

**FY 2006-07 SUPPLEMENTAL APPROPRIATIONS**  
**Summary: Enrolled Bill**  
**House Bill 4493**



Coordinators: Kyle Jen, Al Valenzio

Budget Area	*Executive		Senate		**Enrolled	
	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP
Capital Outlay	\$54,526,200	\$100	\$92,168,300	\$0	\$56,020,200	\$0
Civil Rights	276,000	0	276,000	0	276,000	0
Community Health	308,701,900	152,257,900	306,732,300	142,669,900	306,732,300	142,669,900
Corrections	43,261,000	42,391,000	43,261,000	42,391,000	43,261,000	42,391,000
Education	227,000	0	227,000	0	227,000	0
Environmental Quality	11,620,000	0	11,620,000	0	11,620,000	0
Higher Education	0	0	0	(90,000,000)	0	(90,000,000)
Human Services	13,582,300	33,523,400	14,382,300	33,523,400	14,382,300	33,523,400
Information Technology	5,546,200	0	5,546,200	0	5,546,200	0
Judiciary	3,090,000	0	3,090,000	0	3,090,000	0
Labor and Econ. Growth	11,473,700	0	11,473,700	0	11,473,700	0
Management and Budget	15,200,000	15,200,000	15,200,000	15,200,000	15,200,000	15,200,000
Michigan Strategic Fund	8,000,000	0	8,000,000	0	8,000,000	0
Military and Veterans Affairs	3,870,900	100,000	3,870,900	100,000	3,870,900	100,000
Natural Resources	1,158,000	0	1,158,000	0	1,158,000	0
State	140,000	0	140,000	0	140,000	0
State Police	6,621,500	0	10,621,500	0	10,621,500	0
Transportation	1,298,400	0	1,298,400	0	1,298,400	0
Treasury	0	0	0	(70,000,000)	0	(70,000,000)
<b>TOTAL</b>	<b>\$488,593,100</b>	<b>\$243,472,400</b>	<b>\$529,065,600</b>	<b>\$73,884,300</b>	<b>\$492,917,500</b>	<b>\$73,884,300</b>

\*Reflects pending Executive supplemental requests and portion of FY 2006-07 Capital Outlay Executive Recommendation.

\*\*Enrolled column reflects House (H-4) substitute, which was adopted to Senate-passed bill and concurred to by Senate; for information on House-passed version of House Bill 4493, see summary document dated 6/6/07.

**OVERVIEW**

House Bill 4493, as enrolled, contains several major categories of FY 2006-07 supplemental appropriations:

- 1) All currently-pending non-GF/GP Executive supplemental requests, along with several pending GF/GP items.
- 2) GF/GP appropriations for consensus caseload and expenditure adjustments related to projected shortfalls in the Community Health, Corrections, and Human Services budgets.

(continued on next page)

3) Federal and restricted fund appropriations in the Capital Outlay budget that were previously included in the FY 2006-07 Capital Outlay budget bill vetoed in December 2006 (with some technical adjustments). Major items include \$16.2 million for boating projects, \$18.9 million for MDOT building construction/maintenance, and \$6.7 million for DMVA maintenance projects.

4) Fund source shifts in the Higher Education and Treasury budgets to realize \$160.0 million in GF/GP savings through the use of restricted funding sources.

5) Restoration or partial restoration of three previously-enacted budget reductions in the Community Health and State Police budgets.

**FY 2006-07 Appropriation Items:**

		<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>
<b>CAPITAL OUTLAY</b>				
<b>1. Ferris State University – Optometry Building and Center for Collaborative Health Education</b>	<b>Gross</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
	GF/GP	\$0	\$0	\$0
This planning authorization allows the university to hire professional consultants to prepare a program statement and schematic planning documents. This project entails the construction of a new 91,000 sq. ft. instructional facility for the FSU College of Optometry. It is anticipated to cost \$23.8 million with the State share being \$17.85 million and the school share being \$5.95 million. <u>House</u> -passed bill included item. <u>Senate</u> and <u>Enrolled Bill</u> do not include this item.				
<b>2. Wayne County Community College – Northwest Campus Replacement</b>	<b>Gross</b>	<b>\$100</b>	<b>\$0</b>	<b>\$0</b>
	GF/GP	\$100	\$0	\$0
This planning authorization allows the college to hire professional consultants to prepare a program statement and schematic planning documents. This project entails the construction of a new 180,000 sq. ft. instructional facility and demolition or renovation of the existing buildings at its Northwest Campus site. The project is anticipated to cost \$42 million with the State and school shares being \$21 million each. <u>House</u> -passed bill included item. <u>Senate</u> and <u>Enrolled Bill</u> do not include this item.				
<b>Sec. 102 (2). Department of Agriculture</b>				
<b>3. Farmland and Open Space Development Acquisition</b>	<b>Gross</b>	<b>\$3,750,000</b>	<b>\$3,750,000</b>	<b>\$3,750,000</b>
	Federal	1,250,000	1,250,000	1,250,000
	Restricted	2,500,000	2,500,000	2,500,000
Funds to purchase development rights of unique and critical farmland pursuant to statute.				
<b>Sec. 102 (3). Department of Management &amp; Budget</b>				
<b>4. For State Agencies Special Maintenance Projects</b>	<b>Gross</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>
	IDG	2,000,000	2,000,000	2,000,000
Lump sum account to finance regular and emergency repairs at state-owned facilities; for projects estimated to cost more than \$100,000 but less than \$1,000,000.				
<b>Sec. 102 (5). Department of Military and Veterans Affairs</b>				
<b>5. Remodeling and Additions and Special Maintenance Projects</b>	<b>Gross</b>	<b>\$6,763,000</b>	<b>\$6,763,000</b>	<b>\$6,763,000</b>
	Federal	6,763,000	6,763,000	6,763,000
Lump sum account to finance regular and emergency repairs at armories and other departmental facilities. For remodeling and additions and special maintenance projects.				
<b>6. North Lansing Complex Renovations</b>	<b>Gross</b>	<b>\$300,000</b>	<b>\$300,000</b>	<b>\$300,000</b>
	Restricted	300,000	300,000	300,000
This \$25 million project is currently under construction. This appropriation of state restricted monies will offset a reduction of federal monies. The revised financing split will be \$24.2 million federal and \$800,000 state.				
<b>Sec. 102 (5). Department of Natural Resources State Park and Forest Area Improvements</b>				
<b>7. State Parks Repair and Maintenance</b>	<b>Gross</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>
	Restricted	2,000,000	2,000,000	2,000,000
Funds from the State Parks Improvement Fund for major infrastructure repairs and/or improvements.				
<b>8. Forest Roads, Bridges, and Facilities</b>	<b>Gross</b>	<b>\$1,400,000</b>	<b>\$500,000</b>	<b>\$500,000</b>
	Restricted	1,400,000	500,000	500,000
Increased and on-going funding from mostly the Forest Development Fund to address outstanding maintenance issues.				

