



Background Briefing

ENVIRONMENTAL QUALITY

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December 2011

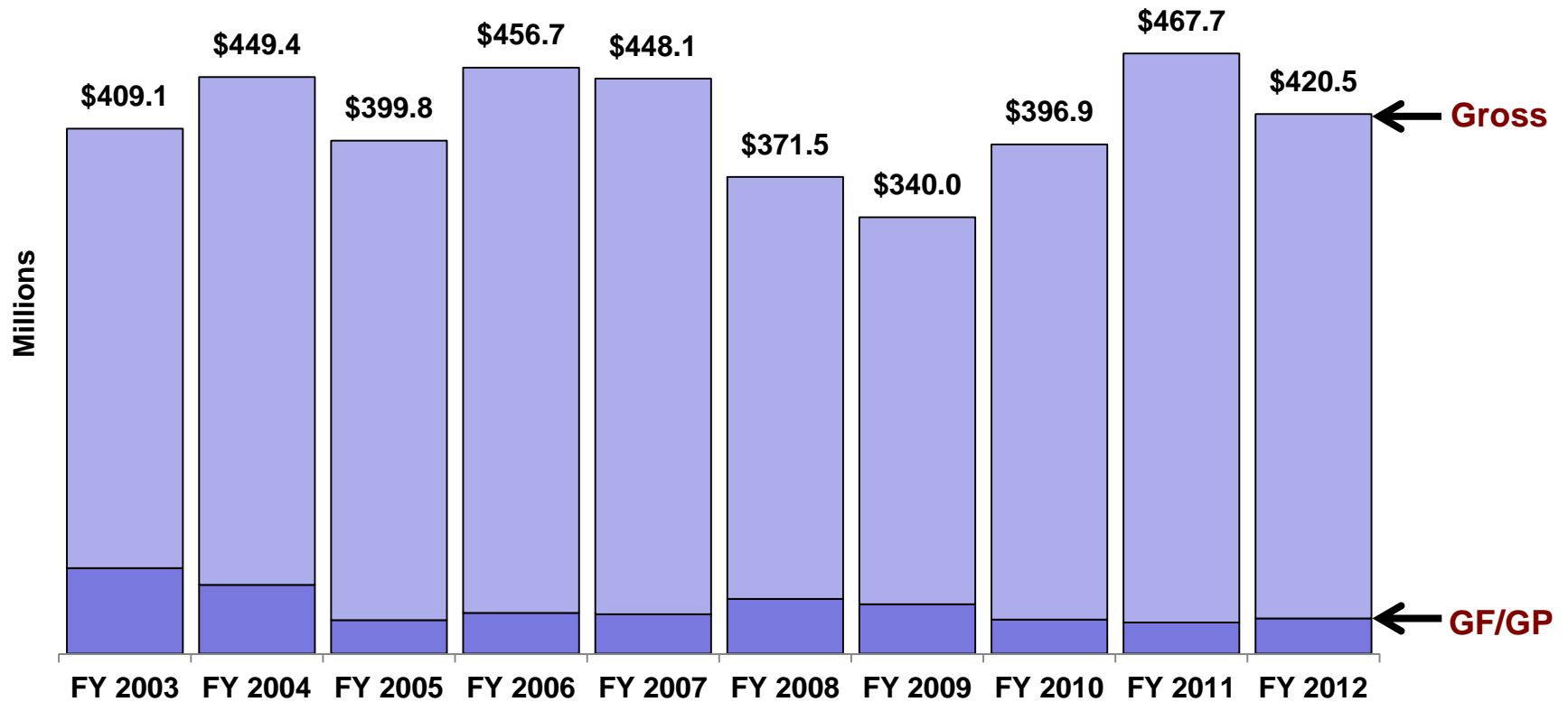
The fiscal information in this background briefing is based on data through December 31, 2011.

