

## Department of Agriculture and Rural Development

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Agriculture and Rural Development works to assure food safety, protect animal, and plant health, sustain environmental stewardship, provide consumer protection, and support rural development. The department encourages and embraces innovation, creativity, and growth to provide service to the robust food and agriculture industry and the residents of Michigan.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$144.2 million, of which \$77 million comes from the state's general fund.

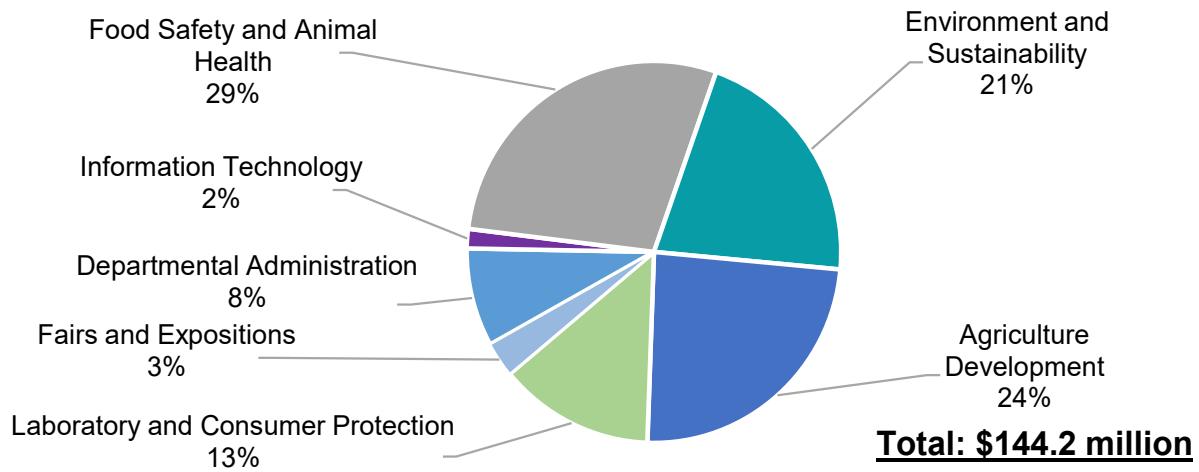
---

### Highlights

The Governor's recommended budget continues support for the following key department programs:

- ♦ **\$4 million for a Farm to Family Program** (general fund) to support regenerative farming, agriculture supply chains, and promote Michigan food products in the home through a cooperative approach which will generate direct economic impacts.
  - ♦ **\$600,000 for Emergency Management Federal Support Grant Authorization** (federal fund) to support incident command trainings and services through emergency management grants from the USDA.
  - ♦ **Increase 24.0 full-time equated positions for the Michigan Agricultural Environmental Assurance Program Team** (restricted fund) to support program technicians as state employees. Technicians support on-farm best practices, with specific water quality improvement measures targeted in high priority watersheds, including Western Lake Erie Basin and Saginaw Bay.
-

**80% of Funding is used to Protect Animals,  
Consumers, and the Environment**



**Department of Agriculture and Rural Development**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$92,781.8</b>	<b>\$168,612.7</b>
Removal of FY 2024 One-Time Funding	(\$20,500.0)	(\$30,600.0)
<b>FY 2025 Ongoing Investments</b>		
Farm to Family Program - Supports regenerative farming, agriculture supply chains and promotes Michigan food products	\$4,000.0	\$4,000.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Emergency Management Federal Support Grant Authorization - Recognizes authorization to support federal grants for emergency trainings and services	\$0.0	\$600.0
Unclassified Salaries	\$0.0	\$335.1
Transfer of the Office of Rural Development to the Department of Labor and Economic Opportunity which is renamed Michigan Office of Rural Prosperity	(\$697.4)	(\$697.4)
Employee Payroll Related Adjustments	\$1,472.0	\$1,968.5
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$77,056.4</b>	<b>\$144,218.9</b>
<b>FY 2025 One-Time Investments</b>		
None	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$77,056.4</b>	<b>\$144,218.9</b>
\$ Change from FY 2024 - Total Funding	(\$15,725.4)	(\$24,393.8)
% Change from FY 2024 - Total Funding	(16.9%)	(14.5%)

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$77,056.4</b>	<b>\$144,218.9</b>
Removal of FY 2025 One-Time Funding	\$0.0	\$0.0
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$77,056.4</b>	<b>\$144,218.9</b>
\$ Change from FY 2025 - Total Funding	\$0.0	\$0.0
% Change from FY 2025 - Total Funding	0.0%	0.0%



## Department of Attorney General

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Attorney General is the top lawyer and law enforcement official for the State of Michigan and oversees the Department of Attorney General. The department's responsibilities include protecting the public from violent criminals, enforcing consumer protections, helping victims of crime, and investigating claims of innocence and youth resentencing. The department also provides legal advice and representation to state officials and agencies.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$127.7 million, of which \$56.4 million comes from the state's general fund. The Governor also recommends \$850,000 in one-time funding in fiscal year 2025, all of which comes from state restricted funds.

---

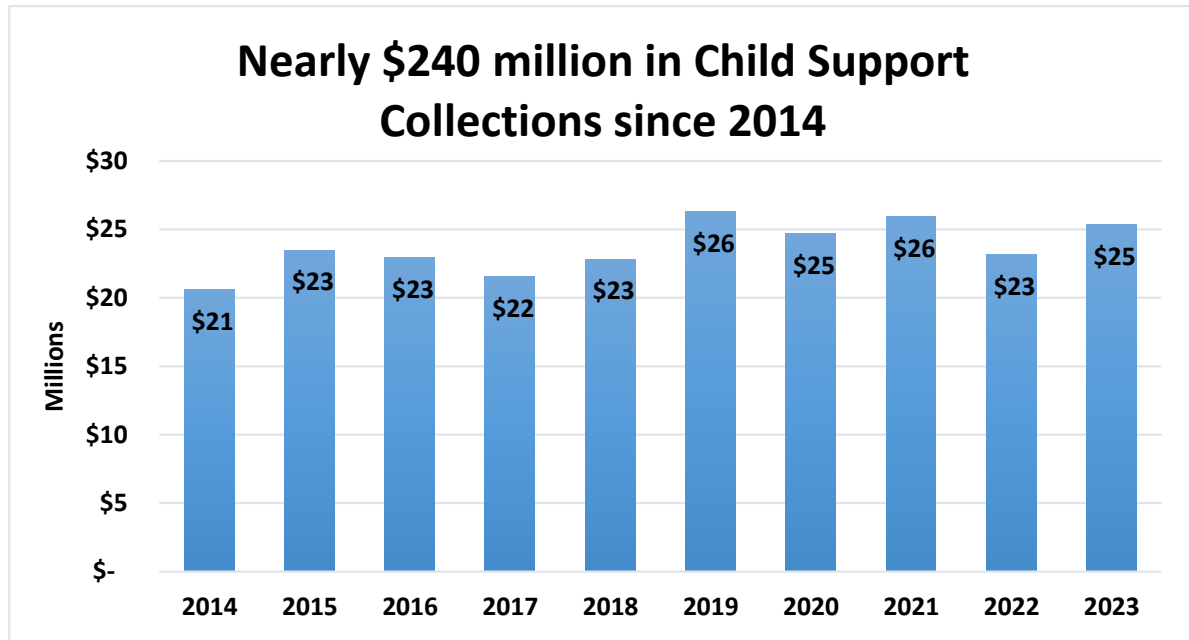
### Highlights

The Governor's recommended budget enhances support for the following key programs:

- ♦ **\$900,000 from the Utility Consumer Representation Fund** (state restricted funds) to support recently enacted legislation which provides additional funds to the Attorney General to oversee rate adjustments and litigation involving the Public Service Commission.
- ♦ **\$850,000 to assist the Michigan State Housing Development Authority (MSHDA)** in recovering fraudulently obtained funds. MSHDA distributed approximately \$1 billion of COVID funds during the pandemic, primarily for rental assistance. These state restricted funds will enable the Attorney General to investigate and prosecute related fraud cases.
- ♦ **\$780,500 for Cannabis Regulatory Agency** to provide additional state restricted funds to support the agency's oversight of medical and adult-use marijuana in Michigan. Total sales of \$3 billion in 2023 has resulted in expanding caseloads and litigation which require additional legal services.
- ♦ **\$740,000 for Michigan Department of Lifelong Education, Advancement, and Potential**, which supports the Governor's goal of improved early learning and higher education outcomes. These state restricted funds will allow the Attorney General to provide necessary legal services for this newly created department.
- ♦ **\$515,000 for Criminal Trials Services** (general fund) to hire additional staff to support the Governor's initiative to reduce crime and make communities safer. Programs needing additional resources include the Address Confidentiality Program, Special Prosecutor assignments, Unemployment Benefits fraud, Hate Crimes, and Cold Case homicide investigations and prosecutions.

## Attorney General

- ♦ **\$200,000 to support Child Support Enforcement** (\$67,900 general fund, \$132,100 state restricted funds) to prosecute those parents who can pay court-ordered child support but refuse to do so. The state has collected nearly \$240 million in child support since 2014.
  - ♦ **\$200,000 for Prisoner Reimbursement** (state restricted funds) to support the State Correctional Facility Reimbursement Act, which mandates that the state collect money from prisoners to help defray the costs of imprisonment.
- 



**Department of Attorney General**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$75,726.0</b>	<b>\$142,798.4</b>
Removal of FY 2024 One-Time Funding	(\$21,400.0)	(\$21,400.0)
<b>FY 2025 Ongoing Investments</b>		
Cannabis Regulatory Agency - Additional funding for expanded legal services	\$0.0	\$780.5
Criminal Trials Services - Support for address confidentiality, special prosecutor assignments, and investigation and prosecution of hate crimes	\$515.0	\$515.0
Child Support Enforcement - Additional investment to support the investigation and prosecution of non-payments of court ordered child support	\$67.9	\$200.0
Prisoner Reimbursement - Collection of funds from prisoners to help defray the costs of imprisonment	\$0.0	\$200.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Utility Consumer Representation Fund - Additional funding for oversight of rate adjustments and litigation involving the Public Service Commission	\$0.0	\$900.0
Department of Lifelong Education, Advancement, and Potential - Funding to provide legal services to new department	\$0.0	\$740.0
Employee Payroll Related Adjustments	\$1,500.2	\$2,965.8
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$56,409.1</b>	<b>\$127,699.7</b>
<b>FY 2025 One-Time Investments</b>		
MSHDA Legal Services - Funds to prosecute those who fraudulently obtained COVID funds	\$0.0	\$850.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$850.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$56,409.1</b>	<b>\$128,549.7</b>
\$ Change from FY 2024 - Total Funding	(\$19,316.9)	(\$14,248.7)
% Change from FY 2024 - Total Funding	(25.5%)	(10.0%)

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$56,409.1</b>	<b>\$128,549.7</b>
Removal of FY 2025 One-Time Funding	\$0.0	(\$850.0)
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$56,409.1</b>	<b>\$127,699.7</b>
\$ Change from FY 2025 - Total Funding	\$0.0	(\$850.0)
% Change from FY 2025 - Total Funding	0.0%	(0.7%)





## Department of Civil Rights

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Michigan Civil Rights Commission is composed of eight members who are appointed by the Governor. The commission oversees the Department of Civil Rights, whose mission is to prevent discrimination and enforce civil rights laws in the areas of education, employment, housing, law enforcement, public services, and public accommodations. The department carries out its mission through investigative services in response to complaints received by the department, as well as training and community-based partnership initiatives that promote voluntary compliance.

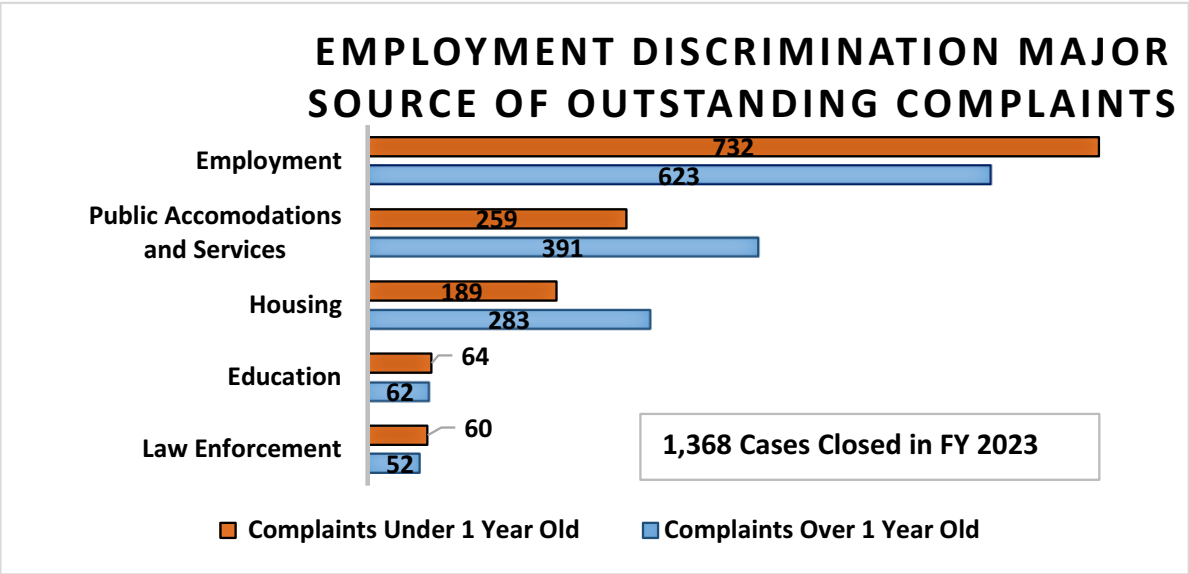
The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$32.3 million, of which \$29.4 million comes from the state's general fund.

---

### Highlights

The Governor's recommended budget enhances support for the following program:

- ♦ **\$5 million for Complaint Investigation and Enforcement** (general fund) to reduce the backlog of discrimination cases and complete investigations in a timely manner. Discrimination is prohibited against federal and state-protected classes (race, religion, color, national origin, age, sex, disability, genetic information, marital status, familial status, height, weight, and arrest record). Michigan residents may file discrimination claims regarding employment, education, housing, public accommodations, public services, and law enforcement. This support will enable the department to deploy three additional teams (29 additional investigators and managers) statewide to investigate claims and builds upon the \$5.7 million ongoing investment made in the current year.
-



**Department of Civil Rights**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
\$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$28,741.9</b>	<b>\$31,710.0</b>
Removal of FY 2024 One-Time Funding	(\$5,000.0)	(\$5,000.0)
<b>FY 2025 Ongoing Investments</b>		
Complaint Investigation and Enforcement - Funding to create three additional enforcement teams for major effort to reduce discrimination complaint backlog	\$5,000.0	\$5,000.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Employee Payroll Related Adjustments	\$610.5	\$610.5
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$29,352.4</b>	<b>\$32,320.5</b>
<b>FY 2025 One-Time Investments</b>		
None	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$29,352.4</b>	<b>\$32,320.5</b>
\$ Change from FY 2024 - Total Funding	\$610.5	\$610.5
% Change from FY 2024 - Total Funding	2.1%	1.9%

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$29,352.4</b>	<b>\$32,320.5</b>
Removal of FY 2025 One-Time Funding	\$0.0	\$0.0
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$29,352.4</b>	<b>\$32,320.5</b>
\$ Change from FY 2025 - Total Funding	\$0.0	\$0.0
% Change from FY 2025 - Total Funding	0.0%	0.0%



## Community Colleges

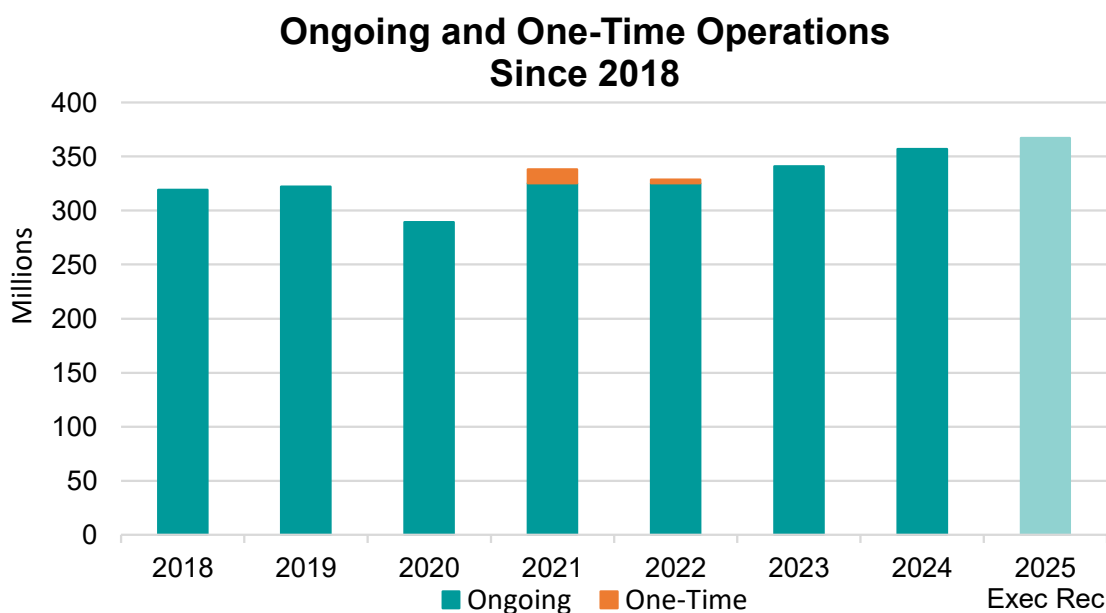
### Governor's Recommended Budget for Fiscal Years 2025 and 2026

Michigan's 28 public community colleges play a crucial role in shaping the postsecondary landscape, serving over 292,600 students annually. These institutions are dedicated to offering affordable education opportunities, particularly for adult learners. Aiming to propel workforce development, they contribute significantly to the state's Sixty by 30 goal, to raise the percentage of working-age adults holding skills certificates or degrees to 60% by 2030. The Governor's recommended budget for fiscal year 2025 and fiscal year 2026 includes total ongoing funding of \$465.9 million, all of which comes from the school aid fund.

### Highlights

The Governor's recommended budget includes:

- ♦ **\$8.9 million in additional ongoing funding for community college operations**, a 2.5% increase over fiscal year 2024 base operations. This increase is distributed through the existing performance funding formula. The Governor's recommended budget builds on the ongoing support for community colleges by sustaining higher investments in operations funding.



- ♦ **\$96.8 million for community college retirement obligations.** The Governor's recommended budget continues to provide state support for retirement contributions to the Michigan Public School Employees Retirement System (MPERS), providing fiscal stability to community colleges. This includes the continuation of the MPERS stabilization

## Community Colleges

payment, and a new payment to colleges to reduce the effective percent of payroll they must contribute to the system from 20.96% down to 20%.

- ♦ **\$1.2 million for the North American Indian Tuition Waiver**, to continue to fully fund program costs. This reinforces the Governor's commitment to accessible education by waving tuition costs for eligible Native Americans at Michigan community colleges.
- 

## Enhanced Investment in Community College Scholarships

In addition to the investments above, the Governor is also recommending the following in the State School Aid Act:

- ♦ **Creation of the Community College Guarantee** within the Michigan Achievement Scholarship. This will cover last dollar tuition costs for all Michigan high school graduates while they work toward an associate degree or skilled certificate at a Michigan community college. Additionally, the Community College Guarantee will provide \$1,000 to students with higher financial need on top of tuition and fees, to offset costs like food, housing, transportation, and child care. Once fully implemented, the Community College Guarantee is expected to save over 18,000 students up to \$4,820 on tuition each year.
- ♦ **\$62 million for Michigan Reconnect**, continuing to provide a tuition free pathway for adult learners 25+, with increased student support and interventions for non-traditional students.

**FY 2025 Community Colleges Funding**  
(\$ in thousands)

Community College	FY 2024 Base Operations Funding	FY 2025 Ongoing Increase	FY 2025 Indian Tuition Waiver Funding	FY 2025 Total Funding
Alpena	\$6,300.6	\$171.1	\$21.8	\$6,493.5
Bay de Noc	\$6,185.3	\$187.9	\$100.0	\$6,473.2
Delta	\$16,642.3	\$400.2	\$24.8	\$17,067.3
Glen Oaks	\$2,939.0	\$74.9	\$1.8	\$3,015.7
Gogebic	\$5,329.7	\$115.4	\$48.4	\$5,493.5
Grand Rapids	\$20,844.4	\$566.3	\$111.1	\$21,521.8
Henry Ford	\$24,929.8	\$618.2	\$6.4	\$25,554.4
Jackson	\$13,854.1	\$297.5	\$42.3	\$14,193.9
Kalamazoo Valley	\$14,481.9	\$370.8	\$37.2	\$14,889.9
Kellogg	\$11,269.2	\$262.5	\$35.4	\$11,567.1
Kirtland	\$3,773.1	\$103.4	\$25.8	\$3,902.3
Lake Michigan	\$6,318.0	\$150.3	\$6.0	\$6,474.3
Lansing	\$35,689.2	\$741.9	\$81.2	\$36,512.3
Macomb	\$37,635.4	\$875.2	\$23.7	\$38,534.3
Mid Michigan	\$5,742.9	\$156.8	\$75.5	\$5,975.2
Monroe County	\$5,284.7	\$139.7	\$1.8	\$5,426.2
Montcalm	\$3,957.2	\$126.9	\$1.9	\$4,086.0
Mott	\$17,791.7	\$376.9	\$5.8	\$18,174.4
Muskegon	\$10,210.9	\$248.4	\$21.3	\$10,480.6
North Central MI	\$3,868.8	\$131.5	\$162.5	\$4,162.8
Northwestern MI	\$10,473.3	\$244.2	\$196.8	\$10,914.3
Oakland	\$24,733.6	\$660.7	\$33.8	\$25,428.1
Schoolcraft	\$14,711.8	\$433.6	\$21.0	\$15,166.4
Southwestern MI	\$7,682.8	\$173.1	\$29.5	\$7,885.4
St. Clair	\$8,210.4	\$219.4	\$24.1	\$8,453.9
Washtenaw	\$15,925.5	\$553.1	\$24.6	\$16,503.2
Wayne County	\$19,193.3	\$445.0	\$4.4	\$19,642.7
West Shore	\$2,851.2	\$75.9	\$12.0	\$2,939.1
<b>Operations Subtotal</b>	<b>\$356,830.1</b>	<b>\$8,920.8</b>	<b>\$1,180.9</b>	<b>\$366,931.8</b>
<b>MPERS Retirement Subtotal</b>				<b>\$96,789</b>
<b>Renaissance Zone Reimbursement</b>				<b>\$2,200</b>
<b>Total</b>				<b>\$465,920.8</b>

**Community Colleges**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>SAF</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$0.0</b>	<b>\$544,517.5</b>	<b>\$544,517.5</b>
Removal of FY 2024 One-Time Funding	\$0.0	(\$48,366.6)	(\$48,366.6)
<b>FY 2025 Ongoing Investments</b>			
Community College Operations Increase - Includes an ongoing 2.5% increase to base operations funding distributed through the performance funding formula.	\$0.0	\$8,920.8	\$8,920.8
Community College MPSERS Payroll Cap Reduction - Additional payments to colleges to reduce the effective amount paid for MPSERS UAAL from 20.96% of payroll to 20.00%.	\$0.0	\$5,700.0	\$5,700.0
<b>FY 2025 Reductions</b>			
None	\$0.0	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>			
Community College MPSERS UAAL Stabilization Payment - Annual adjustment for the state's share of MPSERS costs above the payroll cap. Total payment of \$62.1 million.	\$0.0	(\$43,700.0)	(\$43,700.0)
Community College MPSERS Normal Cost Offset - Funding to offset normal cost contributions associated with prior year state-level policy changes, for a total of \$21.8 million.	\$0.0	(\$1,200.0)	(\$1,200.0)
Community College Indian Tuition Waiver - Annual adjustment needed to fully fund the costs of tuition waivers for eligible Native American students. Total payment of \$1.2 million.	\$0.0	\$49.1	\$49.1
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$0.0</b>	<b>\$465,920.8</b>	<b>\$465,920.8</b>
<b>FY 2025 One-Time Investments</b>			
None	\$0.0	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$0.0</b>	<b>\$465,920.8</b>	<b>\$465,920.8</b>
\$ Change from FY 2024 - Total Funding	\$0.0	(\$78,596.7)	(\$78,596.7)
% Change from FY 2024 - Total Funding	0.0%	(14.4%)	(14.4%)

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>SAF</b>	<b>GROSS</b>
<b>FY 2026 Total Executive Recommendation</b>	<b>\$0.0</b>	<b>\$465,920.8</b>	<b>\$465,920.8</b>
Removal of FY 2025 One-Time Funding	\$0.0	\$0.0	\$0.0
FY 2026 Baseline Adjustment - Annual adjustment for the state's share of MPSERS costs above the cap. Total payments of \$66.7 million.	\$0.0	\$4,600.0	\$4,600.0
FY 2026 Baseline Adjustment - Adjustments to normal cost contributions for MPSERS. Total payments of \$20.7 million.	\$0.0	(\$1,100.0)	(\$1,100.0)
FY 2026 Baseline Adjustment - Adjustment to offset amounts paid by colleges to reduce the effective amount of payroll contributed to UAAL from 20.96% to 20.00%. Total payments of \$5.8 million.	\$0.0	\$100.0	\$100.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$0.0</b>	<b>\$469,520.8</b>	<b>\$469,520.8</b>
\$ Change from FY 2025 - Total Funding	\$0.0	\$3,600.0	\$3,600.0
% Change from FY 2025 - Total Funding	0.0%	0.8%	0.8%



# Department of Corrections

## Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Corrections works to protect communities through the safe and secure operation of 26 state correctional facilities. It has long-provided evidence-based rehabilitative, vocational, and educational training and support to ensure that returning citizens possess the skills to reenter society, maintain employment, and reduce the risk of re-offense.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$2.1 billion, nearly all of which comes from the state's general fund. The Governor also recommends \$3.4 million in one-time funding in fiscal year 2025, all of which comes from restricted funds.

