



# HOUSE APPROPRIATIONS SUBCOMMITTEE FY2019 BUDGET BRIEFING

Maximizing Michigan's  
Momentum

MG Gregory J. Vadnais

# Briefing Agenda

**DMVA Overview**

**FY19 Executive Recommendation**

**MVAA Overview**

# Chain of Command

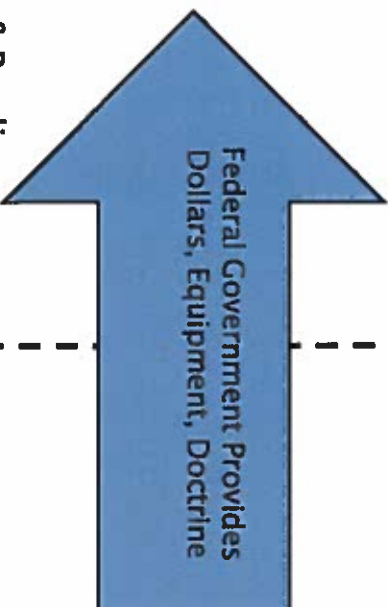
## STATE

Rick Snyder  
Governor  
State of Michigan  
State Commander in Chief



## FEDERAL

Donald J. Trump  
President  
United States of America  
National Commander in Chief



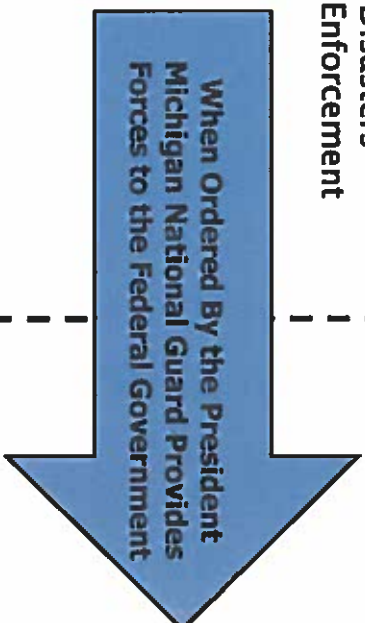
Training & Readiness  
In-State Security Operations  
Domestic Operations  
Civil Disturbances  
Natural Disasters  
Assist Law Enforcement

National Defense  
National Emergencies

ARMY & AIR UNITS  
MICHIGAN  
NATIONAL GUARD



ARMY & AIR UNITS  
MICHIGAN  
NATIONAL GUARD



# Mission and Vision

## Mission

- Provide relevant and ready operational military forces, consistent with our values, in support of our state and nation.
- Provide support to military personnel, civilian employees, families, retirees and veterans.

## Vision

- To be acknowledged as a premier military and veterans organization meeting state and national requirements.
- To be recognized as the destination of choice for full spectrum operations and four–season joint training.



SPC Richard Goward  
April 14, 2003



SSG Michael Suttler  
December 26, 2003



SGT Gerald Frank  
July 17, 2006



SSG Blake Kuster  
March 10, 2005



SPC Timothy Brown  
November 4, 2006



PFC John Dearing  
November 21, 2006



SGT Spencer C. Akora  
December 8, 2006



SPC Dino Carter  
December 26, 2005



SGT Joshua Youmans  
March 11, 2006



SGT Matthew Wobur  
April 27, 2005



SGT Daniel J. Drankly  
July 10, 2006



SPC Bradley N. Shilling  
November 18, 2006



SFC James D. Priestap  
November 23, 2006



SPC Bobby Mollis II  
December 25, 2006



SFC Wilson A. Altam  
December 23, 2006



SGT Chad J. Vallmar  
December 23, 2006



SPC Brandon L. Stout  
January 23, 2007



SGT Thomas G. Wright  
May 14, 2007



SGT Matthew R. Soper  
June 9, 2007



SFC Matthew L. Hilton  
June 26, 2008



SGT Kyle D. McClain  
August 15, 2012

# In Honor of Our Fallen Heroes - Michigan National Guard -

# Military and Civilian Employees

6

## Military Personnel – Authorized

- Army Guard: 8,179
- Air Guard: 2,524

## Civilian Personnel

- State Employees: 782
- Federal Employees
  - Army AGR: 633
  - Army Tech: 653
  - Air AGR: 325
  - Air Tech: 504

# State Employees (By Fund Source)

Department of Military & Veterans Affairs  
Active Classified Employees (As of 8/12/17)

	FTEs	100% GF	NOT 100% GF
<b>MILITARY</b>			
<b>Central Agency</b>			
Executive Office	4	4	0
State Operations	9	9	0
Public Affairs	1	1	0
1033 Program	1	1	0
CFMO	31	0	31
Armories	24	0	24
Environmtl Prces Mgt (Including Trng Stes)	14	0	14
Michigan Youth Challenge Academy	54	0	54
	138	15	123
<b>Training Stes &amp; Air Bases</b>			
Fort Custer	18	0	18
Camp Grayling	62	0	62
Alpena CRIC	65	0	65
Battle Creek ANG	17	0	17
Selfridge ANG	22	0	22
	184	0	184
<b>Veterans Affairs Agency</b>			
Veterans Affairs Agency	36	36	0
Veterans Trust Fund	5	0	5
Grand Rapids Home for Veterans	229	0	229
DJ Jacobetti Home for Veterans	179	0	179
	449	36	413
<b>TOTAL DMVA</b>	<b>771</b>	<b>51</b>	<b>720</b>

\* FY 2018 Appropriated FTEs 904.5

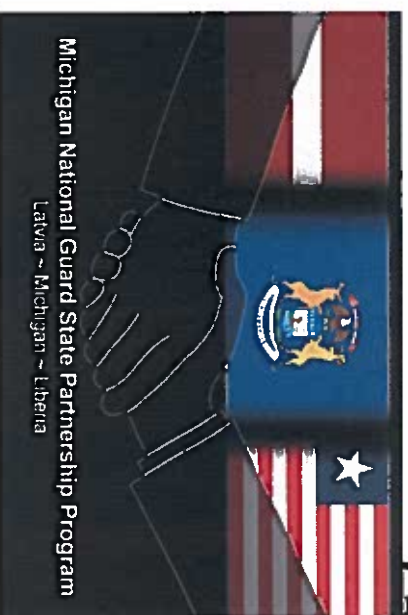
# State Partnership Program

## Latvia –

- Partners since 1993
- Operation Atlantic Resolve
- Joint Fires
- Cyber
- Airbase Development
- JTAC
- OMLT

## Liberia –

- Partners since 2009
- Operation United Assistance
- Operation Onward Liberty
- Joint Events with Latvia





# Virgin Islands - Michigan Partnership Framework



**PURPOSE:** Develop a Michigan National Guard team to partner with Virgin Islands National Guard and assist in institutionalizing core readiness programs; key leader career development; enduring accountability and compliance procedures; and sustainable internally driven improvements.

