsed each year it has been included, since DHHS has completed the required reporting. Also eliminates boilerplate language in 2019 PA 55 stipulating the GF/GP funding can be used only for Healthy Michigan Plan reporting requirements.	GF/GP	(\$150,000)
<b>LABOR AND ECONOMIC OPPORTUNITY</b>		
<b>42. Savings from Discretionary Spending</b>	<b>Gross</b>	<b>(\$741,000)</b>
Reduces the budget by \$741,000 GF/GP to effectuate discretionary spending savings. Reductions include \$626,000 from Job Creation Services (Michigan Strategic Fund) and \$115,000 from Workforce Programs Administration. Savings would be realized through reductions in non-essential travel, information technology, and other contracts, supplies, services, and materials.	GF/GP	(\$741,000)
<b>43. Health Michigan Plan Work Requirement Assistance</b>	<b>Gross</b>	<b>(\$3,229,200)</b>
Reduces Healthy Michigan Plan Work Requirement Assistance funding by \$3.2 million GF/GP. The original appropriation in 2019 PA 56 (including the Ad Board transfer) allocated approximately \$10.0 million to support employment and training-related services and to assist Healthy Michigan plan recipients to secure and maintain training and employment.	GF/GP	(\$3,229,200)
<b>44. Compensation Supplement Fund – Workers’ Disability Compensation Agency</b>	<b>Gross</b>	<b>(\$1,000,000)</b>
Reduces program by \$1.0 million GF/GP. Funding is used to reimburse insurers and self-insured entities for supplemental worker’s compensation benefits paid weekly to employees (or their survivors) injured between 9/1/1965 and 12/31/1979 to provide for cost-of-living adjustments.	GF/GP	(\$1,000,000)
<b>45. Blight Removal Grants – Michigan Land Bank</b>	<b>Gross</b>	<b>(\$250,100)</b>
Eliminates funding for Rural Blight Removal Grants appropriated in 2019 PA 154. Funding supports blight elimination grants to projects located in counties with populations under 50,000 with priority given to communities with the greatest population loss since 2000.	GF/GP	(\$250,100)
<b>46. High School Equivalency-to-School Program</b>	<b>Gross</b>	<b>(\$101,200)</b>
Reduces High School Equivalency-to-School Program by \$101,200 GF/GP. Funding supports a high school equivalency reimbursement program for individuals meeting certain qualifications.	GF/GP	(\$101,200)
<b>47. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$399,400)</b>
Includes a savings of \$399,400 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$399,400)
<b>48. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$776,700)</b>
Includes a savings of \$776,700 GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$776,700)
<b>LICENSING AND REGULATORY AFFAIRS</b>		
<b>49. Savings from Discretionary Spending</b>	<b>Gross</b>	<b>(\$28,600)</b>
Includes a savings of \$28,600 GF/GP resulting from discretionary spending reductions in the Michigan Indigent Defense Commission (\$12,600) and the Michigan Office of Administrative Hearings and Rules (\$16,000) line items.	GF/GP	(\$28,600)

**FY 2019-20 Executive Order Reductions**

**50. Special Revenue Fund Reductions**

Reduces restricted funding authorization for the following line items: Liquor Licensing and Enforcement (\$200,000), Management Support Services (\$84,000), and Michigan Office of Administrative Hearings and Rules (\$95,800). Reductions for the first two items would come from the Liquor Purchase Revolving Fund (LPRF), while the last reduction would be from Securities Fees. Both the LPRF and Securities Fees lapse to the General Fund.

<b>Gross</b>	<b>(\$379,800)</b>
Restricted	(379,800)
GF/GP	\$0

**51. Savings from Temporary Layoff Days**

Includes a savings of \$454,100 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.

<b>Gross</b>	<b>(\$454,100)</b>
GF/GP	(\$454,100)

**52. Savings from State Hiring Freeze**

Includes a savings of \$172,800 GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.

<b>Gross</b>	<b>(\$172,800)</b>
GF/GP	(\$172,800)

**MILITARY AND VETERANS AFFAIRS**

**53. Savings from Discretionary Spending**

Reduces the budget by \$664,300 to reflect savings resulting from pausing new contracts for discretionary program activities and reducing non-essential travel. Reduced program activities include cosmetic maintenance projects to armories, IT database development for Youth ChalleNGe Academy, updating furniture and equipment, and conference and training events.