---

### Highlights

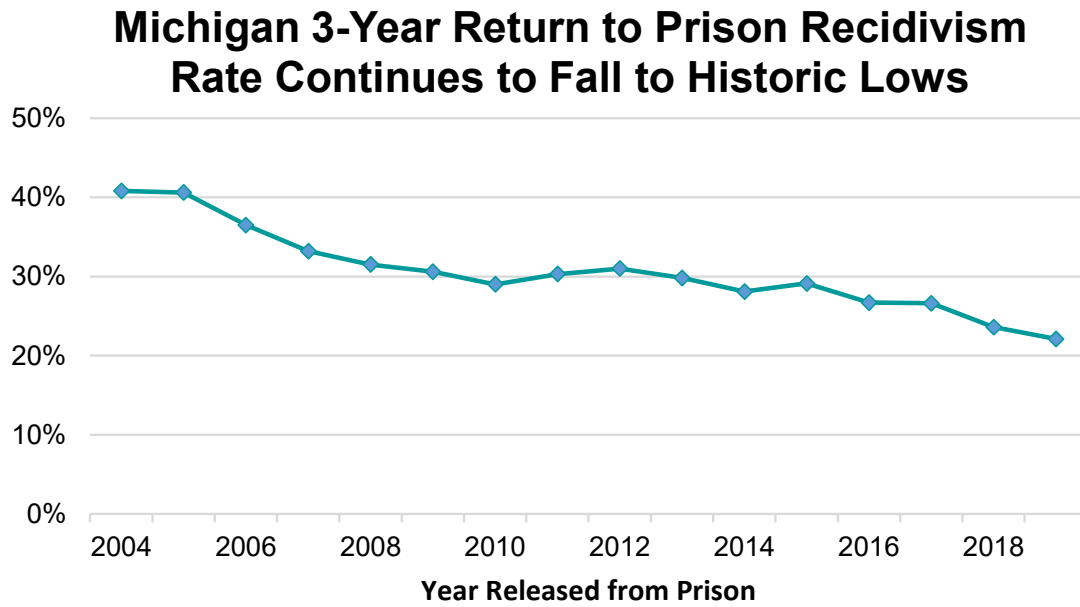
The Governor's recommended budget increases funding to meet the health and education needs of prisoners.

- ♦ **\$26.7 million for prisoner health care** (general fund) ensuring prisoners' access to health care services, including:
  - ♦ **\$16.2 million for Prison Health Care Services** (general fund) to reflect increasing costs for medical and pharmacy services.
  - ♦ **\$10.4 million for Clinical Nursing Services** (general fund) to reflect the cost differential for contracted nurses, ensuring staff are available to provide necessary care for prisoners.
- ♦ **\$6.3 million in existing funding is redirected to increase success through education, training, and reentry programs:**
  - ♦ **\$3.9 million for the Thumb Education Center** (\$483,600 general fund) to establish the Thumb Correctional Facility as the first educational prison facility at this scale in the country. The expansion of educational opportunities at the prison would allow nearly every prisoner at the facility the opportunity to participate in an educational program, including basic, vocational and postsecondary programs.
  - ♦ **\$1.5 million to provide Peer-Led Reentry programs** (general fund) through the department's longstanding regional offender success community administering agency structure. These programs will bring in formerly incarcerated individuals whose lived experiences will help parolees navigate the challenges of reentry.
  - ♦ **\$900,000 to expand pre-release parole planning services** (general fund). Through the In-Reach program, facility reentry specialists work collaboratively with parole and

## Corrections

prison staff, program counselors, and community providers to support eligible parolees with intensive parole planning services to ensure their success as returning citizens.

---



**Department of Corrections**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$2,029,495.9</b>	<b>\$2,086,250.0</b>
Removal of FY 2024 One-Time Funding	(\$8,700.0)	(\$20,700.0)
<b>FY 2025 Ongoing Investments</b>		
Thumb Education Center - Reallocates \$483,600 general fund to expand educational opportunities at the Thumb correctional facility to allow nearly all prisoners to participate in education programs.	\$0.0	\$0.0
Peer-Led Reentry Programs - Reallocates \$1.5 million general fund to incorporate peer-led reentry programs into the existing Offender Success community partner contracts.	\$0.0	\$0.0
In-Reach Services - Reallocates \$900,000 general fund to expand the availability of facility based pre-release parole planning services.	\$0.0	\$0.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Prisoner Health Care Services - Reflects increasing costs for medical and pharmacy care	\$16,228.6	\$16,228.6
Cost Differential for Contracted Nursing Staff - Reflects higher costs for using contracted nursing staff.	\$10,443.3	\$10,443.3
Detroit Detention Center - Aligns the operational costs for maintaining the detention center under contract with the City of Detroit.	\$0.0	\$1,600.0
Employee Payroll Related Adjustments	\$46,309.6	\$46,924.4
Other Technical Adjustments	\$232.7	\$232.7
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$2,094,010.1</b>	<b>\$2,140,979.0</b>
<b>FY 2025 One-Time Investments</b>		
Thumb Education Center - Expands educational opportunities at the Thumb correctional facility to allow nearly all prisoners to participate in education programs.	\$0.0	\$3,400.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$3,400.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$2,094,010.1</b>	<b>\$2,144,379.0</b>
\$ Change from FY 2024 - Total Funding	\$64,514.2	\$58,129.0
% Change from FY 2024 - Total Funding	3.2%	2.8%

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$2,094,010.1</b>	<b>\$2,144,379.0</b>
Removal of FY 2025 One-Time Funding	\$0.0	(\$3,400.0)
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$2,094,010.1</b>	<b>\$2,140,979.0</b>
\$ Change from FY 2025 - Total Funding	\$0.0	(\$3,400.0)
% Change from FY 2025 - Total Funding	0.0%	(0.2%)

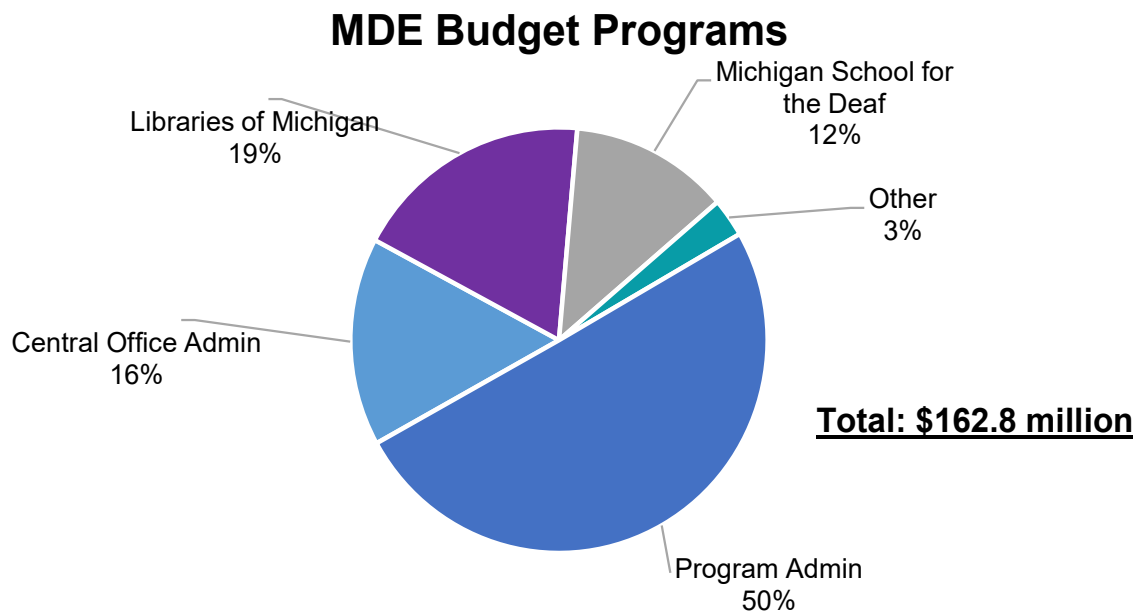


## Department of Education

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Education (MDE) supports learning in Michigan for over 1.4 million students and over 145,000 educators across the public K-12 education system. The department's major responsibilities include administration of the school aid budget, school improvement and accountability, and educator preparation and certification.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$162.8 million, of which \$61.7 million comes from the state's general fund.



### Highlights

The Governor's recommended budget provides additional supports for the following areas:

- ♦ **\$750,000 for School Infrastructure and Consolidation Administration** (general fund) funding to coordinate and oversee the resources allocated for infrastructure and consolidation provisions in the school aid budget, which will involve cross-department collaboration.
- ♦ **\$520,000 for Grants Management and Administration** (general fund) to provide resources that support the timely and efficient administration of grant funds to districts and ensure all state and federal requirements are met.
- ♦ **\$500,000 for Summer EBT Food Benefits** (general fund) to continue administration of the summer food benefit program for school children that started during the pandemic. These administrative dollars will meet the state's match requirement for the federal grant program,

## Education

which is estimated to provide \$108 million annually in benefits for low-income children and their families to purchase food when school is not in session.

- ♦ **\$500,000 for Expand School Mental Health System Efforts** (general fund) to expand behavioral health supports and assistance to schools on mental health efforts, best practices, and programs.
  - ♦ **\$350,000 for Career and Technical Education Administration** (general fund) to support expanded programs statewide.
  - ♦ **\$100,000 for Poet Laureate** (general fund) to continue supporting poetry, the spoken word, and literary arts in a generation of young students.
-

**Department of Education**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

<b>FY 2025 Adjustments</b>		
	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$130,652.5</b>	<b>\$647,380.9</b>
Removal of FY 2024 One-Time Funding	(\$18,475.0)	(\$58,575.0)
<b>FY 2025 Ongoing Investments</b>		
School Infrastructure and Consolidation Administration - Move required administrative funding for MDE and DTMB from one-time to ongoing.	\$750.0	\$750.0
Grants Management Administration - Three staff to support NexSys and central administration of grants to facilitate distribution of grant funding to school districts.	\$520.0	\$520.0
Summer EBT Food Benefits - Continue the federal summer EBT food benefits to school children during the summer months. The benefits are 100% federally funded but require administrative dollars in MDE and a larger investment in MDHHS.	\$500.0	\$500.0
Expand Comprehensive School Mental Health System Efforts - Expand the behavioral health pipeline and assistance provided to schools on mental health efforts, best practices, and programs.	\$500.0	\$500.0
CTE Administration - Funding to provide support to increasing number of schools operating CTE programs across the state.	\$350.0	\$350.0
Poet Laureate - Making the one-time investment in prior years for a statewide poet laureate ongoing.	\$100.0	\$100.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
MiLEAP - EO 2023-6 Reorg - Move office of great start to MiLEAP.	(\$54,611.4)	(\$430,916.2)
Indirect Federal Revenues - Transfer of federal revenues between MDE and MiLEAP to properly finance central office staff in both departments.	\$750.0	\$0.0
Federal Authorization Increase - Reflecting more federal revenue available to MDE.	\$0.0	\$70.0
Employee Payroll Related Adjustments	\$666.2	\$1,992.5
Other Technical Adjustments	\$43.8	\$152.9
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$61,746.1</b>	<b>\$162,825.1</b>
<b>FY 2025 One-Time Investments</b>		
None	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$61,746.1</b>	<b>\$162,825.1</b>
\$ Change from FY 2024 - Total Funding	(\$68,906.4)	(\$484,555.8)
% Change from FY 2024 - Total Funding	(52.7%)	(74.8%)

<b>FY 2026 Adjustments</b>		
	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$61,746.1</b>	<b>\$162,825.1</b>
Removal of FY 2025 One-Time Funding	\$0.0	\$0.0
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$61,746.1</b>	<b>\$162,825.1</b>
\$ Change from FY 2025 - Total Funding	\$0.0	\$0.0
% Change from FY 2025 - Total Funding	0.0%	0.0%





# Department of Environment, Great Lakes, and Energy

## Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Environment, Great Lakes, and Energy plays a pivotal role in supervising and safeguarding Michigan's land, water, and air resources. With an unwavering commitment to preservation, it ensures the sustainability of Michigan's environment, safeguards public health, and fosters economic prosperity. The department's steadfast focus on protecting Michigan's resources and the well-being of its residents, and its emphasis on ongoing environmental stewardship, is vital for the overall advancement of the state in a shifting natural and economic climate.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$1 billion, of which \$157.8 million comes from the state's general fund. The Governor also recommends \$90 million in one-time funding in fiscal year 2025, all of which comes from the general fund.

---

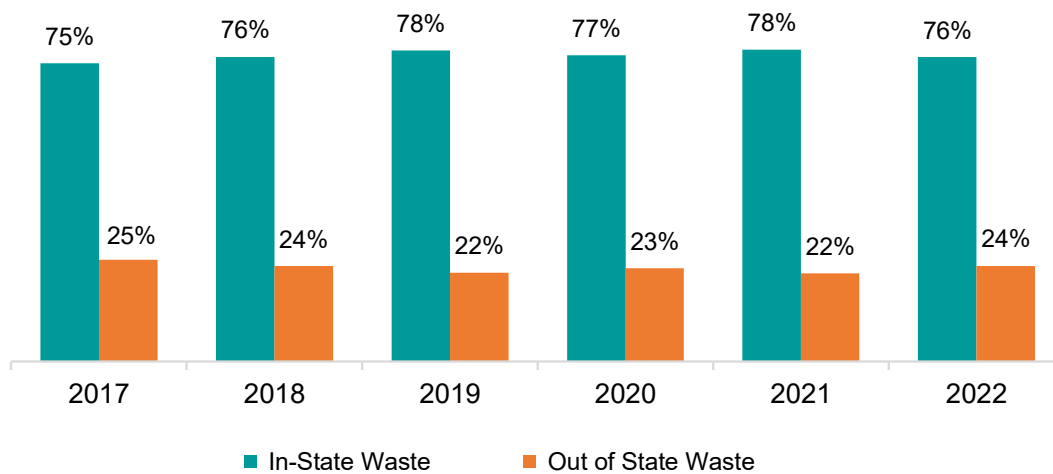
### Highlights

The Governor's recommended budget continues support for the following programs:

- ♦ **\$80 million for Contaminated Site Clean-Up, Brownfield Redevelopment, and Economic Siting** (state restricted funds) to increase the lifespan of Michigan landfills, reduce greenhouse gas emissions from solid waste, and drive economic growth by increasing the tipping fee to competitive parity with neighboring states.
- ♦ **\$40 million for Water Infrastructure Replacement and Improvements** (general fund) to provide loans and grants to local communities for water infrastructure. These projects will augment replacement and upgrade efforts funded through the Infrastructure Investment and Jobs Act to ensure that Michigan fully leverages every available federal dollar.
- ♦ **\$25 million for Electric Vehicle Charging Station Expansion** (general fund) to install charging stations at multi-family complexes and commercial parking lots. This investment will assist in Michigan's efforts to fully build out a charging network for the future green economy.
- ♦ **\$20 million for Transitioning Michigan's Fleets to the Green Economy** (general fund) to provide grants to municipalities, transit authorities, and key infrastructure hubs to replace medium and heavy-duty fleet vehicles with emission free alternatives such as battery EVs and hydrogen fuel based vehicles.
- ♦ **\$15.3 million for Green Infrastructure Projects** (general fund) to assist municipalities in mitigating the impacts from and adapting to climate change through the installation of stormwater diversion infrastructure that utilizes the restoration of natural site hydrology, implementation of ecological water absorption, and stormwater reuse.

- ♦ **\$4.4 million for Improving the Permitting Process** (general fund) to increase permitting staff capacity to enable front end application outreach to improve submissions and facilitate the permitting process for applicants. Additionally, this investment will provide for the ongoing digitization of permit records to enable quick and easy access to historical documents.
- 

### Nearly a Quarter of All Waste in Michigan Comes from Out of State



**Department of Environment, Great Lakes, and Energy**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$245,952.1</b>	<b>\$1,051,611.9</b>
Removal of FY 2024 One-Time Funding	(\$109,585.2)	(\$164,585.2)
<b>FY 2025 Ongoing Investments</b>		
Landfill Tipping Fee Adjustment - Brings the solid waste fee into alignment with the Midwest average	\$0.0	\$80,000.0
Mitigating Climate Change with Green Infrastructure - Funds green stormwater projects	\$5,300.2	\$5,300.2
Water Infrastructure Improvements - Funds water infrastructure projects	\$5,000.0	\$5,000.0
Permitting Public Outreach - Provides staff capacity for permitting programs	\$4,400.5	\$4,400.5
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
IIJA Water State Revolving Fund Increase - Additional match and funding made available through IIJA	\$3,500.0	\$24,956.0
Information Technology - Provides for information technology to meet department needs	\$226.1	\$1,008.1
Healthy Hydration Annualization - Annualizes healthy hydration staff support	\$450.3	\$450.3
Conservation Officer Pay Parity - Provides for conservation officer pay rate increase	\$384.0	\$384.0
Employee Payroll Related Adjustments	\$2,182.8	\$5,777.8
Other Technical Adjustments	\$0.0	(\$104.5)
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$157,810.8</b>	<b>\$1,014,199.1</b>
<b>FY 2025 One-Time Investments</b>		
Water Infrastructure Improvements - Funds water infrastructure projects	\$35,000.0	\$35,000.0
Deploying Charging Infrastructure - Provides for the installation of EV chargers	\$25,000.0	\$25,000.0
Transition to Clean Fleets - Provides grants to transition to emission free fleets	\$20,000.0	\$20,000.0
Mitigating Climate Change with Green Infrastructure - Funds green stormwater projects	\$10,000.0	\$10,000.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$90,000.0</b>	<b>\$90,000.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$247,810.8</b>	<b>\$1,104,199.1</b>
\$ Change from FY 2024 - Total Funding	\$1,858.7	\$52,587.2
% Change from FY 2024 - Total Funding	0.8%	5.0%

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$247,810.8</b>	<b>\$1,104,199.1</b>
Removal of FY 2025 One-Time Funding	(\$90,000.0)	(\$90,000.0)
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$157,810.8</b>	<b>\$1,014,199.1</b>
\$ Change from FY 2025 - Total Funding	(\$90,000.0)	(\$90,000.0)
% Change from FY 2025 - Total Funding	(36.3%)	(8.2%)



## **Executive Office**

### **Governor's Recommended Budget for Fiscal Years 2025 and 2026**

The Executive Office houses the Office of the Governor and provides funding to the Governor, Lieutenant Governor and executive staff. The office's primary role is to assist the Governor in supervising state agencies dedicated to serving the diverse needs of Michigan residents under her jurisdiction.

Funding also facilitates the Lieutenant Governor's duties in overseeing gubernatorial functions in the absence of the Governor. This includes presiding over the Senate, participating in the State Administrative Board, and representing the Governor at various local, state, and national meetings.

The Governor's recommended budget for fiscal years 2025 and 2026 recommends total ongoing funding of \$9.3 million, all general fund.

**Executive Office**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$8,905.4</b>	<b>\$8,905.4</b>
Removal of FY 2024 One-Time Funding	\$0.0	\$0.0
<b>FY 2025 Ongoing Investments</b>		
None	\$0.0	\$0.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Employee Payroll Related Adjustments	\$431.7	\$431.7
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$9,337.1</b>	<b>\$9,337.1</b>
<b>FY 2025 One-Time Investments</b>		
None	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$9,337.1</b>	<b>\$9,337.1</b>
\$ Change from FY 2024 - Total Funding	\$431.7	\$431.7
% Change from FY 2024 - Total Funding	4.8%	4.8%

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$9,337.1</b>	<b>\$9,337.1</b>
Removal of FY 2025 One-Time Funding	\$0.0	\$0.0
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$9,337.1</b>	<b>\$9,337.1</b>
\$ Change from FY 2025 - Total Funding	\$0.0	\$0.0
% Change from FY 2025 - Total Funding	0.0%	0.0%

# Department of Health and Human Services

## Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Health and Human Services (DHHS) provides opportunities, services, and programs to protect public health and promote a healthy, safe, and stable environment allowing Michigan residents to be self-sufficient. DHHS operates a network of local offices throughout the state and administers critical programs, including Medicaid, behavioral health services and psychiatric hospitals, public health programs, child welfare services, and public assistance.

The Governor's recommended budget for fiscal year 2025 includes total ongoing funding of \$37.6 billion, of which \$6.6 billion comes from the state general fund. The Governor also recommends \$112 million in one-time funding, of which \$77.6 million comes from the state's general fund.

---

### Highlights

The Executive Budget invests new resources into initiatives to increase financial supports to low-income families, creates new tools for the child welfare system to provide children necessary services without delay, enhances the behavioral health infrastructure funded in previous budgets with new coverage options for providers and patients, funds innovations in how Michigan's Medicaid program serves enrollees, supports and grows Michigan's health care workforce, increases support to department work to address violence, and funds capacity to address disparity in access to needed health services.

### Assistance to Low-Income Families

The Executive Budget includes a substantial increase in new state and federal funds for low-income households. These increases are prioritized to families with children, people experiencing homelessness, and for weatherizing homes. Proposed investments for fiscal year 2025 include:

- ♦ **\$108 million for summer food assistance** (federal). These funds will be used to extend Food Assistance Program support to schoolchildren during the summer months by providing \$120 in food assistance per child.
- ♦ **\$15 million to Michigan Energy Assistance Program (MEAP)**. Increases funding by 30% to support low-income households struggling to pay energy bills. This is the first increase in this program since 2012.
- ♦ **\$13.7 million to end Medicaid Birth Expense Recovery** (\$4.8 million general fund). The budget discontinues mandated payments made by fathers of Medicaid enrolled children born out-of-marriage, allowing these resources to stay with young families with infant children. Michigan is currently one of three U.S. states still operating a birth expense recovery program.
- ♦ **\$7.3 million for homeless services** (general fund, one-time) to support homeless families and families at risk of becoming homeless.

## Health and Human Services

- ♦ **\$4.5 million Emergency Housing Support for Families Engaged in Child Welfare** including eviction diversion, first month's rent and deposit, and utility arrears.
- ♦ **\$2 million to expand family shelters.** Currently family shelters are at capacity and turning away families. These shelters will provide families with a safe place to stay while they are experiencing homelessness.
- ♦ **\$750,000 for short term hoteling** to address the current backlog as communities build up permanent shelter options.
- ♦ **\$5 million for employment support services** (general fund, one-time). These funds will be available to low-income individuals to ensure access to reliable transportation, tools or supplies, and other supports to assist in accessing and maintaining employment.
- ♦ **\$5 million for weatherization** (general fund, one-time). These funds will be used to reduce energy costs of low-income households through projects to improve energy efficiency of their homes. The general fund dollars will be used along with federal weatherization funding to ensure the federal money is more effectively spent.