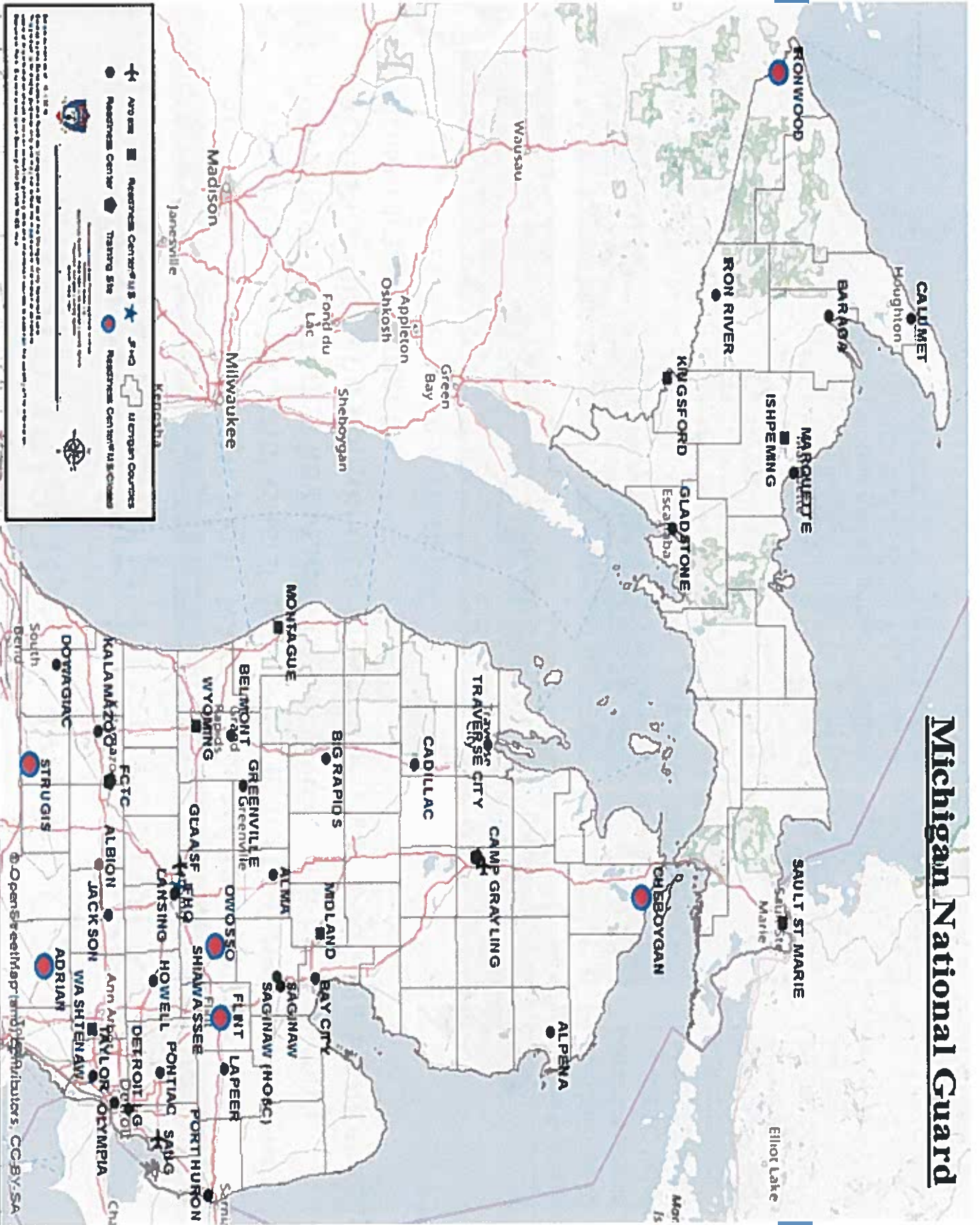
*(Lines of Effort)*



Immediate Assistance ~18 months	Adapting Culture Years 1-5	Sustainable & Accountable Years 5-20
Accountability/Compliance Memorandum of Agreement Build Partnership Establish Reporting Accuracy Fill Key leader vacancies - Chief of Staff - Judge Advocate - EEO - Facilities Manager Aviation (Rotary Wing)	Culture/Effectiveness Key leader Swaps • Broadening Assignment • Career Development Key Processes • Governance • Military Justice • Recruiting and Retention • Institutionalize Process Improvement	Sustain the Culture Internally driven organization improvement Draw-down Swaps Short-Tour gap-fill opportunities Independent Selection boards

**Desired End State:**  
 Standards based organization able to adapt to today's global challenges with competent leaders who solve complex problems through critical thought.

# Michigan National Guard



# Armory Transformation

- Jacobs Study (2008)
- Synch funding with infrastructure quality and mission requirements in order to facilitate unit readiness and reduce training distractors.
- Leveraging State Resources to meet transformation goals. (Funding 70% State / 30% Federal)

Year	2013	2014	2016	2017
#Armories	44	43	42	41
#Removed	*	2	2	2
#Added	*	1	1	1



**Belmont Armory—Acquired 2012**  
Acquisition and Renovation \$3.54M  
Versus New Construction \$15M



**Traverse City—Acquired 2014**  
Acquisition and Renovation \$5.9M  
Versus New Construction \$16M

# Camp Grayling Joint Maneuver Training Center

12

- Nation's largest National Guard training site
- State owned and operated; 147,000 acres
- Year-round total force training facility
- Specialized Training - Live Fire Shoot-House, IED Defeat Lane, Convoy Live Fires
- Operations costs are 100% federal

