STATE OF MICHIGAN
OFFICE OF THE GOVERNOR
LANSING

GRETCHEN WHITMER
GOVERNOR

GARLIN GILCHRIST II
LT. GOVERNOR

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EXECUTIVE ORDER

No. 2020-155

Implementation of expenditure reductions under Section 20 of Article 5 of the Michigan Constitution of 1963

Section 20 of Article 5 of the Michigan Constitution of 1963 provides that the Governor, with approval from the appropriating committees of the House of Representatives and the Senate, must reduce expenditures authorized by appropriations whenever it appears that actual revenues for a fiscal period will fall below the revenue estimates on which appropriations for that period were based, in accordance with procedures prescribed by law.

On the basis of written information from the State Budget Director and the State Treasurer, provided under Section 391 of The Management and Budget Act, 1984 PA 431, as amended, MCL 18.1391, it appears that actual revenues for the fiscal period beginning on October 1, 2019 and ending on September 30, 2020 will fall below the revenue estimates on which appropriations for that period were based, as determined by the Legislature as required under Section 31 of Article 4 of the Michigan Constitution of 1963.

These circumstances have caused an unanticipated loss of funding that the departments and agencies of state government do not expect to obtain or make up during the current fiscal year. As part of an overall corrective action plan to ensure actual revenues for the fiscal period will be sufficient to equal the expenditures, expenditure reductions totaling $619,989,600.00 general fund-general purpose and $13,379,800.00 special purpose funds are necessary.

Acting under the Michigan Constitution of 1963 and Michigan law, and contingent upon the approval of a majority of members of each appropriations committee, I order the following reductions in expenditures:

A. Portions of general fund-general purpose expenditures authorized by appropriations amounting to $619,989,600.00 contained in the following public acts are hereby reduced. Where the expenditure reductions of general fund-general purpose appropriations in this Order reduce the restricted portions of gross appropriations and sources of financing that will be earned, the amounts to be reduced shall be provided separately to the State Budget Director for approval and entry into the accounts.

Department	Reduction Amount
Agriculture and Rural Development	4,382,700
Attorney General	3,729,100
Civil Rights	1,058,500
Corrections	392,669,100
Education	3,280,800
Environment, Great Lakes, and Energy	1,961,400
Executive Office	355,700
Health and Human Services	36,463,400
Insurance and Financial Services	150,000
Labor and Economic Opportunity	6,497,600
Licensing and Regulatory Affairs	655,500
Military and Veterans Affairs	2,115,700
Natural Resources	1,846,200
State	1,098,200
State Police	115,070,100
Technology, Management and Budget	31,830,400
Transportation	13,000,100
Treasury	3,825,100
	619,989,600

B. The reduction totals for the departments and offices in Section A include the following appropriation items or are predicated upon the following actions:

1. Department of Agriculture and Rural Development

Appropriation Number	Item	Reduction Amount
44900	Food safety and quality assurance	90,500
31050	Animal disease prevention and response	113,900
58500	Pesticide and plant pest management	134,200
50650	Laboratory services	125,500
30720	Food and agriculture investment program	3,000,000
		3,464,100

2. Department of Attorney General

Appropriation Number	Item	Reduction Amount
10011	Unclassified salaries	70,000
34350	Child support enforcement personnel	156,100
31570	Department of attorney general	1,098,800
57128	Ok2Say program	800,000
60200	Prosecuting attorneys coordinating council personnel	123,600
64070	Sexual assault law enforcement personnel	840,000
		3,088,500

3. Department of Civil Rights

Appropriation Number	Item	Reduction Amount
37425	Complaint investigation and enforcement	292,000
10031	Executive office	105,000
40050	Division on deaf, deafblind, and hard of hearing	85,000
50815	Law and policy	210,000