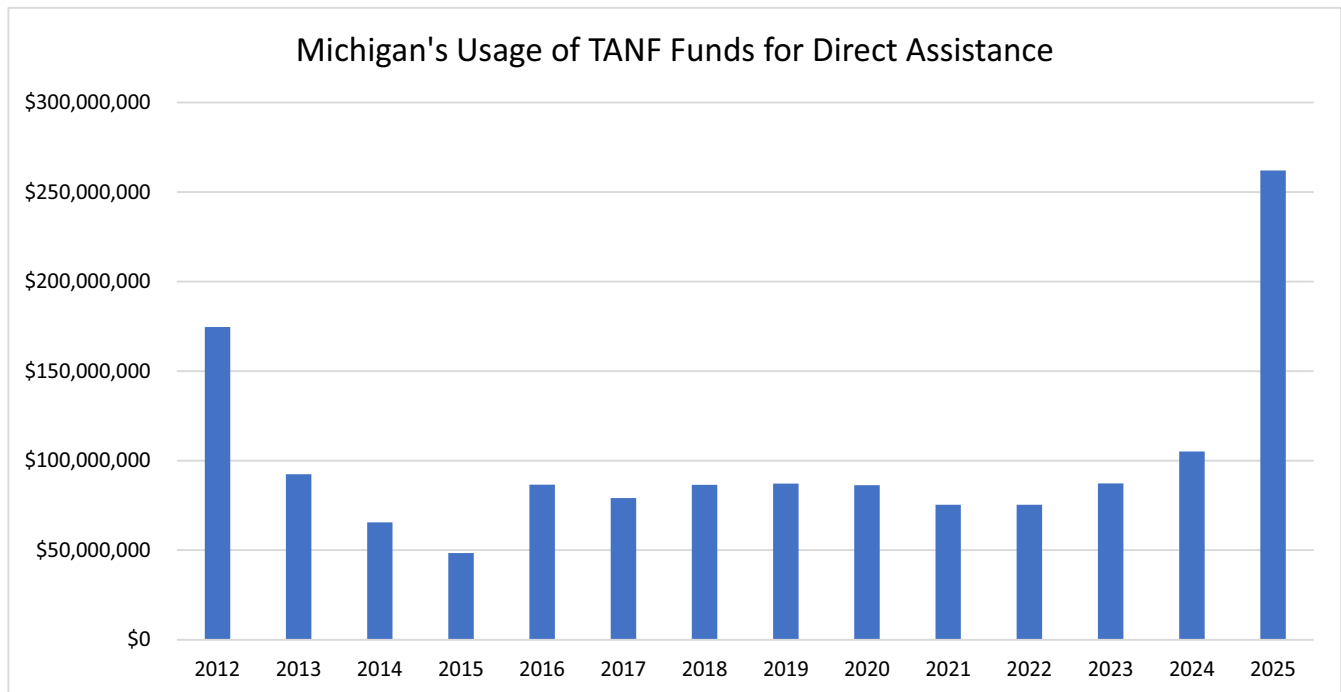
The Executive Budget also assumes a transformation in Michigan's Federal Temporary Assistance for Needy Families (TANF) funded programs. It shifts funds currently allocated to support administrative functions and broadly funded public programs to more targeted initiatives intended to assist those in poverty. Specific program changes funded in the budget recommendation include:

- ♦ **\$46 million for changes in Family Independence Program (FIP).** The changes below are the most substantially meaningful changes to the FIP program since 1990. They include:
  - ♦ **\$34.8 million** to increase the base monthly payment to families receiving cash assistance through FIP by 35%. If implemented, this would be the first meaningful increase in the base monthly FIP grant since 1990.
  - ♦ **\$10 million** to increase the young child support payments made to FIP enrolled children under the age of 6 from \$50 to \$150 per month.
  - ♦ **\$1.2 million** to increase the time limits a family is eligible for FIP from 48 months to 60 months.
- ♦ **\$30 million in additional funding for State Emergency Relief (SER).** These funds provide emergency cash assistance for relocation, homeownership, utilities and deposits, and home repairs. These supports provide one time assistance for low-income households that can normally make ends meet. It also allows DHHS to more aggressively intervene to assist homeowners in tax delinquency and increase the lifetime assistance limit to \$5,000 to help keep families and individuals housed.



- ◆ **\$24 million Prenatal and Infant Support Program.** Provides funding for programs that improve the economic stability of households with very young children.
- ◆ **\$3.5 million for homeless services.** Emergency Housing Support for Families Engaged in Child Welfare including eviction diversion, first month's rent and deposit, and utility arrears.

The proposed shift of TANF would represent the first meaningful growth in assistance payments to low-income families (using TANF funding) in several decades. The table below demonstrates the magnitude of this change.



## Child Welfare Capacity

The Executive Budget invests funding into new tools to better serve children in Michigan's foster care and juvenile justice systems. These new tools will be deployed by the department to ensure the safety and effectiveness of all placements in Michigan's child welfare system. Major investments include:

- ◆ **\$38 million to restructure rates ensuring needed beds in residential facilities are provided to children** (\$30.3 million general fund). This funding will support a restructuring of residential contracts to better meet demand. Rates paid to residential child placing agencies will be simplified and restructured to provide greater revenue certainty to contracted providers and ensure access to needed services for children.
- ◆ **\$11.9 million for Juvenile Justice investments** (\$5.7 million general fund ongoing, \$5 million general fund one-time) to implement recommendations from the Governor's Task Force on Juvenile Justice Reform and improve DHHS' residential juvenile justice programming and facilities. The investment funds new tools to improve pre-service screening, diversion services, and case reviews to reduce lengths of stay in secure

## Health and Human Services

settings. Additionally, this funding supports new programs and related infrastructure at DHHS-operated juvenile justice facilities.

- ♦ **\$10 million general fund toward exiting federal oversight of the child welfare system.** This investment will allow the department to implement steps to reach the identified Modified Implementation Sustainability and Exit Plan benchmarks through program and staffing support, including resources, training, and legal services to achieve stable, long-term care of children.
- ♦ **\$2 million for improvements in child welfare staff training** (general fund, one-time). Funds would support new foundational classroom and simulation training for state children's protective services, foster care, and juvenile justice staff.
- ♦ **\$1.5 million to increase the clothing and holiday allowances for children in foster care** (\$1.1 million general fund). This investment would be the first increase in state support to foster parents for clothing and holiday presents in over 20 years, increasing the clothing allowance by 40-50% (depending on the child's age) and tripling the holiday allowance.

### Behavioral Health Capacity Improvements

The Executive Budget continues to invest in supports and services to residents with behavioral health needs. It includes additional funding to increase access to behavioral health services through direct program capacity enhancements, a managed care rate increase for behavioral health services, incentives to build a pipeline of qualified providers, and ongoing resource support for current tools used to support people experiencing behavioral health crises. Major investments include:

- ♦ **\$193.3 million to expand Michigan's Certified Community Behavioral Health Clinics (CCBHC) demonstration program** (\$35.6 million general fund). Funds will be used to support new CCBHC sites and establish more sophisticated oversight and monitoring for the Medicaid CCBHC system.
- ♦ **\$36.1 million to increase rates for behavioral health services provided through Medicaid health plans** (\$10.2 million general fund). This proposal brings parity in reimbursement rates for behavioral health services paid through Medicaid health plan contracts to improve access to needed supports for Medicaid enrollees.
- ♦ **\$8.3 million to establish Medicaid reimbursement for peer provided substance use disorder services** (\$2.5 million general fund). Peer recovery specialists will be reimbursed for services provided in a hospital setting.
- ♦ **\$7.3 million for the Michigan Crisis and Access Line (MiCAL)** (\$8.3 million general fund) to ensure structural ongoing support for services currently provided to individuals experiencing behavioral health crises. Funding will ensure access to text and chat functionality, from a Michigan-based provider, 24 hours a day, seven days a week.

- ♦ **\$4 million to enhance gambling prevention and treatment services** (state restricted revenue). Funding will support residential gambling treatment, recovery support services, youth education and prevention services, research and evaluation, provider training, a media campaign, and the problem gambling hotline.

## Restructure Michigan Medicaid

The department is currently engaged in the MiHealthy Life procurement process to identify the health plans that will partner in delivering Medicaid and Healthy Michigan Plan support to Michigan's Medicaid enrollees. These contract changes will:

- ♦ Double the size of the quality withhold and restructure related success criteria to more effectively reward health plans that exhibit the best outcomes as defined by the state.
- ♦ Require financial reinvestment of health plan profits into partnerships with community organizations on efforts to address social determinants of health.

Alongside these innovations in health plan contracts, the Executive Budget funds initiatives that remove barriers and create innovative pathways for families and individuals to access services that will positively impact their daily lives. These include:

- ♦ **\$30.5 million for new pre-release Medicaid services to incarcerated individuals** (\$5.6 million general fund). These services will reduce reliance on emergency medical services and support proper transition of care for people previously in state prison, jail, and secure juvenile justice settings.
- ♦ **\$10 million for an “in-lieu-of-services” incentive pool** (\$3.5 million general fund) made available to Medicaid health plans that improve food security for their enrollees with dietary needs.
- ♦ **\$7 million to increase provider participation in the Vaccines for Children (VFC) program** (\$2.5 million general fund). Funds would support a 42% increase in the administrative rate paid to providers for childhood vaccination; the maximum allowable under federal law.
- ♦ **\$5 million to provide additional trainings and supports** (\$1.7 million general fund) to family and informal caregivers assisting individuals enrolled in Michigan's Home and Community-Based Services—MiChoice—waiver program.
- ♦ **\$1.8 million general fund to recognize elimination of monthly MiChild premiums** for low-income families with uninsured children under the age of 19.

## Supporting Michigan's Health Care Workforce

The Executive Budget directs additional funding toward efforts to grow Michigan's health care workforce and enhance the state's ability to recruit new talent to health care professions. New investments include:

## Health and Human Services

- ♦ **\$14 million in wage support for non-direct care nursing home staff** (general fund). This investment supports a \$0.85/hour wage increase.
- ♦ **\$3 million for behavioral health workforce supports** (one-time, federal fund) to be allocated to Michigan's public universities to fund scholarships and internship programs to attract and support people interested in training to become behavioral health providers.
- ♦ **\$10 million to launch a new nurse incentive program to recruit and retain staff** (one-time, general fund). This investment provides \$5 million to support nurses who work in state operated facilities and \$5 million to support nurses who work in non-state operated facilities.
- ♦ **\$1 million to establish the Home Health Care Public Authority** (one-time, general fund) that will be responsible for facilitating orientation and training for home care workers and connecting them with clients.

## Public Health and Safety

The fiscal year 2025 Executive Recommendation continues to identify opportunities for new, and augmented, investments to address public health and safety. Investments in this year's recommendation include:

- ♦ **\$6 million in health care support for first responders and public safety staff** (general fund, one-time).
  - ♦ **\$3.5 million for firefighters' health care program** (general fund). Funds support enhanced health screening services.
  - ♦ **\$2.5 million for access to mental health services** (general fund). Funding supports behavioral health resources for first responders and public safety staff.
- ♦ **\$5.5 million in support for Community Violence Intervention (CVI) services** (one-time, state-fiscal relief funds). Resources are allocated as such:
  - ♦ **\$5 million for grants to local CVI providers** (one-time, state-fiscal relief funds). Funds will continue to support direct CVI services in Michigan communities.
  - ♦ **\$500,000 for ongoing support to DHHS CVI capacity and grantmaking** (general fund). New general fund to continue building capacity in DHHS for ongoing support for CVI services.
- ♦ **\$5 million increase for smoking cessation and tobacco prevention programs** (general fund). This investment will allow the state to maintain and expand current efforts to reduce tobacco use among Michigan's adult and youth population.
- ♦ **\$4.3 million for one-time grants related to firearm injury prevention and technical assistance** (general fund). DHHS will partner with a public university for training and

technical assistance related to school violence prevention, and implementation of statutory requirements established through the Extreme Risk Protection Order legislation.

## Health Access and Equity

The Executive Budget devotes resources to improving access to health care services to all Michigan residents. Addressing barriers to preventive health care services, including social determinants of health, improves the lives of impacted residents and can mitigate future need for more intensive medical interventions. Specific investments to improve health access and equity include:

- ◆ **\$35 million to implement recommendations of the Racial Disparities Task Force** (\$10 million general fund ongoing, \$25 million state fiscal relief funds, one-time):
  - ◆ **\$13.5 million for local healthy community zones** (\$8.5 million one-time, federal fund). Funds will be used to expand comprehensive long-term strategies to address access to healthy foods, affordable housing, and safety networks.
  - ◆ **\$12 million in support to neighborhood health grant programs** (\$9.5 million one-time). Grant funding will support the operations of community-based health and mobile clinics located in areas with high social-vulnerability and disparity in health access and outcomes.
  - ◆ **\$6.5 million for mobile health clinics** (\$4 million one-time). Continued support for the operation of mobile health clinics to provide health services to communities with poor health access.
- ◆ **\$26.6 million to continue expansion of programs to support reproductive and maternal health** (\$23.7 million general fund). Grants included in this funding are:
  - ◆ **\$14.2 million for statewide family planning services** (one-time, general fund) to be allocated to local health departments and agencies to assist individuals and families in planning and spacing birth, preventing unintended pregnancy, and seeking preventive health screenings.
  - ◆ **\$5 million to Michigan Perinatal Quality Collaborative** (one-time general fund) focused on regional strategies to improve maternal and infant health outcomes.
  - ◆ **\$2.5 million to expand the number of CenteringPregnancy sites across the state** (one-time general fund) where expecting mothers can engage in group-based dialogue with peers and health care providers.
  - ◆ **\$4.9 million in continued supports for doula services** (\$2 million general fund). These would support:
    - ◆ **\$2 million for increases in Medicaid reimbursement for doula care** (\$545,100 general fund).

## Health and Human Services

- ♦ **\$2.9 million for doula training and continuing education supports** (\$1.4 million one-time general fund).
- ♦ **\$2 million in ongoing support to victims of sexual assault** (general fund). Funds will allow the state to maintain comprehensive sexual assault and treatment services at the level currently provided.
- ♦ **\$2.5 million to expand Michigan’s kindergarten oral health assessment program** (general fund) to ensure statewide support for statutory mandated dental health screenings for children entering kindergarten.

## Reductions

The recommended budget reduces funding for the following programs:

- ♦ **\$22.2 million related to statutory repeal of “Raise the Age” subsidies.** These funds have been redirected to new, targeted supports for Michigan’s child welfare system.
  - ♦ **\$10 million through increased Federal Title IV-E claiming.** Regulatory changes will allow more relative caregivers of foster children to become eligible for federal Title IV-E support, reducing state costs.
  - ♦ **\$3.5 million general fund through a new DHHS Office of Inspector General (OIG) program.** The budget funds new tools for the DHHS OIG to identify and address double billing.
  - ♦ **\$4.6 million general fund shift** through allocation of current Health and Safety Fund revenues to base Medicaid programming.
-

**Department of Health and Human Services**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
\$ in Thousands

FY 2025 Adjustments		GF/GF	GROSS
<b>FY 2024 Current Law</b>		<b>\$6,464,135.4</b>	<b>\$35,734,583.0</b>
	Removal of FY 2024 One-Time Funding	(\$317,450.0)	(\$347,413.4)
<b>FY 2025 Ongoing Investments</b>			
Certified Community Behavioral Health Clinics Expansion		\$35,631.1	\$193,324.0
Medicaid Behavioral Health Provider Rate Increase		\$10,209.7	\$36,149.4
Medicaid Reimbursement for Peer Support SUD Services		\$2,500.0	\$8,333.3
Gambling Disorder Prevention and Treatment		\$0.0	\$4,000.0
Michigan Crisis and Access Line		\$8,286.4	\$7,250.0
Child Caring Institution Rate Restructuring		\$30,343.1	\$37,964.6
Juvenile Justice Investments		\$5,731.8	\$6,912.3
MISEP Strategy & Improvements		\$10,000.0	\$10,000.0
Foster Care Clothing and Holiday Allowances Increases		\$1,110.7	\$1,455.0
FY25: TANF/GF Swap Staffing Lines		\$40,000.0	\$0.0
Family Independence Program (FIP) Increase per Case and Extend Time Limits (TANF)		\$0.0	\$36,000.0
Family Independence Program (FIP) Small Child Supplemental Payment Increase (TANF)		\$0.0	\$10,000.0
State Emergency Relief (SER) Funding Increase (TANF)		\$0.0	\$30,000.0
Prenatal and Infant Support Program (TANF)		\$0.0	\$24,000.0
Child Welfare - Housing Assistance (TANF)		\$0.0	\$3,500.0
Michigan Energy Assistance Program (MEAP)		\$15,000.0	\$15,000.0
Medicaid Birth Expenses Recovery Program Elimination		\$4,777.2	\$13,700.0
MIHealthy Life, Medicaid Health Plan Procurement Improvements		\$7,579.0	\$20,008.0
Incarcerated Individuals Community Reentry Medicaid Benefit		\$5,600.0	\$30,500.0
MIChoice Structured Family Caregiving		\$1,743.5	\$5,000.0
Elimination of MIChild Premiums		\$1,800.0	(\$800.0)
Behavioral Health Workforce		\$500.0	\$500.0
Non-Direct Care Wage Increase		\$14,000.0	\$14,000.0
Community Violence Intervention Services		\$500.0	\$500.0
Sexual Assault Victim Services		\$2,000.0	\$2,000.0
Smoking Prevention and Cessation Funding Increase		\$5,000.0	\$5,000.0
Racial Disparities Task Force		\$10,000.0	\$10,000.0
2-1-1 Investment		\$1,000.0	\$1,000.0
Medicaid Maternal Infant Health Program Enhancement		\$918.7	\$3,335.0
Healthy Moms, Healthy Babies Doula Care		\$545.1	\$1,951.9
<b>FY 2025 Reductions</b>			
Eliminate Raise the Age Fund		(\$13,150.0)	(\$13,150.0)
Title IV-E For Relative Placements		(\$10,000.0)	\$0.0
Raise The Age Reverting to 50% Reimbursement		(\$9,000.0)	(\$9,000.0)
Office of Inspector General Double Billing		(\$3,500.0)	(\$17,094.6)
Fund Shift: Health & Safety Fund		(\$4,625.0)	\$0.0
<b>FY 2025 Baseline Adjustments</b>			
FY24 Increase: Preschool Dental Screening Services		\$2,500.0	\$2,500.0
FY24 & FY25 Increase: Medicare Buy-In Compliance		\$8,812.7	(\$25,709.7)
FY25 Increase: DCW to GF		\$35,028.1	\$0.0
FY25 Increase: Waskul Settlement		\$4,000.0	\$11,471.2
FY25 Increase: Income Verification Contract		\$3,911.7	\$5,527.3
FY25 Increase: PACE Site Expansion		\$1,099.6	\$3,153.3
Caseload Adjustments		\$229,412.8	\$1,630,301.7
Technical Adjustments		\$0.0	\$1,238.2
Defined Calculation Adjustments		\$39,097.3	\$57,791.2
Other Adjustments		(\$17,105.3)	\$25,501.3
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>		<b>\$6,627,943.6</b>	<b>\$37,590,283.0</b>
<b>FY 2025 One-Time Investments</b>			
Juvenile Justice Investments		\$5,000.0	\$5,000.0
Behavioral Health Workforce		\$0.0	\$3,000.0
Community Violence Intervention Services		\$0.0	\$5,000.0
Racial Disparities Task Force		\$0.0	\$25,000.0
Nursing Loan Repayment Program		\$10,000.0	\$10,000.0
Multicultural Services		\$8,600.0	\$8,600.0
Home Health Care Authority		\$1,000.0	\$1,000.0
Car Repairs and Used Car Purchases for Working Families		\$5,000.0	\$5,000.0
Weatherization IIJA Match		\$5,000.0	\$5,000.0
Fire Fighter Health Care		\$3,500.0	\$3,500.0

## Health and Human Services

	GF/GF	GROSS
Healthy Moms, Healthy Babies Doula Care	\$1,454.9	\$2,909.8
Firearm Injury and Violence Prevention Grant	\$4,300.0	\$4,300.0
Family Planning Local Agreements Grants	\$14,200.0	\$14,200.0
Children's Services Administration Training	\$2,000.0	\$2,000.0
Statewide Emergency Shelter Support One-time	\$7,250.0	\$7,250.0
First Responder and Public Safety Staff Mental Health	\$2,500.0	\$2,500.0
National Kidney Foundation of Michigan	\$250.0	\$250.0
Healthy Moms, Healthy Babies Continuation	\$7,500.0	\$7,500.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$77,554.9</b>	<b>\$112,009.8</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$6,705,498.5</b>	<b>\$37,702,292.8</b>
\$ Change from FY 2024 - Total Funding	\$241,363.1	\$1,967,709.8
% Change from FY 2024 - Total Funding	3.7%	5.5%
<b>FY 2026 Adjustments</b>		
<b>FY 2025 Total Executive Recommendation</b>	<b>\$6,705,498.5</b>	<b>\$37,702,292.8</b>
Removal of FY 2025 One-Time Funding	(\$77,554.9)	(\$112,009.8)
<b>FY 2026 Total Executive Recommendation</b>	<b>\$6,627,943.6</b>	<b>\$37,590,283.0</b>
\$ Change from FY 2025 - Total Funding	(\$77,554.9)	(\$112,009.8)
% Change from FY 2025 - Total Funding	(1.2%)	(0.3%)



## Department of Insurance and Financial Services

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Insurance and Financial Services (DIFS) ensures access to safe and secure insurance and financial services fundamental for the opportunity, security, and success of Michigan residents, while fostering economic growth and sustainability in both industries.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$77.5 million, all of which is from restricted and federal fund sources. The Governor also recommends \$250,000 in one-time funding in fiscal year 2025 from state restricted fund sources.

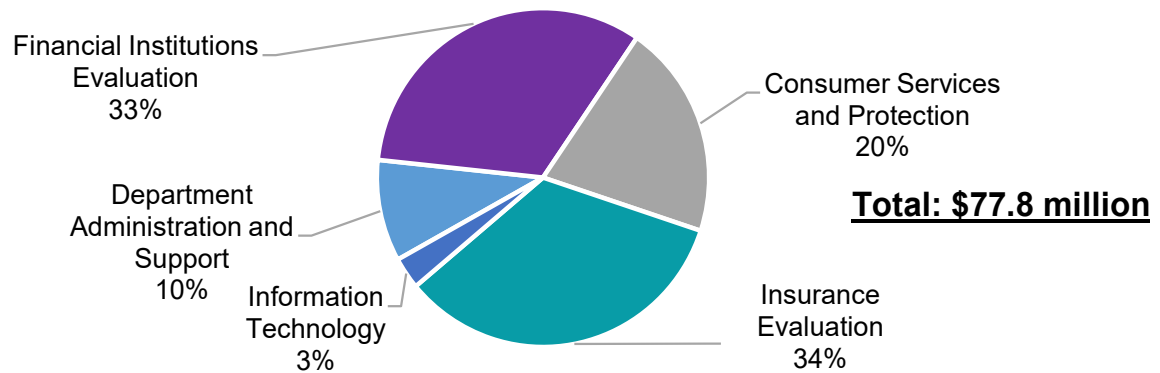
---

### Highlights

The Governor's recommended budget adds funding for the following key DIFS programs:

- ♦ **\$1.3 million to Increase Regulatory Capacity** (state restricted fund) by adding 7.0 positions within the department's insurance evaluation, and consumer services and protection programs.
  - ♦ **\$660,000 for Pharmacy Benefit Manager Licensure and Regulation** (state restricted fund) to fund the costs associated with licensing and regulating pharmacy benefit managers as required under Public Act 11 of 2022.
  - ♦ **\$250,000 for Insurance Complaints and Healthcare Appeals Campaign** (state restricted fund) to raise awareness on the right of Michigan residents to file insurance complaints and appeal health insurance denials through the department.
-

## Nearly 90% of DIFS Funding Directly Supports Insurance and Financial Regulation, and Consumer Protection



**Department of Insurance and Financial Services**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$0.0</b>	<b>\$74,147.9</b>
Removal of FY 2024 One-Time Funding	\$0.0	\$0.0
<b>FY 2025 Ongoing Investments</b>		
Insurance Evaluation and Consumer Services and Protection - Funding increase and 7.0 FTEs to support increased work volumes	\$0.0	\$1,314.1
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Pharmacy Benefit Manager Licensure and Regulation - Funding increase to support requirements enacted in Public Act 11 of 2022	\$0.0	\$660.0
Employee Payroll Related Adjustments	\$0.0	\$1,399.4
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$0.0</b>	<b>\$77,521.4</b>
<b>FY 2025 One-Time Investments</b>		
Insurance Complaints and Health Care Appeals Outreach Campaign - Increase awareness of right to file insurance complaints and appeal denials	\$0.0	\$250.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$250.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$0.0</b>	<b>\$77,771.4</b>
\$ Change from FY 2024 - Total Funding	\$0.0	\$3,623.5
% Change from FY 2024 - Total Funding	0.0%	4.9%

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$0.0</b>	<b>\$77,771.4</b>
Removal of FY 2025 One-Time Funding	\$0.0	(\$250.0)
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$0.0</b>	<b>\$77,521.4</b>
\$ Change from FY 2025 - Total Funding	\$0.0	(\$250.0)
% Change from FY 2025 - Total Funding	0.0%	(0.3%)



## Judiciary

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Judicial Branch includes the state Supreme Court, the Court of Appeals, as well as the State Appellate Defender's Office, and the Judicial Tenure Commission. The budget also includes support for local trial courts through caseload reimbursements, grants for problem solving courts and specialty programs, juror compensation, information technology, and judges' salaries.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$371.8 million, of which \$265 million comes from the state's general fund.