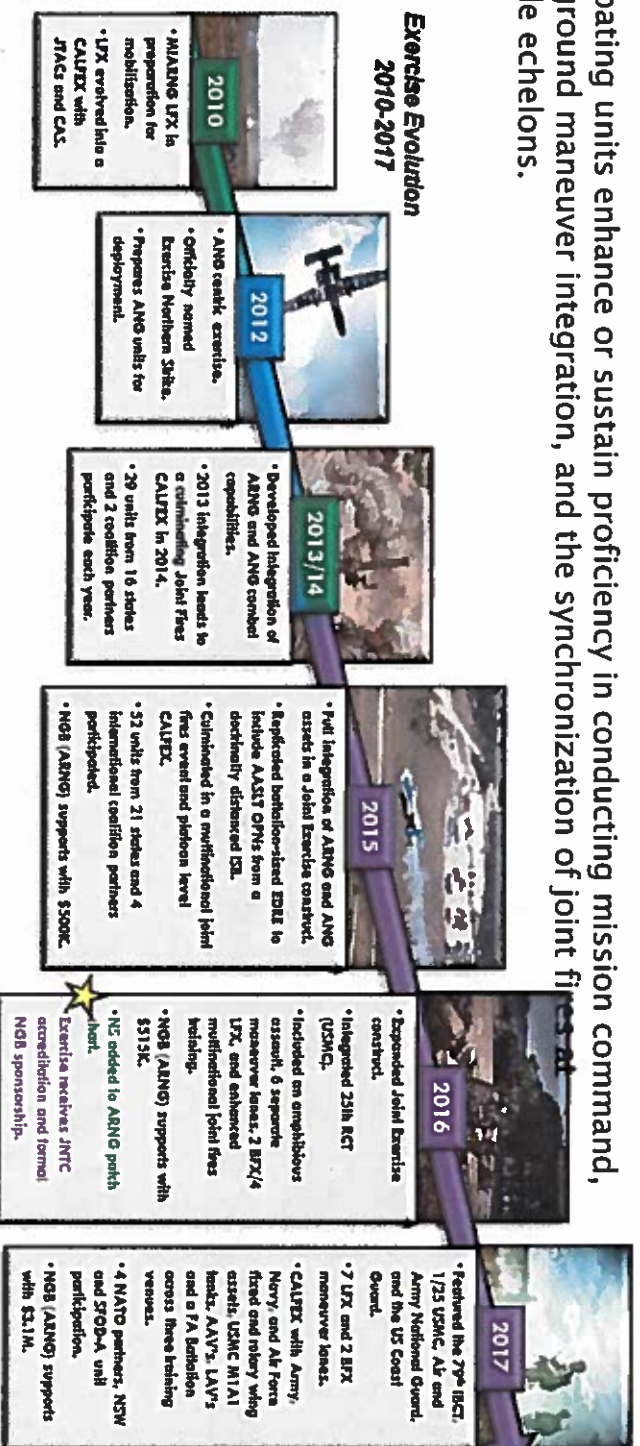
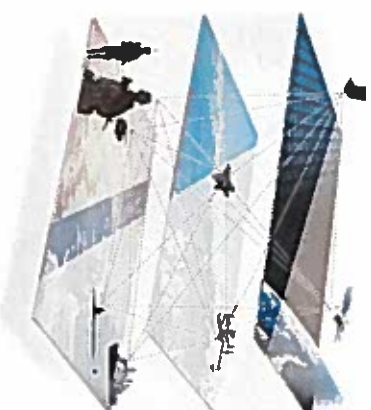
Northhorn Strike



# Northern Strike Overview & Evolution

13

- Northern Strike is a J-7, Joint National Training Capability (JNTC) Accredited, National Guard Bureau sponsored exercise.
- The exercise addresses a gap in the current training strategy and provides readiness enhancing opportunities that increase access to National Guard IBCTs in their available year.
- Our construct leverages existing Regional Collective Training Capabilities (RCTC) to provide a realistic training environment by integrating elements of the Total Force in a Decisive Action exercise.
- Participating units enhance or sustain proficiency in conducting mission command, air to ground maneuver integration, and the synchronization of joint fires at multiple echelons.



# Northern Strike

## What is NORTHERN STRIKE

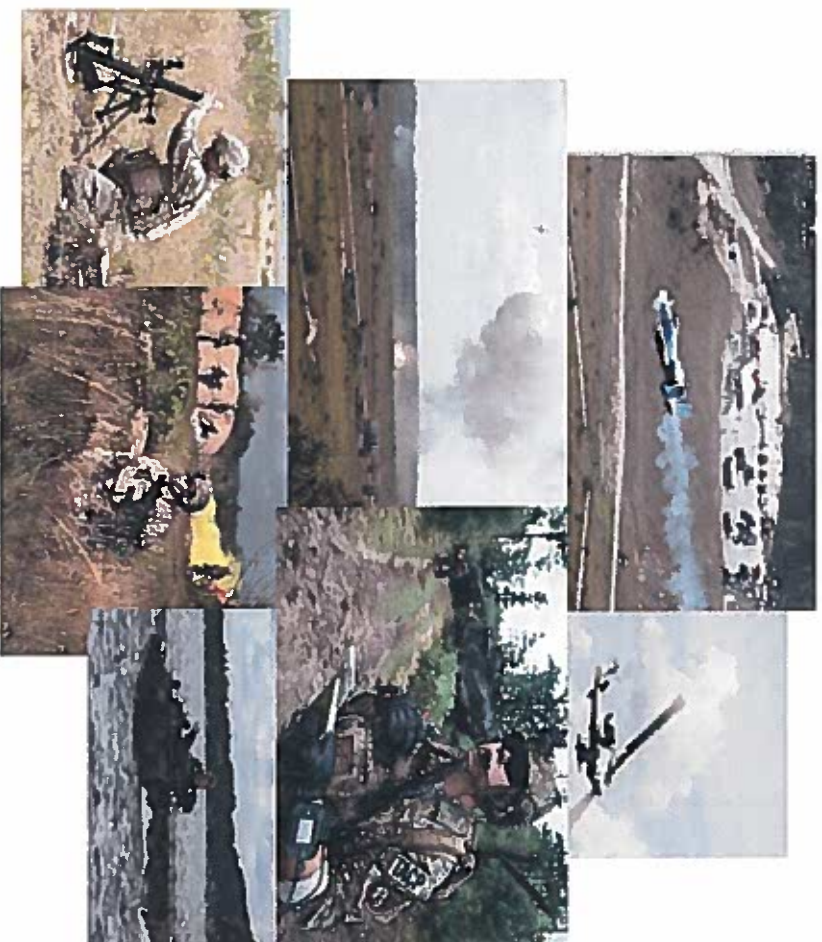
- A Joint accredited, National Guard Bureau exercise that provides complex, realistic training opportunities for units from all branches of the US Military and Allied Nations in a scenario based, live fire exercise.

## Benefits to Michigan National Guard

- Creates national recognition for Camp Grayling and Alpena Combat Readiness Training Center
- Builds US Military Readiness – NS is a validation exercise for many units
- Repeat customers willing to spend training dollars on Michigan training installations