<u>FY 2006-07 Appropriation Items:</u>		<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>
<b>Wildlife</b>				
<b>9. Statewide Wetlands Acquisitions</b>	<b>Gross</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>
Provides a lump-sum contingency account to purchase lands as they become available. The department's priority is to acquire private in-holdings to consolidate existing state ownership.	Restricted	2,000,000	2,000,000	2,000,000
<b>Waterways Boating Program</b>				
<b>10. Infrastructure Improvements – State Projects</b>	<b>Gross</b>	<b>\$4,720,000</b>	<b>\$4,543,000</b>	<b>\$4,543,000</b>
Lump sum account for emergency repairs, engineering studies, and preventive maintenance.	Federal	1,470,000	1,293,000	1,293,000
	Restricted	3,250,000	3,250,000	3,250,000
<b>11. Infrastructure Improvements – Local Projects</b>	<b>Gross</b>	<b>\$2,250,000</b>	<b>\$2,250,000</b>	<b>\$2,250,000</b>
Grants to local units for preventive maintenance and upgrades of publicly-owned harbors and marinas.	Restricted	2,250,000	2,250,000	2,250,000
<b>12. Land Acquisitions</b>	<b>Gross</b>	<b>\$1,170,000</b>	<b>\$1,170,000</b>	<b>\$1,170,000</b>
Provides a lump-sum contingency account to purchase lands as they become available to provide greater boating opportunities.	Restricted	1,170,000	1,170,000	1,170,000
<b>Boating Program, State Boating Access Site Projects</b>				
<b>13. Walloon Lake, Charlevoix County, New Site Construction – Phase I</b>	<b>Gross</b>	<b>\$510,000</b>	<b>\$510,000</b>	<b>\$510,000</b>
These funds will be used towards the engineering and construction of a new state-owned launch site in Charlevoix County.	Restricted	510,000	510,000	510,000
<b>Boating Program, Boating Access Sites, Grants In Aid</b>				
<b>14. Tuscarora Township, Cheboygan County, Boat Launch and Parking Lot Construction</b>	<b>Gross</b>	<b>\$332,500</b>	<b>\$332,500</b>	<b>\$332,500</b>
Provide grant for this locally-owned marina project (total authorized cost \$467,200; state share \$332,500; local share \$134,700).	Restricted	332,500	332,500	332,500
<b>15. Frankfort, Benzie County, Boat Launch and Parking Lot</b>	<b>Gross</b>	<b>\$113,500</b>	<b>\$113,500</b>	<b>\$113,500</b>
Provide grant for this locally-owned marina project (total authorized cost \$151,300; state share \$113,500; local share \$37,800).	Restricted	113,500	113,500	113,500
<b>16. Ludington, Mason County, Breakwater Rubble Mound</b>	<b>Gross</b>	<b>\$171,000</b>	<b>\$171,000</b>	<b>\$171,000</b>
Provide grant for this locally-owned marina project (total authorized cost \$227,900; state share \$171,000; local share \$56,900).	Restricted	171,000	171,000	171,000
<b>Boating Program, State Harbors and Docks</b>				
<b>17. DeTour, Chippewa County, Floating Dock Repair and Replacement</b>	<b>Gross</b>	<b>\$4,000,000</b>	<b>\$4,000,000</b>	<b>\$4,000,000</b>
Federal monies will finance 75% of the cost to upgrade this state-owned facility.	Federal	3,000,000	3,000,000	3,000,000
	Restricted	1,000,000	1,000,000	1,000,000
<b>18. Mackinaw City, Cheboygan County, New Marina and State Dock, Phase III</b>	<b>Gross</b>	<b>\$265,000</b>	<b>\$415,000</b>	<b>\$415,000</b>
The remaining FY 2007 appropriation of \$415,000 is estimated to be the final phase funding to complete this \$10.8 million project.	Restricted	265,000	415,000	415,000
<b>19. Mitchell State Park, Wexford County, Seawall and Walkway Improvements</b>	<b>Gross</b>	<b>\$463,000</b>	<b>\$1,250,000</b>	<b>\$1,250,000</b>
These funds will be used to replace the seawall connecting lakes Cadillac and Mitchell and construct an adjacent walkway.	Federal	0	937,500	937,500
	Restricted	463,000	312,500	312,500
<b>Boating Program, Local Harbors and Docks</b>				
<b>20. Leland, Leelanau County, Marina Rehabilitation and Upgrades</b>	<b>Gross</b>	<b>\$875,000</b>	<b>\$875,000</b>	<b>\$875,000</b>
Appropriation will be used to increase the state's share of the project cost from 50% to 75% (total authorized cost \$3,500,000; state share \$2,625,000; local share \$875,000).	Restricted	875,000	875,000	875,000
<b>20a. Trenton, Wayne County, New City Marina</b>	<b>Gross</b>	<b>\$0</b>	<b>\$582,500</b>	<b>\$582,500</b>
Federal monies will finance 75% of the cost of this project (total authorized cost \$776,500; federal share \$582,400; local share \$194,100).	Federal	0	582,500	582,500

**FY 2006-07 Appropriation Items:**

		<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>
<b>Michigan Natural Resources Trust Fund</b>				
<b>21. Statewide Acquisition and Development Projects</b>				
Provides appropriation of MNRTF monies for 34 land/rights acquisitions and 27 development projects consistent with MNRTF Board recommendations. The grants for land acquisitions/conservation easements range from \$30,000 to \$2,600,000 with 10 being for state projects and 18 for local. Of the grants for development, 6 are for state projects and 21 for locals with the range being \$44,800 to \$500,000. All local projects will be matched. <u>Enrolled Bill</u> does not include.	<b>Gross</b>	<b>\$0</b>	<b>\$36,148,100</b>	<b>\$0</b>
	Restricted	0	36,148,100	0
<b>Sec. 102 (6). Dept. of Transportation – State Trunkline Fund</b>				
<b>Department Buildings and Facilities</b>				
<b>22. Salt Storage Buildings, etc. – Contract Agencies</b>				
Continuing appropriations for constructing new covered salt storage buildings and brine runoff control systems, municipally owned garages.	<b>Gross</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>
	Restricted	2,000,000	2,000,000	2,000,000
<b>23. Salt Storage Buildings, etc. – Various State Locations</b>				
Continuing appropriations for constructing new covered salt storage buildings and brine runoff control systems at state-owned garages.	<b>Gross</b>	<b>\$1,100,000</b>	<b>\$1,200,000</b>	<b>\$1,200,000</b>
	Restricted	1,100,000	1,200,000	1,200,000
<b>24. Detroit Integrated Transportation Campus</b>				
This \$17.5 million facility will house a transportation service center, the Michigan Intelligent Transportation System (MITS) command center, State Police dispatch operations, and lease space for Greyhound.	<b>Gross</b>	<b>\$13,187,000</b>	<b>\$8,940,200</b>	<b>\$8,940,200</b>
	Restricted	13,187,000	8,940,200	8,940,200
<b>25. Design and Construct Washbays – Various State Locations</b>				
Continuing appropriations for constructing new vehicle washbays at state-owned garages.	<b>Gross</b>	<b>\$413,300</b>	<b>\$400,000</b>	<b>\$400,000</b>
	Restricted	413,300	400,000	400,000
<b>26. Oakland County, Transportation Service Center Construction</b>				
Construction authorization for new 15,000 sq. ft. TSC. This includes funds to purchase land as the current TSC is in leased space.	<b>Gross</b>	<b>\$2,800,000</b>	<b>\$3,500,000</b>	<b>\$3,500,000</b>
	Restricted	2,800,000	3,500,000	3,500,000
<b>27. Institutional and Agency Roads</b>				
Lump-sum account to fund road improvement projects at public higher education institutions and state-owned properties.	<b>Gross</b>	<b>\$750,000</b>	<b>\$750,000</b>	<b>\$750,000</b>
	Restricted	750,000	750,000	750,000
<b>28. Miscellaneous Remodeling, Additions, Emergency Repairs</b>				
Provides a lump-sum contingency account for small remodeling projects and emergency repairs.	<b>Gross</b>	<b>\$400,000</b>	<b>\$900,000</b>	<b>\$900,000</b>
	Restricted	400,000	900,000	900,000
<b>29. Cadillac, Wexford County, Transportation Service Center Construction</b>				
Cost/construction authorizations (total authorized cost \$1,500,000).	<b>Gross</b>	<b>\$650,000</b>	<b>\$500,000</b>	<b>\$500,000</b>
	Restricted	650,000	500,000	500,000
<b>30. Taylor, Wayne County, Transportation Service Center Construction</b>				
Cost/construction authorizations (total authorized cost \$2,250,000).	<b>Gross</b>	<b>\$750,000</b>	<b>\$750,000</b>	<b>\$750,000</b>
	Restricted	750,000	750,000	750,000
<b>Sec. 102 (7). Department of Transportation – Aeronautics Fund</b>				
<b>31. Airport Safety, Protection, and Improvement Program</b>				
These funds will be used to support security and general improvement projects at more than 100 local and state airports.	<b>Gross</b>	<b>\$5,143,100</b>	<b>\$3,554,600</b>	<b>\$3,554,600</b>
	Restricted	5,143,100	3,554,600	3,554,600
<b>CIVIL RIGHTS</b>				
<b>32. Training for Real Estate Agents</b>				
Funding to provide training to real estate agents on activities associated with fair housing practices. A portion of the fees paid by real estate agents will be used to fund the training program.	<b>Gross</b>	<b>\$55,000</b>	<b>\$55,000</b>	<b>\$55,000</b>
	Restricted	55,000	55,000	55,000
<b>33. Funding for Training of Victims of Criminal Acts (VOCA)</b>				
Appropriates available federal funds to be used to pay for training of victims of criminal acts. The funds will also be used for creating an on-line directory of resources that victims can access.	<b>Gross</b>	<b>\$221,000</b>	<b>\$221,000</b>	<b>\$221,000</b>
	IDG	221,000	221,000	221,000