44045	Public affairs	127,000
		819,000

4. Department of Corrections

Appropriation Number	Item	Reduction Amount
10010	Unclassified salaries	24,800
11410	Budget and operations administration	268,100
37350	Compensatory buyout and union leave bank	100
50300	Judicial data warehouse user fees	1,000
36900	Community corrections comprehensive plans and services	350,000
40650	Education/skilled trades/career readiness programs	5,971,600
41960	Enhanced food technology program	74,700
61730	Offender success services	8,858,300
22280	Detroit Reentry Center	9,760,300
43950	Field operations	178,500
57800	Parole board operations	11,500
62140	Residential alternative to prison program	600,000
33750	Central records	17,600
38050	Correctional facilities administration	136,600
49100	Inmate housing fund	100
49150	Inmate legal services	3,100
67800	Transportation	11,602,200
36140	Clinical complexes	645,300
47030	Health care administration	67,300
53300	Mental health and substance abuse treatment services	92,200
22100	Alger Correctional Facility - Munising	9,730,800

22120	Baraga Correctional Facility - Baraga	12,146,800
22140	Bellamy Creek Correctional Facility - Ionia	16,169,800
22160	Carson City Correctional Facility - Carson City	17,119,300
22180	Central Michigan Correctional Facility - St. Louis	16,326,300
22200	Charles E. Egeler Correctional Facility - Jackson	14,652,100
22220	Chippewa Correctional Facility - Kincheloe	19,097,200
22240	Cooper Street Correctional Facility - Jackson	10,222,500
22300	Earnest C. Brooks Correctional Facility - Muskegon	9,661,500
22320	G. Robert Cotton Correctional Facility - Jackson	15,205,200
22340	Gus Harrison Correctional Facility - Adrian	17,265,400
22360	Ionia Correctional Facility - Ionia	11,940,400
22380	Kinross Correctional Facility - Kincheloe	10,675,800
22400	Lakeland Correctional Facility - Coldwater	10,766,500
22420	Macomb Correctional Facility - New Haven	11,710,100
22440	Marquette Branch Prison - Marquette	12,654,600
22460	Michigan Reformatory - Ionia	11,407,300
22480	Muskegon Correctional Facility - Muskegon	8,707,300
22500	Newberry Correctional Facility - Newberry	8,255,800
22520	Oaks Correctional Facility - Eastlake	12,290,900
22560	Parnall Correctional Facility - Jackson	10,108,400
22600	Richard A. Handlon Correctional Facility - Ionia	9,714,100
22620	Saginaw Correctional Facility - Freeland	11,465,600
22640	Special alternative incarceration program	1,697,500
22660	St. Louis Correctional Facility - St. Louis	13,731,400
22680	Thumb Correctional Facility - Lapeer	12,506,300
22700	Womens Huron Valley Correctional Complex - Ypsilanti	19,308,600

22720	Woodland Correctional Facility - Whitmore Lake	12,852,400
22020	Southern region administration and support	96,800
		386,150,000

5. Department of Education

Appropriation Number	Item	Reduction Amount
10019	Unclassified salaries	10,000
11110	State board of education, per diem payments	2,500
65600	State board/superintendent operations	50,000
33800	Central support operations	176,800
45890	Grant and contract operations	10,000
16020	Information technology services and projects	150,000
40820	Educator excellence operations	151,200
46850	Head start collaboration office	4,000
56600	Office of great start operations	40,000
56870	Office of systems, evaluation, and technology operations	30,000
66140	Strategic planning and implementation operations	15,000
30150	Administrative law operations	64,000
30100	Accountability services operations	165,000
30240	Adolescent and school health	80,000
40790	Educational supports operations	325,000
33310	Career and technical education operations	50,000
51100	Library of Michigan operations	350,000
57880	Partnership district support operations	1,150,000
		2,823,500

The amount in Section 602 of 2019 PA 63 is reduced by $85,400.00.

6. Department of Environment, Great Lakes, and Energy

Appropriation Number	Item	Reduction Amount
58527	Mapping and other support	1,284,800
		1,284,800

7. Executive Office

Appropriation Number	Item	Reduction Amount
10030	Executive office	355,700
		355,700