## Highlights for 2018

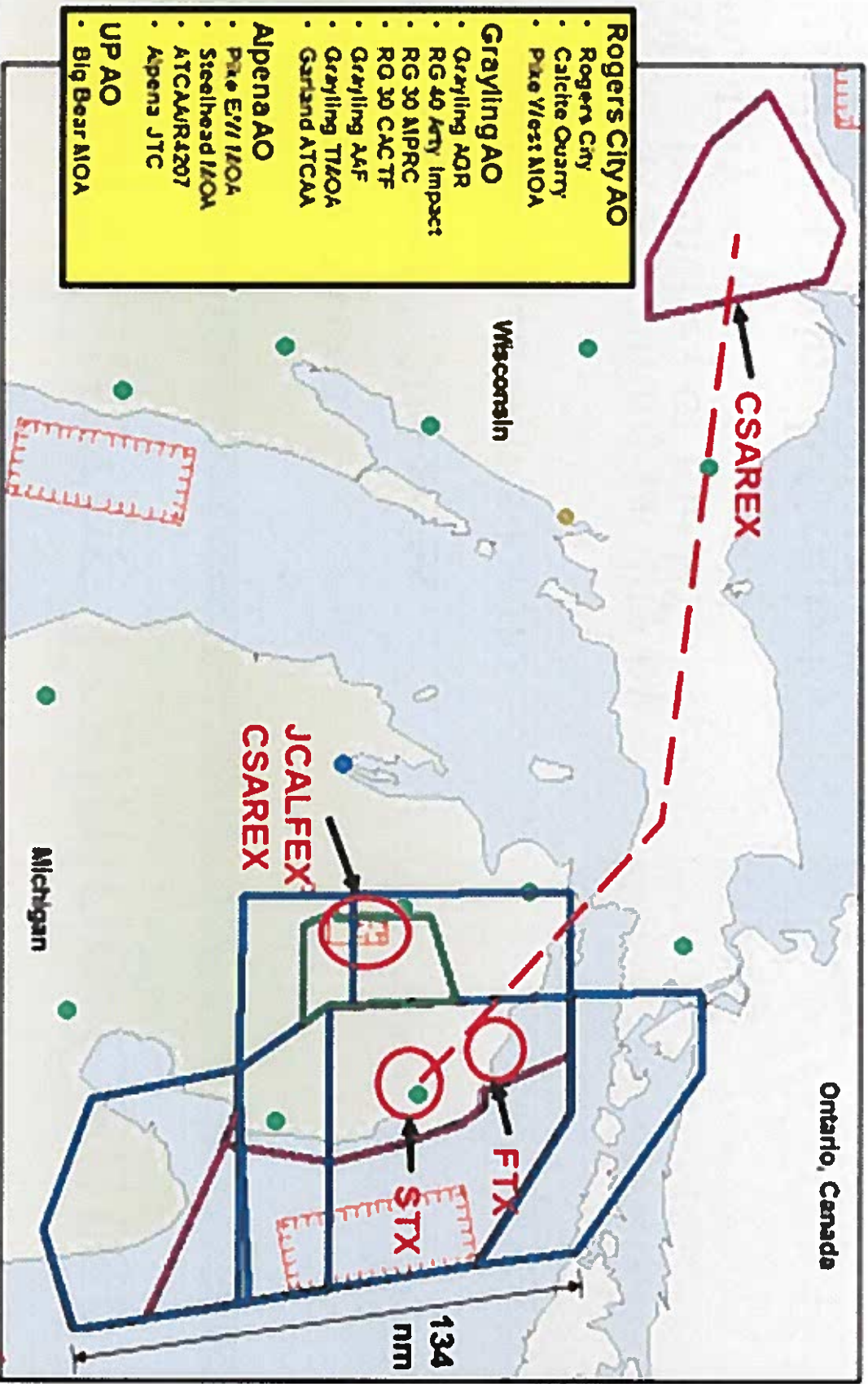
- First training rotation to host a Field Artillery Brigade
- Theater level medical training connected to US Army Reserves nation wide exercise
- Space Operations training integration – added EMI training capability



## Estimated Attendance for 2018

ARMY	AIR	USMC	NATO	Total PAX	Total States
5962	670	1500	200	8332	14

# Northern Strike



# Fort Custer Training Center

16

- Federally owned
- Consists of 7,500 acres
- Provides Small Arms Firing Ranges
- Used as a training facility by all branches of the US military
- Used as a training facility by federal, state, and local law enforcement
- Operations costs are 100% federally funded
- Missile Defense Initiative





# MICRIGAN AIR NATIONAL GUARD Alpena Combat Readiness Training Center

17

- Year-round Air Guard Training Environment
- Housing for Approximately 1,000 personnel
- Largest training airspace east of the Mississippi River
- Specialty Training Available - Security/Firefighting



# Michigan Air National Guard

## Battle Creek Air National Guard Base

---

18

**110th Airlift Wing Mission Statement:  
Providing Remotely Piloted Aircraft, Operational  
Plans, Command and Control, CYBER, Agile Combat  
and Domestic Operations Support to Battle Creek,  
Michigan, and the United States by leveraging  
innovative people and capabilities.**

# Michigan Air National Guard

## Selfridge Air National Guard Base

19

- A-10
- KC-135
- 171<sup>st</sup> Air Refueling Squadron mission
- Over 40 Federal Tenants
- F-35
- Fuel Distribution System



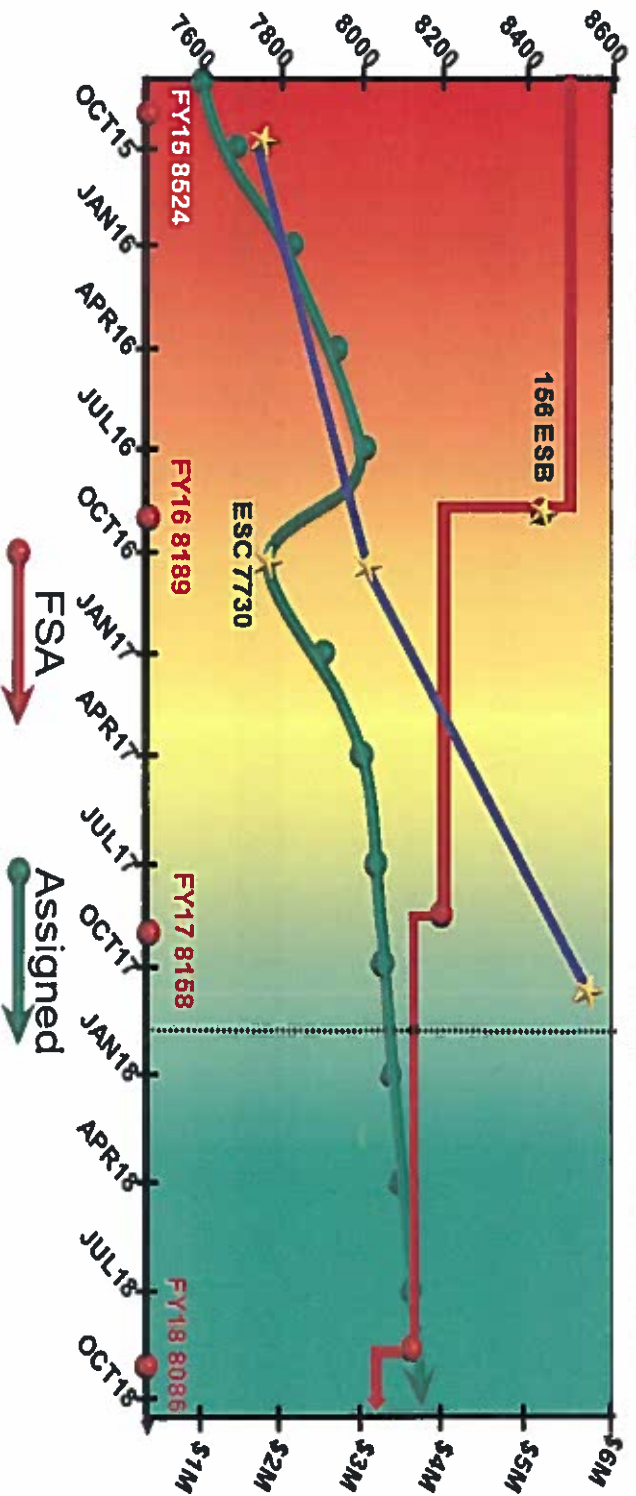
# Tuition Assistance

21 JUL 15

FSA:	8,524
Actual:	7,686
Difference:	-838
90% of Authorized Strength	
FY 16: 63 Net Gain	
Ranked 51 of 54	