**FY 2006-07 Appropriation Items:**

	<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>	
<b>COMMUNITY HEALTH</b>				
<b>34. Consensus Caseload Adjustments</b>	<b>Gross</b>	<b>\$238,987,500</b>	<b>\$238,987,500</b>	<b>\$238,987,500</b>
The <u>Executive</u> adjusts Medicaid funding levels for multiple appropriation lines to reflect the consensus FY 2006-07 expenditures agreed to by the House and Senate Fiscal Agencies and the State Budget Office. The <u>Senate</u> concurs but fund sources differently. <u>Enrolled Bill</u> makes technical adjustment to federal and restricted fund sources.	Federal	118,650,600	106,876,000	118,650,600
	Restricted	(5,887,300)	5,887,300	(5,887,300)
	GF/GP	\$126,224,200	\$126,224,200	\$126,224,200
<b>35. CMH Direct Care Workers</b>	<b>Gross</b>	<b>\$7,300,000</b>	<b>\$7,300,000</b>	<b>\$7,300,000</b>
Adds \$7.3 million gross (\$3.8 million GF/GP) to the budget to fully fund the 2.0% wage increase for direct care workers in community mental health settings as \$10.4 million gross (\$4.5 million GF/GP) was insufficient to cover the increase.	Federal	3,157,300	3,157,300	3,157,300
	Restricted	336,000	336,000	336,000
	GF/GP	\$3,806,700	\$3,806,700	\$3,806,700
<b>36. Middle School Health Promotion</b>	<b>Gross</b>	<b>\$700,000</b>	<b>\$700,000</b>	<b>\$700,000</b>
Recognizes \$700,000 of a new 3-year grant from the W. K. Kellogg Foundation for middle school student-led programs in underserved communities to improve health related behaviors and address health disparities as a new Promotion of Healthy Behaviors appropriation line item. Funding authorization has also been requested for FY 2007-08 by the Executive.	Private	700,000	700,000	700,000
<b>37. Vital Records System Enhancements</b>	<b>Gross</b>	<b>\$2,500,000</b>	<b>\$2,500,000</b>	<b>\$2,500,000</b>
Adds 3.0 FTEs and appropriates \$2.5 million from a new federal Medicaid Transformation grant to enhance the state vital records system and interfaces, providing benefit to the Medicaid program of improved speed and accuracy of validation of vital events and citizenship for eligibility determination.	Federal	2,500,000	2,500,000	2,500,000
<b>38. Credentialing Database for Health Care Providers</b>	<b>Gross</b>	<b>\$3,100,000</b>	<b>\$3,100,000</b>	<b>\$3,100,000</b>
Adds \$3.1 million to the Health Professions line item to recognize a new federal Medicaid Transformation grant that would be used for the development of a "one source" credentialing database for licensed health care professionals and facilities. Five FTE positions would be responsible for carrying out these activities.	Federal	3,100,000	3,100,000	3,100,000
<b>39. Morris Hood Diabetes Outreach Program</b>	<b>Gross</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<u>House</u> -passed bill reinstated \$100,000 of state restricted Healthy Michigan Funds for the Morris Hood Wayne State University diabetes outreach program by retrieving the funds from the Medical Services Hospital and Therapy line item, and replacing the latter with GF/GP. These adjustments reverse changes made in Enrolled SB 436. <u>Senate</u> restores \$25,000 of Healthy Michigan Funds to the program by reducing Healthy Michigan Funds appropriated to the Pregnancy Prevention Program by a like amount. <u>Enrolled Bill</u> concurs with Senate.	Restricted	0	0	0
	GF/GP	\$0	\$0	\$0
<b>40. Women, Infants, and Children Food and Nutrition Program</b>	<b>Gross</b>	<b>\$10,713,000</b>	<b>\$10,713,000</b>	<b>\$10,713,000</b>
An additional \$10.7 million of federal grant funds for the Special Supplemental Nutrition Program for Women, Infants, and Children is available: \$10.0 million for food costs, based on increases in caseload and food prices (2 supplemental requests), and \$713,000 for administration. WIC participation was 229,770 in FY 2005-06, and has increased since FY 2001-02. (3/15/07 and 6/8/07 SBO letters)	Federal	10,713,000	10,713,000	10,713,000
<b>41. Crime Victim Program Funding for Michigan State Police</b>	<b>Gross</b>	<b>\$1,033,200</b>	<b>\$1,033,200</b>	<b>\$1,033,200</b>
Appropriates \$1.0 million of state restricted Crime Victim's Rights Fund available balance for interdepartmental grant to Department of State Police, to replace GF/GP, for costs for the sex offender registry, amber alert missing child notification system, polygraph tests and forensic science expert witness testimony programs. Statutory revisions will be required for these new uses of the Fund.	Restricted	1,033,200	1,033,200	1,033,200

**FY 2006-07 Appropriation Items:****42. Increase MACI Hospital Payment To Upper Payment Limit**

Increases authorization within the Hospital Services and Therapy line item by \$23.4 million gross to increase Medicaid Access to Care Initiative (MACI) payments to hospitals up to the upper payment limit. The increase is funded with \$10.2 million of state restricted Quality Assurance Assessment (QAAP) revenue and federal Medicaid matching funds of \$13.2 million. A similar adjustment has been proposed in the FY 2007-08 Executive budget recommendation.

	<b>Executive</b>	<b>Senate</b>	<b>Enrolled</b>
<b>Gross</b>	<b>\$23,400,000</b>	<b>\$23,400,000</b>	<b>\$23,400,000</b>
Federal	13,192,900	13,192,900	13,192,900
Restricted	10,207,100	10,207,100	10,207,100

**43. Hospital and Nursing Home QAAP Adjustment**

The House-passed bill increased the Hospital Services and Therapy line item by \$7.4 million gross (\$3.2 million GF/GP), reversing a reduction that was included in PA 17 of 2007, authorizing the state to retain \$3.2 million of hospital QAAP revenue. The Senate concurs with the House but also reverses the nursing home reduction included in PA 17 of 2007. Enrolled Bill concurs with Senate.

