

FY 2019-20 SUPPLEMENTAL APPROPRIATIONS
Summary: As Passed by the Senate
Senate Bill 690 (S-2)



HFA Director: Mary Ann Cleary
 Associate Director: Robin R. Risko

FY 2019-20 APPROPRIATIONS SUMMARY

Budget Area		FY 2019-20 Year-to-Date Appropriations	FY 2019-20 Supplemental Change	% Change
Agriculture and Rural Development	Gross	\$111,417,500	\$12,000,000	10.8
	GF/GP	\$55,979,900	\$0	0.0
Education	Gross	\$419,896,500	\$150,000,000	35.7
	GF/GP	\$87,212,000	\$0	0.0
Health and Human Services	Gross	\$26,455,636,900	\$178,206,000	0.7
	GF/GP	\$4,826,421,900	\$0	0.0
Labor and Economic Opportunity	Gross	\$1,307,357,100	\$11,000,100	0.8
	GF/GP	\$142,308,300	\$0	0.0
Treasury - Operations	Gross	\$604,669,800	\$172,500,000	28.5
	GF/GP	\$120,744,700	\$0	0.0
TOTAL	Gross	\$28,898,977,800	\$523,706,100	1.8
	GF/GP	\$5,232,666,800	\$0	0.0

Overview

Senate Bill 690 (S-2), as passed by the Senate, contains supplemental appropriation adjustments for various departments for FY 2019-20 to address the COVID-19 pandemic. Appropriations are funded with federal revenue from the federal Coronavirus Relief Fund. In sum, adjustments would increase FTE position authorization by 300.0 FTE positions and Gross and Federal appropriations by \$523.7 million. The bill would have \$0 impact on the state's General Fund.

Appropriation and boilerplate priorities are identified following this overview.

FY 2019-20 Supplemental Appropriation Items

**Appropriation
Change**

AGRICULTURE AND RURAL DEVELOPMENT

1. Agriculture Processing Safety Grants

Includes \$12.0 million for the department to provide grants to support COVID-19-related costs at processing plants: testing costs including full plant testing and individual testing at certified sites; facility needs for protection against the spread of the virus including temporary facilities, dividers between employees, and sanitation supplies; personal protection equipment including masks, gloves, shields, and signage; and screening procedures including thermometers, sanitizers, and other supplies.

Gross \$12,000,000
 Federal 12,000,000
 GF/GP \$0

EDUCATION

2. Benchmark Assessments for K-12 Students

Includes \$10.0 million for the department to provide equal per pupil grants to approved school districts for administration of benchmark assessments for all K-12 students in the subjects of Mathematics and English Language Arts.

Gross \$10,000,000
 Federal 10,000,000
 GF/GP \$0

<u>FY 2019-20 Supplemental Appropriation Items</u>		<u>Appropriation Change</u>
3. Child Development and Care Public Assistance	Gross	\$125,000,000
Includes \$125.0 million for the department to provide child care rate reduction grants to child care providers to reduce child care costs to families. All licensed child care providers that received grants from the Child Care Relief Fund would be eligible to receive child care rate reduction grants to cover the months of April, May, and June.	Federal	125,000,000
	GF/GP	\$0
4. Summer School Fund for Credit Recovery	Gross	\$15,000,000
Includes \$15.0 million for the department to allocate to school districts statewide to support summer school.	Federal	15,000,000
	GF/GP	\$0
HEALTH AND HUMAN SERVICES		
5. Pay Enhancement for Direct Care Workers	Gross	\$178,206,000
Includes \$178.2 million for the department to increase wages paid to direct care workers by \$3 per hour above the rates paid on March 1, 2020 retroactive to April 1, 2020 through September 30, 2020.	Federal	178,206,000
	GF/GP	\$0
LABOR AND ECONOMIC OPPORTUNITY		
6. Unemployment Insurance Agency	FTE	300.0
Includes \$11.0 million and authorization for the department to hire 300 term limited employees for up to 6 months to reduce backlogs and time lags in processing unemployment claims due to the COVID-19 pandemic and to provide customer service to claimants.	Gross	\$11,000,000
	Federal	11,000,000
	GF/GP	\$0
7. MIOSHA COVID-19 Response Grants	Gross	\$100
Includes a \$100 placeholder to show intent for funding matching grants for employers under the jurisdiction of MIOSHA to purchase safety- and health-related equipment for risk mitigation, for hiring additional staff, for implementing a workplace safety ombudsman phone center to answer worker and employer questions on workplace safety, and for a symptom tracking application to increase employer access control for sick workers.	Federal	100
	GF/GP	\$0
TREASURY		
8. Device Purchasing Program	Gross	\$20,000,000
Includes \$20.0 million to be allocated to the Michigan Association of Intermediate School Administrators to be used for the coordination and incentivizing of strategic purchasing of devices that would be used by students at home and in the school environment.	Federal	20,000,000
	GF/GP	\$0
9. Hospitality Relief Fund	Gross	\$2,500,000
Includes \$2.5 million to be allocated to the Michigan Restaurant and Lodging Association Educational Foundation to be used to provide grants of up to \$500 to individuals who were employed in the hospitality industry in Michigan as of March 10, 2020 and who can demonstrate need.	Federal	2,500,000
	GF/GP	\$0
10. Municipal First Responder Bonuses	Gross	\$100,000,000
Includes \$100.0 million for the department to provide grants to cities, villages, townships, and counties to reimburse local units for bonus payments made to first responders (i.e., law enforcement officers, firefighters, emergency medical technicians, paramedics, and 9-1-1 operators).	Federal	100,000,000
	GF/GP	\$0
11. Personal Protection Equipment Grants	Gross	\$50,000,000
Includes \$50.0 million for the department to provide grants for personal protection equipment support and testing to priority providers determined by the Department of Health and Human Services' priority system.	Federal	50,000,000
	GF/GP	\$0

FY 2019-20 Supplemental Boilerplate Items

GENERAL SECTIONS

Sec. 201. State Spending and State Appropriations Paid to Local Units of Government

Expresses total state spending from state sources and payments to be made to local units of government.