14 DEC 17

FSA:	8,086
Actual:	8,054
Difference:	-32
99% of Authorized Strength	
FY 17: 321 Net Gain	
Ranked 27 of 54	



# ChallengeGe Program

21

The Mission of the National Guard Youth ChallengeGe Program is to intervene in and reclaim the lives of 16-18 year old high school dropouts, producing program graduates with the values, life skills, education and self-discipline necessary to succeed as productive citizens. The program has graduated more than 3500 students since its inception in August 1999.

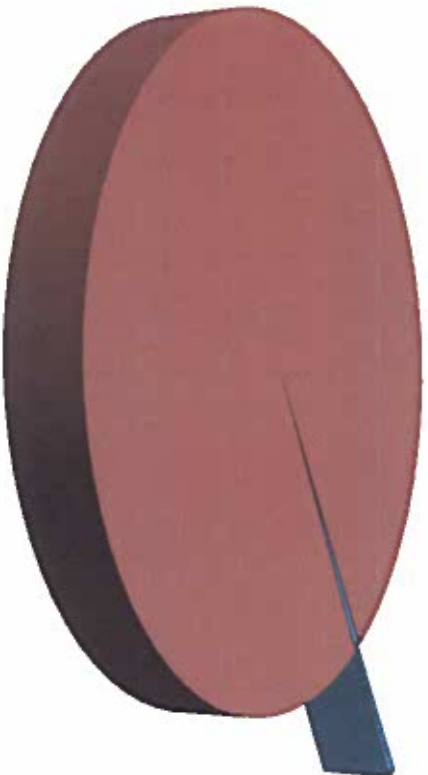
The Michigan Job ChallengeGe Program was established through a DOL Grant to provide additional Career Pathways and Skills for



# Value for Money

22

Total State of Michigan GF/GP Funds:  
\$10,049,326,100

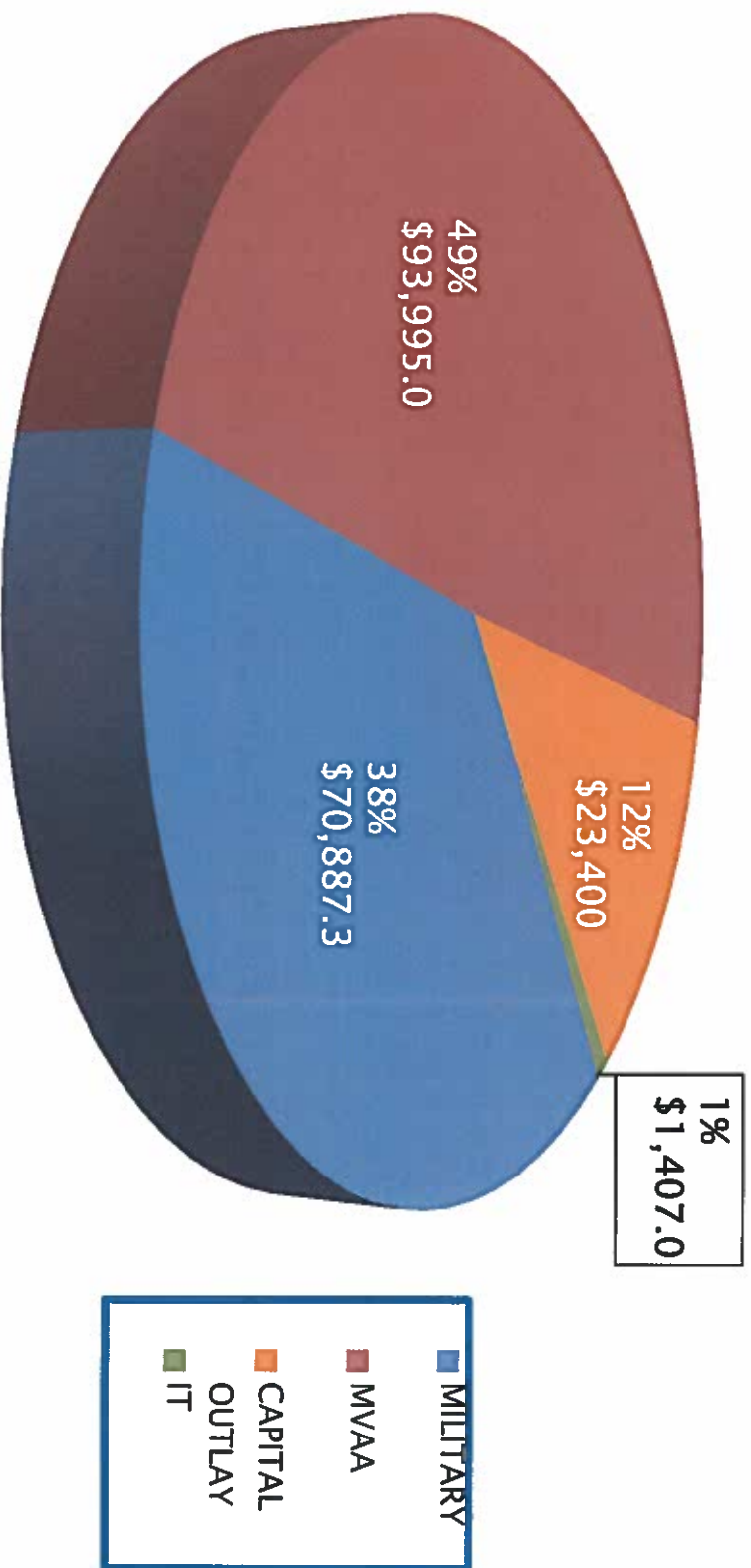


Total DMVA GF/GP Funds:  
\$65,362,400  
.65% of Total State GF/GP

DMVA FY19 GF/GP appropriation is a small percentage in comparison to the total FY19 State of Michigan's GF/GP appropriation.