8. Department of Health and Human Services

Appropriation Number	Item	Reduction Amount
11510	Departmental administration and management	63,100
49250	Office of inspector general	231,000
37140	Community services and outreach administration	36,700
34420	Child welfare administration travel	60,000
35410	Child welfare field staff - noncaseload compliance	217,500
35470	Child welfare licensing	63,600
37800	Contractual services, supplies, and materials	266,900
40600	Education planners	7,000
45250	Foster care payments	250,000
45270	Foster care services - caseload staff	18,300
58200	Peer coaches	26,600
63600	Second line supervisors and technical staff	652,000
30430	Adult services field staff	377,000
37830	Contractual services, supplies, and materials	350,000
44040	Field staff travel	750,000

53100	Medical/psychiatric evaluations	300,000
44050	Public assistance field staff	2,635,200
32050	Behavioral health program administration	451,000
38448	Court-ordered assisted outpatient treatment	1,000,000
47500	Healthy homes program	982,900
58520	PFAS and environmental contamination response	3,817,100
35650	Children's special health care services administration	20,400
56850	Aging and adult services administration	140,000
45300	Senior volunteer service programs	1,700,000
47610	Healthy Michigan plan administration	965,600
53000	Medical services administration	510,500
47300	Health plan services	600,000
47600	Healthy Michigan plan	2,500,000
48350	Hospital services and therapy	2,250,000
T48290	Hospital behavioral health pilot program	4,000,000
		25,242,400

The general fund amount in Section 462 (1) of 2019 PA 154 is reduced by $2,250,000.00.

The general fund amount in Section 462 (9) of 2019 PA 154 is reduced by $2,250,000.00.

The general fund amount in Section 1182 of 2019 PA 67 is reduced by $982,900.00.

The amount in Section 1782 of 2019 PA 67 is reduced by $600,000.00.

Section 963 of 2019 PA 67 is repealed.

Section 1934 of 2019 PA 67 is repealed.

9. Department of Insurance and Financial Services

Appropriation Number	Item	Reduction Amount
11030	Executive director programs	150,000
		150,000

Section 219 of 2019 PA 55 is repealed.

10. Department of Labor and Economic Opportunity

Appropriation Number	Item	Reduction Amount
47678	High school equivalency-to-school program	101,200
26040	Workforce development programs	3,229,200
26020	Workforce program administration	115,000
37300	Compensation supplement fund	1,000,000
14010	Workers' disability compensation agency	526,700
50150	Job creation services	876,000
32362	Blight removal grants	250,100
		6,098,200

Section 1069 of 2019 PA 56 is repealed.

11. Department of Licensing and Regulatory Affairs

Appropriation Number	Item	Reduction Amount
12000	Michigan office of administrative hearings and rules	16,000
18105	Michigan indigent defense commission	185,400
		201,400

12. Department of Military and Veterans Affairs

Appropriation Number	Item	Reduction Amount
10017	Unclassified salaries	150,000
11540	Departmentwide	150,000
46870	Headquarters and armories	600,000
54500	Michigan youth challeNGe academy	100,000
54670	Military training sites and support facilities	425,000
54350	Michigan veterans affairs agency administration	205,000
54360	Michigan veterans facility authority	200,000
		1,830,000

13. Department of Natural Resources

Appropriation Number	Item	Reduction Amount
53950	Michigan historical center	700
69900	Wildlife management	3,000
45600	General law enforcement	738,200
65850	State parks	25,400
69800	Wildfire protection	220,100
39050	Deer habitat improvement partnership initiative	100,000
T51940	Long Lake boat launch	142,500
T69890	Wildlife and fisheries health study	200,000
		1,429,900

14. Department of State

Appropriation Number	Item	Reduction Amount
57510	Operations	79,900
32600	Branch operations	246,600

33700	Central operations	353,900
57600	Organ donor program	68,900
16020	Information technology services and projects	237,700
		987,000

15. Department of State Police

Appropriation Number	Item	Reduction Amount
11500	Department services	385,200
11530	Departmentwide	390,200
32250	Biometrics and identification	129,500
38750	Criminal justice information center	167,900
40100	Forensic science	1,307,800
67550	Training	63,800
65380	Standards and training/justice training grants	159,700
33530	Investigative services	670,000
45610	Post operations	106,535,800
63670	Secure cities partnership	1,000,000
36550	Commercial vehicle enforcement	1,700
41460	Emergency management and homeland security	735,300
49490	Intelligence operations	858,200
64950	Special operations	400,700
16020	Information technology services and projects	250,000
		113,055,800