<b>Gross</b>	<b>\$0</b>	<b>\$14,808,400</b>	<b>\$14,808,400</b>
Federal	0	8,349,000	8,349,000
GF/GP	\$0	\$6,459,400	\$6,459,400

**44. Pharmaceutical Services Adjustment**

The Pharmaceutical Services line is increased by \$235.8 million resulting from the transfer of \$149.1 million from the Medicaid Mental Health Services line and \$86.7 million from the Health Plan Services line. The carve-ins for anti-depressants and anti-psychotics were anticipated to generate additional provider assessment revenue thereby generating GF/GP savings. Federal approval of the carve-ins does not seem likely in FY 2006-07. (Executive, Senate, and Enrolled Bill include this item.)

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Federal	0	0	0
GF/GP	\$0	\$0	\$0

**45. MIChoice Funding Increase**

The Senate transfers from the Long-Term Care Services line to the Home and Community-Based Services Waiver line \$17.6 million gross (\$7.7 million GF/GP) to support additional transitions from nursing homes to a home or community-based setting. This item was not included in the original House-passed bill and the Executive's 6/1/07 SBO letter did not request the transfer but did request additional funding in the amount of \$16.7 million gross (\$7.7 million GF/GP). Enrolled Bill concurs with Senate.

<b>Gross</b>	<b>\$16,778,000</b>	<b>\$0</b>	<b>\$0</b>
Federal	9,088,600	0	0
GF/GP	\$7,689,400	\$0	\$0

**46. Funding Shifts**

The Executive proposes various revenue source adjustments resulting in a \$4.2 million gross (\$14.5 million GF/GP) increase within the Medical Services appropriation unit. The adjustments include retroactive special financing savings of \$2.4 million GF/GP and an additional \$16.4 million of Merit Award Trust fund revenue which offsets an equal amount of GF/GP. Shortfalls of \$12.0 million state restricted revenue due to lower certified public expenditures and \$21.3 million of Medicaid Benefits Trust Fund revenue are offset with \$33.3 million of GF/GP. The Senate and Enrolled Bill concur with the gross number but fund source the \$2.4 million GF/GP savings differently, and include \$8,358,000 of additional Merit Award Trust Fund savings.

<b>Gross</b>	<b>\$4,190,200</b>	<b>\$4,190,200</b>	<b>\$4,190,200</b>
Federal	6,552,600	2,362,400	2,362,400
Merit	16,400,000	24,758,000	24,758,000
Restricted	(33,300,000)	(29,109,800)	(29,109,800)
GF/GP	\$14,537,600	\$6,179,600	\$6,179,600

**CORRECTIONS****47. Hospital and Specialty Care**

Supplements original appropriation of \$58.9 million and earlier supplemental appropriation of \$12.6 million with an additional \$24.4 million.

<b>Gross</b>	<b>\$24,376,900</b>	<b>\$24,376,900</b>	<b>\$24,376,900</b>
GF/GP	\$24,376,900	\$24,376,900	\$24,376,900

**48. Prison Clinics**

Increases funding for prison clinics consistent with consensus estimates. Cost increases stem from higher prices and increased prisoner population. Gross increase of \$671,800 offset by \$870,000 in a new interdepartmental grant from Department of Community Health for a net decrease of \$198,200 in GF/GP support.

<b>Gross</b>	<b>\$671,800</b>	<b>\$671,800</b>	<b>\$671,800</b>
IDG	870,000	870,000	870,000
GF/GP	(\$198,200)	(\$198,200)	(\$198,200)

**FY 2006-07 Appropriation Items:****49. Correctional Facility Operations**

Funds consensus estimates of additional costs of prison and camp operations. Cost increases at various facilities derive from increased overtime generated by vacancies, leaves of absence, and security coverage for off-site hospital stays, as well as increased costs of fuel and utilities, and equipment costs associated with unanticipated bed space increases.

	<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>
<b>Gross</b>	<b>\$15,512,300</b>	<b>\$15,512,300</b>	<b>\$15,512,300</b>
GF/GP	\$15,512,300	\$15,512,300	\$15,512,300

**50. Hadix Consent Decree**

Funds consensus estimates of additional costs deriving from court orders or otherwise related to *Hadix v. Caruso* (formerly *Hadix v. Johnson*).

<b>Gross</b>	<b>\$2,700,000</b>	<b>\$2,700,000</b>	<b>\$2,700,000</b>
GF/GP	\$2,700,000	\$2,700,000	\$2,700,000

**EDUCATION****51. Commodity Distribution Fee Revenue**

Increases the authorization to use available commodity distribution fee revenue to pay for the costs associated with the termination of a contract with Northern Food Service.

<b>Gross</b>	<b>\$227,000</b>	<b>\$227,000</b>	<b>\$227,000</b>
Restricted	227,000	227,000	227,000

**ENVIRONMENTAL QUALITY****52. Green Chemistry Initiative**

Develop innovative chemical technologies targeting pollution prevention efforts, designed to reduce or eliminate the use or generation of hazardous substances during the use of chemical products.

<b>Gross</b>	<b>\$1,000,000</b>	<b>\$1,000,000</b>	<b>\$1,000,000</b>
Restricted	1,000,000	1,000,000	1,000,000

**53. Brownfield Grants and Loans Program**

Assists local governments through redevelopment grants and loans to cleanup environmental contamination at sites with redevelopment potential.

<b>Gross</b>	<b>\$10,000,000</b>	<b>\$10,000,000</b>	<b>\$10,000,000</b>
Restricted	10,000,000	10,000,000	10,000,000

**54. Office of the Great Lakes**

Guide shippers in ballast water management practices leading to reductions in aquatic invasive species to the Great Lakes.

<b>Gross</b>	<b>\$45,000</b>	<b>\$45,000</b>	<b>\$45,000</b>
Federal	22,500	22,500	22,500
Restricted	22,500	22,500	22,500

**55. Air Quality Programs**

Expand the existing Homeland Security Bio-watch program to include indoor monitoring. Funding is included in the FY 2007-08 Executive Recommendation as well.

<b>Gross</b>	<b>\$575,000</b>	<b>\$575,000</b>	<b>\$575,000</b>
Federal	575,000	575,000	575,000

**56. Information Technology Services**

Deduct adjustment needed to correct funding source errors made during budget development. A new IDT for the Environmental Laboratory would be created. This adjustment is recommended in the May 4 legislative transfer package.

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
IDT	0	122,200	122,200
Federal	0	(344,000)	(344,000)
Restricted	0	221,800	221,800

**HIGHER EDUCATION****57. Financial Aid Fund Shift**

Offsets \$90.0 million in GF/GP funds currently appropriated for State Competitive Scholarship, Tuition Grant, Work Study, and Tuition Incentive Programs with \$90.0 million from Merit Award Trust Fund. Additional revenue anticipated from transfer of funds authorized by House Bill 4851 from Higher Education Student Loan Authority to Merit Award Trust Fund.

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Restricted	0	90,000,000	90,000,000
GF/GP	\$0	(\$90,000,000)	(\$90,000,000)

**HUMAN SERVICES****58. Early Childhood Investment Corporation**

Shifts \$1.7 million in federal funding from the Day Care Services line item. This line item had been used to fund grants administered by the Early Childhood Investment Corporation (ECIC) to various regional Great Start Collaboratives around the state. The collaboratives utilize funds to assess and improve early childhood programs in their area. These funds would be transferred to a new specific line item added to the FY 2007 budget as a placeholder for future ECIC-related appropriations. (Adjustment included by Executive, Senate, and Enrolled Bill.)