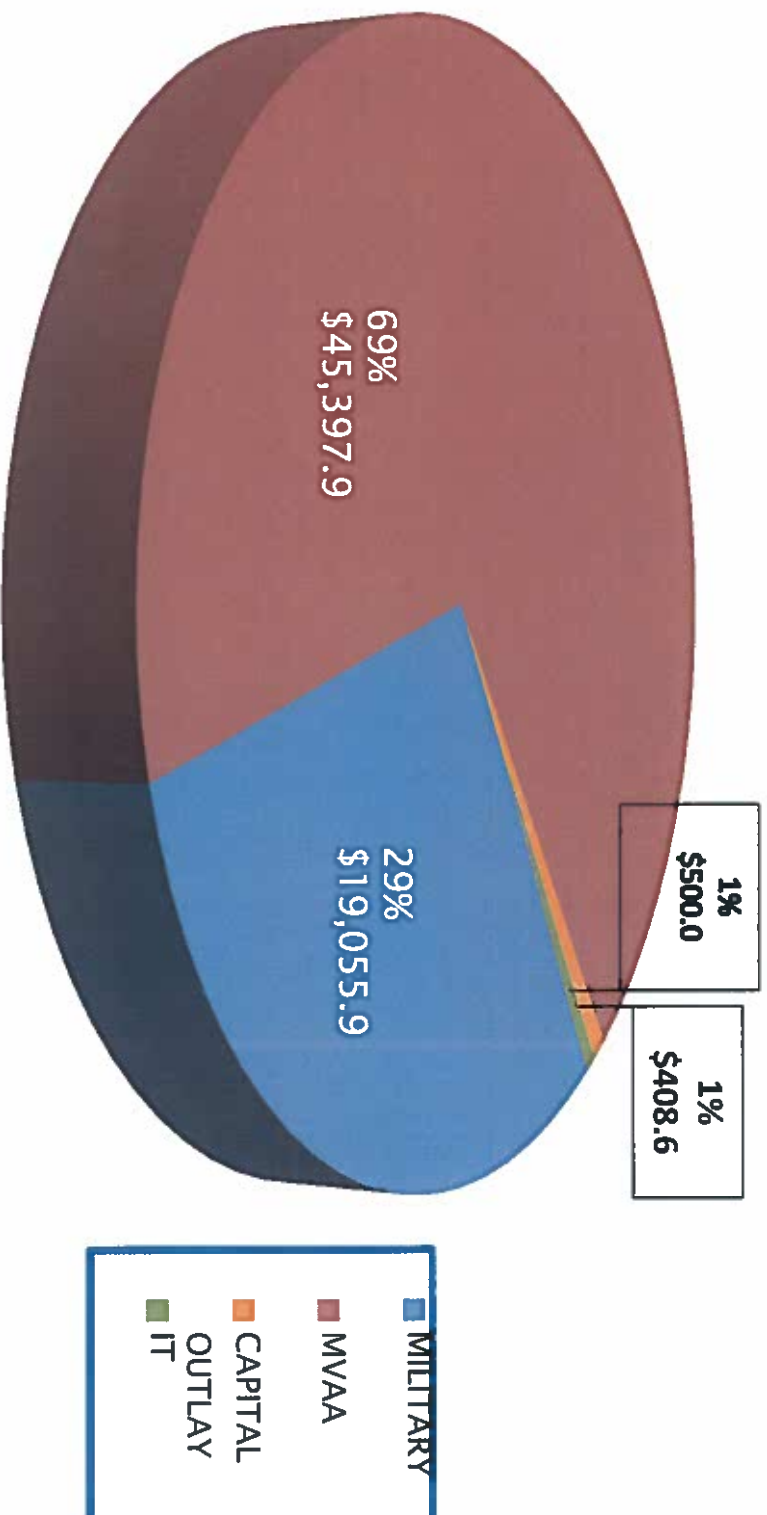
# Total Budget Recommendation

FY19 All Fund Sources – \$189,089,300



# Total Budget Recommendation

DMVA FY19 GF/GP Recommendation – \$65,362,400





# Funding - Current and Proposed

PROGRAM	Current Law		Proposed	
	FY18		FY19	
	GF/ GP	Gross	GF/ GP	Gross
National Guard Operations	10,959,200.00	57,915,500.00	11,831,900.00	59,057,600.00
Midigan Youth Challenge Academy	717,300.00	5,259,100.00	717,300.00	5,323,000.00
MING Tuition Assistance Program	4,007,000.00	4,007,000.00	6,506,700.00	6,506,700.00
IT	403,900.00	1,390,700.00	408,600.00	1,407,000.00
Veterans Homes	31,433,400.00	72,680,000.00	32,775,900.00	74,556,400.00
Veterans Outreach and Services	12,046,700.00	18,252,100.00	12,622,000.00	18,838,600.00
Special Maintenance	500,000.00	17,500,000.00	500,000.00	23,400,000.00
One-Time Funding	2,500,000.00	2,500,000.00	-	-
	62,567,500.00	179,504,400.00	65,362,400.00	189,089,300.00



# QUESTIONS

MG Gregory J. Vadnais

Maximizing Michigan's  
Momentum



# MVAA FY19 EXECUTIVE BUDGET

Maximizing Michigan's  
Momentum

Director, James Redford



# RISE TO SERVICE 2018- 2022

28

## Mission

*The Michigan Veterans Affairs Agency is the central coordinating agency, providing support, care, advocacy and service to veterans and their families.*

## Vision

*For Michigan to be place veterans choose to live, raise a family, work and retire.*

## Values

- *Respect – Treat everyone the way you want to be treated*
- *Integrity – Always do the right thing with honesty and openness*
- *Service – Exceed expectations with innovative and collaborative solutions*
- *Excellence – Strive for the highest quality and continuous improvement*

# Overview:

## FY19 Executive Budget

### Recommendation

29



- Summary of FY19 Budget Recommendation
- MVAA Programs and Administration
- Veteran Service Grants
- Michigan Veterans Trust Fund Grants & Administration
- State Veterans Homes



