

**FY 2020-21 SUPPLEMENTAL APPROPRIATIONS**  
**Summary: Enacted**  
**Public Act 30 of 2021, Senate Bill 37**



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

**Overview**

2021 PA 30, Senate Bill 37, contains supplemental appropriation adjustments to various state department budgets for FY 2020-21. The bill appropriates \$2.2 billion in federal COVID relief funding in an effort to support the economic recovery of individuals, families, and businesses struggling with effects of the COVID-19 pandemic. Also, the bill appropriates \$21.0 million GF/GP.

Appropriation and boilerplate priorities initiated by the legislature and the State Budget Office are identified following this overview.

**FY 2020-21 APPROPRIATIONS SUMMARY**

<b>Budget Area</b>		<b>FY 2020-21 Year-to-Date Appropriations</b>	<b>FY 2020-21 Supplemental Change</b>	<b>% Change</b>
Health and Human Services	Gross	\$29,828,870,700	\$1,452,736,400	4.9
	GF/GP	\$5,279,838,900	\$0	0.0
Labor and Economic Opportunity	Gross	\$1,966,946,000	\$378,324,900	19.2
	GF/GP	\$251,367,600	\$0	0.0
State Police	Gross	\$766,519,500	\$65,210,900	8.5
	GF/GP	\$439,376,600	\$0	0.0
Technology, Management, and Budget - Operations	Gross	\$1,443,384,400	\$21,000,000	1.5
	GF/GP	\$284,755,500	\$21,000,000	7.4
Treasury - Operations	Gross	\$780,483,500	\$322,146,000	41.3
	GF/GP	\$279,432,200	\$0	0.0
<b>TOTAL</b>	<b>Gross</b>	<b>\$34,786,204,100</b>	<b>\$2,239,418,200</b>	<b>6.4</b>
	<b>GF/GP</b>	<b>\$6,534,770,800</b>	<b>\$21,000,000</b>	<b>0.3</b>

<b>FY 2020-21 Supplemental Appropriation Items</b>		<b>Appropriation Change</b>
<b>HEALTH AND HUMAN SERVICES</b>		
<b>1. Food Assistance Program (FAP) Benefits</b>	<b>Gross</b>	<b>\$1,452,736,400</b>
Includes \$1.5 billion in federal Supplemental Nutrition Assistance Program funding to support a 15% increase in monthly food assistance benefits through September 30, 2021. FAP provides temporary assistance to families needing emergency food during the COVID-19 pandemic, in particular, children who would otherwise be fed in the school or day care setting. This represents the remaining available federal funding.	Federal	1,452,736,400
	GF/GP	\$0
<b>LABOR AND ECONOMIC OPPORTUNITY</b>		
<b>2. Emergency Rental Assistance</b>	<b>Gross</b>	<b>\$378,324,900</b>
Includes \$378.3 million in federal funding for grant awards to be distributed and used to assist renter households at or below 80% of area median income. Funds would support the Emergency Rental Assistance Program which includes rental and utility assistance payments, housing stability services, and case management to eligible renter households impacted by COVID-19. This represents the remaining available federal funding from the December Consolidated Appropriations Act. The initial appropriation for emergency rental assistance was included in 2021 PA 2.	Federal	378,324,900
	GF/GP	\$0

**FY 2020-21 Supplemental Appropriation Items**

**STATE POLICE**

**3. Federal Emergency Management Agency**

Includes \$65.2 million in federal funding for payment to vendors for emergency and disaster response and mitigation services provided in areas throughout the state.

<b>Gross</b>	<b>\$65,210,900</b>
Federal	65,210,900
GF/GP	\$0

**TECHNOLOGY, MANAGEMENT, AND BUDGET**

**4. Venture Michigan Fund II Voucher Purchase**

Includes \$21.0 million GF/GP for a one-time purchase of tax vouchers issued by the state to Venture Michigan Fund (VMF) and collateralized to generate investment capital from lenders under the Michigan Early Stage Venture Investment Act of 2003. Authorizing the purchase of vouchers is projected to result in GF/GP savings in FY 2020-21 through avoidance of both interest that would accrue on vouchers between their use as payment and their redemption and necessity of issuing additional vouchers as payment because out-of-state lenders sold the vouchers at a discount.

<b>Gross</b>	<b>\$21,000,000</b>
GF/GP	\$21,000,000

**TREASURY**

**5. Nonentitlement Coronavirus Local Fiscal Recovery Fund Grants**

Includes \$322.1 million in federal funding to distribute to local units of government pursuant to federally designated allocations. According to federal guidelines, funding could be used for the following: to provide assistance to households, small businesses, and nonprofits; to aid industries such as tourism, travel, and hospitality; to provide premium pay for essential workers; to provide government services to the extent of the reduction in revenue relative to revenues collected in the most recent full fiscal year; and to make necessary investments in water, sewer, or broadband. Funding is prohibited from being used for payments or deposits into any pension fund.

<b>Gross</b>	<b>\$322,146,000</b>
Federal	322,146,000
GF/GP	\$0

**FY 2020-21 Supplemental Boilerplate Items**

**GENERAL SECTIONS**

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

Estimates 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.

**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.

**Sec. 204. Appropriations Subject to Federal Audit and Reporting Requirements**

Subjects appropriations to applicable federal audit and reporting requirements; requires prompt action if instances of noncompliance are identified; requires the state budget director to notify appropriations committees and fiscal agencies of incidences of noncompliance.

**Sec. 205. Report on Status of COVID-19 Appropriations**

Requires the state budget director to report on the status of all funds appropriated related to the coronavirus relief effort on a monthly basis until all funds are exhausted.

**LABOR AND ECONOMIC OPPORTUNITY**

**Sec. 301. Emergency Rental Assistance**

Requires LEO to collaborate with DHHS, Judiciary, local community action agencies, local non-profit agencies, and legal aid organizations to create an emergency rental assistance program to provide emergency rental and utility assistance; requires program to operate in accordance with U.S. Department of Treasury rules and guidance; authorizes the Michigan State Housing Development Authority to hire up to 37.0 term-limited employees or contractors for a term that ends when funding is exhausted; designates unexpended funding as a work project appropriation.

**STATE POLICE**

**Sec. 351. Federal Emergency and Disaster Funding**

Authorizes appropriation and expenditure of up to \$300.0 million in federal funding for emergency and disaster response and mitigation, once funding has been made available and transferred via the legislative transfer process to specific line items.

**FY 2020-21 Supplemental Boilerplate Items**

**TECHNOLOGY, MANAGEMENT, AND BUDGET**

***Sec. 401. Venture Michigan Fund II Voucher Purchase***

Authorizes the state budget director to pay outstanding obligations owed by Venture Michigan Fund to Stanton Equity Trading Delaware LLC in return for tax voucher certificates issued by Venture Michigan Fund to Stanton Equity Trading Delaware LLC; lists stipulations for the payment as found in Section 23 of the Michigan Early Stage Venture Investment Act, 2003 PA 296; requires state treasurer to destroy tax vouchers upon receipt.