Sec. 202. Appropriations Subject to Management and Budget Act

Subjects appropriations to the Management and Budget Act, 1984 PA 431.

FY 2019-20 Supplemental Boilerplate Items

Sec. 203. State Administrative Board Transfers

Authorizes the legislature, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, to inter-transfer funds if the State Administrative Board transfers funds.

AGRICULTURE AND RURAL DEVELOPMENT

Sec. 301. Agriculture Processing Safety Grants

Requires appropriation to be used for grants to support COVID-19-related costs at processing plants including full plant testing costs and costs of individual testing at certified sites, facility needs for protection against the spread of the virus including temporary facilities, dividers between employees, and sanitation supplies, personal protection equipment including masks, gloves, shields, and signage, and screening procedures including thermometers, sanitizers, and other supplies; caps the grant amount at \$1,000 per plant employee; requires the department to develop guidelines and to obtain expenditure reports from grant recipients; requires the department to report on the results of the expenditure reports.

EDUCATION

Sec. 401. Child Development and Care Public Assistance

Requires appropriation to be used by the department to provide child care rate reduction grants to child care providers; authorizes licensed child care providers that received grants from the Child Care Relief Fund to be eligible to receive rate reduction grants to cover the months of April, May, and June; specifies method for calculating grant amounts; requires the department to establish guidelines; requires providers to maintain all billing and refund records.

Sec. 402. Benchmark Assessments for K-12 Students

Requires appropriation to be used for equal per pupil grants to be made to approved school districts for the administration of benchmark assessments for all K-12 students in the subjects of Mathematics and English Language Arts; lists benchmark assessments authorized for use; requires school districts receiving grants to use authorized benchmark assessments and to test students within 30 days of the beginning of school; specifies method for calculating grant amounts.

Sec. 403. Summer School Fund for Credit Recovery

Requires appropriation to be allocated to school districts statewide to support summer school; requires grants to be allocated based on the impact of the COVID-19 pandemic on communities in which the school districts are located.

HEALTH AND HUMAN SERVICES

Sec. 451. Pay Enhancement for Direct Care Workers

Requires appropriations to be used to increase wages paid to direct care workers by \$3 per hour above the rates paid on March 1, 2020 retroactive to April 1, 2020 through September 30, 2020; specifies employees who are eligible to receive the increased wage.

LABOR AND ECONOMIC OPPORTUNITY

Sec. 501. Unemployment Insurance Agency

Requires appropriation to be used to hire 300 term limited employees for up to 6 months to reduce backlogs and time lags in processing unemployment claims and to provide customer service to claimants; designates unexpended funding as a work project appropriation.

Sec. 502. MIOSHA COVID-19 Response Grants

Requires appropriation to be allocated for a dollar for dollar matching grant program for employers who are under the jurisdiction of MIOSHA to purchase safety- and health-related equipment for risk mitigation; requires grant applicants to conduct a site-specific evaluation justifying the expenditure of grant funding in relation to direct improvements; authorizes appropriation to be used to add staff, to implement a MIOSHA workplace safety ombudsman phone center to answer worker and employer questions on workplace safety, and for a symptom tracking application to increase employer access control for sick workers and to provide visibility into existing COVID-19 hotspots.

TREASURY

Sec. 601. Municipal First Responder Bonuses

Requires appropriation to be used for grants to reimburse cities, villages, townships, and counties for bonus payments made to first responders; authorizes payments to be made as lump sum payments or hourly rate enhancements; caps the reimbursement amount at \$1,000 per eligible employee; caps the total award to any city, village, township, or county at \$5.0 million; requires the department to report on grants awarded; designates unexpended funding as a work project appropriation.

Sec. 602. Hospitality Relief Fund

Requires appropriation to be used by the Michigan Restaurant and Lodging Association Educational Foundation to provide grants of up to \$500 to individuals who were employed in the hospitality industry in Michigan as of March 10, 2020 and who can demonstrate need.

FY 2019-20 Supplemental Boilerplate Items

Sec. 603. Personal Protection Equipment Grants

Requires appropriation to be used to provide grants for personal protection equipment support and testing to priority providers; requires \$30.0 million to be dedicated to priority 2, 3, and 4 providers as determined by the Department of Health and Human Services' priority system; requires \$20.0 million to be dedicated to priority 5, 7, and 8 providers as determined by the Department of Health and Human Services' priority system.

Sec. 604. Device Purchasing Program

Requires appropriation to be allocated to the Michigan Association of Intermediate School Administrators to be used for the device purchasing program; requires \$10.0 million to be expended for school year 2020-21 and \$10.0 million to be expended for school year 2021-22; requires funding to be used for the coordination and incentivizing of strategic purchasing of devices that would be used by students at home and in the school environment; requires an incentive for use of the SPOT bid in purchasing; specifies criteria that districts must meet in order to receive funding under the program; requires recognition of other funding received by districts under the federal CARES Act and corresponding reductions in requested incentives; requires the department to report on devices purchased and plans for program sustainability.