DEQ Program Areas

Major DEQ programs do the following:

- **Administer cleanup and reuse of contaminated properties**
- **Protect water quality of surface waters and local water supplies**
- **Administer environmental protection programs and regulate disposal of hazardous and non-hazardous wastes and products**
- **Monitor air pollution emissions and regulate through air quality permits**

DEQ: Gross Appropriations

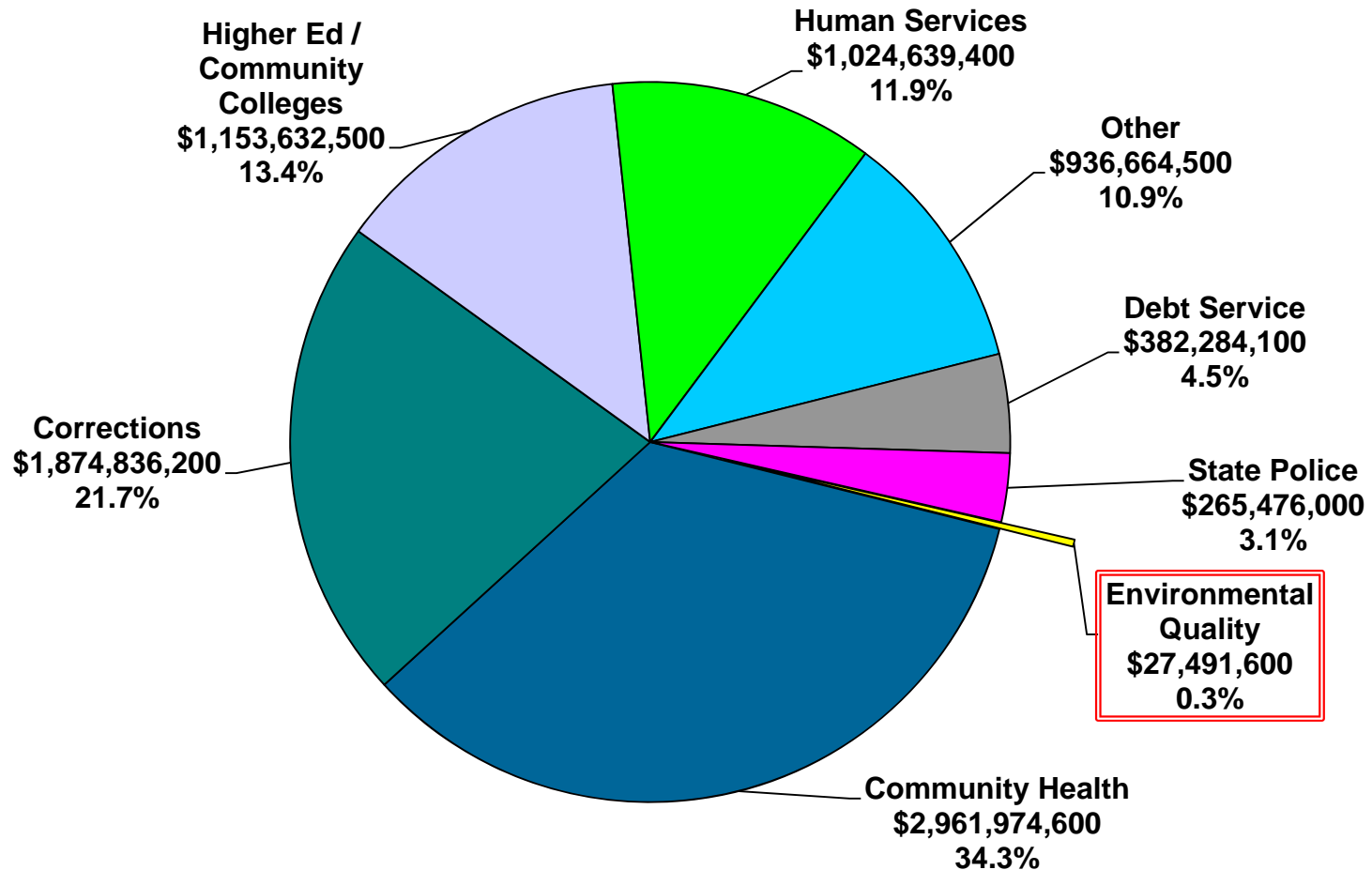


Notes: (1) FY 2009 amount does not include \$248.6 million in one-time American Reinvestment and Recovery Act (ARRA) funding. (2) FY 2010 and FY 2011 both include \$50.0 million new federal funding for the Great Lakes Restoration Initiative; FY 2012 includes \$25.0 million. (3) FY 2011 includes \$70.0 million new SWQIF funding. (4) FY 2012 includes \$6.0 million GF/GP one-time boilerplate appropriation designated in Sec. 1001 of budget article.

