

FY 2023-24 MILITARY AND VETERANS AFFAIRS BUDGET

S.B. 197 (S-3): SENATE APPROPRIATIONS REC.

(as reported)

Committee: Appropriations



Throughout this document Senate means Committee Recommendation

| FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE | FY 2022-23 YEAR-TO-DATE* | FY 2023-24 SENATE APPROPRIATIONS REC. | CHANGES FROM FY 2022-23 YEAR-TO-DATE | |
|---|--------------------------|---------------------------------------|--------------------------------------|---------------|
| | | | AMOUNT | PERCENT |
| FTE Positions | 1,054.5 | 1,072.5 | 18.0 | 1.7 |
| GROSS | 362,366,000 | 240,154,100 | (122,211,900) | (33.7) |
| Less: | | | | |
| Interdepartmental Grants Received | 101,800 | 101,800 | 0 | 0.0 |
| ADJUSTED GROSS | 362,264,200 | 240,052,300 | (122,211,900) | (33.7) |
| Less: | | | | |
| Federal Funds | 200,364,300 | 134,445,400 | (65,918,900) | (32.9) |
| Local and Private..... | 640,000 | 100,000 | (540,000) | (84.4) |
| TOTAL STATE SPENDING..... | 161,259,900 | 105,506,900 | (55,753,000) | (34.6) |
| Less: | | | | |
| Other State Restricted Funds..... | 18,794,900 | 14,213,400 | (4,581,500) | (24.4) |
| GENERAL FUND/GENERAL PURPOSE | 142,465,000 | 91,293,500 | (51,171,500) | (35.9) |
| PAYMENTS TO LOCALS | 4,176,000 | 4,178,000 | 2,000 | 0.0 |

*As of February 7, 2023.

Major Boilerplate Changes from FY 2022-23 Year-to-Date:

- 1. New Boilerplate.** Senate included new language to require reporting of armory modernization project (Sec. 302F); allows for carryforward of private donations to Michigan Veterans Affairs Agency (Sec. 404 (3)); provides for carry forward of appropriation for Veteran Service Grants (Sec. 411(5)); requires veterans cemetery report (Sec. 414); guidelines for suicide prevention program (Sec. 415); require report on new Marquette veterans home (Sec. 464); and requires carry forward of Federal funds for Michigan Veterans' Facility Authority.
- 2. Boilerplate Eliminations/Amendments.** Senate removed reporting of legacy costs (Sec. 214); permits legislature to transfer funds by resolution (Sec. 218); requiring reporting of plans for lawsuit payments (Sec. 225); prohibits COVID-19 vaccination requirements (Sec. 228); report on vaccine waivers (Sec. 313); retirement processing report (Sec. 314); requires on-site, board certified psychiatrist at veterans homes (Sec. 458); and changes most boilerplate reporting requirements from biannual to annual reporting.

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| FY 2022-23 Year-to-Date Appropriation | \$362,366,000 | \$142,465,000 | | |
|--|---------------------------------|---------------|---|------------|
| | CHANGE FROM FY 2022-23 Y-T-D | | FY 2023-24 RECOMMENDED APPROPRIATION | |
| | Gross | GF/GP | Gross | GF/GP |
| <u>Baseline Adjustments</u> | | | | |
| 1. Federal Unallowable Costs. Senate included \$569,200 to cover costs for military leave and firefighters' compensation time that is no longer reimbursable under the State-Federal agreement. | 569,200 | 569,200 | | |
| 2. Grand Rapids Home for Veterans Operating Adjustment. Senate included an adjustment to reflect anticipated revenues which included \$700,700 Federal and (\$735,700) restricted. | 4,882,100 | 4,917,100 | 28,175,400 | 13,465,400 |
| 3. Chesterfield Township Home for Veterans Operating Adjustment. Senate included an adjustment to reflect anticipated revenues which included \$3.5 million Federal and (\$153,300) restricted. | 5,610,000 | 2,271,800 | 26,856,500 | 8,731,700 |
| 4. D.J. Jacobetti Home for Veterans Operating Adjustment. Senate included an adjustment to reflect anticipated revenues which included \$1,237,100 Federal and (\$2,994,100) restricted. | (1,757,000) | 0 | 23,347,200 | 7,985,300 |
| 5. Michigan Veteran Homes Administration. Senate included an adjustment to reflect anticipated revenues of \$700,000. | 700,000 | 700,000 | 3,581,300 | 3,581,300 |
| 6. Post and Posthumous Funds. Senate removed spending authority for donated funds (\$540,000) due to using boilerplate spending authority. | (540,000) | 0 | 0 | 0 |
| 7. Military Retirement. Senate included an adjustment of (\$106,000) to reflect actual cost of providing retirement benefits for FY 2023-24. | (106,000) | (106,000) | 1,351,000 | 1,351,000 |
| 8. Facilities Inflation Adjustment - Headquarters and Armories. | 115,400 | 52,100 | 21,881,000 | 7,987,800 |
| 9. Facilities Inflation Adjustment - Michigan Youth Challenge. | 3,400 | 1,000 | 10,145,400 | 3,301,400 |
| 10. Facilities Inflation Adjustment - Military Training Sites. | 61,200 | 5,200 | 44,500,900 | 3,431,600 |
| 11. Economic Adjustments. Includes (\$819,200) Gross and (\$335,900) GF/GP for total economic adjustments. | (819,200) | (335,900) | | |