16. Department of Technology, Management and Budget

Appropriation Number	Item	Reduction Amount
11300	Administrative services	1,025,300

11400	Budget and financial management	781,500
32900	Bureau of labor market information and strategies	79,600
33100	Business support services	532,500
11040	Executive operations	45,300
56950	Office of the state employer	67,500
16020	Information technology services and projects	1,000,000
41910	Enterprise identity management	316,000
15400	Homeland security initiative/cyber security	1,257,500
10805	Office of children's ombudsman	139,400
19100	State building authority rent - community colleges	2,401,000
19210	State building authority rent - department of corrections	6,642,100
19200	State building authority rent - state agencies	4,988,700
19000	State building authority rent - universities	9,068,200
30650	Agency services	810,000
48550	Human resources operations	1,005,000
		30,159,600

17. Department of Transportation

Appropriation Number	Item	Reduction Amount
C45555	General fund fixing roads and bridges	13,000,100
		13,000,100

Section 280 of 2019 PA 66 is repealed.

18. Department of Treasury

Appropriation Number	Item	Reduction Amount
11500	Department services	650,000
11010	Executive direction and operations	600,000

56500	Collections services bureau	400,000
13010	Property management	100,000
51750	Local finance	50,000
66600	Supervision of the general property tax law	350,000
56840	Office of revenue and tax analysis	150,000
66850	Tax and economic policy	300,000
67450	Tobacco tax enforcement	150,000
36750	Common cash and debt management	40,000
66300	Student financial assistance programs	65,000
		2,855,000

19. Expenditure Reductions – Temporary Layoff Days

General fund/general purpose expenditures authorized by appropriations contained in the following public acts are reduced by the amounts listed for the following departments and offices resulting from the temporary layoff of personnel. The State Budget Director is authorized to take any and all related actions necessary to properly record the expenditure reductions by appropriation resulting from the temporary layoff of personnel, including federal and restricted revenue expenditures, as part of the financial transactions for the fiscal year ending September 30, 2020.

Department	Reduction Amount
Agriculture and Rural Development	918,600
Attorney General	640,600
Civil Rights	239,500
Corrections	6,519,100
Education	457,300
Environment, Great Lakes, and Energy	676,600
Health and Human Services	11,221,000
Labor and Economic Opportunity	399,400
Licensing and Regulatory Affairs	454,100

Military and Veterans Affairs	285,700
Natural Resources	416,300
State	111,200
State Police	2,014,300
Technology, Management and Budget	1,670,800
Treasury	970,100
	26,994,600

C. Portions of appropriations financed with special purpose revenue amounting to $13,379,800.00 are hereby reduced.

Department	Reduction Amount
Licensing and Regulatory Affairs	379,800
Transportation	13,000,000
	13,379,800

D. The reduction total for the departments in Section C include the following appropriation items:

1. Department of Licensing and Regulatory Affairs – Liquor Purchase Revolving Fund

Appropriation Number	Item	Reduction Amount
51350	Liquor licensing and enforcement	200,000
52250	Management support services	84,000
		284,000

2. Department of Licensing and Regulatory Affairs – Securities Fees

Appropriation Number	Item	Reduction Amount
12000	Michigan office of administrative hearings and rules	95,800
		95,800

3. **Department of Transportation – Economic Development Fund**

Appropriation Number	Item	Reduction Amount
C88640	Target industries/economic development	13,000,000
		13,000,000

The State Budget Director is authorized to take any and all actions necessary to implement the provisions of this Order to reduce expenditures authorized by appropriations as specified above for the fiscal year beginning on October 1, 2019 and ending on September 30, 2020.

This Order is effective upon approval by the appropriations committees of the House of Representatives and the Senate, as provided under Section 20 of Article 5 of the Michigan Constitution of 1963 and Section 391 of The Management and Budget Act, 1984 PA 431, MCL 18.1391.

Given under my hand and the Great Seal of the State of Michigan.

Date: July 22, 2020

Time: 7:00 am

GRETCHEN WHITMER
GOVERNOR

By the Governor:

SECRETARY OF STATE