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Federal	0	0	0

**FY 2006-07 Appropriation Items:**

		<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>Enrolled</u></b>
<b>59. Nutrition Education Program</b>	<b>Gross</b>	<b>\$1,914,000</b>	<b>\$1,914,000</b>	<b>\$1,914,000</b>
Increases authorization for Food Stamp Nutrition Education Program operated by Michigan State University (MSU). The recently received federal award exceeded the appropriation level in the FY 2007 budget act. This increases appropriations to cover the full award. All matching funds are provided by MSU.	Federal	1,914,000	1,914,000	1,914,000
<b>60. Federal Funding Adjustment for Child Support</b>	<b>Gross</b>	<b>\$2,182,100</b>	<b>\$2,182,100</b>	<b>\$2,182,100</b>
Increases federal authorization for the line item, which covers information technology costs related to Michigan Child Support Enforcement System.	Federal	2,182,100	2,182,100	2,182,100
<b>61. Federal Funds for Single Audit Costs</b>	<b>Gross</b>	<b>\$950,000</b>	<b>\$950,000</b>	<b>\$950,000</b>
Provides additional funding to cover the federal share of the costs of the upcoming Single Audit of the Department.	Federal	950,000	950,000	950,000
<b>62. Strong Families/Safe Children – Caseworker Visits</b>	<b>Gross</b>	<b>\$1,512,800</b>	<b>\$1,512,800</b>	<b>\$1,512,800</b>
Increases authorization for Strong Families/Safe Children line item to support new federal grant for monthly caseworker visits for foster children.	Federal	1,512,800	1,512,800	1,512,800
<b>63. Foster Care Fund Shift</b>	<b>Gross</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Shifts appropriations for foster care payments from federal revenue to local revenue. Shift is necessitated by reductions in federally funded Title IV-E foster care caseload.	Federal	(6,000,000)	(6,000,000)	(6,000,000)
	Local	6,000,000	6,000,000	6,000,000
<b>64. Emergency Funding – Hurricane Katrina</b>	<b>Gross</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$500,000</b>
Increases federal authorization to reflect federal emergency funds provided for Hurricane Katrina and Hurricane Rita victims who were moved to Michigan due to the hurricanes.	Federal	500,000	500,000	500,000
<b>65. Family Independence Program</b>	<b>Gross</b>	<b>\$25,123,400</b>	<b>\$25,123,400</b>	<b>\$25,123,400</b>
Adds \$25.1 million to fund consensus caseload estimate for this DHS cash assistance program. Average caseload for FY 2007 was projected at 88,300, compared to the 86,000 cases supported by the current appropriation. Also shifts funding for FIP payments from restricted revenues to federal funds to recognize shortfall in recouped assistance payments and retained child support collections.	Restricted	(9,407,700)	(9,407,700)	(9,407,700)
	Federal	9,407,000	9,407,000	9,407,000
	GF/GP	\$25,123,400	\$25,123,400	\$25,123,400
<b>66. Day Care Services</b>	<b>Gross</b>	<b>(\$15,000,000)</b>	<b>(\$15,000,000)</b>	<b>(\$15,000,000)</b>
Reduces day care subsidy appropriation by \$15.0 million to reflect new consensus caseload estimate of 59,500, down from the 63,013 cases supported in the current budget. Also implements a fund shift of \$8.2 million from federal authority to GF/GP authority. The department indicates the additional GF/GP is needed to address shortfalls in available federal revenue from budgeted levels.	Federal	(8,200,000)	(8,200,000)	(8,200,000)
	GF/GP	(\$6,800,000)	(\$6,800,000)	(\$6,800,000)
<b>67. Foster Care Payments</b>	<b>Gross</b>	<b>(\$3,000,000)</b>	<b>(\$3,000,000)</b>	<b>(\$3,000,000)</b>
Reduces authorization for foster care payments in Wayne County to reflect the consensus caseload estimate for FY 2007. The consensus estimates projected a significant drop in foster care costs per case for the year. In addition, the bill implements a fund shift of \$1.0 million from federal revenues to GF/GP funding to account for a projected shortfall in federal Title IV-B and Title XX revenues.	Federal	(2,200,000)	(2,200,000)	(2,200,000)
	GF/GP	(\$800,000)	(\$800,000)	(\$800,000)
<b>68. Adoption Subsidies</b>	<b>Gross</b>	<b>(\$7,200,000)</b>	<b>(\$7,200,000)</b>	<b>(\$7,200,000)</b>
Reflects a reduction in the projected adoption subsidy caseload for FY 2007. Caseload consensus forecast lower expected FY 2007 caseload from 27,133 to 26,413. In addition, the bill shifts funding for Adoption Subsidies by \$8.1 million from federal revenues to GF/GP revenues. The department indicates the shift is needed to account for a reduction in Title IV-E eligible cases in recent years.	Federal	(11,900,000)	(11,900,000)	(11,900,000)
	GF/GP	\$4,700,000	\$4,700,000	\$4,700,000
<b>69. Child Care Fund</b>	<b>Gross</b>	<b>\$5,000,000</b>	<b>\$5,000,000</b>	<b>\$5,000,000</b>
Increases funding for child care fund reimbursements to counties for foster care and juvenile justice placements by \$5.0 million. Consensus caseload forecast estimated Child Care Fund costs would exceed current appropriations by this amount. Also implements a fund shift of \$4.7 million from federal TANF and Title IV-E revenues to GF/GP funding for this line item.	Federal	(4,700,000)	(4,700,000)	(4,700,000)
	GF/GP	\$9,700,000	\$9,700,000	\$9,700,000



**FY 2006-07 Appropriation Items:****70. State Disability Assistance**

Increases spending authority by \$2.0 million for the State's cash assistance program for disabled adults without children. Action recognizes consensus caseload estimate of 11,137, up from 10,600 as currently budgeted. The Senate included an additional \$800,000 appropriation from Supplemental Security Income recovery revenues. This action was requested informally by the State Budget Office to recognize additional recovery revenue. The action will also allow \$800,000 in existing GF/GP to be transferred elsewhere in the budget to address current shortfalls described in the June 1 letter to the Legislature on estimated over-expenditures. Enrolled Bill concurs with Senate.

	<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>
<b>Gross</b>	<b>\$2,000,000</b>	<b>\$2,800,000</b>	<b>\$2,800,000</b>
Restricted	0	800,000	800,000
GF/GP	\$2,000,000	\$2,000,000	\$2,000,000

**71. State SSI Supplementation**

Reduces funding by \$400,000 to reflect expected drop in caseload costs, primarily due to lower monthly cost per case.

<b>Gross</b>	<b>(\$400,000)</b>	<b>(\$400,000)</b>	<b>(\$400,000)</b>
GF/GP	(\$400,000)	(\$400,000)	(\$400,000)

**INFORMATION TECHNOLOGY****72. Adjustment for State Police**

Adjusts the DIT budget to reflect the actual amount of funding authorized for information technology costs in the State Police budget. Funding in the State Police budget was transferred out of program line items and into the IT line item.

<b>Gross</b>	<b>\$5,046,200</b>	<b>\$5,046,200</b>	<b>\$5,046,200</b>
IDG	5,046,200	5,046,200	5,046,200

**73. State Police - MPSCS**

Aligns information technology-related spending in the Department of State Police budget with spending authorization in the DIT budget. This adjustment reflects increased subscriber fee revenue related to the Michigan Public Safety Communication System (MPSCS) in the State Police budget.

<b>Gross</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$500,000</b>
IDG	500,000	500,000	500,000

**JUDICIARY****74. Trial Court Automation Support**

Increases authorization for direct trial court automation support line item based on projected revenue from increased user fees. Funding will support the development and implementation of a new software system for trial court case management. Project expected to be completed over four years with estimated cost of \$8 to \$12 million.

<b>Gross</b>	<b>\$890,000</b>	<b>\$890,000</b>	<b>\$890,000</b>
Local	890,000	890,000	890,000

**75. Drunk Driving Fund**

Increases funding appropriation to drunk driving case-flow program to recognize increased fee collections and provide sufficient spending authority to disburse funds to the appropriate courts as required by statute.