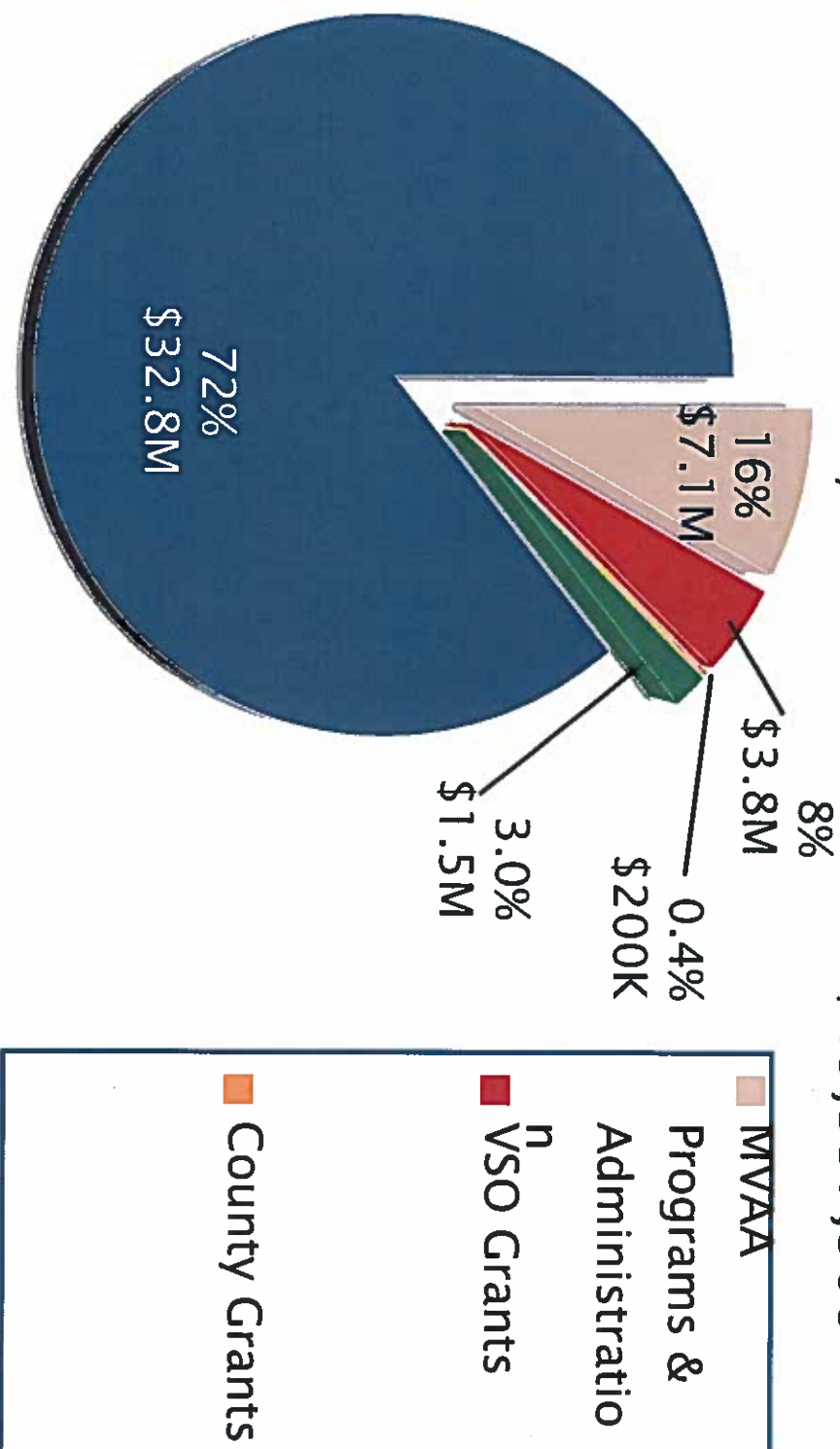
# MVAA Funding Summary

PROGRAM	CURRENT FY18		PROPOSED FY19	
	GF/GP	GROSS	GF/GP	GROSS
MVAA Programs & Administration	\$ 7,011,200	\$ 7,061,200	\$ 7,086,500	\$ 7,136,500
VSO Grants	\$ 3,835,500	\$ 3,835,500	\$ 3,835,500	\$ 3,835,500
County Grants	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000
MVTF Grants	\$ -	\$ 3,746,500	\$ -	\$ 3,746,500
MVTF Administration	\$ -	\$ 1,468,900	\$ -	\$ 1,480,100
Michigan Veteran Facility Authority	\$ 1,000,000	\$ 1,000,000	\$ 1,500,000	\$ 1,500,000
State Veterans Homes	\$ 31,433,400	\$ 73,620,000	\$ 32,775,900	\$ 75,496,400
GRHV	\$ 22,618,700	\$ 50,404,500	\$ 22,762,300	\$ 50,869,200
DJHV	\$ 8,814,700	\$ 22,275,500	\$ 10,013,600	\$ 23,687,200
Board of Managers	\$ -	\$ 940,000	\$ -	\$ 940,000