DEQ Share of State GF/GP

DEQ makes up 0.3% of the total state GF/GP budget

FY 2011-12 GF/GP Total = \$8,626,998,900

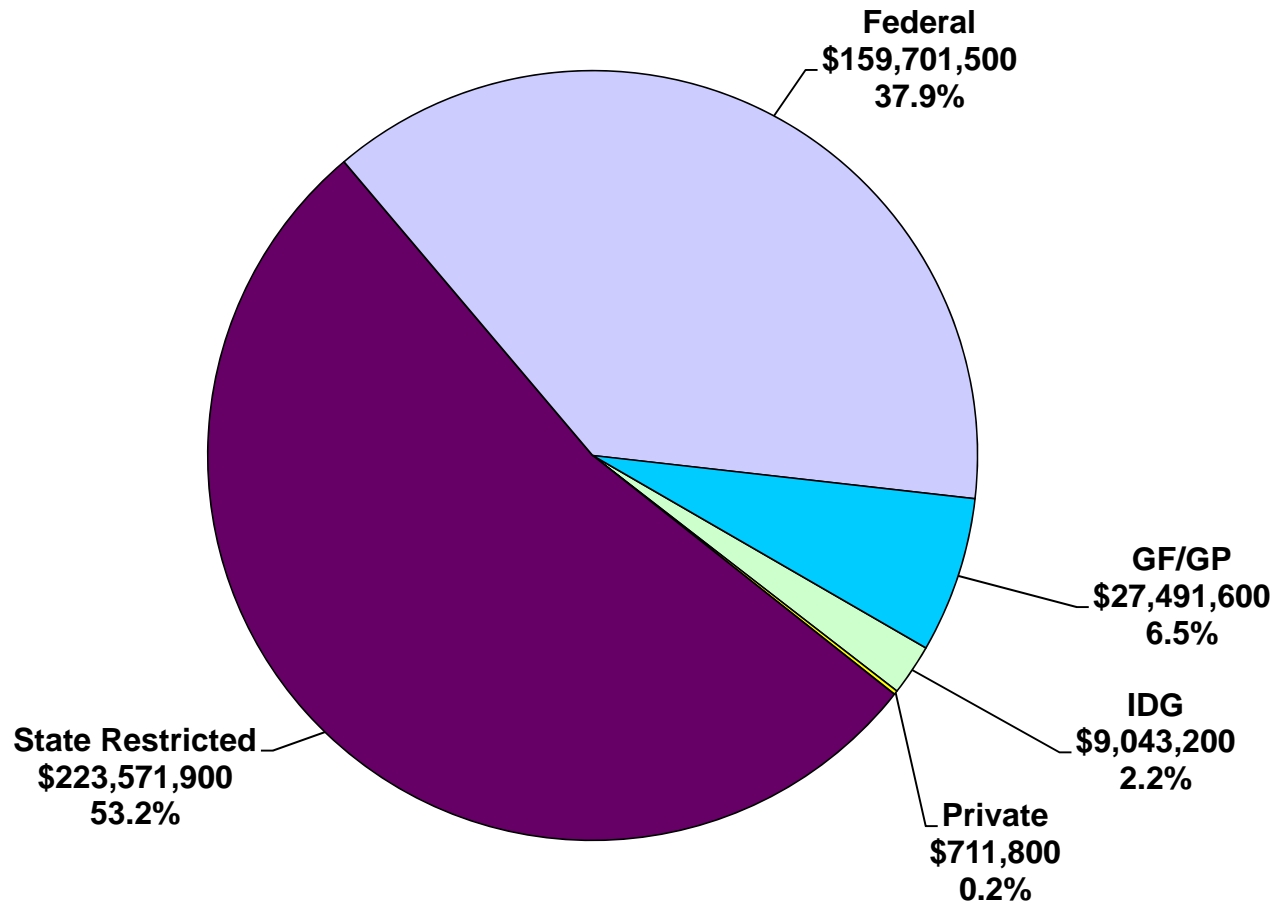


SOURCES OF FUNDING

DEQ Budget

State restricted funds and federal revenue represent over 91% of funding in the DEQ budget.