<b>Gross</b>	<b>\$700,000</b>	<b>\$700,000</b>	<b>\$700,000</b>
Restricted	700,000	700,000	700,000

**76. Judicial Information Systems**

Increases appropriation to the judicial information systems to recognize additional federal revenues for the Judicial Data Warehouse (JDW) expansion. Project will allow trial courts to report data to state law enforcement database daily and enhance JDW capabilities.

<b>Gross</b>	<b>\$1,500,000</b>	<b>\$1,500,000</b>	<b>\$1,500,000</b>
Federal	1,500,000	1,500,000	1,500,000

**LABOR AND ECONOMIC GROWTH****77. Cable Television Competition Law**

Recognizes new restricted fund revenue available from Video Services Local Franchise Act to enable the Public Service Commission to regulate local cable television franchise agreements.

<b>Gross</b>	<b>\$600,000</b>	<b>\$600,000</b>	<b>\$600,000</b>
Restricted	600,000	600,000	600,000

**78. New Lending and Financial Regulations**

Adds \$873,700 of state restricted revenue for Office of Financial and Insurance Services, \$573,700 to support payday lending legislation, and \$300,000 to support anti-money laundering.

<b>Gross</b>	<b>\$873,700</b>	<b>\$873,700</b>	<b>\$873,700</b>
Restricted	873,700	873,700	873,700

**79. Workforce Investment Act Funds**

Recognizes additional U.S. Department of Labor Workforce Investment Act funding award to Department of Labor and Economic Growth effective July 1, 2007. Funds will be used for workforce training.

<b>Gross</b>	<b>\$10,000,000</b>	<b>\$10,000,000</b>	<b>\$10,000,000</b>
Federal	10,000,000	10,000,000	10,000,000

**FY 2006-07 Appropriation Items:**

		<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>Enrolled</u></b>
<b>MANAGEMENT AND BUDGET</b>				
<b>80. State Building Authority Rent Payments</b>	<b>Gross</b>	<b>\$15,200,000</b>	<b>\$15,200,000</b>	<b>\$15,200,000</b>
Includes funding to reimburse the SBA rent account which was used to pay a federal claim. The federal claim required the State to pay the federal government a portion of funds which were withdrawn from the State Employees' Retirement System Health Advance Funding Subaccount (HAFS) back in FY 2003 as a result of Executive Order 2002-22. Payment due to the federal government was paid out of the SBA rent account in order to minimize interest expenses. Funding for this supplemental request is available as a result of the transfer of the remaining HAFS fund balance to the pension systems' employers' accumulation fund. Funding will also be used to make refunds to state restricted revenue sources as authorized in boilerplate.	GF/GP	\$15,200,000	\$15,200,000	\$15,200,000
<b>MICHIGAN STRATEGIC FUND</b>				
<b>81. Community Block Grant Program</b>	<b>Gross</b>	<b>\$8,000,000</b>	<b>\$8,000,000</b>	<b>\$8,000,000</b>
Anticipates increased federal funds for the Community Development Block Grant Program.	Federal	8,000,000	8,000,000	8,000,000
<b>MILITARY AND VETERANS AFFAIRS</b>				
<b>82. Starbase Grant</b>	<b>Gross</b>	<b>\$707,000</b>	<b>\$707,000</b>	<b>\$707,000</b>
Provides federal revenue for an agreement with the Parametric Technology Corporation for training and certification to Starbase directors and teachers for engineering software.	Federal	707,000	707,000	707,000
<b>83. Grand Rapids Veterans' Home</b>	<b>Gross</b>	<b>\$2,533,900</b>	<b>\$2,533,900</b>	<b>\$2,533,900</b>
Increases available Federal and restricted authorization to cover Medicare prescription drug costs and projected veterans program operating costs.	Federal	2,140,300	2,140,300	2,140,300
	Restricted	393,600	393,600	393,600
<b>84. D. J. Jacobetti Veterans' Home</b>	<b>Gross</b>	<b>\$180,000</b>	<b>\$180,000</b>	<b>\$180,000</b>
Increases Federal authorization to cover Medicare prescription drug costs.	Federal	180,000	180,000	180,000
<b>85. Regional Training Institute</b>	<b>Gross</b>	<b>\$450,000</b>	<b>\$450,000</b>	<b>\$450,000</b>
Increase for operational support of the new Michigan Regional Training Institute at Fort Custer.	Restricted	350,000	350,000	350,000
	GF/GP	\$100,000	\$100,000	\$100,000
<b>NATURAL RESOURCES</b>				
<b>86. Wildlife Management</b>	<b>Gross</b>	<b>\$300,000</b>	<b>\$300,000</b>	<b>\$300,000</b>
Provides Deer Habitat Reserve funding to improve and expand winter deer range environments.	Restricted	300,000	300,000	300,000
<b>87. Forest Fire Protection</b>	<b>Gross</b>	<b>\$278,000</b>	<b>\$278,000</b>	<b>\$278,000</b>
Homeland Security grants to develop an internet burn permit system.	Federal	278,000	278,000	278,000
<b>88. Forest Recreation and Trails</b>	<b>Gross</b>	<b>\$250,000</b>	<b>\$250,000</b>	<b>\$250,000</b>
Process and monitor wilderness camping and trail land use permit applications.	Restricted	250,000	250,000	250,000
<b>89. Minerals Management</b>	<b>Gross</b>	<b>\$225,000</b>	<b>\$225,000</b>	<b>\$225,000</b>
Process and land use permit applications for non-metallic mineral extraction and development.	Restricted	225,000	225,000	225,000
<b>90. General Law Enforcement</b>	<b>Gross</b>	<b>\$50,000</b>	<b>\$50,000</b>	<b>\$50,000</b>
Provides funds for ORV law enforcement efforts, consistent with the formula provided in the ORV statute.	Restricted	50,000	50,000	50,000
<b>91. Off-Road Vehicle Trail Improvement Grants</b>	<b>Gross</b>	<b>\$55,000</b>	<b>\$55,000</b>	<b>\$55,000</b>
Provides funds for trail maintenance and development, consistent with the formula provided in the ORV statute.	Restricted	55,000	55,000	55,000
<b>STATE</b>				
<b>92. Motorcycle Safety Education Grants</b>	<b>Gross</b>	<b>\$80,000</b>	<b>\$80,000</b>	<b>\$80,000</b>
Authorization to receive federal grant funding made available from the Department of State Police, Office of Highway Safety Planning, for the purchase of motorcycle equipment to be used for training purposes at the public training sites.	Federal	80,000	80,000	80,000

**FY 2006-07 Appropriation Items:****93. Driver Education**

Authorization to receive federal grant funding made available from the Department of State Police, Office of Highway Safety Planning, to be used to fund training workshops for driver education instructors beginning in June.

	<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>
<b>Gross</b>	<b>\$60,000</b>	<b>\$60,000</b>	<b>\$60,000</b>
Federal	60,000	60,000	60,000

**STATE POLICE****94. Adjustments for Solving Projected FY 2006-07 Deficit**

Various funding adjustments to resolve projected current year budget problems for the State Police. Includes a new \$1.0 million IDG appropriation from the Department of Community Health Crime Victims Rights Fund and a \$1.3 million increase in the IDG appropriation from the Michigan Department of Transportation State Trunkline Fund. These increases in restricted revenue funding are used to offset GF/GP funds in some lines; GF/GP funding would then be transferred to lines projected to have insufficient funding. Request also includes technical change to properly reflect Information Technology services and projects.

<b>Gross</b>	<b>\$5,421,500</b>	<b>\$5,421,500</b>	<b>\$5,421,500</b>
IDG	3,507,000	3,507,000	3,507,000
Federal	714,500	714,500	714,500
Restricted	1,200,000	1,200,000	1,200,000
GF/GP	\$0	\$0	\$0

**95. Auto Theft Prevention Program**

Restores \$4.0 million in Auto Theft Prevention Funds that were removed from the FY 2006-07 State Police budget by Executive Order 2007-3.