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| | CHANGE FROM FY 2022-23 Y-T-D | | FY 2023-24 RECOMMENDED APPROPRIATION | |
|---|---------------------------------|--------------|---|-----------|
| | Gross | GF/GP | Gross | GF/GP |
| <u>New Programs/Program Increases (see also One-Time Appropriations)</u> | | | | |
| 12. Veterans Suicide Prevention. Senate included \$1.2 million and 2.0 FTEs in support of a suicide outreach program targeted to service members, veterans, and their families. Creates an ongoing program which first appeared in the FY 2022-23 budget as a onetime appropriation. | 1,200,000 | 1,200,000 | 1,200,000 | 1,200,000 |
| 13. VA Claims Assistance. Senate included \$500,000 and 3.0 FTEs to provide additional veterans service officers for the Michigan Veterans Affairs Agency in under-served areas and in support of increased need for claims assistance with newly enacted Federal legislation adding benefits for veterans with experienced toxic exposures. | 500,000 | 500,000 | 9,265,800 | 9,205,800 |
| 14. Selfridge Air National Guard Base Operations. Senate included \$1.2 million Federal and 13.0 FTEs for facilities operations and maintenance to bring support up to the standards of the National Guard's Federal-State agreement. | 1,475,000 | 269,000 | | |
| <u>Eliminations/Reductions- NONE (see also One-Time Appropriations)</u> | | | | |
| <u>One-Time Appropriations</u> | | | | |
| 15. Selfridge Air National Guard Base. Senate included funds of \$10.0 million to continue infrastructure improvement to position Michigan to compete for next generation aircraft and future fighter missions. | 10,000,000 | 10,000,000 | | |
| 16. MVFA Operating Adjustment - Transition. Senate included \$3.0 million in transition funds to improve efficiencies and service delivery as it transitions from the larger, institutional setting in Grand Rapids to a smaller home operation. | 3,000,000 | 3,000,000 | | |
| 17. Armory Modernization. Eliminated \$115.0 gross, \$60.0 million Federal, and \$55.0 million GF/GP which was to physically modify all armories to provide equitable accommodations for female service members and other projects. | (115,000,000) | (55,000,000) | | |

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|--|---------------------------------|-----------------------|---|-------|
| | Gross | GF/GP | Gross | GF/GP |
| 18. State Veterans Cemetery. Eliminated funding of \$12.0 million gross, \$10.5 million Federal, and \$1.5 million GF/GP to acquire, or to designate, State land as a State veterans cemetery, and for costs of engineering, designing, conducting environmental impact studies, preparing the land, and other ongoing expenses of operating a State veterans cemetery. | (12,000,000) | (1,500,000) | | |
| 19. Grand Rapids Home for Veterans Transition. Eliminated \$6.5 million gross, \$1.8 million Federal, \$0.5 million restricted and \$4.1 million to support continuing efforts to fully transition efforts to a new facility. | (6,456,000) | (4,065,000) | | |
| 20. Selfridge Air National Guard Base. Eliminated of \$6.1 million for air base expansion project. | (6,100,000) | (6,100,000) | | |
| 21. MVFA Facilities Transition Funding. Eliminated \$6.0 million that provided transition support for adjustments to funding levels for new veterans homes at Grand Rapids and Chesterfield Township. | (6,000,000) | (6,000,000) | | |
| 22. Veterans Suicide Prevention Outreach. Eliminated one-time outreach campaign targeting current and former service members and their families for reducing the incidence of suicide. | (1,200,000) | (1,200,000) | | |
| 23. Veterans Cemetery Feasibility Study. Eliminated of funding for a contracted study to evaluate the need for a new State veterans cemetery in Northern Michigan, possible locations, and projected cost. | (250,000) | (250,000) | | |
| 24. Michigan Volunteer Defense Force. Eliminated funding to update uniforms, training, equipment and operations of the Michigan Volunteer Defense Force. | (100,000) | (100,000) | | |
| Total Changes | (\$122,211,900) | (\$51,171,500) | | |
| FY 2023-24 SENATE APPROPRIATIONS REC. | \$240,154,100 | \$91,293,500 | | |

Date Completed: 5-2-23

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