

# FY 2023-24 MILITARY AND VETERANS AFFAIRS BUDGET

S.B. 197 (S-3): SENATE-PASSED

(as passed by the Senate)

Committee: Appropriations



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

\*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.

FY 2023-24 MILITARY AND VETERANS AFFAIRS BUDGET  
S.B. 197 (S-3): SENATE-PASSED

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
<b><u>Baseline Adjustments</u></b>				
<b>1. Federal Unallowable Costs.</b> 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		
<b>2. Grand Rapids Home for Veterans Operating Adjustment.</b> 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
<b>3. Chesterfield Township Home for Veterans Operating Adjustment.</b> 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
<b>4. D.J. Jacobetti Home for Veterans Operating Adjustment.</b> 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
<b>5. Michigan Veteran Homes Administration.</b> Senate included an adjustment to reflect anticipated revenues of \$700,000.	700,000	700,000	3,581,300	3,581,300
<b>6. Post and Posthumous Funds.</b> Senate removed spending authority for donated funds (\$540,000) due to using boilerplate spending authority.	(540,000)	0	0	0
<b>7. Military Retirement.</b> 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
<b>8. Facilities Inflation Adjustment - Headquarters and Armories.</b>	115,400	52,100	21,881,000	7,987,800
<b>9. Facilities Inflation Adjustment - Michigan Youth Challenge.</b>	3,400	1,000	10,145,400	3,301,400
<b>10. Facilities Inflation Adjustment - Military Training Sites.</b>	61,200	5,200	44,500,900	3,431,600
<b>11. Economic Adjustments.</b> Includes (\$819,200) Gross and (\$335,900) GF/GP for total economic adjustments.	(819,200)	(335,900)		

FY 2023-24 MILITARY AND VETERANS AFFAIRS BUDGET  
S.B. 197 (S-3): SENATE-PASSED

	CHANGE FROM FY 2022-23 Y-T-D		FY 2023-24 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<b><u>New Programs/Program Increases (see also One-Time Appropriations)</u></b>				
<b>12. Veterans Suicide Prevention.</b> 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
<b>13. VA Claims Assistance.</b> 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
<b>14. Selfridge Air National Guard Base Operations.</b> 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		
<b><u>Eliminations/Reductions- NONE (see also One-Time Appropriations)</u></b>				
<b><u>One-Time Appropriations</u></b>				
<b>15. Selfridge Air National Guard Base.</b> 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		
<b>16. MVFA Operating Adjustment - Transition.</b> 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		
<b>17. Armory Modernization.</b> 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)		

FY 2023-24 MILITARY AND VETERANS AFFAIRS BUDGET  
S.B. 197 (S-3): SENATE-PASSED

	CHANGE FROM FY 2022-23 Y-T-D		FY 2023-24 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<b>18. State Veterans Cemetery.</b> 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)		
<b>19. Grand Rapids Home for Veterans Transition.</b> 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)		
<b>20. Selfridge Air National Guard Base.</b> Eliminated of \$6.1 million for air base expansion project.	(6,100,000)	(6,100,000)		
<b>21. MVFA Facilities Transition Funding.</b> 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)		
<b>22. Veterans Suicide Prevention Outreach.</b> 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)		
<b>23. Veterans Cemetery Feasibility Study.</b> 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)		
<b>24. Michigan Volunteer Defense Force.</b> Eliminated funding to update uniforms, training, equipment and operations of the Michigan Volunteer Defense Force.	(100,000)	(100,000)		
<b>Total Changes</b> .....	<b>(\$122,211,900)</b>	<b>(\$51,171,500)</b>		
<b>FY 2023-24 SENATE-PASSED</b> .....	<b>\$240,154,100</b>	<b>\$91,293,500</b>		

Date Completed: 5-10-23

Fiscal Analyst: Bruce Baker