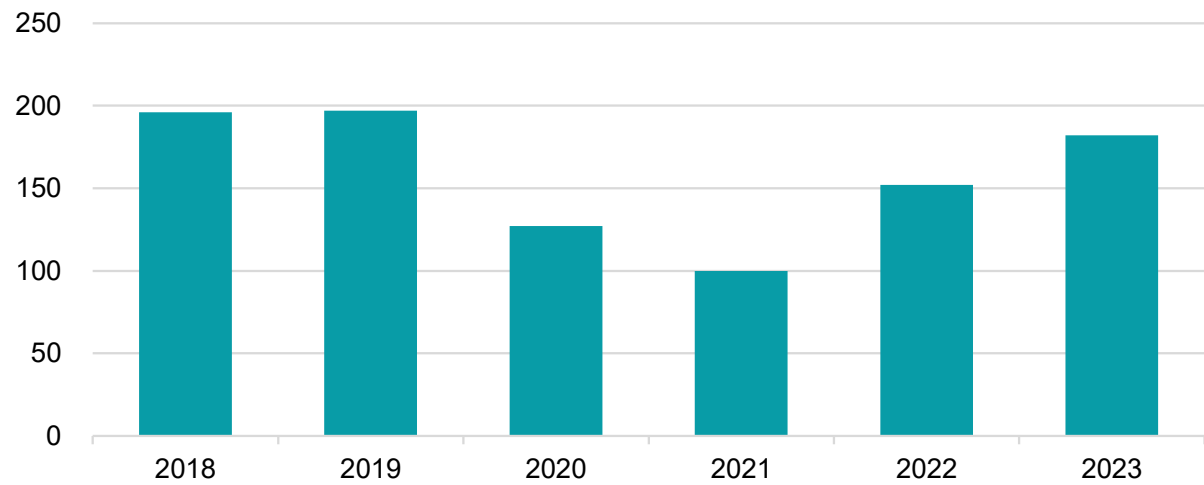
---

### Highlights

The Governor's recommended budget includes funding to maintain and expand key judiciary programs supporting local trial courts, improving service to the public, and ensuring fairness in the judicial process.

- ♦ **\$4.6 million to continue implementation of the statewide judicial case management system** (general fund) for additional personnel and operational costs as more trial courts migrate from a locally managed system to the state managed system.
  - ♦ **\$3.3 million for additional personnel for the State Appellate Defender's office** (general fund) to implement workload standards for attorney and non-attorney staff for the office in concert with similar workload standards for trial level public defenders through the Michigan Indigent Defense Commission.
  - ♦ **\$472,100 in additional funding for judges** (\$338,300 general fund) to implement the State Officers Compensation Commission recommendation to increase the salaries of Michigan Supreme Court justices and support the addition of new judgeships in Kent and Macomb counties.
  - ♦ **\$340,000 for mental health supports** (general fund) to implement the recommendations of the recent Task Force on Well-Being in the Law addressing mental health issues and substance use issues within the legal community and to establish a behavioral health administrator position to improve the courts' response to persons with mental health issues and substance use disorders.
-

**Appellate Defender's Office Trial Appeals  
Caseloads Returning to Pre-Pandemic Levels**



**Judiciary**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$250,218.1</b>	<b>\$355,928.2</b>
Removal of FY 2024 One-Time Funding	(\$5,500.0)	(\$5,500.0)
<b>FY 2025 Ongoing Investments</b>		
Case Management System - Additional personnel and other operating costs as more trial courts join the system	\$4,600.0	\$4,600.0
State Appellate Defender's Office - Additional personnel to implement new staff workload standards	\$3,259.0	\$3,259.0
State Appellate Defenders's Office - Replaces expiring federal grant funded youth defense position with general fund	\$157.0	\$157.0
Branchwide Appropriations - Enhances safety and security within the Judiciary	\$475.0	\$475.0
State Court Administrative Office - Administrative support for the Commission on Well-Being in the Law	\$170.0	\$170.0
State Court Administrative Office - Creates a new Behavioral Health Administrator position to improve the courts' response to persons with mental health issues	\$170.0	\$170.0
Supreme Court Administration - Administrative support for the Office of General Counsel and Office of Administrative Counsel	\$110.0	\$110.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
State Officers Compensation Commission Recommendation - 7% salary increase and new \$10,000 expense allowance for state Supreme Court justices	\$166.6	\$166.6
Judgeship Changes - Partial year costs for judgeships in Kent (district) and Macomb (probate) counties	\$171.7	\$305.5
State Appellate Defender's Office - Negotiated salary increases under a new collective bargaining agreement for newly unionized staff and equitable pay increases for non-unionized staff	\$1,061.7	\$1,061.7
Contract Staff - Converts independent contractors to state employees	\$934.7	\$934.7
Employee Payroll Related Adjustments	\$8,944.7	\$9,623.3
Other Technical Adjustments	\$50.4	\$355.4
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$264,988.9</b>	<b>\$371,816.4</b>
<b>FY 2025 One-Time Investments</b>		
None	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$264,988.9</b>	<b>\$371,816.4</b>
\$ Change from FY 2024 - Total Funding	\$14,770.8	\$15,888.2
% Change from FY 2024 - Total Funding	5.9%	4.5%

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$264,988.9</b>	<b>\$371,816.4</b>
Removal of FY 2025 One-Time Funding	\$0.0	\$0.0
State Officers Compensation Commission Recommendation Recommendation - Additional 7% salary increase for state Supreme Court justices in 2026.	\$103.6	\$103.6

Judiciary

	<u>GF/GP</u>	<u>GROSS</u>
Judgeship Changes - Annualizes costs for new judgeships in Kent (district) and Macomb (probate) counties	\$57.6	\$102.7
<b>FY 2026 Total Executive Recommendation</b>	<b>\$265,150.1</b>	<b>\$372,022.7</b>
\$ Change from FY 2025 - Total Funding	\$161.2	\$206.3
% Change from FY 2025 - Total Funding	0.1%	0.1%



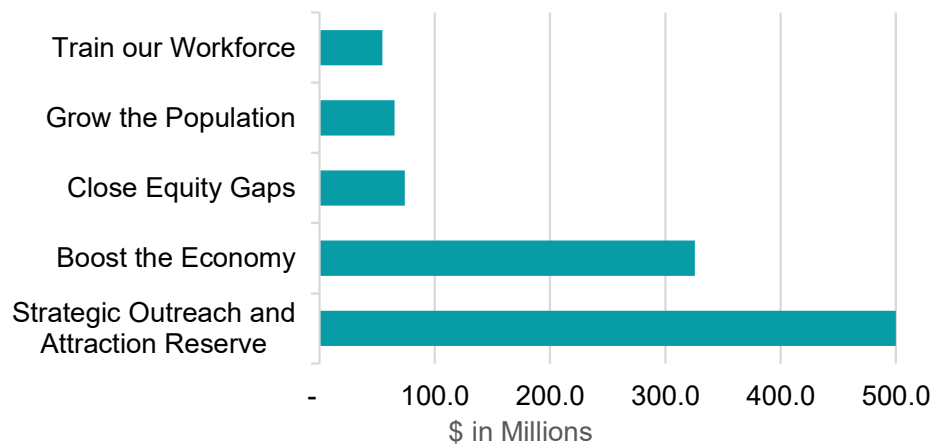
## Department of Labor and Economic Opportunity

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Labor and Economic Opportunity (LEO) coordinates economic, labor, housing and workforce development efforts across the state through the Michigan Strategic Fund, the Michigan State Housing Development Authority, the State Land Bank Authority, and other employment and workforce programs and commissions. LEO works to drive economic development; build vibrant communities; attract and retain talent; grow the state's population; protect health, safety, and economic security of workers; and create affordable housing.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$1.8 billion, of which \$228 million comes from the state's general fund. The Governor also recommends \$191 million in one-time funding in fiscal year 2025, of which \$131 million comes from the general fund.

### Governor Whitmer's Budget Recommendations Invest Over \$1 Billion for a Prosperous Economic Future for Michigan.



### Highlights

The Governor's recommended budget provides support for a wide range of programs that will help grow the state's population, boost the economy, train our workforce, and ensure an equitable future for existing and future Michigan residents. To catalyze the state's economy, Governor Whitmer invests in the following programs:

- ♦ **\$60 million for the Michigan Innovation Fund** (restricted funds) to support high-growth, scalable startups, and the innovation and entrepreneurship eco-system. Funds will be used for investments in innovative startups across the state through an evergreen structure that ensures returns support additional startups into the future. These efforts will diversify the economy, attract new entrepreneurs to the state, and allow our talent and promising startups to develop and grow here in Michigan.

## Labor and Economic Opportunity

- ♦ **\$25 million for the Build Ready Sites Program** (general fund) to identify and prepare sites in Michigan for future development or redevelopment, thereby creating a statewide inventory of development-ready sites to attract and promote investment in Michigan.
- ♦ **\$20 million for Business Attraction and Community Revitalization** (general fund) to stimulate job creation and private investment, revitalize and redevelop vital properties, and support small businesses that serve as the backbones of our communities. Combined with the \$100 million (\$40.7 million general fund) of ongoing funding, these investments will create jobs and develop high-quality places that attract residents and spur economic growth.
- ♦ **\$5 million for the Arts and Cultural Program** (general fund) to expand grants to arts and cultural institutions that support the economy and contribute to vibrant communities. This is in addition to the \$11.1 million (\$9.9 million general fund) ongoing funding provided for the program.
- ♦ **\$5 million for Community and Neighborhood Initiatives** (general fund) for a grant program that will provide resources to the organizations that serve our neighborhoods and benefit the community.
- ♦ **\$2.5 million for Rural Prosperity Grants** (general fund) that help enhance regional and statewide coordination of services and programming in rural communities and help develop the plans and partnerships needed for economic growth.

A strong and stable economy requires a strong workforce, and the Governor invests in programs that will ensure workers have the skills for in-demand jobs, and employers have the talent they need to grow and succeed. The fiscal year 2025 Executive Budget invests in the following workforce programs:

- ♦ **\$20 million for Going Pro** (general fund) to further expand employer-based training that results in industry recognized credentials and certificates. This investment is in addition to the \$54.8 million (\$45.2 million general fund) provided on an ongoing basis for the program.
- ♦ **\$20 million for Talent Solutions** (general fund) to address current and future workforce needs. These funds will be used strategically to provide specialized economic assistance to businesses that are locating or expanding in Michigan, as well as to develop customized solutions to fill identified talent gaps in key industries.
- ♦ **\$5.9 million for expanded Vocational Rehabilitation Services through Michigan Rehabilitation Services and the Bureau of Services for Blind Persons** (\$1.25 million general fund) to expand the vocational rehabilitation services that will increase employment for individuals with disabilities.
- ♦ **\$1 million for Focus: HOPE** (general fund) to support workforce development, youth development and community empowerment and advocacy programs.

Growing the state's population is a key factor in boosting the economy and building shared prosperity across the state. To work toward the Governor's population growth goals, the fiscal year 2025 Executive Budget includes the following:

- ♦ **\$20 million for Michigan Marketing Initiatives** (general fund) to build off the iconic Pure Michigan campaign with a focus on talent attraction, labor retention and relocating to Michigan, as well as broader population growth goals. This includes \$5 million in ongoing and \$15 million in one-time funding and is in addition to the existing \$15 million general fund provided for Pure Michigan to promote the state as a place to live, learn, build, work, play, and succeed.
- ♦ **\$8 million for New Michigander Immigration and Legal Services** (general fund) to expand and improve immigrant integration efforts in Michigan through grants for wraparound supports that will facilitate the success of newcomers. Services may include case management, transportation, legal services, language access supports, digital literacy, and learning.
- ♦ **\$4 million for Global Talent and Retention** (general fund) to improve the state's efforts around welcoming and integrating international talent to both grow Michigan's population and connect talent to the state's workforce needs.
- ♦ **\$4 million for the Michigan Growth Office** (general fund) to build on and expand the work of the Growing Michigan Together Council by identifying opportunities to remove barriers to population growth and support growth in communities across the state.
- ♦ **\$1 million for the Housing Readiness Incentive Grant Program** (general fund) in a fiscal year 2024 supplemental to augment the existing grants to local governments to support the costs associated with land use and zoning policy changes, master plan updates, and other actions that will increase housing supply and affordability.

Finally, to ensure both existing and future Michigan residents can envision a prosperous future in Michigan, the budget recommendation invests in programs intended to help close equity gaps. These programs include:

- ♦ **\$10 million for the Community and Worker Economic Transition Fund Pilot** (general fund) in a fiscal year 2024 supplemental to support communities, businesses and workers navigating the state's economic transition from internal combustion engines to electric vehicles, the shift to renewable energy, and the decarbonization of the manufacturing industry. The fiscal year 2025 budget also includes \$5 million for the Community and Worker Economic Transition Office (general fund) and a prorated amount in a fiscal year 2024 supplemental to develop the state's community and worker economic transition plan to guide the state forward and help connect communities and workers with the resources they need.
- ♦ **\$500,000 for Language Access** (general fund) for the Office of Global Michigan to provide technical assistance to state departments as they implement language access initiatives by providing materials in the languages spoken by Michigan residents.

## Labor and Economic Opportunity

In addition to these significant new investments, the Governor's budget recommendation also continues support for multiple investments initiated in prior years. These include:

- ♦ **\$500 million for the Strategic Outreach and Attraction Reserve Fund** (state restricted funds) to invest in Michigan's future and attract transformational projects that keep Michigan at the forefront of manufacturing.
  - ♦ **\$150 million for a Targeted Energy Investment** (general fund) in a fiscal year 2024 supplemental to further the state's investment in a carbon-free future. This funding will be used to repower a critical, carbon-free energy source and economic driver for the state.
  - ♦ **\$50 million for the Housing and Community Development Program** (restricted funds) to continue alleviating affordable housing needs across the state and revitalize downtown areas in Michigan. This funding will also be used to support new staff that will focus on local capacity building and reducing barriers to affordable housing creation.
  - ♦ **\$50 million for the Revitalization and Placemaking Program** (state restricted funds) for grants that will be used to rehabilitate vacant, underutilized, blighted, and historic structures and develop place-based infrastructure associated with traditional downtowns, social-zones, outdoor dining, and other public spaces.
-

**Department of Labor and Economic Opportunity**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$1,301,508.0</b>	<b>\$2,867,264.8</b>
Removal of FY 2024 One-Time Funding	(\$1,018,330.0)	(\$1,043,330.0)
<b>FY 2025 Ongoing Investments</b>		
Community and Worker Economic Transition Office - Support to communities, workers and businesses through the state's economic transition	\$5,000.0	\$5,000.0
Michigan Marketing Initiatives - Talent attraction and population growth marketing	\$5,000.0	\$5,000.0
Vocational Rehabilitation State Match - Expands vocational rehabilitation services	\$1,250.0	\$5,852.6
Workers' Disability Compensation Agency Fee Proposal - Sustainable funding model	\$0.0	\$1,500.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
EO 2023-6 Adjustments - Reorganization transfers of various programs	(\$67,976.8)	(\$67,976.8)
Realignment of Federal, State Restricted, and Private Revenue Authorization	\$0.0	\$4,367.1
Employee Payroll Related Adjustments	\$1,556.2	\$11,034.3
Other Technical Adjustments	\$0.0	(\$6,479.5)
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$228,007.4</b>	<b>\$1,782,232.5</b>
<b>FY 2025 One-Time Investments</b>		
Michigan Innovation Fund - Investment capital for entrepreneurial eco-system	\$0.0	\$60,000.0
Build Ready Sites Program - Create investment-ready sites statewide	\$25,000.0	\$25,000.0
Business Attraction and Community Revitalization - Additional program funding	\$20,000.0	\$20,000.0
Talent Solutions - Support for talent action teams and employer led collaboratives	\$20,000.0	\$20,000.0
Going Pro - Additional funding for employer-based training grants	\$20,000.0	\$20,000.0
Michigan Marketing Initiatives - Talent attraction and population growth marketing	\$15,000.0	\$15,000.0
New Michigander Immigration and Legal Services - Support the integration and success of newcomers through wraparound services in local communities	\$8,000.0	\$8,000.0
Arts and Cultural Grants - Additional grants to arts and cultural institutions and nonprofits	\$5,000.0	\$5,000.0
Community and Neighborhood Initiatives - Grants to support community investments	\$5,000.0	\$5,000.0
Michigan Growth Office - Continue the work of the Growing Michigan Together Council	\$4,000.0	\$4,000.0
Global Talent and Retention - Efforts to welcome and integrate international talent	\$4,000.0	\$4,000.0
Office of Rural Prosperity Grants - Grants for services and programming in rural areas	\$2,500.0	\$2,500.0
Prosperity Bureau Limited Term Staffing - 4.0 limited term staff to increase capacity	\$1,000.0	\$1,000.0
Focus: HOPE - Support for workforce training programs	\$1,000.0	\$1,000.0
Language Access - Technical assistance to support statewide language access efforts	\$500.0	\$500.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$131,000.0</b>	<b>\$191,000.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$359,007.4</b>	<b>\$1,973,232.5</b>
\$ Change from FY 2024 - Total Funding	(\$942,500.6)	(\$894,032.3)
% Change from FY 2024 - Total Funding	(72.4%)	(31.2%)

FY 2026 Adjustments		
	GF/GP	GROSS
<b>FY 2025 Total Executive Recommendation</b>	<b>\$359,007.4</b>	<b>\$1,973,232.5</b>
Removal of FY 2025 One-Time Funding	(\$131,000.0)	(\$191,000.0)
Planned Removal of Revitalization and Placemaking Program as revenue source sunsets per PA 4 of 2023	\$0.0	(\$50,000.0)
<b>FY 2026 Total Executive Recommendation</b>	<b>\$228,007.4</b>	<b>\$1,732,232.5</b>
\$ Change from FY 2025 - Total Funding	(\$131,000.0)	(\$241,000.0)
% Change from FY 2025 - Total Funding	(36.5%)	(12.2%)

# Legislature

## Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Michigan Constitution vests the state's lawmaking power in a two-house Legislature consisting of a 38-member Senate and a 110-member House of Representatives. The Legislature has the constitutional authority to enact laws that regulate state government and protect the interests of the people.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$221.9 million, of which \$216 million comes from the state's general fund.

---

### Highlights

The Governor's recommended budget provides a 5% increase and continues support for the following legislative entities:

- ♦ **\$146.9 million for the Senate and the House of Representatives** (\$145.4 million general fund), associated fiscal agencies, and supporting entities.
  - ♦ **\$26.4 million for the Legislative Council** (general fund) to support council operations which include bill drafting and research services for the Legislature. Included in this funding is \$3.4 million for the Independent Citizens Redistricting Commission, as required by the Michigan Constitution.
  - ♦ **\$21.4 million for the Office of Auditor General** (\$21.4 million general fund), with constitutional responsibility for financial and performance audits of all state branches, departments, offices, boards, authorities, and other institutions.
  - ♦ **\$16.7 million for Property Management** (general fund) to finance operations of the Binsfeld and Anderson office buildings.
  - ♦ **\$10.5 million for the State Capitol Historic Site** (\$6.1 million general fund) for the maintenance and restoration of the State Capitol building and grounds.
-

**Legislature**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

FY 2025 Adjustments		GF/GP	GROSS
<b>FY 2024 Original Enacted</b>		<b>\$207,140.8</b>	<b>\$222,094.0</b>
	Removal of FY 2024 One-Time Funding	\$0.0	\$0.0
<b>FY 2025 Ongoing Investments</b>			
	Legislature Adjustment	\$7,857.9	\$8,138.4
	Auditor General Adjustment	\$1,020.3	(\$8,323.1)
<b>FY 2025 Reductions</b>			
	None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>			
	Independent Citizens Redistricting Commission	\$21.4	\$21.4
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>		<b>\$216,040.4</b>	<b>\$221,930.7</b>
<b>FY 2025 One-Time Investments</b>			
	None	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>		<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>		<b>\$216,040.4</b>	<b>\$221,930.7</b>
	\$ Change from FY 2024 - Total Funding	\$8,899.6	(\$163.3)
	% Change from FY 2024 - Total Funding	4.3%	(0.1%)
<b>FY 2026 Adjustments</b>			
<b>FY 2025 Total Executive Recommendation</b>		<b>\$216,040.4</b>	<b>\$221,930.7</b>
	Removal of FY 2025 One-Time Funding	\$0.0	\$0.0
	None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>		<b>\$216,040.4</b>	<b>\$221,930.7</b>
	\$ Change from FY 2025 - Total Funding	\$0.0	\$0.0
	% Change from FY 2025 - Total Funding	0.0%	0.0%

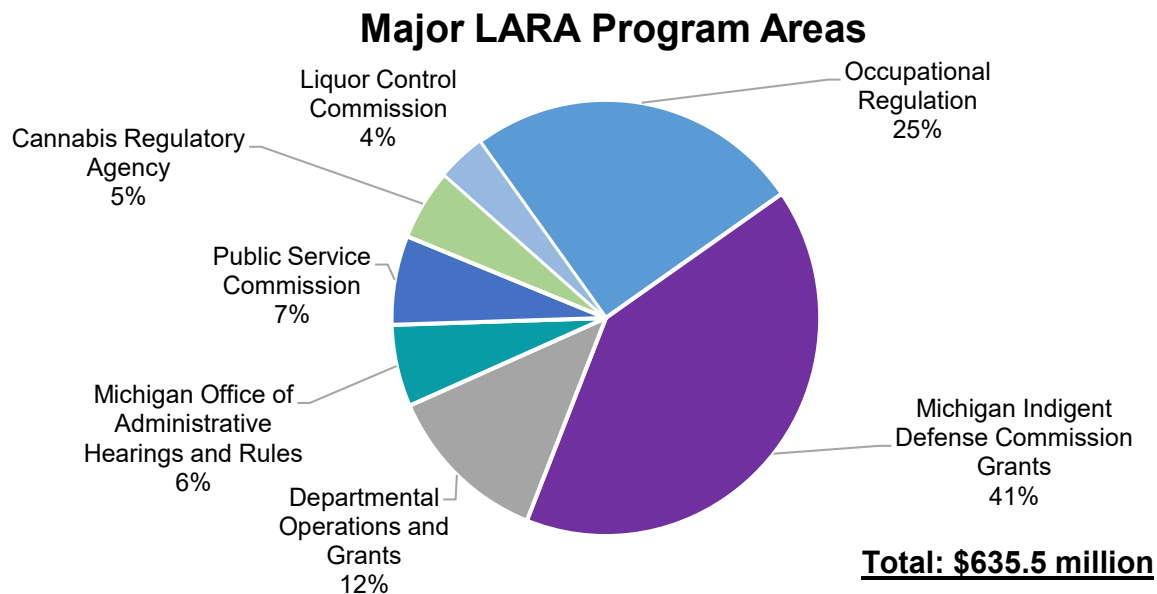


## Department of Licensing and Regulatory Affairs

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Licensing and Regulatory Affairs (LARA) is the state's primary regulatory agency, providing oversight of health care, business, utilities, construction, cannabis, indigent criminal defense, liquor, and professional occupations.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$635.5 million, of which \$296.6 million comes from the state's general fund. The Governor also recommends \$250,000 in one-time funding in fiscal year 2025.