<b>Gross</b>	<b>(\$664,300)</b>
GF/GP	(\$664,300)

**54. Savings from Temporary Layoff Days**

Includes a savings of \$285,700 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.

<b>Gross</b>	<b>(\$285,700)</b>
GF/GP	(\$285,700)

**55. Savings from State Hiring Freeze**

Includes a savings of \$1.2 million GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.

<b>Gross</b>	<b>(\$1,165,700)</b>
GF/GP	(\$1,165,700)

**NATURAL RESOURCES**

**56. Deer Habitat Improvement Initiative**

Reduces the budget by \$100,000 GF/GP for the Deer Habitat Improvement Initiative, which provides grants to projects that improve the habitat for deer.

<b>Gross</b>	<b>(\$100,000)</b>
GF/GP	(\$100,000)

**57. Long Lake Boat Launch**

Eliminates \$142,500 GF/GP that was included for a grant to develop a boat launch at Long Lake in Alpena County.

<b>Gross</b>	<b>(\$142,500)</b>
GF/GP	(\$142,500)

**58. Wildlife and Fisheries Health Study**

Eliminates \$200,000 GF/GP that was included for a study to investigate the effect of PFAS contamination on Michigan's wildlife and fisheries populations.

<b>Gross</b>	<b>(\$200,000)</b>
GF/GP	(\$200,000)

<u>FY 2019-20 Executive Order Reductions</u>		<b>EO 2020-155 Appropriation Change</b>
<b>59. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$416,300)</b>
Includes a savings of \$416,300 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$416,300)
<b>60. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$987,400)</b>
Includes a savings of \$987,400 GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$987,400)
<b>STATE</b>		
<b>61. Savings from Discretionary Spending</b>	<b>Gross</b>	<b>(\$537,000)</b>
Reduces the budget by \$537,000 GF/GP to reflect savings resulting from pausing new discretionary initiatives.	GF/GP	(\$537,000)
<b>62. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$111,200)</b>
Includes a savings of \$111,200 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$111,200)
<b>63. Savings from State Hiring Freeze</b>	<b>Gross</b>	<b>(\$450,000)</b>
Includes a savings of \$450,000 GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$450,000)
<b>STATE POLICE</b>		
<b>64. Savings from Discretionary Spending</b>	<b>Gross</b>	<b>(\$1,121,800)</b>
Includes a savings of \$1.1 million GF/GP resulting from discretionary spending reductions in various line items throughout the budget.	GF/GP	(\$1,121,800)
<b>65. Fleet/Mileage Reduction</b>	<b>Gross</b>	<b>(\$300,000)</b>
Includes a savings of \$300,000 GF/GP resulting from lower patrol vehicle fleet/mileage costs, which are attributable to vacant enlisted positions.	GF/GP	(\$300,000)
<b>66. Fund Source Shift – Federal Coronavirus Relief Funds</b>	<b>Gross</b>	<b>(\$106,800,000)</b>
Includes a reduction of \$106.8 million GF/GP resulting from the allocation of federal Coronavirus Relief Funds to cover payroll costs for essential department employees. Utilization of the federal funding will allow for the reduction of GF/GP in employee-related line items throughout the budget.	GF/GP	(\$106,800,000)
<b>67. Savings from Temporary Layoff Days</b>	<b>Gross</b>	<b>(\$2,014,300)</b>
Includes a savings of \$2.0 million GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	GF/GP	(\$2,014,300)