<b>Gross</b>	<b>\$0</b>	<b>\$4,000,000</b>	<b>\$4,000,000</b>
Restricted	0	4,000,000	4,000,000

**96. Security for the National Governor's Assoc. Conference**

Authorization for reimbursed security costs for the National Governor's Association conference being held at the Grand Traverse Resort on July 20 – 23, 2007.

<b>Gross</b>	<b>\$700,000</b>	<b>\$700,000</b>	<b>\$700,000</b>
Restricted	700,000	700,000	700,000

**97. Mich. Public Safety Communication System Subscriber Fees**

Increases local funding authorization from MPSCS subscriber fees to pay for support and maintenance of the MPSCS.

<b>Gross</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$500,000</b>
Local	500,000	500,000	500,000

**TRANSPORTATION****98. IDG to State Police**

Increase the appropriation for the Interdepartmental grant (IDG) from the State Trunkline Fund (STF) in the Transportation budget. The increase corresponds with the \$1.3 million proposed increase in STF IDG funding in the Michigan State Police budget.

<b>Gross</b>	<b>\$1,298,400</b>	<b>\$1,298,400</b>	<b>\$1,298,400</b>
Restricted	1,298,400	1,298,400	1,298,400

**TREASURY****99. Environmental Protection Debt Service**

Replaces \$70 million GF/GP for debt service for Clean Michigan Initiative, Quality of Life, water pollution control, and Great Lakes Water Quality bonds with \$70 million from the Environmental Protection Fund. Environmental protections funds are available from a transfer to the EPF from the Refined Petroleum Fund.

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Restricted	0	70,000,000	70,000,000
GF/GP	\$0	(\$70,000,000)	(\$70,000,000)

**FY 2006-07 Boilerplate Items:**

**CAPITAL OUTLAY**

***Department of Agriculture***

**1. Sec. 215. Farmland & Open Space Development Acquisition**

Subjects appropriations to provisions of the Farmland and Open Space Preservation Program enabling statute, PA 451 of 1994.

**Executive**

**Senate**

**Enrolled**

Included

Included

Included

***Department of Corrections***

**2. Sec. 217. Watchtowers at Maximum Correctional Facilities**

New maximum security prisons are to have manned and operational watchtowers.

Not  
Included

Included

Not  
Included

**3. Sec. 218. Prison Facility Locations**

Requires Joint Capital Outlay Subcommittee approval of the actual site of a correctional facility if not specified in an appropriations act.

Not  
Included

Included

Not  
Included

***Capital Outlay Processes, Procedures, & Reports***

**4. Sec. 220. Subject to PA 431 of 1984**

Refers to capital outlay requirements and document approval process delineated under the Management and Budget Act.

Included

Included

Included

**5. Sec. 221. Required Cost Statement**

Requires that facility operating costs be included with submitted planning documents.

Included

Included

Included

**6. Sec. 222. Final Planning and Construction**

Outlines certain administrative procedures a community college or university must comply with in order to move a project to the final design/construction phase.

Included

Included

Included

**7. Sec. 223. Required Reports From DMB**

Requires the Department to provide various detailed reports to the Joint Capital Outlay Subcommittee (JCOS) and fiscal agencies with regard to all projects authorized for State Building Authority (SBA) financing.

Included

Included

Included

**8. Sec. 224. Other JCOS Reviews**

The DMB director must notify the JCOS of pending expenditures for any capital outlay project contained in a budget act that wasn't previously reviewed by the subcommittee.

Included

Included

Not  
Included

**9. Sec. 225. Matching Funding**

The purpose, scope, and total authorized cost of a project shall not be altered to meet matching funding requirements.

Included

Included

Included

**10. Sec. 226. Comparative Cost Analysis**

Requires DMB to develop a detailed comparative cost analysis on any project, including a lease that costs more than \$1,000,000, as requested.

Included

Included

Not  
Included

**11. Sec. 227. Master Planning Documents – Project Requests**

The Department shall submit 5-year capital plans and capital outlay priority requests developed by state agencies, community colleges, and universities to the ranking JCOS members and the fiscal agencies upon release of the Executive budget recommendation.

Included

Included

Not  
Included

***Use and Finance Statements***

**12. Sec. 230(1) & (2). Submission Requirements – Universities**

A university or community college must receive JCOS approval for certain, completely self-funded capital projects costing more than a specified amount. The threshold is \$3,000,000 for universities and \$2,000,000 for community colleges. These capital projects include land/property acquisitions, remodeling and additions, maintenance projects, roads, landscaping, equipment, telecommunications, utilities, and parking lots and structures.

Included,  
but limit at  
\$1,000,000

Included

Not  
Included

**13. Sec. 230(3). Exemption**

All projects associated with the University of Michigan Hospitals and Health Centers are exempt from these requirements.

Not  
Included

Included

Not  
Included

**14. Sec. 230(4). Exemption**

If health and safety concerns warrant, a project may be completed without prior approval, however the timely filing of a use and finance statement is required.

Included

Included

Not  
Included

**15. Sec. 230(5). Sanctions**

A project that is constructed in violation of this section shall not receive state appropriations for purposes of operating the project or for support for future infrastructure enhancements that are necessitated, in whole or in part, by construction of the project.

Not  
Included

Included

Not  
Included

<u>FY 2006-07 Boilerplate Items:</u>	<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>
<b>16. Sec. 230(6) &amp; (7). Submission Requirements – State Agencies (Including MEDC)</b> The limit for state agencies is \$1,000,000 and covers projects not already authorized in a capital outlay budget act or are on completely federally-owned land.	Included	Included	Not Included
<b>Lump Sums and Special Maintenance</b>			
<b>17. Sec. 233. Funding Allocations</b> Allows DMB director to allocate funds from lump sum special maintenance appropriations; requires annual report.	Included	Included	Not Included
<b>18. Sec. 234 . Notice of Demolition</b> Requires state agencies to notify JCOS of a planned building demolition. If not disapproved by the subcommittee within 30 days, demolition will be deemed as authorized. The 30 day disapproval period is not valid when the Legislature is out of session for at least 15 days.	Included	Included	Not Included
<b>19. Sec. 235. Operating Funds for Capital Outlay Purposes</b> A state agency may expend up \$600,000 from operating appropriations for special maintenance, remodeling, additions, or other capital outlay purposes.	Included, but limit at \$1,000,000	Included	Not Included
<b>Department of Management and Budget</b>			
<b>20. Sec. 237. Non-State Owned Leased Space</b> Requires semi-annual report on all non-state owned lease space for all departments.	Included	Included	Not Included
<b>Department of Military and Veterans Affairs</b>			
<b>21. Sec. 240. Contingency</b> Provides that authorized projects a contingent upon the availability of federal and state restricted funds for financing.	Included	Included	Included
<b>Colleges and Universities</b>			
<b>22. Sec. 241. Administrative Criteria – Matching Funds</b> Details certain administrative requirements for a community college with a partially state funded project; limits state funds for a project to 50% of the total cost.	Included	Included	Included
<b>23. Sec. 242. Reduction of Matching Funds</b> If actual matching funds are less than authorized, state funds are to be reduced proportionally.	Included	Included	Included
<b>24. Sec. 243. Matching Funds Documentation</b> Allows DMB director to require community colleges and universities to document matching funds and governing board approvals.	Included	Included	Included
<b>Department of Natural Resources</b>			
<b>25. Sec. 245. Harbors and Docks Projects</b> Purpose of appropriations is to participate with the federal government and local units for the construction and improvement of recreational boating facilities. The department is to take necessary steps to match federal monies for this purpose.	Included	Included	Included
<b>26. Sec. 246. Annual Report</b> Requires annual status report of all Waterways projects, Urban Recreation projects, State Park projects, Wildlife and Fisheries projects, and any other projects not already included.	Included	Included	Not Included
<b>27. Sec. 247. Natural Resources Trust Fund</b> Local units to enter into agreements for public recreation projects with the department.	Not Included	Included	Not Included
<b>28. Sec. 248. NRTF</b> Funds will not lapse at the close of the fiscal year.	Not Included	Included	Not Included
<b>State Transportation Department</b>			
<b>29. Sec. 250. Federal-State-Local Airport Projects</b> General purpose is to provide for the construction and improvement of publicly used airports and landing fields in the state. State money for any 1 project shall not exceed 1/3 <sup>rd</sup> of the total state funds appropriated for the airport improvement program line item.	Included	Included	Included
<b>30. Sec. 251. Project Status Report</b> Requires annual status report of all projects authorized in a capital outlay budget bill.	Included	Included	Not Included
<b>31. Sec. 252. Airport Project Funds</b> Provides that funds appropriated for airport projects will be available for 3 fiscal years.	Included	Included	Included
<b>32. Sec. 253. Willow Run Airport</b> Prohibits expenditures to expand Willow Run Airport.	Not Included	Included	Not Included