## Highlights

The Governor's recommended budget includes new initiatives and continues support for the following key LARA programs:

- ♦ **\$258.3 million for Michigan Indigent Defense Commission grants** (general fund and state restricted funds) for 120 local trial courts to continue the implementation of requirements for the effective and fair assistance of counsel for indigent criminal defendants across the state. This represents a \$37.4 million dollar increase over fiscal year 2024 to cover the costs associated with meeting existing minimum standards, as well as newly approved standards related to attorney caseloads and qualifications.
- ♦ **\$33.6 million for the Cannabis Regulatory Agency** (state restricted funds) to regulate the state's cannabis and hemp industries to ensure compliance with consumer health, safety, and welfare regulations. This includes a \$3.4 million increase and nine new positions for increased enforcement, licensing support and safety inspections, as well as

## Licensing and Regulatory Affairs

\$2 million for the Department of Attorney General to support the continued growth of attorney workloads related to the cannabis sector.

- ♦ Overall, excise tax collections from adult-use cannabis sales are forecast to result in the following fiscal year 2025 distributions: \$97.4 million to qualifying local counties and cities, \$113.6 million to the school aid fund for K-12 education, and \$113.6 million for road and bridge repair and maintenance.
  - ♦ **\$7 million additional for implementation of new clean energy legislation** (state restricted funds) enacted in November 2023. This includes \$5.8 million and 31 new positions for the Michigan Public Service Commission to carry out responsibilities contained in the 2023 energy legislation including new renewable energy plan reviews, expanded reviews in Integrated Resource Plan and Energy Waste Reduction filings, and renewable energy facility siting. It also reflects a \$1.3 million revenue increase for the Utility Consumer Participation Board to provide grants to groups advocating on behalf of residential customers.
  - ♦ **\$4.4 million additional for elevator inspections** (state restricted funds) to support 10 additional elevator inspectors to address the current inspection backlog. The increase reflects revenue from an elevator inspection fee increase enacted in June of 2023.
  - ♦ **\$1.9 million for nursing home surveys and investigations** (general fund) to protect residents and staff of Michigan nursing homes by adding an additional 12 positions to provide more timely and comprehensive oversight of nursing homes.
  - ♦ **\$1.1 million for implementation of the state's new medication aide program** (state restricted funds). This program was enacted in November of 2023 and allows for the training and registration of medication aides – a type of nurse aide who specializes in administering regularly scheduled medications to patients.
  - ♦ **\$800,000 to enhance Michigan's qualified interpreter program** (general fund) serving the state's Deaf, DeafBlind, and hard of hearing community. This increase will provide for three additional positions and updates to the state's testing methodology and qualified interpreter database.
  - ♦ **\$250,000 one-time for a follow-up study on implicit bias training requirements for health professionals** (state restricted funds). The Michigan Coronavirus Task Force on Racial Disparities recommended that the department conduct a study to gauge the effectiveness of implicit bias training requirements for health professionals added under Executive Directive 2020-07.
-

**Department of Licensing and Regulatory Affairs**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$271,331.1</b>	<b>\$627,940.9</b>
Removal of FY 2024 One-Time Funding	(\$11,350.0)	(\$37,850.0)

**FY 2025 Ongoing Investments**

Michigan Indigent Defense Commission - Supports increased costs for minimum standards 6 & 7 related to attorney caseloads and qualifications	\$12,853.0	\$12,853.0
Clean Energy Implementation - Funding increase and 31.0 FTEs to support implementation of recently enacted Clean Energy legislation	\$0.0	\$7,072.7
Elevator Inspections - Funding increase and 10.0 FTEs to eliminate elevator inspection backlog supported with revenue from recently enacted fee increases	\$0.0	\$4,400.0
Cannabis Regulatory Agency - Funding increase and 9.0 FTEs to strengthen oversight of the cannabis industry	\$0.0	\$3,448.5
Nursing Home Surveys and Investigation - Funding increase and 12.0 FTEs to provide for better oversight of Michigan nursing homes	\$1,855.0	\$1,855.0
Bureau of Construction Codes - Funding increase and 2.0 FTEs to address the backlog of builder complaints	\$0.0	\$1,486.3
Medication Aide Program Implementation - Funding increase and 7.0 FTEs to implement recently enacted Medication Aide legislation	\$0.0	\$1,062.2
Qualified Interpreters - Supports certified interpreters for the Deaf, DeafBlind, and hard of hearing community	\$800.0	\$800.0
Establish the Consultation, Education, and Performance Office to improve provision of regulatory program services	\$0.0	\$400.0

**FY 2025 Reductions**

None	\$0.0	\$0.0
------	-------	-------

**FY 2025 Baseline Adjustments**

Michigan Indigent Defense Commission Grants - Funding for existing standards	\$24,574.9	\$24,574.9
Cannabis Regulatory Agency - Supports increased cannabis-related activity by the Department of Attorney General	\$0.0	\$2,049.6
Bureau of Professional Licensing - Reflects increase in licensing activity impacting 4 funds.	\$0.0	\$1,500.0
Public Service Commission - 5-Year energy waste reduction and demand response studies	\$0.0	\$1,000.0
Public Service Commission - Call center, outreach, and technology increase	\$0.0	\$823.6
Corporations Division - Increased staffing support	\$0.0	\$550.0
Information technology software licensing support	\$0.0	\$100.0
EO 2023-6 Adjustments - Transfer of child care licensing and camps functions to new MiLEAP department (147.0 FTEs)	(\$4,388.8)	(\$25,586.5)
Employee Payroll Related Adjustments	\$907.4	\$5,902.2
Other Technical Adjustments	\$23.1	\$834.8

## Licensing and Regulatory Affairs

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$296,605.7</b>	<b>\$635,217.2</b>
<b>FY 2025 One-Time Investments</b>		
Health Sector Implicit Bias Study - Supports a follow-up study on implicit bias training requirements for health professionals.	\$0.0	\$250.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$250.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$296,605.7</b>	<b>\$635,467.2</b>
\$ Change from FY 2024 - Total Funding	\$25,274.6	\$7,526.3
% Change from FY 2024 - Total Funding	9.3%	1.2%

### FY 2026 Adjustments

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$296,605.7</b>	<b>\$635,467.2</b>
Removal of FY 2025 One-Time Funding	\$0.0	(\$250.0)
Removal of FY 2025 Public Service Commission - 5-Year energy waste reduction and demand response studies increase	\$0.0	(\$1,000.0)
<b>FY 2026 Total Executive Recommendation</b>	<b>\$296,605.7</b>	<b>\$634,217.2</b>
\$ Change from FY 2025 - Total Funding	\$0.0	(\$1,250.0)
% Change from FY 2025 - Total Funding	0.0%	(0.2%)

# Department of Lifelong Education, Advancement, and Potential

## Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Lifelong Education, Advancement, and Potential (MiLEAP) was created through Executive Order 2023-6, to establish and implement a statewide vision for lifelong education from preschool to postsecondary attainment. MiLEAP is tasked with building strategic educational partnerships for student learning outside the classroom and expanding equitable access to affordable programs in early learning and higher education. MiLEAP centralizes the administration of pre-kindergarten and childcare, as well as student financial aid in higher education by combining offices from the Department of Education, Department of Licensing and Regulatory Affairs, Department of Labor and Economic Opportunity, and Department of Treasury into three offices: Office of Early Childhood Education, Office of Higher Education, and Office of Educational Partnerships.

The Governor's recommended budget for fiscal year 2025 includes \$577 million, of which \$160.9 million comes from the state's general fund. The recommended budget transfers all designated employees to MiLEAP along with an annualized amount of administrative support funding.

Department of Lifelong Education, Advancement, and Potential		
		Original Dept
<b>Office of Early Childhood Education</b>		
	Michigan Office of Great Start	MDE
	Great Start Collaboratives and Parent Coalitions & Home Visitation	School Aid
	Preschool Development Grant	School Aid
	Tri-Share Child Care Program	LEO
	Child Care Licensing Bureau	LARA
<b>Office of Education Partnerships</b>		
	Governor's Educator Advisory Council	MDE
	Michigan PreK-12 Literacy Commission	MDE
	Out of School Time & Summer Learning	School Aid
<b>Office of Higher Education</b>		
	Sixty by 30 Initiative	LEO
	Michigan Reconnect	LEO
	Future for Frontliners	LEO
	College scholarships located within the Office of Postsecondary Financial Planning	Treasury
	Michigan Student Scholarship and Grants portal	Treasury

## Highlights

The Governor's recommended budget provides support for the following key MiLEAP programs:

- ♦ **\$60 million for Child Care Benefits for Child Care Workers Pilot** (general fund) providing financial assistance to child care workers to help offset the cost of child care for their own children, which is a real obstacle for some to enter the workforce. This investment is intended to bolster the child care workforce, where there is shortage statewide.
- ♦ **\$37.9 million for Child Care Rates** (\$19 million general fund) providing for an increase of 10% in rates paid to child care providers to continue support for child care businesses, ensuring enough supply for Michigan families.
- ♦ **\$8.5 million for Foster Youth Child Care Rates** (federal funds) to increase the rates paid to child care providers for youth who are in foster care by 30%. This will expand foster care parents' options for child care, removing a barrier that may prevent some from becoming a foster parent.
- ♦ **\$4.8 million for Improving the Timeliness of Child Care Facility Inspections** (federal funds) will increase the number of staff who inspect child care facilities. These new staff will expand the state's capacity to ensure that Michigan's children are cared for in safe spaces.
- ♦ **\$4 million for Family Child Care Networks** (federal funds) to continue supports that began with COVID-19 federal stimulus dollars. These networks provide vital supports to home-based providers.
- ♦ **\$500,000 for Drinking Water Quality at Child Care Centers** (general fund) to provide technical assistance and supplies intended to ensure water is safe to drink in the state's child care centers.
- ♦ **\$366,500 for Out of School Time Administration** (general fund) to provide support for the before and after school programs funded in the state school aid budget, which provide expanded learning opportunities to Michigan students.
- ♦ **\$176,500 for Tri-share Administration** (general fund) for one staff to administer the program that builds partnerships between families, businesses, and the state to provide child care.

**Department of Lifelong Education, Advancement, and Potential**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$0.0</b>	<b>\$0.0</b>
Removal of FY 2024 One-Time Funding	\$0.0	\$0.0
<b>FY 2025 Ongoing Investments</b>		
Child Care Rates - Provides a 10% increase to rates paid to child care providers.	\$18,963.7	\$37,927.4
Child Care Provider Rate Increase for Foster Youth - Support foster care youth and parents by increasing the rates paid to providers by 30%, which will greatly expand the child care options they have.	\$0.0	\$8,500.0
Ensuring Drinking Water Quality at Child Care Centers - To ensure water safety at child care facilities.	\$500.0	\$500.0
Family Child Care Networks - Continue funding for family child care networks originally funded with COVID-19 stimulus dollars. These networks provide many supports to support and retain home-based providers.	\$0.0	\$4,000.0
Improve Timeliness of Child Care Facility Inspections - Increase staff by 30 FTEs to ensure child care facility inspections occur on time and that staff to facility ratios are in line with federal recommendations.	\$0.0	\$4,840.1
Out of School Time Administration - Increases funding for administration of before and after school program.	\$366.5	\$366.5
Tri-Share Administration - Administrative support for the Tri-share programs that partners with families, businesses and the state to help make child care more affordable.	\$176.5	\$176.5
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Michigan Department of Education Transfer to MiLEAP - Transfers Office of Great Start per EO 2023-6.	\$54,443.6	\$430,364.7
LEO Employee Transfer to MiLEAP - Transfers Office of 60 by 30 and Michigan Reconnect.	\$68,676.0	\$68,676.0
LARA Employee Transfer to MiLEAP - Transfers Child Care Licensing Bureau per EO 2023-6.	\$3,788.8	\$24,986.5
Treasury Employee Transfer to MiLEAP - Transfers college scholarships' program administration per EO 2023-6.	\$7,671.5	\$8,924.6
Central Office Support Staff - Including 6 unclassified FTEs and central staff administration.	\$8,530.7	\$8,530.7
IT, Property Management, and other Central Support - Transfers of central support accounts from applicable agencies to MiLEAP per EO 2023-6.	\$767.8	\$1,151.5
Central Office Financing Adjustment - Transfer of federal revenues between MDE and MiLEAP to properly finance central office staff in both departments.	(\$750.0)	\$0.0
Reconnect Transfer to Higher Education Budget - Technical adjustment to break out Reconnect scholarship program from the administrative funding by moving it to the school aid budget.	(\$62,000.0)	(\$62,000.0)
Caseload Adjustments - Child care	(\$221.9)	\$0.0
Employee Payroll Related Adjustments - Included above in CSB numbers.	\$0.0	\$0.0
Other Technical Adjustments	\$8.5	(\$19,959.1)
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$100,921.7</b>	<b>\$516,985.4</b>
<b>FY 2025 One-Time Investments</b>		
Child Care Worker Subsidy - Pilot program to provide child care subsidy benefits to eligible child care workers to increase retention and support for this field.	\$60,000.0	\$60,000.0

## Lifelong Education, Advancement, and Potential

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$60,000.0</b>	<b>\$60,000.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$160,921.7</b>	<b>\$576,985.4</b>
\$ Change from FY 2024 - Total Funding	\$160,921.7	\$576,985.4
% Change from FY 2024 - Total Funding	N/A	N/A

### FY 2026 Adjustments

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$160,921.7</b>	<b>\$576,985.4</b>
Removal of FY 2024 One-Time Funding	(\$60,000.0)	(\$60,000.0)
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$100,921.7</b>	<b>\$516,985.4</b>
\$ Change from FY 2025 - Total Funding	(\$60,000.0)	(\$60,000.0)
% Change from FY 2025 - Total Funding	(37.3%)	(10.4%)



## Department of Military and Veterans Affairs

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Military and Veterans Affairs provides resources and training for Army and Air National Guard forces in support of domestic and warfighting operations. The Michigan Veterans Affairs Agency provides support to more than 530,000 veterans in the state, ensuring their employment, education, health care, and quality of life needs are met following their military service. Through its three homes, the Michigan Veterans' Facility Authority provides quality, long-term care for veterans and eligible family members.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$255.6 million, of which \$98.1 million comes from the state's general fund. The Governor also recommends \$11.5 million in one-time funding in fiscal year 2025, all of which comes from the general fund.

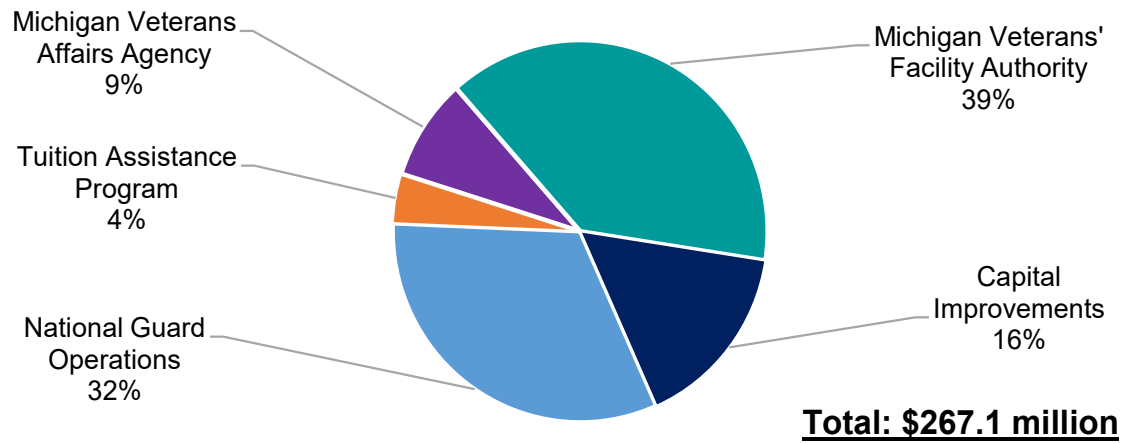
---

### Highlights

The Governor's recommended builds off historic investments in prior years and continues support for key departmental programs:

- ♦ **\$104.2 million for the Michigan Veterans' Facility Authority** (\$47.5 million general fund), including an additional \$17.3 million (\$11.1 million general fund) to further realign federal and state resources based on the current operating costs of the newer veterans' facilities.
  - ♦ **\$85.9 million for Michigan National Guard operations** (\$20 million general fund) ensuring a trained and combat-capable force is ready to meet the Guard's state and federal missions.
  - ♦ **\$10 million for Selfridge Air National Guard Base** (general fund) for continuing capital improvements at the base.
  - ♦ **\$21.6 million for the Michigan Veterans Affairs Agency** (\$17.8 million general fund) to help connect veterans with employment, housing, education, health care, and emergency assistance. This includes \$8.5 million in grants to veterans' service organizations and counties to assist veterans.
-

## DMVA Budget Maintains Military Readiness and Support for Veterans Services



**Department of Military and Veterans Affairs**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$98,889.3</b>	<b>\$248,340.4</b>
Removal of FY 2024 One-Time Funding	(\$15,000.0)	(\$15,000.0)
<b>FY 2025 Ongoing Investments</b>		
Referral Bonus - Reallocates \$300,000 in other recruiting related funds to create a referred bonus program for National Guard members	\$0.0	\$0.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Veterans' Facility Authority - Realigns the budget for the Michigan Veterans Facility Authority, aligning non-general fund sources with anticipated revenues and providing additional general fund to support operational costs	\$11,112.7	\$17,340.0
Military - Supports costs that are no longer reimburseable with federal funds under the National Guard's cooperative agreement	\$50.0	\$50.0
Military - Supports increased costs for contractual facilities services	\$9.0	\$287.0
Military Retirement - Increases funding for the employer contribution based on the most recent actuarial evaluation	\$1,419.6	\$1,419.6
Employee Payroll Related Adjustments	\$1,611.5	\$3,115.1
Other Technical Adjustments	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$98,092.1</b>	<b>\$255,552.1</b>
<b>FY 2025 One-Time Investments</b>		
Selfridge Air National Guard Base - Continuing capital improvements at the base.	\$10,000.0	\$10,000.0
Homeless Grants - Grants to nonprofit organizations to reduce veterans homelessness	\$1,500.0	\$1,500.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$11,500.0</b>	<b>\$11,500.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$109,592.1</b>	<b>\$267,052.1</b>
\$ Change from FY 2024 - Total Funding	\$10,702.8	\$18,711.7
% Change from FY 2024 - Total Funding	10.8%	7.5%

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$109,592.1</b>	<b>\$267,052.1</b>
Removal of FY 2025 One-Time Funding	(\$11,500.0)	(\$11,500.0)
<b>FY 2026 Total Executive Recommendation</b>	<b>\$98,092.1</b>	<b>\$255,552.1</b>
\$ Change from FY 2025 - Total Funding	(\$11,500.0)	(\$11,500.0)
% Change from FY 2025 - Total Funding	(10.5%)	(4.3%)



## Department of Natural Resources

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Natural Resources is committed to preserving and protecting Michigan's historic, cultural, and natural resources for the well-being of current and future residents. Fostering recreational opportunities and conserving the environment, the department ensures accessibility to nature while sustaining ecological balance. Its responses to climate threats, natural disasters, and invasive species demonstrate its dedication to safeguarding Michigan's invaluable assets.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$542.8 million, of which \$67.8 million comes from the state's general fund.

---

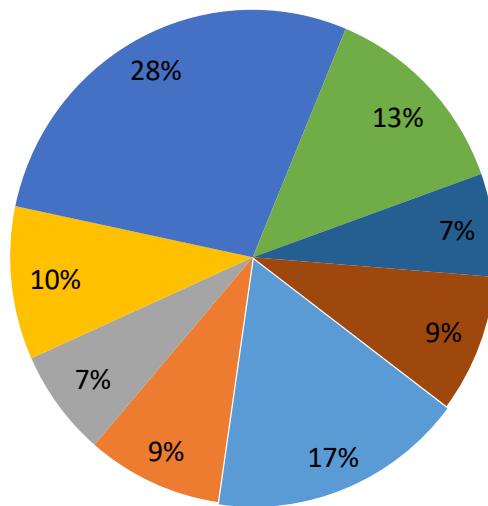
### Highlights

The Governor's recommended budget continues support for the following key DNR programs:

- ♦ **\$17.2 million for State Parks Improvements** (state restricted) to reduce the backlog of maintenance projects and improve visitor experiences when exploring Michigan's natural resources. Michigan has one of the nation's largest state park systems. The recommended budget increases access to the state parks by making the recreation passport an opt-out process and providing free access for all Michigan veterans.
  - ♦ **\$878,300 for Equipment Modernization** (general fund) to enable the department to update and replace critical communications gear through the implementation of a lifecycle replacement plan.
  - ♦ **\$700,000 for Records Management System Replacement** (general fund) to provide for the consolidation and improvement of the Law Enforcement Division's incident and records management system through the implementation of a new software solution.
  - ♦ **\$151,100 for Land and Water Conservation Fund Stewardship** (\$76,100 general fund) to help prevent and resolve conversions so municipalities and counties can access new funding opportunities for public outdoor recreation investments, and to improve relationships with local entities to increase the conservation of vital natural resources.
-

## Stewarding Natural Resources

**Total: \$542.8 million**



- Departmental Operations
- Wildlife Management
- Fisheries Management
- Law Enforcement
- Parks & Recreation Division
- Forest Resources Division
- Grants
- Recreational Lands & Infrastructure

**Department of Natural Resources**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$88,054.5</b>	<b>\$572,248.1</b>
Removal of FY 2024 One-Time Funding	(\$17,000.0)	(\$42,000.0)
<b>FY 2025 Ongoing Investments</b>		
Recreation Passport - Change to opt-out and providing a veteran's exemption	\$0.0	\$17,190.3
Equipment Lifecycle Replacement - Establishes a radio lifecycle replacement cycle	\$878.3	\$878.3
Records Management System - Replaces the Law Enforcement Division records management system	\$700.0	\$700.0
Land and Water Conservation Fund Stewardship - Provides an outreach specialist for the program	\$76.1	\$151.1
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Capital Outlay Base Technical Adjustments	\$0.0	(\$8,725.0)
Department Fleet Adjustment - Increases funding for higher fleet costs	\$343.1	\$890.3
Employee Payroll Related Adjustments	\$608.9	\$6,890.7
Other Technical Adjustments	(\$5,903.9)	(\$5,453.7)
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$67,757.0</b>	<b>\$542,770.1</b>
<b>FY 2025 One-Time Investments</b>		
None	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$67,757.0</b>	<b>\$542,770.1</b>
\$ Change from FY 2024 - Total Funding	(\$20,297.5)	(\$29,478.0)
% Change from FY 2024 - Total Funding	(23.1%)	(5.2%)

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$67,757.0</b>	<b>\$542,770.1</b>
Removal of FY 2025 One-Time Funding	\$0.0	\$0.0
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$67,757.0</b>	<b>\$542,770.1</b>
\$ Change from FY 2025 - Total Funding	\$0.0	\$0.0
% Change from FY 2025 - Total Funding	0.0%	0.0%





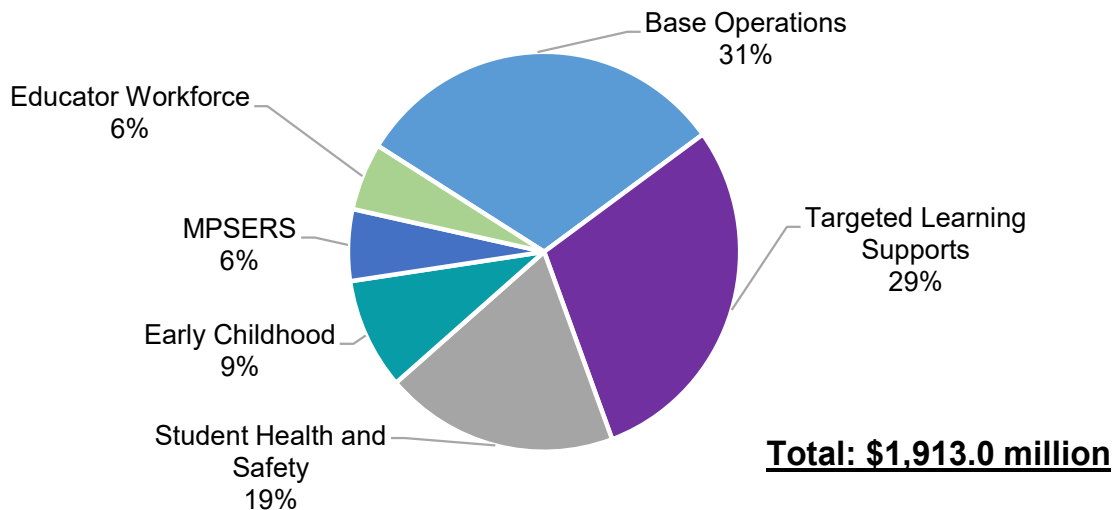
## School Aid

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The School Aid budget provides operational support for the public education system to ensure the state's nearly 1.4 million students have access to high-quality learning opportunities and academic supports. The budget continues to provide equitable funding that connects the most resources to students with the most needs. In addition, the budget continues significant investments in pre-K education, early literacy, mental health and student safety, career readiness, and the educator workforce.