<b><u>FY 2019-20 Executive Order Reductions</u></b>		<b>EO 2020-155 Appropriation Change</b>
<b>68. Savings from State Hiring Freeze</b> Includes a savings of \$4.8 million GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	<b>Gross GF/GP</b>	<b>(\$4,834,000) (\$4,834,000)</b>
<b>TECHNOLOGY, MANAGEMENT, AND BUDGET</b>		
<b>69. Savings from Discretionary Spending</b> Reduces the budget by \$2.9 million to reflect savings resulting from pausing new discretionary initiatives and reducing non-essential support, travel, and training.	<b>Gross GF/GP</b>	<b>(\$2,881,600) (\$2,881,600)</b>
<b>70. State Building Authority Debt Payments</b> Reduces the budget by \$23.1 million GF/GP resulting from estimated year-end lapses. Funds are authorized for making rent payments towards debt obligations from bonds issued to finance state construction projects. Reductions include \$9.1 million from Universities, \$2.4 million from Community Colleges, \$5.0 million from State Agencies, and \$6.6 million from the Department of Corrections.	<b>Gross GF/GP</b>	<b>(\$23,100,000) (\$23,100,000)</b>
<b>71. IT Personnel Retention Incentives</b> Reduces \$1.0 million GF/GP by eliminating performance-based incentive pay to retain key personnel and talent within DTMB for certain positions and pay levels.	<b>Gross GF/GP</b>	<b>(\$1,000,000) (\$1,000,000)</b>
<b>72. Office of Children's Ombudsman</b> Includes a savings of \$90,600 GF/GP resulting from discretionary spending reductions.	<b>Gross GF/GP</b>	<b>(\$90,600) (\$90,600)</b>
<b>73. Office of Support Services</b> Includes a savings of \$40,200 GF/GP from realigning the Internal Service Fund to facilitate a GF reduction to the Office of Support Services (OSS). OSS provides services for fleet operations, warehouse and surplus services, printing, and mail and delivery services.	<b>Gross GF/GP</b>	<b>(\$40,200) (\$40,200)</b>
<b>74. Savings from Temporary Layoff Days</b> Includes a savings of \$1.7 million GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.	<b>Gross GF/GP</b>	<b>(\$1,670,800) (\$1,670,800)</b>
<b>75. Savings from State Hiring Freeze</b> Includes a savings of \$3.0 million GF/GP resulting from a state hiring freeze imposed beginning on March 30, 2020. State departments and agencies are prohibited from hiring new full-time unclassified or classified state civil service employees, filling new or existing vacant positions by external hire, transferring or promoting employees between state departments or agencies, and promoting employees internally. GF/GP reductions will be allocated to the specific line items where savings are realized.	<b>Gross GF/GP</b>	<b>(\$3,047,200) (\$3,047,200)</b>
<b>TRANSPORTATION</b>		
<b>76. General Fund Fixing Michigan Roads and Bridges</b> Eliminates funding for this appropriation line item, which had been earmarked in boilerplate as a one-time appropriation for the Local Bridge Program. After this reduction, \$29.1 million in restricted spending authority remains available for the Local Bridge Program in the ongoing Local Bridge Program line item.	<b>Gross GF/GP</b>	<b>(\$13,000,100) (\$13,000,100)</b>
<b>77. Transportation Economic Development Fund (TEDF) – Driver's License Fees</b> Reduces the TEDF categorical program, Target Industries, by \$13.0 million. The total enacted FY 2019-20 appropriation for the TEDF had been \$44.3 million of which \$17.1 million had been appropriated for Target Industries. The reduction in TEDF/Target Industries reflects the proposed fund shift of \$13.0 million in driver's license fee revenue from the TEDF to the state General Fund.	<b>Gross Restricted GF/GP</b>	<b>(\$13,000,000) (13,000,000) \$0</b>

**FY 2019-20 Executive Order Reductions**

**TREASURY – OPERATIONS**

***78. Savings from Discretionary Spending***

Reduces various operations line items by \$2.9 million GF/GP to effectuate discretionary spending savings. Savings would be realized through reductions in non-essential travel, information technology, and other contracts, supplies, services, and materials.

**Gross (\$2,855,000)**  
GF/GP (\$2,855,000)

***79. Savings from Temporary Layoff Days***

Includes a savings of \$970,100 GF/GP resulting from temporary layoff days for state employees. The state is participating in the federal Unemployment Insurance Agency Work Share program to help offset budget implications as a result of the COVID-19 pandemic. Beginning May 17, 2020 and lasting through July 25, 2020, most state employees are required to take two temporary layoff days per pay period. GF/GP reductions will be allocated to the specific line items where savings are realized.

**Gross (\$970,100)**  
GF/GP (\$970,100)