FY 2011-12 Gross = \$420,520,000*



**Gross Appropriation includes \$6.0 million one-time GF/GP appropriation by boilerplate.*

STATE SPENDING

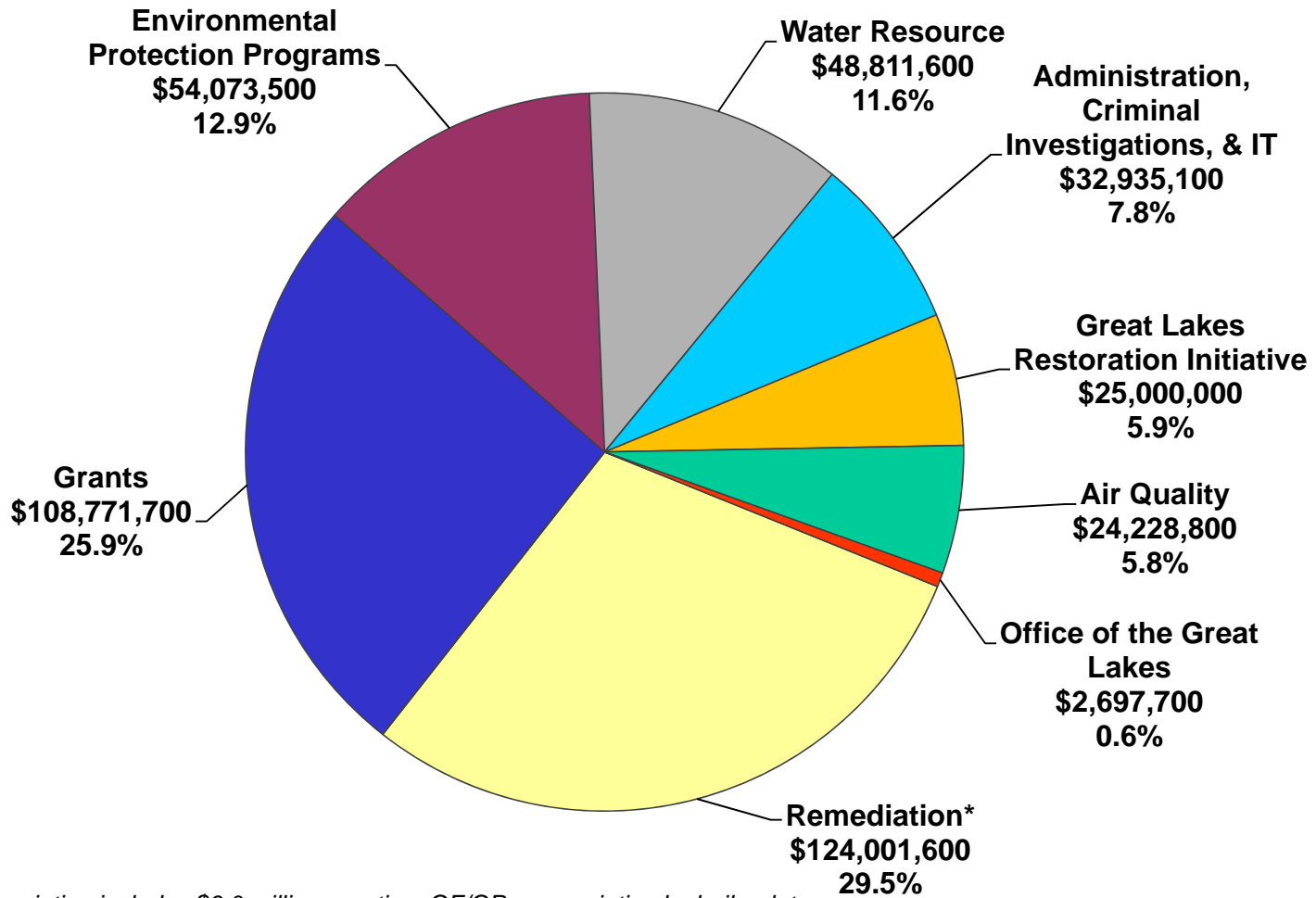
DEQ Appropriations

The DEQ budget is allocated into the following major spending areas:

- Administration/ Criminal Investigations/ IT
- Office of the Great Lakes
- Water Resource
- Air Quality
- Remediation (Environmental Cleanups)
- Environmental Protection Programs
- Grants
- Great Lakes Restoration Initiative