The Governor's recommended budget includes total funding of \$20.6 billion in fiscal year 2025 (\$19.7 billion ongoing and \$953 million one-time), with \$17.9 billion from the School Aid Fund and \$51.6 million from the state's general fund.

#### Recommended total funding increase of \$1.9 billion supports all aspects of the Pre-K to 12 System



## Highlights

### Supports for School Operations

- ♦ **\$370 million to support school operations through a 2.5% increase to the per-pupil foundation allowance and related weighted funding elements.** This increase will guarantee districts receive at least \$9,894 per pupil with higher amounts for students with higher educational needs and costs. Funding for 100% online cyber schools is recommended to be funded at 20% less, \$7,879 per pupil, in recognition of lower operating costs (a reduction of \$27 million). Over \$10.5 billion is appropriated to support K-12 operations through the foundation allowance.

## School Aid

- ♦ **\$125 million to provide an additional 5% increase to other elements of the weighted funding model**, which provides additional dollars for students with higher educational costs. This includes funding for English language learners, career and technical education students, and students in rural school districts. This investment also includes a new program that provides \$90 million to school districts to support the individualized needs of their highest poverty students. Nearly \$1.2 billion is appropriated to support the weighted funded model, without including the additional supports for special education pupils.
- ♦ **\$127 million to continue expanded support for special education students**. The budget provides ongoing funding (\$77 million, total of \$514.4 million) to ensure a full foundation allowance in addition to required cost reimbursement payments for each special education student. The budget also includes an additional \$50 million (total of \$124.2 million) to equalize the local revenue generating capacity for special education services. Total state and federal funding for special education exceeds \$2.2 billion.
- ♦ **\$125 million to continue reimbursements to districts for transportation costs**. This investment will continue to help ease the disproportionate financial impact faced by some districts to transport students, increasing dollars available for the classroom.
- ♦ **\$71 million to continue addressing the challenges faced by districts with declining enrollment**. These dollars help reduce financial uncertainty for school district finances which helps districts maintain stable learning environments for students.
- ♦ **\$1.7 billion for state contributions toward the Michigan Public Employees' Retirement System**. This amount recognizes a savings of approximately \$670 million compared to prior estimates due to the early payoff of certain liabilities. These savings have been reinvested in the public education system. Additionally, the budget continues to provide payments to districts to cap school district contributions at a predictable 20.96% of payroll and includes an additional offset payment to reduce the effective district share to 20% of payroll.
- ♦ **\$45 million for career and technical education (CTE)**. This includes a continuation of supports for CTE equipment purchases, reimbursements for added costs of running vocational education programs, and a new pilot initiative to connect high schoolers with key local industries to support pathways to certifications, credentials, and careers. Total state support for CTE programs exceeds \$110 million.

## Supporting Student Needs

- ♦ **\$300 million for student mental health and school safety needs**. The budget supports districts in managing individualized mental health needs and enhancing the safety of school buildings. Of this amount, \$150 million is recommended as ongoing funding to provide districts with a stable financial source to support this important work.
- ♦ **\$251.2 million to support student literacy supports**. This includes a new program that funds expert-led evaluation of available literacy curriculum, supports for districts that adopt

and implement top-rated curriculum, and awards payments to districts that engage in innovative and effective literacy interventions. The budget also continues support for literacy coaches, professional development, and school-based tutors.

- ♦ **\$200 million to continue to help students thrive by providing universally-free breakfast and lunch.** The Governor’s budget addresses student nutritional needs by ensuring that every student who wants a healthy breakfast or lunch can receive one at no cost.
- ♦ **\$200 million to help students with unfinished learning.** This includes a continuation of the effective academic intervention programs through the MI Kids Back on Track program as well as a continuation of expanding learning opportunities through before and after school programs.
- ♦ **\$175 million in recognition of the crucial role high-quality teachers play in the success of their students.** This includes continuation of the MI Future Educator Program, which provides a tuition-free avenue for college students to become certified teachers and stipend payments to student teachers. It also maintains funding to retain and develop existing teachers through mentorship programs and upskill people currently working in schools to becoming certified teachers.
- ♦ **\$40 million to encourage student completion of the Free Application for Federal Student Aid (FAFSA).** This funding continues a fiscal year 2024 program that encourages districts and students to increase the percentage of high school seniors who complete the FAFSA, which will open access to financial aid, higher education, and career opportunities as part of the Governor’s Sixty by 30 initiative – which set the goal of having 60% of Michiganders holding a degree or certification by 2030.

## Early Childhood Education

- ♦ **\$159.5 million for continued expansions toward delivering high-quality, universal early childhood education opportunities,** which are one of the best indicators of future academic success. The budget recommends expanding access to the Great Start Readiness Program (GSRP) by removing income requirements. It includes \$63.5 million to serve an estimated 6,800 children and \$35 million to open new classrooms in underserved areas. Additionally, to ensure children can get to these facilities, the budget continues higher levels of funding for student transportation costs. Total funding for the GSRP program is \$650 million.

**School Aid**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

FY 2025 Adjustments		GF/GP	SAF	GROSS
<b>FY 2024 Original Enacted</b>		<b>\$87,900.0</b>	<b>\$18,363,557.8</b>	<b>\$21,459,051.3</b>
	Removal of FY 2024 One-Time Funding	(\$39,150.0)	(\$1,550,536.0)	(\$2,324,486.0)
<b>FY 2025 Ongoing Investments</b>				
Weighted Foundation Allowance Increase - Includes a 2.5% foundation increase and increases to weighted funding categoricals tied to the foundation allowance (at-risk, special education foundations, GSRP, ELL, rural districts, ISD Operations, and CTE).		\$0.0	\$369,998.0	\$369,998.0
Student mental health and safety payments - Continues discretionary per pupil funding for school safety and mental health needs. Shifts a portion of funding to ongoing (\$150m).		\$0.0	\$150,000.0	\$150,000.0
Additional Supports for Weighted Foundation Elements - Provides an additional 5% increase to weighted funding formula elements to bring total funding more in line with recommended levels. Includes \$29.6m for GSRP, \$2m for ELL, \$595.0 for rural districts, and \$2.7m for CTE. Also includes \$90M for a new program to provide supports for high poverty students.		\$0.0	\$125,250.0	\$125,250.0
MPERS Payroll Cap Offset to 20.00% - Reduces the effective amount for MPERS UAAL that must be paid by districts from 20.96% of payroll to 20.00%.		\$0.0	\$94,300.0	\$94,300.0
GSRP Expansion - Provides support for an additional 6,800 children and continues funding in an ongoing fashion for data evaluation.		\$0.0	\$63,750.0	\$63,750.0
Special Education Supports - Sec. 56 Millage Equalization - Additional funding to equalize special education millage revenue generated by ISDs.		\$0.0	\$50,000.0	\$50,000.0
Before and after school programs - Continues funding for before and after school programs. Shifts funding to ongoing.		\$0.0	\$50,000.0	\$50,000.0
ISD MPERS Offset - In FY24, funded as one-time to offset MPERS costs at same level received by districts and community colleges. Shifts to ongoing.		\$0.0	\$11,939.0	\$11,939.0
Benchmark Assessments - Funded annually as one-time with one year forward funding. Shifts to ongoing funding in FY25.		\$0.0	\$11,500.0	\$11,500.0
CTE Initiatives - Shifts FY24 one-time increase for vocational education reimbursements to ongoing.		\$0.0	\$10,400.0	\$10,400.0
Healthy Meals for All - Program to provide free meals to students. Total increase of \$40m over current year (\$200m total) based on revised cost estimates. In FY24, program was partially funded using revenue deposited from one-time reserve fund. Rolls a portion of one-time funding into ongoing funding (Technical CSB adjustment totaling \$60m SAF). Remaining \$40m is split between one-time restricted fund source and ongoing SAF.		\$0.0	\$10,000.0	\$10,000.0
Literacy Supports - Funds an additional literacy coaches in ISDs that did not get an increase in FY24. Shifts Reading Corps funding to ongoing SAF.		\$0.0	\$8,250.0	\$8,250.0
Michigan Virtual - Funding to continue one-time investment in MVU to support remote learning and professional development, and shifts to ongoing.		\$1,300.0	\$0.0	\$1,300.0
Michigan Education Research Institute (MERI) Partnership - Provides \$1m to support the Michigan Education Research Institute (MERI). Funding is split between UM's Michigan Education Data Center (MEDC) and MSU's Education Policy Innovation Center (EPIC). Will work collaboratively with MDE and CEPI to build and maintain a research ready dataset, and to conduct research of critical importance to Michigan's Top 10 Strategic Education Plan.		\$0.0	\$1,000.0	\$1,000.0
Home Visiting Programs Expansion - Provides an additional \$1m (total of \$4.5m) for home visitation programs to provide early identification and intervention for developmental delays in children.		\$0.0	\$1,000.0	\$1,000.0
Early On Program Expansion - \$1 million increase for Early On to build additional capacity across the state.		\$0.0	\$1,000.0	\$1,000.0
MISTEM Network Supports - Provides \$20,000 increase in base funding per center, from \$200,000 to \$220,000.		\$0.0	\$320.0	\$320.0
<b>FY 2025 Reductions</b>				
MPERS OPEB Floor Removal - Recognizes savings associated with early payoff of the MPERS OPEB UAAL.		\$0.0	(\$631,700.0)	(\$631,700.0)
Cyber School Foundation Allowance - Set at 80% of the target foundation allowance		\$0.0	(\$27,000.0)	(\$27,000.0)
<b>FY 2025 Baseline Adjustments</b>				
Foundation Allowance - Pupils and Taxable Value - Adjustments for changes to pupil counts and local taxable value.		\$0.0	(\$214,200.0)	(\$245,200.0)

# DEPARTMENT DETAIL

	GF/GP	SAF	GROSS
Special Education Baseline Adjustment - Adjustments due to changes in special education costs.	\$0.0	\$370,050.0	\$370,050.0
Federal Funds Adjustment - Adjustments for available federal funds.	\$0.0	\$0.0	\$72,000.0
MPSERS Cost Adjustments - Adjustments for required contributions to the Michigan Public School Employees Retirement System.	(\$100.0)	(\$41,150.0)	\$42,850.0
Other Technical Adjustments	\$100.0	(\$18,698.6)	(\$18,598.6)
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$50,050.0</b>	<b>\$17,209,030.2</b>	<b>\$19,656,973.7</b>
<b>FY 2025 One-Time Investments</b>			
Literacy Supports - Includes a new literacy program to evaluate, implement, and incentivize districts to adopt high quality curriculum (\$165m). Continues funding for literacy professional development through LETRS and similar programs (\$10m). Continues one-time funding for programs like Dolly Parton Imagination Library, which provides books to children (\$4m).	\$0.0	\$179,000.0	\$179,000.0
Student mental health and safety payments - Continues discretionary per pupil funding for school safety and mental health needs. Shifts a portion of funding to ongoing (\$150m) and includes an additional portion as one-time (\$150m).	\$0.0	\$150,000.0	\$150,000.0
MI Kids Back on Track - Continuation of the MI Kids Back on Track Program to help students with unfinished learning.	\$0.0	\$150,000.0	\$150,000.0
Transportation Funding - Funded from existing state restricted fund sources to provide additional funding to districts to offset transportation costs.	\$0.0	\$0.0	\$125,000.0
Educator Supports - Continuation of mentorship programs for teachers, counselors, and administrators to improve educator retention; and programs to improve teacher talent pipeline by providing no-cost pathway to support staff members to become certified teachers.	\$0.0	\$100,000.0	\$100,000.0
Declining Enrollment Supports - Funded from existing state restricted fund source to continue to provide additional dollars to districts with declining enrollment to stabilize budgets.	\$0.0	\$0.0	\$71,000.0
GSRP Expansion - Continues funding for startup grants to build service delivery capacity for additional slots and for student transportation.	\$0.0	\$35,000.0	\$53,000.0
FAFSA Completion - Continuation of incentive payments to districts for FAFSA completion. Funds for 4 years.	\$0.0	\$40,000.0	\$40,000.0
CTE Initiatives - New pilot program to connect students with key industries for apprenticeship opportunities (\$20m). Continued support for the purchase of CTE equipment (\$15m).	\$0.0	\$35,000.0	\$35,000.0
Healthy Meals for All - Funding to provide free meals to students. A portion is funded with one-time dollars from the school meal reserve fund, with intention of shifting to ongoing SAF in subsequent years.	\$0.0	\$0.0	\$30,000.0
Student Mental Health Supports - Funding for TRAILS to offset federal SFRF funding that TRAILS may not be able to obligate before the federal deadline. Federal funding will be repurposed for other state needs (\$12.5M). Also includes \$1M for a peer mentoring program in a school district.	\$0.0	\$13,500.0	\$13,500.0
Student Success Strategies - Funding to support MAISA's MIEWIMS system. The system works through the data hubs to provide early warning indicators for students in grades 6-12 and provides recommendations for interventions, student success tracking, and accountability. Funds for 3 years with intent that system becomes self-sustaining after that.	\$0.0	\$5,000.0	\$5,000.0
Michigan College Access Network - Funding to continue operational supports for college access through the Michigan College Access Network (total of \$4m).	\$1,000.0	\$0.0	\$1,000.0
Michigan Virtual - Funding for to work toward providing guidance in the usage of AI in education.	\$500.0	\$0.0	\$500.0
	\$0.0	\$0.0	\$0.0
	\$0.0	\$0.0	\$0.0
	\$0.0	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$1,500.0</b>	<b>\$707,500.0</b>	<b>\$953,000.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$51,550.0</b>	<b>\$17,916,530.2</b>	<b>\$20,609,973.7</b>
\$ Change from FY 2024 - Total Funding	(\$36,350.0)	(\$447,027.6)	(\$849,077.6)
% Change from FY 2024 - Total Funding	(41.4%)	(2.4%)	(4.0%)

FY 2026 Adjustments			
	GF/GP	SAF	GROSS
<b>FY 2025 Total Executive Recommendation</b>	<b>\$51,550.0</b>	<b>\$17,916,530.2</b>	<b>\$20,609,973.7</b>
Removal of FY 2024 One-Time Funding	(\$1,500.0)	(\$707,500.0)	(\$953,000.0)
Foundation Allowance - Pupils and Taxable Value - Adjustments for changes to pupil counts and local taxable value	\$0.0	(\$83,000.0)	(\$124,000.0)
Special Education Baseline Adjustment - Adjustments due to changes in special education costs	\$0.0	\$187,500.0	\$187,500.0
MPSERS Cost Adjustments - Adjustments for required contributions to the Michigan Public School Employees Retirement System	\$0.0	\$165,800.0	\$81,700.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$50,050.0</b>	<b>\$17,479,330.2</b>	<b>\$19,802,173.7</b>
\$ Change from FY 2025 - Total Funding	(\$1,500.0)	(\$437,200.0)	(\$807,800.0)
% Change from FY 2025 - Total Funding	(2.9%)	(2.4%)	(3.9%)

## Department of State

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

Through its branch offices, online services, renewal by mail and self-service transactions, the Department of State administers Michigan's motor vehicle programs across the state. Key services include vehicle registration and titling, as well as operator licensing. The department's other critical functions include the supervision of statewide elections and the administration of state election laws.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$291.8 million, of which \$13.4 million comes from the state's general fund.

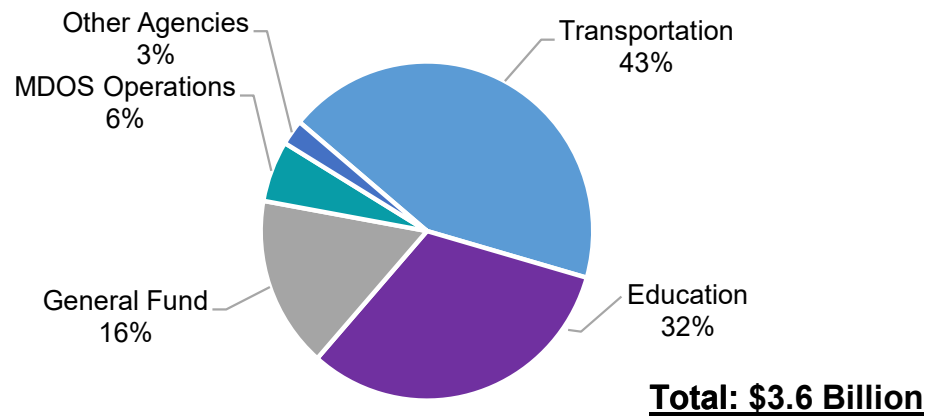
---

### Highlights

The Governor's recommended budget includes continued support and augmentation in key areas, including the following:

- ♦ **\$18.8 million to Sustain Early Voting Rights** (state restricted funds) by continuing existing support and ensuring that Michigan residents have at least nine days of early voting in every statewide or federal election, as well as secure access to conveniently located ballot drop-box sites and prepaid postage if they decide to vote by absentee ballot.
  - ♦ **\$5.7 million increase for Election Security** (federal funds) included in a 2024 fiscal year supplemental to strengthen voting systems and equipment, improve testing procedures, and provide for greater dissemination and distribution of information to protect the integrity of state and local elections.
  - ♦ **\$5.3 million increase for Key Staffing Needs** (state restricted funds) that support branch offices, election services, legal services and other department-wide administration functions.
  - ♦ **\$1.1 million added to Fulfill Financial Disclosure Reporting Requirements** (general fund) of public officials and candidates in accordance with recently enacted legislation through the Public Officers Financial Disclosure Act (Public Act 281 of 2023) and the Candidate for Office Financial Disclosure Act (Public Act 282 of 2023) to bring greater transparency and accountability to elected officials.
  - ♦ **\$296,000 added for Automatic Voter Registration Process Enhancements** (general fund) to support changes made to election laws (Public Acts 260-262 and 268 of 2023) that expand voter registration outreach and access measures to make voting processes easier and more inclusive when residents interact with state agencies and services.
-

## Of the \$3.6 Billion of Revenue that MDOS Collects, 75% Supports Michigan's Roads and Schools





**Department of State**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$13,324.7</b>	<b>\$304,209.5</b>
Removal of FY 2024 One-Time Funding	(\$100.0)	(\$27,309.2)
<b>FY 2025 Ongoing Investments</b>		
Strategic Operational Realignment - Realigns existing positions to optimize the delivery of agency services and support for branch offices, election services, legal services, and other department administration functions	\$0.0	\$5,334.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
License Plate Purchasing Agreement with the Michigan Department of Corrections - Maintains the annual manufacturing and delivery of 1.5 million license plates	\$0.0	\$1,146.5
Financial Disclosure Reforms - Provides funding and 8.0 FTEs to support recently enacted legislation and Proposal 2022-1 requirements for reporting of public officials and candidates financial information	\$1,145.0	\$1,145.0
Rate Increase for Postal and Mailing Service	\$0.0	\$1,115.0
Increase for Vehicle Tabs, Decals, and Forms Procurement	\$0.0	\$650.0
Automatic Voter Registration - Provides funding and 2.0 FTEs to support recently enacted legislation that expands voting outreach and access requirements	\$296.0	\$296.0
Employee Payroll Related Adjustments	\$185.4	\$5,253.1
Other Technical Adjustments	(\$1,441.0)	\$0.0
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$13,410.1</b>	<b>\$291,839.9</b>
<b>FY 2025 One-Time Investments</b>		
None	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$13,410.1</b>	<b>\$291,839.9</b>
\$ Change from FY 2024 - Total Funding	\$85.4	(\$12,369.6)
% Change from FY 2024 - Total Funding	0.6%	(4.1%)

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$13,410.1</b>	<b>\$291,839.9</b>
Removal of FY 2025 One-Time Funding	\$0.0	\$0.0
None	\$0.0	\$0.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$13,410.1</b>	<b>\$291,839.9</b>
\$ Change from FY 2025 - Total Funding	\$0.0	\$0.0
% Change from FY 2025 - Total Funding	0.0%	0.0%



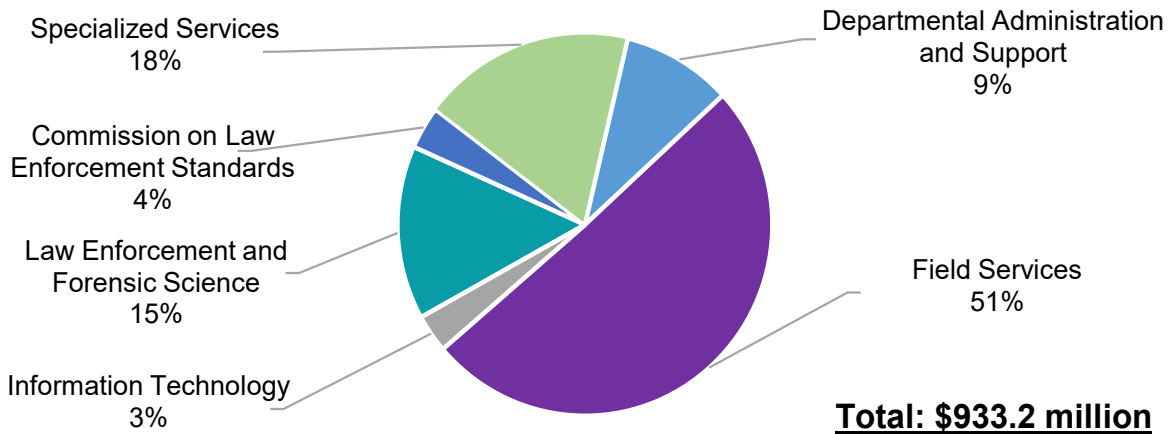
## Department of State Police

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of State Police is a central law enforcement and public safety agency that provides services in partnership with local law enforcement agencies across the state. As a comprehensive law enforcement agency, the department provides primary law enforcement, investigative resources, forensic science services, and emergency and disaster support, contributing to the safety of Michigan's residents.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$928.2 million, of which \$622 million comes from the state's general fund. The Governor also recommends \$5 million in one-time funding in fiscal year 2025, all of which comes from the general fund.

### Michigan State Police are a Full Service, Statewide Law Enforcement Department



### Highlights

The Governor's recommended budget continues support for public safety:

- ♦ **\$5.5 million to support 145th Trooper Recruit School** (general fund) to recognize full year salary and equipment costs for the 50 troopers anticipated to graduate in June 2024. Additionally, the budget maintains attrition savings that will allow the department to hire and train 120 new troopers from existing resources while continuing to increase diversity and make the department more reflective of the communities it serves.
- ♦ **\$5 million to establish Training, Recruitment and Retention Grants** (general fund) to support local law enforcement agencies. This investment will reduce violent crime by helping to ensure cities have the necessary resources to hire and retain police officers.

