



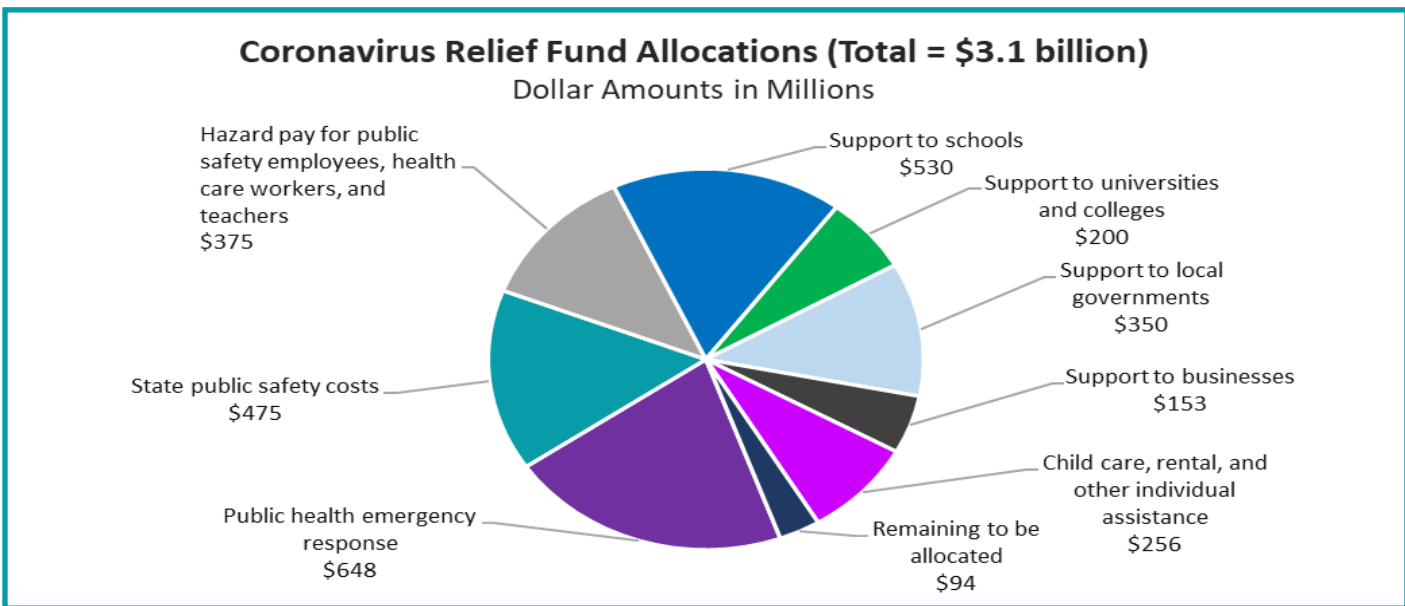
FY 2020 Budget Agreement

State of Michigan • June 29, 2020

The following allocations from the federal Coronavirus Relief Funds will support teachers, school districts, higher education institutions, and local governments to address the significant COVID 19 costs they've already incurred or will face as they prepare for the Fall in amounts equal to or outweighing any reductions to state aid.

\$512M Schools
\$53M Hazard pay for each teacher across Michigan as the state battles COVID-19
\$200M Universities and Community Colleges
\$150M Local Governments in addition to the \$300M appropriated in SB 690 for public health and safety costs and first responder hazard pay

With this agreement, \$3 billion of the CRF has been allocated as follows to support Michigan businesses, workers, and residents with the costs incurred from facing COVID 19. But there is remaining need. We are committed to working together to address the remaining shortfalls in next year's budget and we are looking to our partners in Congress for support to help maintain the essential services relied upon by our families and small businesses.



An agreement to solve the \$2.2 billion combined General Fund and School Aid Fund shortfall, includes the following:

\$350M From the State Rainy Day Fund
\$490M Savings achieved through the state hiring and discretionary spending freezes, layoffs, and other identified savings in state government
\$475M Public safety costs now eligible for federal coronavirus relief funds (CRF)
\$256M State Aid reductions to schools
\$200M State Aid reductions to universities and community colleges
\$97M State Aid reductions to local governments
\$340M Continuation of the enhanced federal Medicaid matching funds, reducing GF appropriated for COVID response costs now eligible for federal CRF funds, and other savings