DEQ Appropriations

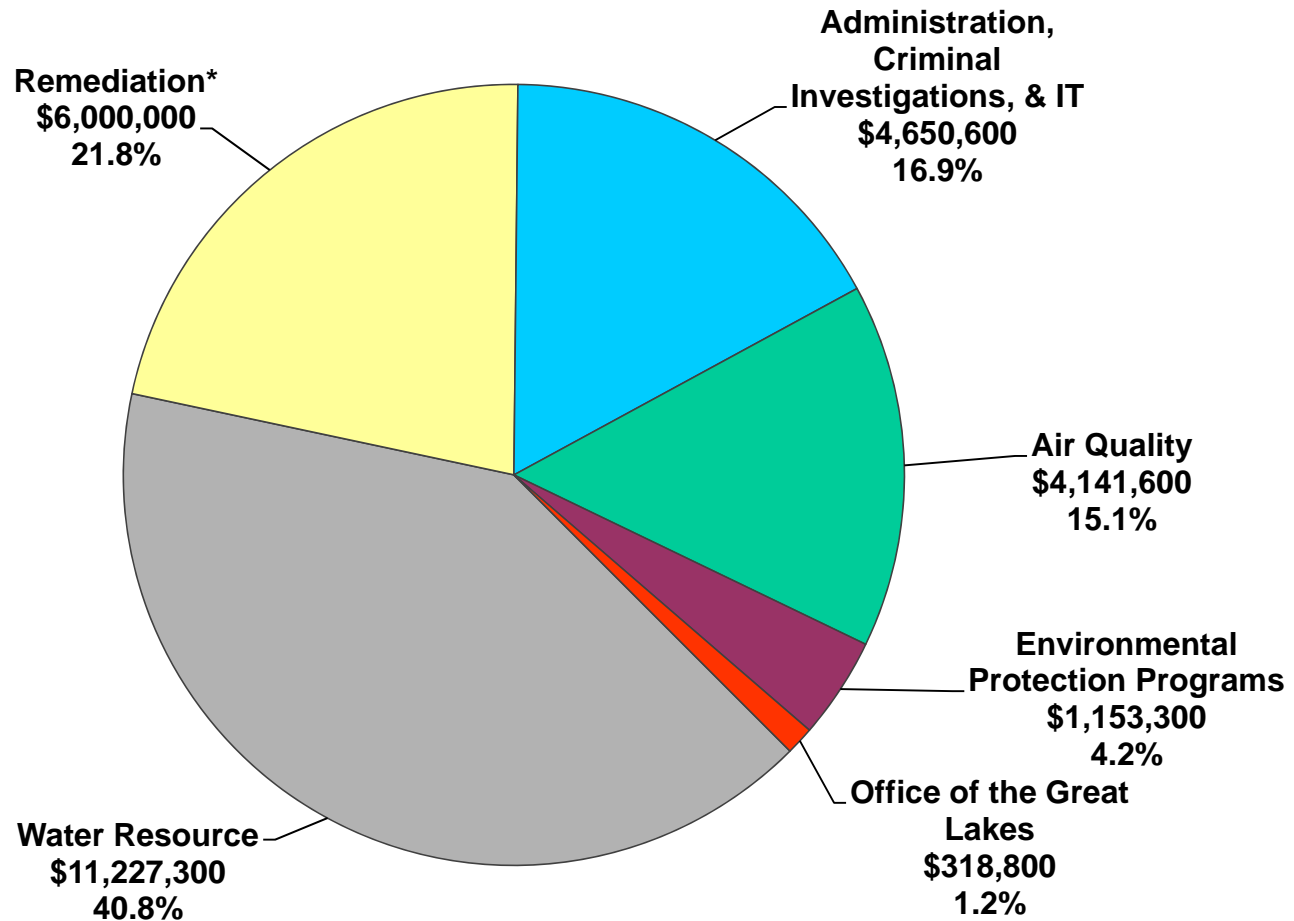
FY 2011-12 Gross = \$420,520,000*



*Gross Appropriation includes \$6.0 million one-time GF/GP appropriation by boilerplate.

DEQ GF/GP Appropriations by Category

FY 2011-12 GF/GP = \$27,491,600*



*Gross Appropriation includes \$6.0 million one-time GF/GP appropriation by boilerplate.

MAJOR BUDGET ISSUES

DEQ Major Programs

The DEQ budget supports the following major programs:

