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THE SENATE
COMMITTEE ON APPROPRIATIONS
SENATOR SARAH E. ANTHONY
CHAIR

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March 6, 2024

Jen Flood, Director
State Budget Office
Department of Technology, Management, and Budget
6th Floor Romney Building
Lansing, MI 48090

Dear Director Flood:

For your information, the attached transfer package has been approved by a majority of the members of both the Senate and House Appropriations Committees.

The transfer approved is from the State Budget Office letter dated January 12, 2024, Legislative Transfer Request 2024-2. The transfer is for Universities and Financial Aid.

If you need further information, please do not hesitate to contact us.

Sincerely,

Sarah E. Anthony, Chair
Senate Appropriations Committee

Angela Witwer, Chair
House Appropriations Committee



FY 2023-24 LEGISLATIVE TRANSFER PACKAGE

Department/Budget Area	FY 2023-24				
	Year-to-Date Gross Appropriation	Contingency Transfer Amount	Standard Transfer Amount	Total Transfer Amount	Page Number
Universities and Financial Aid	\$2,291,048,800	\$6,000,000	\$5,400,000	\$11,400,000	1
Total	\$2,291,048,800	\$6,000,000	\$5,400,000	\$11,400,000	

FY 2023-24 CONTINGENCY TRANSFER FUND SOURCES

Department/Budget Area	Inter-Departmental Grants	Federal	Local/Private	State Restricted	Total Contingency Transfer Amount	Percent Increase of Y-T-D Gross
	Universities and Financial Aid	\$0	\$6,000,000	\$0	\$0	\$6,000,000
Total	\$0	\$6,000,000	\$0	\$0	\$6,000,000	0.26%

FY 2023-24 STANDARD TRANSFER FUND SOURCES

Department/Budget Area	Inter-Departmental Grants	Federal	Local/Private	State Restricted	GF/GP	Total Standard Transfer Amount
	Universities and Financial Aid	\$0	\$5,000,000	\$0	\$0	\$400,000
Total	\$0	\$5,000,000	\$0	\$0	\$400,000	\$5,400,000

YTD as of September 18, 2023

State Budget Office Request 2024-2, January 12, 2024

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2024-2

BUDGET AREA: UNIVERSITIES AND FINANCIAL AID

FISCAL YEAR: 2023-24

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/6/24	HOUSE ACTION 3/6/24

TOTAL TRANSFER REQUEST: \$ 11,400,000

FROM: BOILERPLATE APPROPRIATIONS

Contingency funds	6,000,000	(6,000,000)	(6,000,000)	(6,000,000)
Social security act, temporary assistance for needy families	6,000,000	(6,000,000)	(6,000,000)	(6,000,000)

STUDENT FINANCIAL AID

State competitive scholarships	26,861,700	(5,400,000)	(5,400,000)	(5,400,000)
Social security act, temporary assistance for needy families	23,930,800	(5,000,000)	(5,000,000)	(5,000,000)
State general fund/general purpose	2,930,900	(400,000)	(400,000)	(400,000)

TO: STUDENT FINANCIAL AID

Children of veterans and officer's survivor tuition grant programs	1,400,000	400,000	400,000	400,000
State general fund/general purpose	1,400,000	400,000	400,000	400,000
Tuition incentive programs	73,800,000	11,000,000	11,000,000	11,000,000
Social security act, temporary assistance for needy families	73,800,000	11,000,000	11,000,000	11,000,000

Based on actual first quarter program cost increases of 30% for the Tuition Incentive Program (TIP), and 52% for the Children of Veterans Tuition Grant (CVTG) and the Survivors Tuition Grant (STG), funding shortfalls in these programs are projected as early as February 2024. The legislative transfer request proposes to move \$5.0 million of Federal Temporary Aid to Needy Families (TANF) authorization from the Michigan Competitive Scholarship (MCS) program line. The MCS is projected to underspend its appropriation this year, so this transfer is not expected to create shortfalls in the MCS program. The remaining projected shortfall in TIP would be covered with additional TANF using the \$6.0 million of Federal contingency funds.

The legislative transfer request also proposes to move \$400,000 general fund/general purpose from MCS to cover estimated CVTG/STG costs in FY 2023-24.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2024-2

BUDGET AREA: UNIVERSITIES AND FINANCIAL AID

FISCAL YEAR: 2023-24

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 3/6/24	HOUSE ACTION 3/6/24

Increased costs for these two programs can be primarily attributed to increases in tuition and fee rates and various statutory changes to TIP that have made qualification for the program easier for residents. Because both programs offer fully-paid tuition and fees as opposed to an award of a set dollar amount, increases in tuition and fee rates directly increase costs for both programs. Based on current estimates, the transfer requests would support the TIP and CVTG/STG line items through the remainder of the fiscal year.