## State Police

- ♦ **\$1.4 million to protect the State Capitol** (general fund) by increasing the department's capacity to protect visitors from unauthorized weapons inside of the State Capitol Building and Heritage Hall.
- 

## Fiscal Year 2024 Supplemental

- ♦ **To best ensure disaster readiness**, the Governor's budget includes a fiscal year 2024 supplemental request to deposit \$10 million general fund into the Disaster and Emergency Contingency Fund. The Disaster and Emergency Contingency Fund supports immediate response and recovery activities in the event of a disaster or emergency.
- ♦ **\$500,000 to establish a hazard mitigation assistance program for local governments** (general fund). This investment serves as the state's contribution toward establishing a federally funded revolving loan fund to help local governments implement projects that reduce the impact of future disasters on communities.

**Department of State Police**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$607,564.0</b>	<b>\$893,341.1</b>
Removal of FY 2024 One-Time Funding	(\$12,390.3)	(\$13,341.9)
<b>FY 2025 Ongoing Investments</b>		
Specialized Services - Expands capacity for security services including to screen for unauthorized weapons inside the State Capitol Building and Heritage Hall	\$3,390.7	\$3,390.7
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Trooper School Annualization - Provides for full-year payroll, fleet, and information technology costs associated with the 50 new troopers that graduated from the fiscal year 2024 trooper school	\$5,473.0	\$5,473.0
Intelligence Operations Software Licensing - Supports increased licensing costs	\$474.0	\$474.0
Breathalyzer Maintenance - Supports increased annual maintenance costs	\$83.1	\$83.1
Employee Payroll Related Adjustments	\$17,366.5	\$21,833.5
Other Technical Adjustments	\$0.0	\$16,955.0
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$621,961.0</b>	<b>\$928,208.5</b>
<b>FY 2025 One-Time Investments</b>		
Training, Recruitment, and Retention Grants - Provides grants to local law enforcement agencies to support police officer training and retention	\$5,000.0	\$5,000.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$5,000.0</b>	<b>\$5,000.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$626,961.0</b>	<b>\$933,208.5</b>
\$ Change from FY 2024 - Total Funding	\$19,397.0	\$39,867.4
% Change from FY 2024 - Total Funding	3.2%	4.5%

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$626,961.0</b>	<b>\$933,208.5</b>
Removal of FY 2025 One-Time Funding	(\$5,000.0)	(\$5,000.0)
<b>FY 2026 Total Executive Recommendation</b>	<b>\$621,961.0</b>	<b>\$928,208.5</b>
\$ Change from FY 2025 - Total Funding	(\$5,000.0)	(\$5,000.0)
% Change from FY 2025 - Total Funding	(0.8%)	(0.5%)



# Department of Technology, Management and Budget

## Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Technology, Management and Budget supports the business operations of state agencies through a variety of centralized services, such as information technology, contracting and procurement, budget and financial management, construction and building management, space planning and leasing, motor vehicle fleet operations, and oversight of the state retirement systems. The department also includes several autonomous agencies, including the Office of the Child Advocate, Michigan Civil Service Commission, Office of the State Employer, and the State Budget Office.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$1.8 billion, of which \$523.6 million comes from the state's general fund. The Governor also recommends \$76.8 million in one-time funding in fiscal year 2025, all of which comes from the general fund.

---

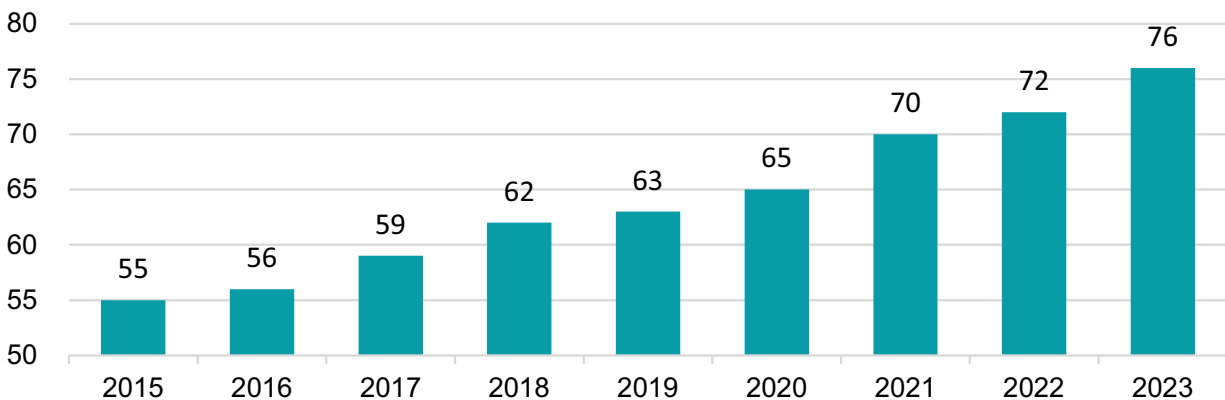
### Highlights

The Governor's recommended budget for the department includes several areas of critical investment, including ongoing public safety communication system support, strategic prioritization of funding for information technology systems, the creation of a new self-sustaining property insurance fund that will generate cost savings, and a deposit into the Make it in Michigan Competitiveness Fund. More specifically, new and increased investments include the following:

- ♦ **\$35 million for the Information Technology Investment Fund (ITIF)** (general fund) will continue to support new information technology projects that provide for the modernization of legacy information technology systems and solutions in areas such as educator certification and personnel, vocational rehabilitation services, payment and financial reporting of Michigan transportation fund revenues, and rail project management and coordination. A project to develop the strategy, platforms and tools for the introduction of artificial intelligence is also included that has the potential to improve service delivery and transform the provision of government services.
- ♦ **\$31.5 million to Establish a State Employee Dependent Care Flexible Spending Account Match** (general fund) through a dollar-for-dollar match (up to \$2,500) for eligible dependent care expenses through flexible spending accounts. This match benefit will bolster talent recruitment and retention efforts and remove barriers of employment to the state workforce by addressing the care needs of employee families.
- ♦ **\$25 million for the Make it in Michigan Competitiveness Fund** (general fund) to augment previous strategic investments that benefit Michigan by leveraging funding opportunities that were included in federal legislation, such as the Bipartisan Infrastructure Law (BIL), the CHIPS and Science Act (CHIPS), and the Inflation Reduction Act (IRA).

- ♦ **\$10 million for the Creation of a State Property Self-Insurance Fund** (general fund) to counter rising insurance market uncertainties and expand coverage to more state-owned facilities. This new fund will be self-sustaining with a one-time infusion of resources and will be the first source to draw from for applicable property or content damage claims. As a strategic reserve, the assets in this new fund will serve to mitigate prospective high-cost premiums and claims, and avoid unexpected negative budget impacts.
- ♦ **\$10 million for Michigan's Public Safety Communications System (MPSCS)** (general fund) to provide for ongoing lifecycle upgrades to support system equipment, security, and maintenance. The MPSCS provides 24/7/365 critical emergency communication support to over 2,200 public safety agencies through a statewide 800/700Mhz digital trunked radio communication network.

### The Majority of Michigan's 83 Counties (92%) Are Now Fully Integrated With Michigan's Public Safety Communications System



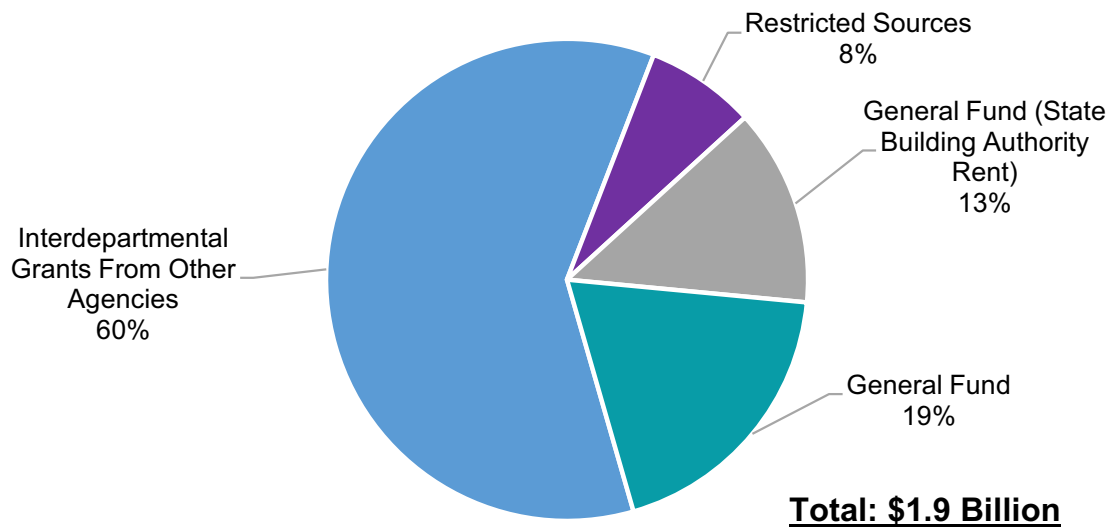
- ♦ **\$8 million for State Facility Maintenance** (general fund) to support special maintenance and improvements to state facilities, which includes a portfolio of nearly 800 diverse building complexes, more than 5,000 individual structures, and over 41.5 million square feet of building space throughout the state.
- ♦ **\$2.4 million for Enterprise Language Accessibility** (general fund) to transform the Michigan.gov user interface to enable the delivery of content in multiple languages, thereby reducing language access barriers for state services. With a quarter of Michiganders needing translation services, this new user-centered designed chatbot feature will make interacting with the state more efficient and inclusive. A total of \$820,000 is included from the ITIF for implementation.
- ♦ **\$2 million for State Fleet Electric Vehicle (EV) Transition** (general fund) to expand the incorporation of EVs within vehicle and travel services, as well as motor pool operations by bringing total transitional support to \$3 million. Consistent with Executive Directive 2023-5, which calls for the transition of the state fleet to zero-emission vehicles by 2040, this



funding will also support the department's efforts to reduce the carbon footprint of state government and to save on energy costs.

- ♦ **\$1.6 million to Improve Customer Services Within the Office of Retirement Services (ORS)** (state restricted funds) by reducing wait times, enhancing engagement and outreach for retirement planning and preparedness, and providing increased assistance for employers. The ORS serves as the fiduciary of roughly \$108.8 billion in net assets for five Retirement Systems that serve over 598,000 customers—this represents nearly 1 out of every 13 Michigan adults and 1 out of every 8 Michigan households.
- ♦ **\$251,000 for State-Owned and Managed Buildings** (general fund) to make automated external defibrillators (AED) devices accessible to all workers, customers, and visitors within state owned buildings to ensure that these critical life saving devices are available if an individual experiences cardiac arrest or a related medical emergency.

### Roughly 2/3 of the DTMB Budget Supports Central Services to Agencies



**Department of Technology, Management and Budget**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

<b>FY 2025 Adjustments</b>		<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>		<b>\$832,699.5</b>	<b>\$2,056,657.6</b>
Removal of FY 2024 One-Time Funding		(\$338,697.7)	(\$350,497.8)
<b>FY 2025 Ongoing Investments</b>			
Michigan's Public Safety Communications System - Provides funds to support lifecycle replacement of system equipment, security, and maintenance		\$10,000.0	\$10,000.0
Enterprise Language Accessibility - Provides funds and 3.0 FTEs to support Michigan.gov upgrades that reduces language barriers in accessing state services		\$2,360.0	\$2,360.0
Office of Retirement Services - Provides funds and 10.0 FTEs to improve customer services for state and public school retirees		\$0.0	\$1,600.0
<b>FY 2025 Reductions</b>			
None		\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>			
Information Technology - Alignment of agency service support		\$0.0	\$20,022.0
State Building Authority Rent - Payments for previously authorized construction projects		\$9,600.0	\$9,600.0
Office of Retirement Services - Alignment of funding to support information technology and administration of defined contribution plans		\$0.0	\$5,618.3
Building Operations - Secondary complex expansion support and coverage of utility rate increases		\$0.0	\$2,059.0
State Archives of Michigan - Transfer in funding and 14.5 FTEs from the Department of Natural Resources pursuant to Executive Order No. 2023-6		\$1,915.3	\$1,915.3
Central Procurement Services - Alignment of funding to maintain customer service levels and support of geographically disadvantaged business enterprises in accordance with Executive Directive No. 2023-1		\$0.0	\$1,300.0
Risk Management Information System - Provides funding and 2.0 FTEs to ensure vendor compliance for contracts that are delegated to state agencies		\$0.0	\$279.9
Employee Payroll Related Adjustments		\$3,342.0	\$11,814.4
Other Technical Adjustments		\$2,344.9	\$7,696.5
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>		<b>\$523,564.0</b>	<b>\$1,780,425.2</b>
<b>FY 2025 One-Time Investments</b>			
State Employee Flexible Spending Account Dependent Care Match - Establishment of a matching benefit program for eligible state employees to help defray the costs of dependent care expenses		\$31,500.0	\$31,500.0
Make it in Michigan Competitiveness Fund - To augment leverage of federal funding opportunities in support of strategic investments that benefit Michigan		\$25,000.0	\$25,000.0
Enterprise Risk Management - Creation of a new state property self-insurance fund to reduce costs by countering insurance market pricing uncertainties while protecting state property and contents		\$10,000.0	\$10,000.0

	<b>GF/GP</b>	<b>GROSS</b>
Enterprise-wide Special Maintenance - Support for Infrastructure improvements and maintenance at state-owned and managed facilities	\$8,000.0	\$8,000.0
State Fleet Electric Vehicles - Expanding electric vehicles in fleet for statewide travel services in compliance with Executive Directive No. 2023-5	\$2,000.0	\$2,000.0
Building Operations - Increase automated external defibrillators available in state owned and managed buildings	\$251.0	\$251.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$76,751.0</b>	<b>\$76,751.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$600,315.0</b>	<b>\$1,857,176.2</b>
\$ Change from FY 2024 - Total Funding	(\$232,384.5)	(\$199,481.4)
% Change from FY 2024 - Total Funding	(27.9%)	(9.7%)

**FY 2026 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$600,315.0</b>	<b>\$1,857,176.2</b>
Removal of FY 2025 One-Time Funding	(\$76,751.0)	(\$76,751.0)
State Building Authority Rent - Payments for previously authorized construction projects	\$6,800.0	\$6,800.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$530,364.0</b>	<b>\$1,787,225.2</b>
\$ Change from FY 2025 - Total Funding	(\$69,951.0)	(\$69,951.0)
% Change from FY 2025 - Total Funding	(11.7%)	(3.8%)



# Department of Transportation

## Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Transportation provides for the efficient and effective movement of people and goods through support for the state's network of roads and bridges, public transportation systems, rail, and aviation programs.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$6.6 billion, none of which comes from the state's general fund. The Governor also recommends \$186 million in one-time funding in fiscal year 2025, \$185 million of which comes from the general fund.

---

### Highlights

For fiscal year 2025, the Governor's recommended budget for transportation includes critical funding increases across all major modes of transportation:

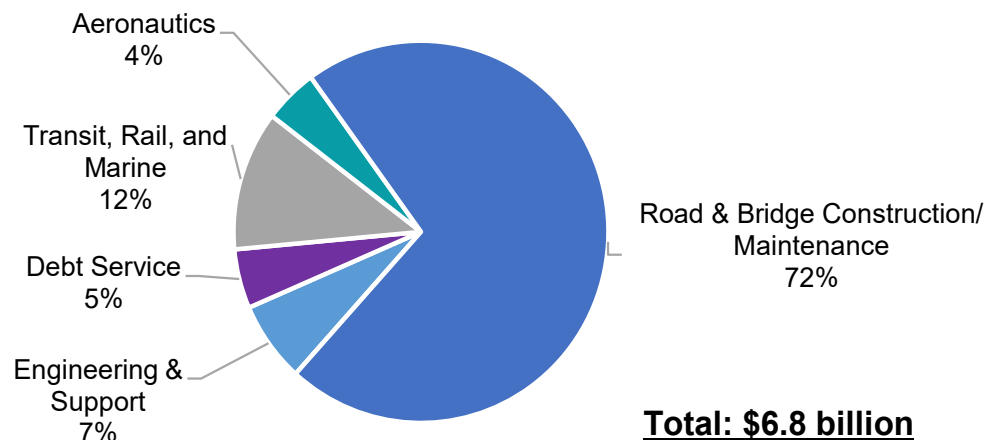
- ◆ **\$397.6 million increase for Michigan roads and bridges**, including:
  - ◆ **\$247.6 million to support revenue increases for state and local roads, highways, and bridges** (federal and state restricted funds). This reflects an additional \$102.7 million of federal funding, with the remaining \$144.9 million attributable to net increases in baseline state restricted revenues. Cities, villages, and county road commissions will receive \$127.2 million of additional road and bridge construction funds, with a \$123.4 million increase for state-owned roads.
  - ◆ **\$150 million for road and bridge projects** (general fund). An estimated \$95 million will be used to ensure that Michigan fully matches all federal highway aid made available under the Infrastructure Investment and Jobs Act of 2021. The remaining \$55 million will support local bridge and culvert projects across the state.
- ◆ **\$74.8 million of additional ongoing support for Transit and Rail Programs** (federal and state restricted funds). This reflects \$38.8 million of federal funding and includes \$22.4 million for anticipated federal transit capital grants and \$15.1 million for marine passenger services. The remaining \$36 million is attributable to net increases in baseline state restricted revenues and supports \$14.5 million to rail operations and infrastructure and \$14.5 million for transit capital matching funds, as well as a \$5 million increase in operating support to local transit agencies.
- ◆ **\$30 million for Transit Innovation Grants** (general fund) to support technical and other grant assistance for local transit agencies to spur innovation to connect Michiganders with new public transportation options that link communities.
- ◆ **\$24 million for capital improvements at Michigan airports** (federal and state restricted funds). This funding reflects \$20 million of additional federal authorization, as well as a \$1.5

## Transportation

million increase in baseline state restricted revenues. In addition, Michigan airports will benefit from an additional \$2.5 million of state funding from a recommended increase to the state's aircraft registration fee (last increased in 1988).

- ♦ **\$5 million to continue the MiContracting program** (general fund) to enhance participation of socially or economically disadvantaged contractors and suppliers in helping to deliver the state's transportation programs.
  - ♦ **\$7.5 million total to implement two information technology systems** (general fund) within the department. Funding for both projects is included in the Information Technology Investment Fund in the DTMB budget.
  - ♦ **\$6.5 million to modernize the information technology system that distributes Michigan Transportation Fund revenues** monthly to all 614 local road agencies. These agencies use these revenues to fund their local road and bridge construction programs and provide improved integration with Transportation Asset Management Council technologies.
  - ♦ **\$1 million to replace and upgrade the Rail Project Management System** that coordinates the financial and project management components of rail grade crossing improvements performed by the department.
- 

### Nearly 75% of MDOT's Budget Supports State and Local Road Infrastructure



**Department of Transportation**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$288,100.0</b>	<b>\$6,626,549.9</b>
Removal of FY 2024 One-Time Funding	(\$288,100.0)	(\$407,000.0)
<b>FY 2025 Ongoing Investments</b>		
Michigan Aircraft Registration Fees - Increase in fees to support match for capital airport projects	\$0.0	\$2,500.0
Blue Water Bridge Staffing and Maintenance/Operations Increase - Funding for 3.0 new positions to assist with winter maintenance, holiday, and after-hours staffing support	\$0.0	\$515.8
<b>FY 2025 Reductions</b>	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Road and Bridge Program Revenue Adjustments - Federal and statutory revenue distributions under PA 51 of 1951 for road construction and Transportation Economic Development programs.	\$0.0	\$247,606.3
Highway Maintenance Cost Increases - Inflationary adjustments for the cost of contracted services and materials such as, concrete, aggregate, and vegetation control	\$0.0	\$17,878.7
Debt Service Adjustments - Statutorily required debt service payments	\$0.0	(\$3,036.4)
State Planning and Research Increase - Reflects projected increase in federal highway planning formula grants	\$0.0	\$2,000.0
Transit and Rail Program Revenue Adjustments - Allocation of additional projected federal and Comprehensive Transportation Fund revenues	\$0.0	\$74,763.8
Aeronautics Program Revenue Adjustments - Allocation of additional federal, State Aeronautics Fund, local matching, and Qualified Airport Fund revenues.	\$0.0	\$21,537.7
Asset Management Council Cost Increases - Supports cost increases for data collection, information technology support, and planning services for local road agencies	\$0.0	\$423.6
Information Technology MICARS Support - Supports increases associated with the department's accounts receivable and cashing system	\$0.0	\$270.0
Employee Payroll Related Adjustments	\$0.0	\$10,936.5
Other Technical Adjustments	\$0.0	\$353.3
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$0.0</b>	<b>\$6,595,299.2</b>
<b>FY 2025 One-Time Investments</b>		
Road and Bridge Construction - Federal Aid Match - One-time general fund to support state match for federal highway aid made available under the Infrastructure Investment and Jobs Act of 2021 (\$95M) and support local bridge and culvert projects (\$55M)	\$150,000.0	\$150,000.0
Transit Innovation Grants - Technical and other grant assistance to local transit agencies with initiatives that connect communities	\$30,000.0	\$30,000.0
MI Contracting Opportunity - Enhances participation of socially or economically disadvantaged contractors or suppliers in transportation programs	\$5,000.0	\$5,000.0

## Transportation

	<b>GF/GP</b>	<b>GROSS</b>
Blue Water Bridge Equipment and Facilities Purchases - Supports replacement of winter maintenance and other capital equipment	\$0.0	\$990.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$185,000.0</b>	<b>\$185,990.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$185,000.0</b>	<b>\$6,781,289.2</b>
\$ Change from FY 2024 - Total Funding	(\$103,100.0)	\$154,739.3
% Change from FY 2024 - Total Funding	(35.8%)	2.3%
<b>FY 2026 Adjustments</b>		
	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$185,000.0</b>	<b>\$6,781,289.2</b>
Removal of FY 2025 One-Time Funding	(\$185,000.0)	(\$185,990.0)
Baseline Adjustments - Revenue Adjustments (Road and Bridge, Comprehensive Transportation, Aeronautics, and Transportation Economic Development Programs)	\$0.0	\$43,871.3
<b>FY 2026 Total Executive Recommendation</b>	<b>\$0.0</b>	<b>\$6,639,170.5</b>
\$ Change from FY 2025 - Total Funding	(\$185,000.0)	(\$142,118.7)
% Change from FY 2025 - Total Funding	(100.0%)	(2.1%)



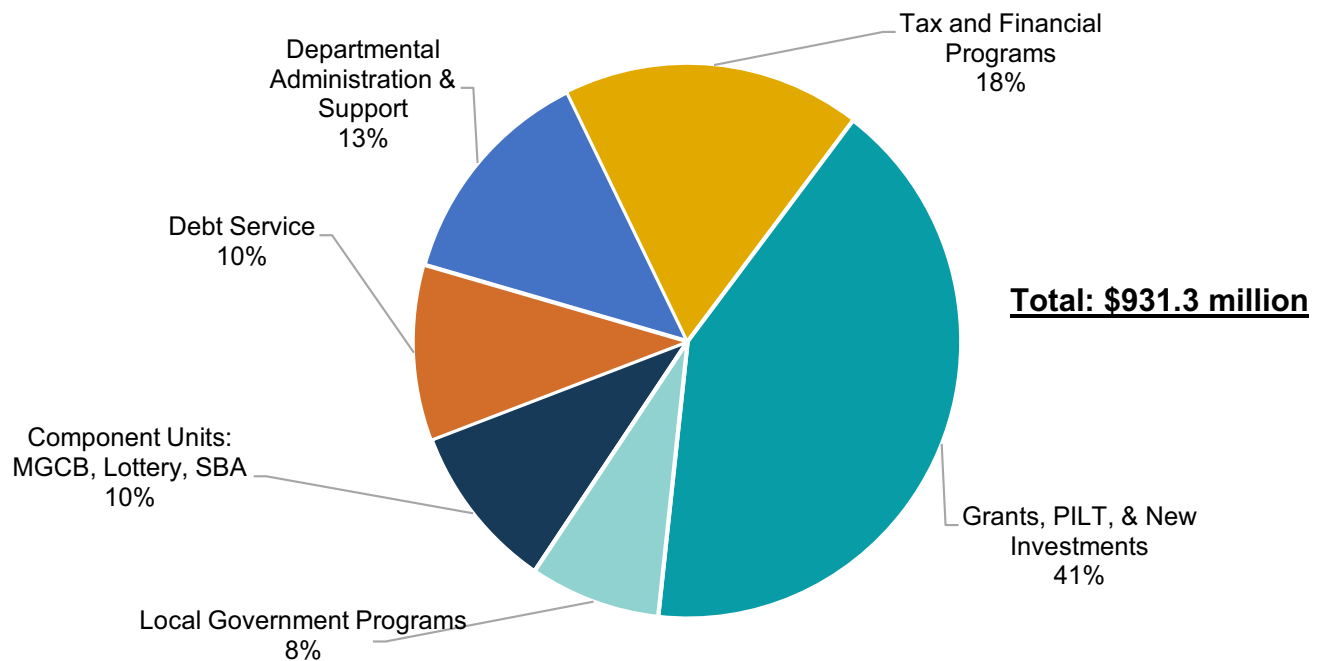
## Department of Treasury

### Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Department of Treasury administers the state's tax system, invests state funds (including postsecondary savings funds), safeguards the credit rating of the state and local governments, forecasts economic activity and revenue, enforces property tax laws, and audits county and municipal financial records. Treasury also houses the Michigan Lottery which generates revenue for the School Aid Fund, and the Michigan Gaming Control Board which provides for regulation of casinos, sports betting, and internet gaming operations.