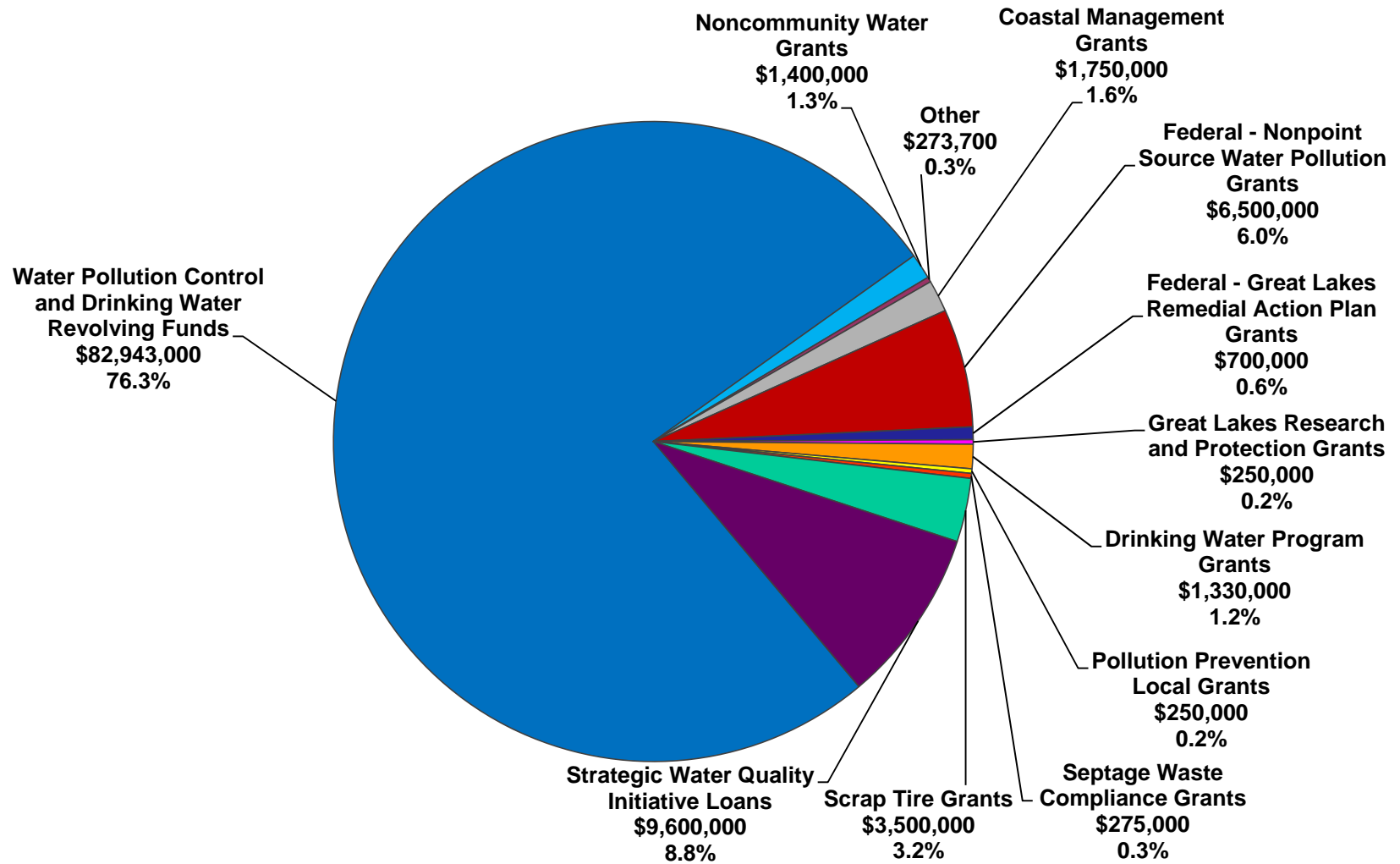
- **Office of the Great Lakes** – lead state agency for the policies and programs to protect and guide the management of the Great Lakes.
- **Surface Water** – protects the water quality of the state’s surface waters, issues permits for the discharge of industrial and municipal waste waters, inspects wastewater treatment facilities, and monitors large scale water withdrawals.
- **Air Quality** – protects the state’s air quality through monitoring air pollution emissions, inspecting emission sources, and issuing air quality permits.
- **Environmental Protection Programs** – regulates the disposal of hazardous and non-hazardous solid and liquid wastes, scrap tires, radioactive materials, and the land application of processed solid waste.
- **Environmental Cleanups** – promotes the cleanup and reuse of contaminated properties through response activities at contamination sites and funds the cleanup of leaking underground storage tanks.

DEQ Grants and Loan Programs

- **The DEQ awards grants, administers loan programs and distributes payments to local units of government and nonprofit organizations.**
- **25.9% of total department funding is distributed to communities and nonprofit organizations through these programs (\$108.8 million).**
- **The grant and loan programs receive no GF/GP funding; programs are funded with federal revenue, state restricted funding, and private funds.**
- **There are 14 environmental grant/loan programs. 76% of the funding is for the Water Pollution Control and Drinking Water Revolving Fund which funds water pollution and drinking water capital project loans.**
- **Environmental grants also fund pollution prevention programs, Great Lakes research, radon detection programs, septage waste transportation programs, and scrap tire removal.**

DEQ Grant Programs

FY 2011-12 Gross = \$108,771,700



DEQ Revenue

- For FY 2011-12, the DEQ budget totals \$420.5 million. Of that amount, only 6.5% is GF/GP funding (\$27.5 million).
- From FY 1999-2000 to FY 2011-12, GF/GP funding has decreased by 71.4%: from \$96.3 million to \$27.5 million.
- 53.2% of funding is from state restricted revenue (mainly license and permit fees).
- The largest restricted fund appropriation is from the Refined Petroleum Fund (RFP) -- \$37.6 million. The RFP receives a fee of $\frac{7}{8}$ th of one cent for each gallon of refined petroleum sold in the state.

**For more information about the
Environmental Quality budget, contact:**

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