<u>FY 2006-07 Boilerplate Items:</u>	<u>Executive</u>	<u>Senate</u>	<u>Enrolled</u>
<b>Miscellaneous</b>			
<b>33. Sec. 255. Antenna Site Management</b> Directs revenue from licenses issued under the Antenna Site Management project to be deposited in the Antenna Site Management Revolving Fund under the Department of Information Technology. Also provides that no antenna would be sited without prior compliance with the respective local zoning codes and local government processes.	Included	Included	Included
<b>34. Sec. 256. Site Preparation Economic Development Fund</b> Provides annual authorization to allow for expenditures from this (revolving) fund to prepare surplus state owned properties for sale.	Included	Included	Included
<b>COLLEGES AND UNIVERSITIES</b>			
<b>35. Sec. 371. MPSERS Credits</b> Directs Michigan Public School Employees Retirement System (MPSERS), upon enactment of legislation, to issue credits to state universities and community colleges reducing the institutions' pension contributions. These credits would offset reductions made to the operations appropriations of the 28 community colleges and seven state universities with employees in MPSERS under Executive Order 2007-3.	Included	Included	Included
<b>36. Sec. 372. Financial Aid Fund Shift</b> Clarifies fund source shift of \$90.0 million from GF/GP to Merit Award Trust Fund for student financial aid programs.	Not Included	Included	Included
<b>ENVIRONMENTAL QUALITY</b>			
<b>37. Sec. 401. Legislative Intent: Brownfield Grants and Loans</b> The \$10,000,000 appropriation in part 1 for the Brownfield Grants and Loans Program would add Clean Michigan Initiative bond revenue to the Brownfield Revolving Loan Fund. This is consistent with the practice followed when the initial revolving loan program was capitalized in FY 2005-06.	Not Included	Included	Included
<b>38. Sec. 402. Refined Petroleum Fund: Legislative Intent</b> States legislative intent to repay to Refined Petroleum Fund the \$70.0 million transferred to the Environmental Protection Fund as part of the resolution for the FY 2006-07 budget.	Not Included	Included	Included
<b>38a. Sec. 403. Refined Petroleum Fund: Surplus Funds</b> Provides for appropriation and transfer of \$70.0 million in surplus funds from Refined Petroleum Fund to Environmental Protection Fund.	Not Included	Included	Included
<b>HUMAN SERVICES</b>			
<b>39. Sec. 431. ECIC, Great Start Collaborative Grants</b> Adds new language related to the new line item appropriation for "ECIC, Early Childhood Investment Corporation" (see DHS Budgetary Issues). Provides that the DHS contract to administer an amount for (a) competitive grants for the creation of Great Start Communities or other community purposes as identified by the ECIC; and (b) technical assistance to Intermediate School Districts or other community agencies for implementation of needs assessments and strategic plans.	Included	Included	Included
<b>40. Sec. 432. ECIC Annual Report</b> Requires DHS to provide an annual report to the Appropriation Subcommittees on the DHS budget on the ECIC's activities, including information on grants and contracts awarded by the ECIC. The reporting requirement varies somewhat from an existing boilerplate section (Sec. 678) in the current FY 2007 budget act. In particular, the two sections require information on ECIC contract selection criteria, but current Sec. 678 requires the report 30 days before issuance of any requests for proposals (RFPs), while the language in the bill requires the report on the day of the issuance of any RFPs.	Included	Included	Included
<b>LABOR &amp; ECONOMIC GROWTH</b>			
<b>41. Sec. 471. Create Video Franchise Assessment Fund</b> Creates new Video Franchise Assessment Fund from revenue provided in the Uniform Video Services Local Franchise Act, MCL 484.3314. Funds to be used by the Public Service Commission to regulate local cable television franchise agreements.	Included	Included	Included
<b>MANAGEMENT AND BUDGET</b>			
<b>42. Sec. 481. Reimburse State Restricted Revenue Accounts</b> Authorizes appropriations from the General Fund to state restricted revenue accounts following the transfer of funds from the State Employees' Retirement System Health Advance Funding Subaccount to the state General Fund.	Included	Included	Included

**FY 2006-07 Boilerplate Items:**

**MICHIGAN STRATEGIC FUND**

**43. Sec. 571. Transfer Michigan Forest Finance Authority Funds**

Transfers \$20.0 million from Michigan Forest Finance Authority work project in the 21<sup>st</sup> Century Jobs Trust Fund to the General Fund from the spending reduction of this work project included in Executive Order 2007-3. House-passed bill included section; Senate and Enrolled Bill do not include.

**Executive**

**Senate**

**Enrolled**

Included

Not  
Included

Not  
Included

**MILITARY & VETERANS AFFAIRS**

**44. Sec. 501. Regional Training Institute: Revolving Account**

Establishes a new regional training institute conference center revolving account to collect revenues for the operation and maintenance of this new conference center located at Fort Custer in Battle Creek. Also requires an annual report to the House and Senate Appropriations Committees concerning operations and expenditures for this account.

Included

Included

Included

**45. Sec. 502. Regional Training Institute: Availability to Organizations**

Specifies that the new regional training institute conference center be available to military personnel, all levels of government agencies, educational institutions, nonprofit corporations, and other types of clubs, entities, and organizations for various instructional training and educational conferences and meetings.

Included

Included

Included

**STATE POLICE**

**46. Sec. 633. State Police Posts**

Specifies that all State Police posts operating as of April 12, 2007 shall remain open and operating through FY 2006-07. The State Police announced that the posts in Hart and Calumet would close in July in order to save costs. This language keeps the posts open through the end of the fiscal year to allow more time to negotiate lease agreements.

Not  
Included

Included

Included

**TREASURY**

**47. Sec. 700. Tax Restructuring Initiative**

Designates the appropriation for the tax restructuring initiative as a work project account. (Appropriation was included in enacted version of Senate Bill 436.)

Included

Included

Included

**REPEALER**

**48. Sec. 1001. Repeal of EQUIP Grant Boilerplate Appropriation**

Repeals Sec. 627 of Article 10 of the FY 2006-07 omnibus budget act (2006 PA 345). This section appropriated up to \$1.7 million to finance "Enhance Quality Improvement Program" (EQUIP) grants aimed at assisting current day care providers and establishing new family and group day care homes. These funds were eliminated by the DHS in FY 2005-06 in order to finance the Great Start Collaborative grants administered by the ECIC. However, the Legislature restored the appropriation for the EQUIP grants in the FY 2006-07 budget.

Included

Included

Included