The Governor's recommended budget for fiscal years 2025 and 2026 includes total ongoing funding of \$901.7 million, of which \$281.4 million is from the state's general fund. The Governor also recommends \$31 million general fund in one-time funding in fiscal year 2025.

### Over 41% of Treasury Operations Supports Grants and Investments to Local Governments and Residents



### Highlights

The Governor's recommended budget includes support for the following new or increased Treasury programs:

- ♦ **\$25 million to support a one-time Vehicle Rebate Program** (general fund). This program will provide point-of-sale, scaled rebates on new vehicle purchases and includes additional incentives for buying electric and plug-in hybrid vehicles and those assembled in unionized facilities. Rebates range from \$2,500.00 to \$1,000.00 per vehicle on a first come, first serve basis.

Vehicle/Facility Type	Rebate Amount
Electric/Union made	\$ 2,500
Electric/Non-union made	\$ 2,000
Non-electric/Union made	\$ 1,500
Non-electric/Non-union made	\$ 1,000

- ♦ **\$3 million for the Michigan Achieving a Better Life Experience (MiABLE) program** (general fund) that allows disabled individuals to save money on certain expenses without impacting their eligibility for other benefits. This funding will be used to promote and educate Michiganders on the availability of this program and its impending federal expansion that will increase program eligibility for 500,000 additional residents.
- ♦ **\$3 million for a new Secure Retirement Program** (general fund) to create a state-managed retirement plan marketplace for small businesses with less than 100 employees to participate and provide their employees with optional retirement savings plans.
- ♦ **\$800,000 for Tax Processing Operations** (state restricted funds) to increase the efficiency of collections and improve response times and the communication between Treasury and the state's taxpayers.
- ♦ **\$4 million increase in available funding for the Compulsive Gaming Prevention Fund** (state restricted funds) and its associated programs within the Department of Health and Human Services. Increased allocations of proceeds from internet gaming, sports betting and lottery funds will enhance the 24/7 Gambling Disorder Helpline and existing treatment options to assist those suffering with gambling addiction and related problems.
- ♦ **\$1.9 million for Internet Gaming and Sports Betting Regulation** (state restricted funds). The growth of online gaming and sports betting in Michigan has increased the demand for gaming regulations and licensing operations, and these funds will expand the agency's regulatory capacity and enhance protections against illegal activity.
- ♦ **\$1.1 million to improve the iLottery Website and Mobile Application** (state restricted funds) and enhance the overall user experience with the Michigan Lottery.

# Department of Treasury – Revenue Sharing

## Governor’s Recommended Budget for Fiscal Years 2025 and 2026

Michigan’s revenue sharing program distributes sales tax revenues collected by the state to local units of government, allowing communities to determine how best to fund local services. A constitutionally dedicated portion of sales tax revenue is distributed to cities, villages, and townships on a per capita basis; the remainder is subject to annual appropriation.

The Governor’s recommended budget provides \$1.7 billion in restricted revenues, which includes \$1.1 billion for constitutionally required revenue sharing payments and \$604.7 million for all statutory revenue sharing payments.

---

### Highlights

The Governor’s recommended budget continues support for the following key revenue sharing programs:

- ◆ **\$1.1 billion in estimated Constitutional Revenue Sharing** (sales tax revenue) payments made only to cities, villages, and townships (CVTs), these payments constitute a significant portion of many municipalities’ local budgets. This represents a \$5.4 million increase over the fiscal year 2024 enacted appropriation.
- ◆ **\$55 million total increase in Statutory Revenue Sharing** (sales tax revenue) payments, an overall 10% increase compared to enacted fiscal year 2024 ongoing statutory appropriations. This total increase represents the following:
  - ◆ A 5% ongoing increase in general statutory revenue sharing compared to enacted fiscal year 2024 ongoing statutory appropriations.
  - ◆ A 3% one-time payment for local units that have fully obligated their local fiscal recovery funds by Oct.1, 2024, compared to enacted fiscal year 2024 ongoing statutory appropriations.
  - ◆ A 2% one-time payment specifically designated for local public safety initiatives, compared to enacted fiscal year 2024 ongoing statutory appropriations. These initiatives may include public safety employee recruitment, retention, and training, as well as public safety equipment and infrastructure improvements.
- ◆ **City, Village, and Township Revenue Sharing total increase is \$29.4 million (\$14.7 million related to 5% ongoing, \$8.8 million related to the one-time local fiscal recovery fund incentive, and \$5.9 million one-time related to public safety).** Total fiscal year 2025 statutory payments for CVTs are recommended at \$322.9 million.
- ◆ **County Revenue Sharing and the County Incentive Program total increase is \$25.6 million (\$12.8 million related to 5% ongoing, \$7.7 million related to the one-time local**

**fiscal recovery fund incentive, and \$5.1 million one-time related to public safety).**  
 Total fiscal year 2025 statutory payments for counties are recommended at \$281.8 million.

**FISCAL YEAR 2025 EXECUTIVE RECOMMENDATION FOR STATUTORY REVENUE SHARING PROGRAM**

	FY 2024 Ongoing Enacted	% Change	\$ Change	FY 2025 Recommended
Cities, Villages, and Townships (CVT) Ongoing	\$ 293,535,200	5%	\$ 14,676,800	\$ 308,212,000
CVT One-Time FRF Obligation Incentive		3%	\$ 8,806,100	\$ 8,806,100
CVT One-time Public Safety		2%	\$ 5,870,700	\$ 5,870,700
CVT Subtotal	\$ 293,535,200	10%	\$ 29,353,600	\$ 322,888,800
County Revenue Sharing and County Incentive Program Ongoing	\$ 256,199,100	5%	\$ 12,810,000	\$ 269,009,100
County One-Time FRF Obligation Incentive		3%	\$ 7,686,000	\$ 7,686,000
County One-time Public Safety		2%	\$ 5,124,000	\$ 5,124,000
County Subtotal	\$ 256,199,100	10%	\$ 25,620,000	\$ 281,819,100
<b>ARP Incentive Total</b>			<b>\$ 16,492,100</b>	<b>\$ 16,492,100</b>
<b>Public Safety Total</b>			<b>\$ 10,994,700</b>	<b>\$ 10,994,700</b>
<b>All Statutory Revenue Sharing Total</b>	<b>\$ 549,734,300</b>		<b>\$ 54,973,600</b>	<b>\$ 604,707,900</b>

*Recommended amounts are rounded up to the nearest 100, percent change may be slightly different due to this rounding.  
 FRF refers to the Local Fiscal Recovery Fund allocations from the U.S. Treasury per the American Rescue Plan*

**Department of Treasury**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

**FY 2025 Adjustments**

	<b>GF/GP</b>	<b>GROSS</b>
<b>FY 2024 Original Enacted</b>	<b>\$392,670.2</b>	<b>\$2,641,068.6</b>
Removal of FY 2024 One-Time Funding	(\$102,359.2)	(\$114,821.0)
<b>FY 2025 Ongoing Investments</b>		
CVT Statutory Revenue Sharing - 5% increase from current year enacted	\$0.0	\$14,676.8
County Statutory Revenue Sharing - 5% increase from current year enacted	\$0.0	\$12,810.0
Gaming Control - Increases regulatory capacity for internet gaming and sports betting	\$0.0	\$1,942.3
Tax Processing - Improves efficiency of tax collections and taxpayer interactions	\$0.0	\$800.0
Lottery - iLottery website and mobile application redesign	\$0.0	\$510.0
<b>FY 2025 Reductions</b>		
None	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>		
Payment in Lieu of Taxes - Aligns payments to local governments with current property tax estimates	\$2,200.4	\$2,868.7
Information Technology - Adjusts for increased licensing costs	\$420.8	\$420.8
EO 2023-6 Adjustments - Transfers financial services and dual enrollment to MiLEAP	(\$7,671.5)	(\$8,924.6)
Debt Service - Adjusts for changes to debt service payments	(\$4,997.1)	(\$4,997.1)
Recreational Marihuana Grants - Aligns payments to local governments with estimated revenues	\$0.0	\$24,710.0
Constitutional Revenue Sharing - Aligns payments to local governments with Consensus Revenue Estimating Conference estimates	\$0.0	\$5,436.5
Lottery - Increase to support the sale and promotion of online and retail products	\$0.0	\$1,000.0
Gaming Control - Adjust for interdepartmental grant changes in other agencies	\$0.0	\$795.1
Unclaimed Property - Increase to maintain claim response time within statutory limits	\$0.0	\$517.1
Marihuana Retailers Processing - Increase to match increased form processing requirements	\$0.0	\$261.7
Employee Payroll Related Adjustments	\$1,133.9	\$6,407.3
Other Technical Adjustments	\$49.1	\$49.1
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>	<b>\$281,446.6</b>	<b>\$2,585,531.3</b>
<b>FY 2025 One-Time Investments</b>		
MI Vehicle Rebate - Rebates for the purchase of new motor vehicles	\$25,000.0	\$25,000.0
MiABLE - Outreach and promotion of program to assist disabled individuals	\$3,000.0	\$3,000.0
Secure Retirement for Small Businesses - Optional retirement savings program for businesses with less than 100 employees	\$3,000.0	\$3,000.0
CVT Statutory Revenue Sharing - 3% for local fiscal recovery fund obligation incentive and 2% for public safety	\$0.0	\$14,676.8
County Statutory Revenue Sharing - 3% for local fiscal recovery fund obligation incentive and 2% for public safety	\$0.0	\$12,810.0
Lottery - Various information technology improvements	\$0.0	\$592.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>	<b>\$31,000.0</b>	<b>\$59,078.8</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>	<b>\$312,446.6</b>	<b>\$2,644,610.1</b>

	<u>GF/GP</u>	<u>GROSS</u>
\$ Change from FY 2024 - Total Funding	(\$80,223.6)	\$3,541.5
% Change from FY 2024 - Total Funding	(20.4%)	0.1%

FY 2026 Adjustments

	<u>GF/GP</u>	<u>GROSS</u>
<b>FY 2025 Total Executive Recommendation</b>	<b>\$312,446.6</b>	<b>\$2,644,610.1</b>
Removal of FY 2025 One-Time Funding	(\$31,000.0)	(\$59,078.8)
FY 2025 Baseline Adjustment - Constitutional Revenue Sharing	\$0.0	\$14,439.7
FY 2025 Baseline Adjustment - Recreational Marihuana Grants	\$0.0	\$2,910.0
<b>FY 2026 Total Executive Recommendation</b>	<b>\$281,446.6</b>	<b>\$2,602,881.0</b>
\$ Change from FY 2025 - Total Funding	(\$31,000.0)	(\$41,729.1)
% Change from FY 2025 - Total Funding	(9.9%)	(1.6%)

# Universities

## Governor's Recommended Budget for Fiscal Years 2025 and 2026

The Universities and Financial Aid budget provides operating support to Michigan's 15 public universities as well as funding for student financial aid programs. Public universities play a pivotal role in advancing education opportunities for students and regional workforce development. Public universities are critically important in realizing the state's Sixty by 30 goal to increase the number of working-age adults with a skills certificate or degree to 60% by 2030. Over 255,000 students were enrolled in the state's public universities last year.

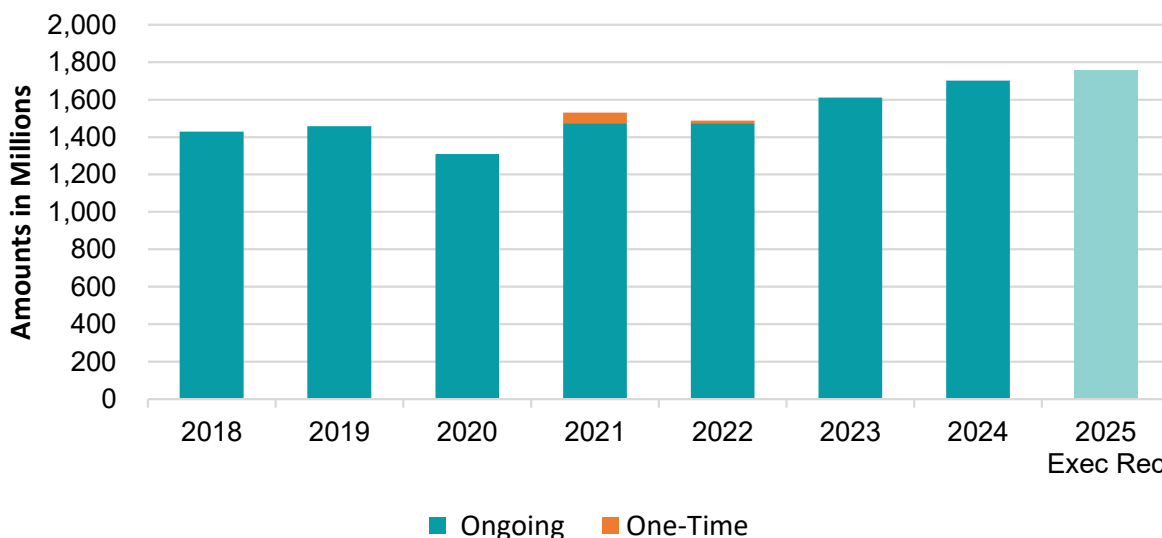
The Governor's recommended budget for fiscal year 2025 includes total ongoing funding of \$2.3 billion, of which \$1.8 billion comes from the state's general fund and \$545.5 million comes from the School Aid Fund. Within this allocation, an impactful \$542.7 million is dedicated to student financial aid, all drawn from the state's general fund.

### Highlights

The Governor's recommended budget includes:

- ♦ **\$42.5 million in additional ongoing funding for university operations**, a 2.5% increase over fiscal year 2024 base operations. This increase is distributed across-the-board. This investment also includes a 2.5% increase to MSU AgBioResearch and MSU Extension. The Governor's recommended budget continues to build on the ongoing support for public universities by maintaining higher education operations payments. This budget recommendation recognizes the valuable role universities play in our state and the crucial role these institutions play in developing the workforce of the state's next generation.

### University Operations since 2018



## Universities and Financial Aid

- ♦ **\$12.8 million for the North American Indian Tuition Waiver**, to continue to fully fund program cost. This reinforces the Governor's commitment to accessible education by waiving tuition costs for eligible Native Americans at Michigan public universities.
- 

### Sustainable Investments in College Scholarships

In addition to the investments above, the Governor's recommended budget includes multiple investments in financial aid to help make college more affordable:

- ♦ **\$30 million increased deposit into the Postsecondary Scholarship Fund**, bringing the total deposit to \$330 million. This investment increases funding for the Michigan Achievement Scholarship, the state's flagship scholarship program. The Governor's recommended budget showcases a commitment to long-term investment in student financial aid and lowering costs for postsecondary attainment. The recommended budget creates the Community College Guarantee within the Michigan Achievement Scholarship. This guarantee ensures paid tuition at a Michigan community college toward an associate degree for future Michigan high school graduates.
- ♦ **\$20 million increase in the Tuition Incentive Program**, bringing the total to \$93.8 million ongoing. The Tuition Incentive Program provides tuition support to lower-income students in Michigan's community colleges, public universities, and private universities. The Governor's recommended budget provides increased funding to support student participation rates returning to pre-pandemic levels.
- ♦ **\$127.8 million general fund investment to fully replace all federal Temporary Assistance to Needy Families (TANF) funds in college scholarships**. This strategic fund shift frees up federal funding from the Tuition Incentive Program, Michigan Competitive Scholarship, and Michigan Tuition Grant, and allows those dollars to instead be targeted toward the state's higher financial need populations where they are most impactful. It also ensures a more secure funding source for financial aid programs going forward and streamlines the state's scholarship landscape making it simpler for students and their families to navigate.



FY 2025 Public University Operations (\$ in Thousands)				
University	FY 2024 Base Operations Funding	FY 2025 Ongoing Increase	FY 2025 Indian Tuition Waiver Funding	FY 2025 Total Funding
Central Michigan University	\$93,819.6	\$2,345.5	\$1,606.8	\$97,771.9
Eastern Michigan University	\$82,738.7	\$2,068.5	\$401.2	\$85,208.4
Ferris State University	\$58,932.3	\$1,473.3	\$732.1	\$61,137.7
Grand Valley State University	\$96,111.2	\$2,402.8	\$1,323.2	\$99,837.2
Lake Superior State University	\$14,251.8	\$356.3	\$874.4	\$15,482.5
Michigan State University	\$316,765.4	\$7,919.1	\$2,143.1	\$326,827.6
Michigan Technological University	\$53,658.8	\$1,341.5	\$781.6	\$55,781.9
Northern Michigan University	\$52,069.3	\$1,301.7	\$1,412.7	\$54,783.7
Oakland University	\$71,957.0	\$1,798.9	\$291.2	\$74,047.1
Saginaw Valley State University	\$33,690.6	\$842.3	\$198.5	\$34,731.4
University of Michigan - Ann Arbor	\$355,278.3	\$8,882.0	\$1,521.3	\$365,681.6
University of Michigan - Dearborn	\$31,048.0	\$776.2	\$208.8	\$32,033.0
University of Michigan - Flint	\$26,013.5	\$650.3	\$291.9	\$26,955.7
Wayne State University	\$223,950.9	\$5,598.8	\$425.7	\$229,975.4
Western Michigan University	\$119,440.2	\$2,986.0	\$613.6	\$123,039.8
MSU AgBioResearch & Extension	\$71,743.4	\$1,793.6		\$73,537.0
<b>Operations Total</b>	<b>\$1,701,469.0</b>	<b>\$42,536.8</b>	<b>\$12,826.1</b>	<b>\$1,756,831.9</b>
<b>MPSERS Total</b>				<b>\$8,500.0</b>
<b>Regional Programs Total</b>				<b>\$316.8</b>
<b>KCP Total</b>				<b>\$2,691.5</b>
Michigan Achievement Scholarship				\$330,000.0
Michigan Competitive Scholarship				\$19,930.9
Project GEAR-UP				\$3,200.0
Michigan Reconnect				\$62,000.0
Michigan Tuition Grant				\$34,925.9
Tuition Incentive Program				\$93,800.0
Veterans/Survivors Tuition Grant				\$2,000.0
<b>Grants &amp; Financial Aid Total</b>				<b>\$545,856.8</b>
<b>Grand Total</b>				<b>\$2,314,197.0</b>

**Universities**  
**Governor's Recommended Budget for Fiscal Years 2025 and 2026**  
 \$ in Thousands

FY 2025 Adjustments		GF/GP	SAF	GROSS
FY 2024 Original Enacted		\$1,677,754.1	\$482,268.3	\$2,291,048.8
Removal of FY 2024 One-Time Funding		(\$87,870.0)	(\$30,000.0)	(\$117,870.0)
<b>FY 2025 Ongoing Investments</b>				
Universities Operations Increase - Includes an ongoing 2.5% increase to base operations distributed across-the-board and includes the same 2.5% increases for MSU AgBioResearch and MSU Extension.		\$42,536.8	\$0.0	\$42,536.8
Postsecondary Scholarship Fund - Increase of \$30 million to continue phasing in full funding of Michigan Achievement Scholarship		\$30,000.0	\$0.0	\$30,000.0
TANF Fund Swap for Scholarships - Reduced federal Temporary Assistance for Needy Families funding to \$0 in college scholarships, added in \$127.8 million to fully fund MCS, MTG and TIP with General Fund.		\$127,826.4	\$0.0	\$0.0
School Aid Fund Increase in University Operations - Replaced \$93.8 million General Fund with School Aid Fund in University Operations payments.		(\$93,800.0)	\$93,800.0	\$0.0
<b>FY 2025 Reductions</b>				
None		\$0.0	\$0.0	\$0.0
<b>FY 2025 Baseline Adjustments</b>				
University MPSERS Normal Cost Offset - Funding to offset normal cost contributions associated with prior year state-level policy changes, for a total of \$8.5 million.		\$0.0	(\$600.0)	(\$600.0)
University Indian Tuition Waiver - Annual adjustment needed to fully fund the costs of tuition waivers for eligible Native American students.		\$507.8	\$0.0	\$507.8
Michigan Reconnect - Transferred funding for the Michigan Reconnect scholarship from the Department of Labor and Economic Opportunity to the Higher Education Budget.		\$62,000.0	\$0.0	\$62,000.0
Children of Veterans Tuition Grant and Survivor Tuition Grant - Increased funding to total \$2 million to support elevated scholarship costs and student participation.		\$600.0	\$0.0	\$600.0
Tuition Incentive Program - Increased funding to \$93.8 million to cover elevated costs and increased student participation.		\$20,000.0	\$0.0	\$20,000.0
Michigan Competitive Scholarship - Reduced by \$7 million to continue to phase out scholarship. Michigan Achievement Scholarship is replacing MCS over the next 4 years.		(\$6,930.8)	\$0.0	(\$6,930.8)
Michigan Tuition Grant - Reduced by \$7 million to start phasing out scholarship.		(\$7,095.6)	\$0.0	(\$7,095.6)
Michigan Achievement Scholarship is replacing MTG over the next 5 years.				
<b>FY 2025 Total Executive Recommendation - Ongoing Funding</b>		<b>\$1,765,528.7</b>	<b>\$545,468.3</b>	<b>\$2,314,197.0</b>
<b>FY 2025 One-Time Investments</b>				
None		\$0.0	\$0.0	\$0.0
<b>FY 2025 Total Executive Recommendation - One-Time Funding</b>		<b>\$0.0</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>FY 2025 Total Executive Recommendation - Ongoing and One-Time</b>		<b>\$1,765,528.7</b>	<b>\$545,468.3</b>	<b>\$2,314,197.0</b>
\$ Change from FY 2024 - Total Funding		\$87,774.6	\$63,200.0	\$23,148.2
% Change from FY 2024 - Total Funding		5.2%	13.1%	1.0%

FY 2026 Adjustments		GF/GP	SAF	GROSS
<b>FY 2025 Total Executive Recommendation</b>		<b>\$1,765,528.7</b>	<b>\$545,468.3</b>	<b>\$2,314,197.0</b>
Removal of FY 2025 One-Time Funding		\$0.0	\$0.0	\$0.0
FY 2026 Baseline Adjustment - Adjustments to normal cost contributions to the MPSERS system, for a MPSERS total of \$8.7 million.		\$0.0	(\$500.0)	(\$500.0)
<b>FY 2026 Total Executive Recommendation</b>		<b>\$1,765,528.7</b>	<b>\$544,968.3</b>	<b>\$2,313,697.0</b>
\$ Change from FY 2025 - Total Funding		\$0.0	(\$500.0)	(\$500.0)
% Change from FY 2025 - Total Funding		0.0%	(0.1%)	(0.02%)