# FY19 Budget Recommendation



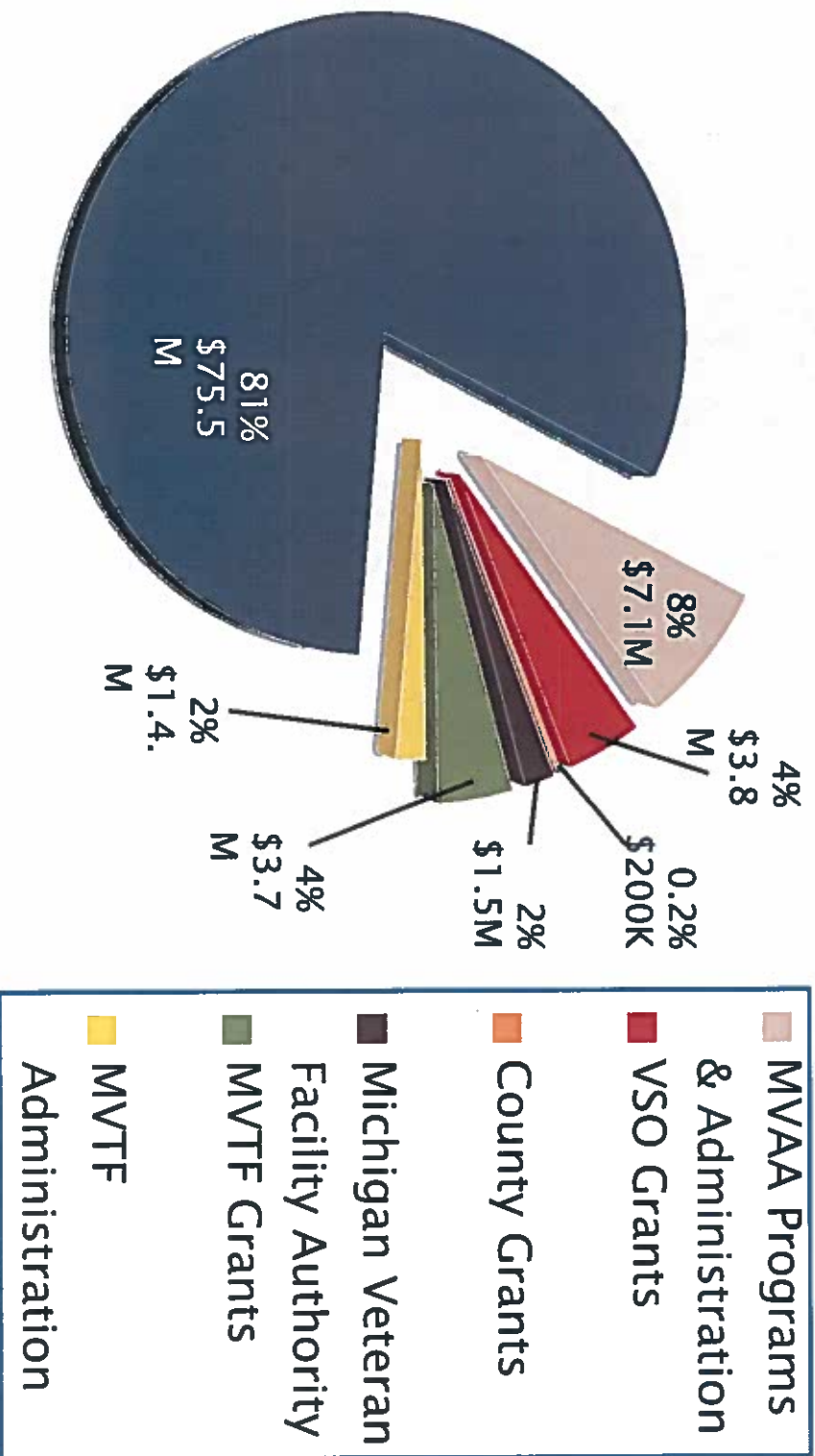
MVAA GF/GP Distribution – \$45,397,900



# FY19 Budget Recommendation



FY19 All Fund Sources – \$93,395,000







# MVAA Administrative Budget Overview

## FY19 Executive Budget Recommendation

PROGRAM	FY19 (Gross) Budget Recommendation	Net Change from FY18	% Change
MVAA Programs & Admin.	\$7,136,500	\$75,300	1.1%
VSO Grants	\$3,835,500	-	-
County Grants	\$200,000	-	-
MVTF Grants	\$3,746,500	-	-
MVTF Administration	<u>\$1,480,100</u>	\$11,200	0.8%
<i>Subtotal:</i>	<b>\$16,398,600</b>		
Veteran Facility Authority	<u>\$1,500,000</u>	\$500,000	50%
<i>Subtotal:</i>	<b>\$1,500,000</b>		
GRHV	\$50,869,200	\$464,700	0.9%
DJHV	\$23,687,200	\$1,411,700	6.3%
Board of Managers	<u>\$940,000</u>	-	-
<i>Subtotal:</i>	<b>\$75,496,400</b>		
<i>Total:</i>	<b>\$93,395,000</b>		

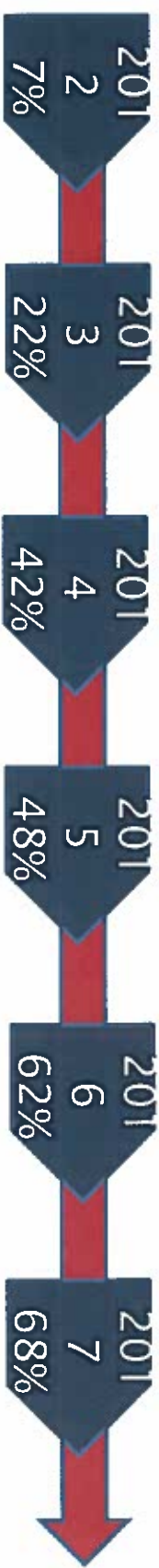


# Veteran Service Grants FY19 Executive Budget Recommendation

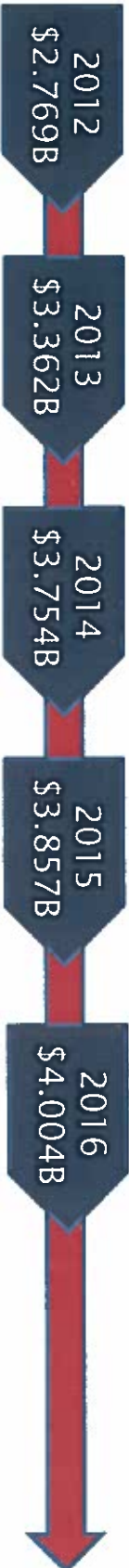
FY19 Executive Budget  
Recommendation:  
\$3,835,500



Fully Developed Claims Rate 2012 - Present



GDX Total Expenditures 2012 - 2016





# MVAA Programs and Administration

## FY19 Executive Budget Recommendation

### Michigan Veteran Resource Service Center

- Received the 2016 Abraham Lincoln Pillars of Excellence Award
- 13,032 Cases FY17
- 7,869 DD214 forms processed FY17
- 6,000+ Welcome Home letters sent FY17

**FY19 Executive Budget Recommendation:**

- 2,948 Cases FY18 1<sup>st</sup> Qtr
- 1,938 DD214 forms processed FY18 1<sup>st</sup> Qtr

### MVAA Veteran-Friendly Employer Program

- 167 Total Veteran-Friendly Employers
- 8 Gold, 16 Silver, 143 Bronze

### MVAA Veteran Service Officers

- 1,045 Claims Processed FY17
- 246 Claims Processed FY18 1<sup>st</sup> Qtr

### MVAA Veteran-Friendly Schools Program

- 70 Total Veteran-Friendly Schools
- 42 Gold, 24 Silver, 4 Bronze

### MVAA Veterans Community Action Teams

- One in each of the 10 prosperity regions



# Michigan Veterans Trust Fund Grants & Admin

36

1,603 applications processed (FY17)

489 applications processed (FY18 1<sup>st</sup> Qtr)

695 applications approved

(FY17)

216 applications approved (FY18 1<sup>st</sup>

Qtr)

FY19 Executive  
Budget  
Recommendation:  
\$3,746,500

The Michigan Veterans Trust Fund (METF) is a program used when an unforeseen situation has caused a temporary financial emergency or hardship that a grant, if approved, would resolve and the applicant can show that they will be able to meet future expenses.

# Michigan's State Veterans Homes

## Grand Rapids Home for Veterans



Funding Source	Proposed FY19 Amount
GF/GP	\$22,762,300
Federal VA	\$20,116,600
Income & Assessment	\$6,680,800
Medicare/Medicaid	\$1,297,300
Other	<u>\$12,200</u>
<b>Total</b>	<b>\$50,869,200</b>



# Michigan's State Veterans Homes

## D.J. Jacobetti Home for Veterans



Funding Source	Proposed FY19 Amount
GF/GP*	\$10,013,600
Federal VA	\$7,921,300
Income & Assessment	\$5,157,300
Medicare/Medicaid	<u>\$595,000</u>
<b>Total</b>	<b>\$23,687,200</b>

\*Includes \$1,111,700 for CMS Certification



[www.MichiganVeterans.co](http://www.MichiganVeterans.co)  
m

1-800-MICHVET

