



Senate Fiscal Agency
P. O. Box 30036
Lansing, Michigan 48909-7536



Telephone: (517) 373-2768
Fax: (517) 373-1986
TDD: (517) 373-0543

House Bill 5875 (S-1 as passed by the Senate)

Committee: Appropriations

FY 2009-10 Year-to-Date Gross Appropriation **\$81,519,000**

Changes from FY 2009-10 Year-to-Date:

- | | |
|---|--|
| <p>1. Michigan Agriculture Environmental Assurance Program (MAEAP) Transfer. The Governor recommended the transfer of the MAEAP for farmers to the Michigan State University Agricultural Experiment Station for a 5.0 FTE and \$586,500 GF/GP savings. The House added a \$100 placeholder. The Senate rejected the transfer and provided 3.0 FTEs and \$262,000 for FY11.</p> <p>2. Grain Inspection Program. The Senate added \$300,000 GF/GP to bolster program which had been significantly reduced in FY10. House had added \$252,600.</p> <p>3. Dairy Inspection Fees. The Governor recommended an increase in dairy inspection fees to offset a GF/GP reduction of \$500,000. The Senate and House rejected the fee revenue and supplanted it with GF/GP.</p> <p>4. Migrant Worker Housing Inspection Fee. The Governor recommended an increase in Migrant Worker Housing Inspection fees from \$5.00 to \$30.00 per worker to offset a GF/GP reduction of \$537,900. House rejected the fee revenue and partially supplanted it with \$400,000 in GF/GP. The Senate replaced the full \$537,900 in fees with GF/GP.</p> <p>5. Office of Racing Commissioner (ORC) Transfer. The budget reflects a restricted fund reduction due to transfer of the ORC to the Department of Treasury's Gaming Control Board, per E.O. 2009-45. The transfer includes 10 FTEs. House, Senate concurred.</p> <p>6. Pesticide and Plant Pest Management. The Governor, House included a \$379,400 GF/GP reduction, the Senate restored \$250,000 to the commodity inspection program.</p> <p>7. Right to Farm Program. The Governor, House recommended a \$150,000 GF/GP savings. The Senate rejected the reduction, adding GF/GP.</p> <p>8. Animal Control Officers and Shelter Program. The Governor, House and Senate removed funding for the program, to be assumed by local government, to save GF/GP.</p> <p>9. Budgetary Savings. The House included an unspecified reduction unit of \$347,100 GF/GP. Senate did not concur, instead eliminating all 3% salary and wage increases.</p> <p>10. Adjustments for Actual Revenue Received. The Governor, House and Senate recommended a reduction to reflect the expected receipt of revenues from IDGs (\$426,600), federal (\$1,740,500), and restricted (\$1,854,800).</p> <p>11. Administrative Efficiencies. The Governor, House and Senate recommended GF/GP administrative efficiencies for Shelter Oversight (\$70,400), Aquaculture (\$20,000) Livestock Program (\$10,200), Domestic Marketing (\$27,300), DIT and DMB consolidation (\$2,700), Grants to Shelters (\$8,000) and Bodies of Dead Animals Program (\$800).</p> <p>12. Combining of Migrant Worker Programs. The Governor, House and Senate recommended the combining of two similar programs which would result in a slight program increase of \$43,000 (\$40,000 federal and \$3,000 restricted).</p> <p>13. Adjustments for FY10 Supplemental Appropriations and Transfers.</p> <p>14. Economic Adjustments. The Governor's original budget made adjustments for rent, building occupancy charges, salaries and wages (see item no. 9), retirement benefits, workers' compensation, and utilities.</p> <p>15. Comparison to Governor's Recommendation. The Senate is \$1,494,500 Gross under and \$1,468,400 GF/GP over the Governor.</p> | <p>(324,500)</p> <p>300,000</p> <p>0</p> <p>0</p> <p>(1,905,000)</p> <p>(129,400)</p> <p>0</p> <p>(150,000)</p> <p>(1,182,700)</p> <p>(4,021,900)</p> <p>(139,400)</p> <p>43,000</p> <p>(1,149,900)</p> <p>3,324,100</p> |
|---|--|

Total Changes (\$5,335,700)

FY 2010-11 Senate-Passed Gross Appropriation **\$76,183,300**

Changes from FY 2009-10 Year to Date:**Deleted Boilerplate Sections**

1. **Efficiency Mechanism.** Requires implementation of continuous improvement efficiency mechanisms. (Sec. 232)
2. **Professional Development Travel.** Places restrictions on travel for training or professional development. (Sec. 234)
3. **C.S. Mott Funding.** Permits funding to C.S. Mott Group for Sustainable Food Systems/Local Market Enhancement. (Sec. 235)
4. **FTE Report.** Requires bi-monthly report of FTEs in pay status. (Sec. 238)
5. **Motor Fuel Quality Program.** Requires maintenance of program effort to not be lower than FY 2006-07. (Sec. 304)
6. **Dairy Inspections.** Requires not less than \$3,098,000.00 be spent for dairy inspections. (Sec. 407)
7. **Bovine TB.** Bovine TB guidelines for cattle without ID at a sale yard. (Sec. 455)
8. **Environmental Stewardship.** Environmental Stewardship language requiring no reductions to Right-to-farm Program, and guidelines for use of \$130,000.00 for water withdrawal assessment. (Sec. 608, 610)
9. **Migrant Worker Housing.** Requires Department to work to develop migrant worker housing inspection fee. (Sec 609)
10. **Agriculture Development.** Agriculture development required guidelines, reports of activities, collaboration with Strategic Fund, earmark of \$100,000.00 for export market development. (Sec. 705, 707, 713)
11. **Horse Racing Reports and Guidelines.** (Sec 1301 through Sec 1308)

New Boilerplate Sections

12. **Pallets.** The Senate added language requiring an evaluation of methods for limiting the transport of invasive species in or on pallets used for shipping goods. (Sec. 552)
13. **Commodity Inspections.** The Senate added language requiring that not less than \$200,000 be used to ensure that commodities be inspected in a timely manner as required for good to be shipped out of state. (Sec. 553)
14. **Agricultural Equine Industry Development Fund Expenditures.** Requires that funds shall only be spent on equine related purposes and that none shall be spent for non-equine purposes without legislative approval. (Sec. 801)
15. **Agriculture Equine Industry Development Fund Appropriations.** Requires that any reduction in revenue shall be reduced proportionately across all budget lines. (Sec. 802)
16. **Thoroughbred Purse Money.** Requires that thoroughbred purse funds be held in escrow should no thoroughbred races be held. (Sec. 803)

Date Completed: 5-12-10

Fiscal Analyst: Bruce Baker