

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

**SFA**



**BILL ANALYSIS**

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

Senate Bill 369 (S-1 as passed by the Senate)  
Committee: Appropriations

<b>FY 1998-99 Year-to-Date Gross Appropriation</b> .....	<b>\$86,611,000</b>
<b>Changes from FY 1998-99 Year-to-Date:</b>	
1. <b>Tuition Reimbursement.</b> The Senate added GF/GP funding to establish a tuition program that would provide tuition assistance to National Guard members to recruit and retain members.	2,000,000
2. <b>Grants to Veterans' Service Organizations.</b> The Senate added an increase of \$72,000 GF/GP to the base grant for the American Legion and provided a 3% increase to all grant recipients.	178,900
3. <b>Challenge Program.</b> The Governor recommended a new program for at-risk youth; a voluntary "boot camp" program for high school dropouts between the ages of 16 and 18. The program would be funded by \$840,000 GF/GP and \$1,960,000 Federal. The Senate concurred.	2,800,000
4. <b>Per Diem Payment Elimination.</b> The Governor recommended elimination of \$2 per day GF/GP payments to National Guard members while in training. The Senate concurred.	(340,000)
5. <b>State Veterans Homes Adjustments.</b> The Governor recommended a shift of \$500,000 in GF/GP to \$225,000 Federal and \$275,000 Restricted at the State's two veterans homes, and an adjustment to reflect actual revenues received. The Senate concurred.	1,280,500
6. <b>Michigan Civil Air Patrol.</b> The Governor recommended the elimination of a one-time grant to the Michigan Civil Air Patrol. The Senate concurred.	(20,000)
7. <b>County Veterans Counselors.</b> The Senate added GF/GP funds to support training for county veterans counselors.	50,000
8. <b>Unclassified Salaries.</b> The Governor recommended an increase of 3% for the Department's unclassified salaries. The Senate concurred.	17,000
9. <b>Economic Adjustments.</b>	2,165,300
10. <b>Other Changes.</b>	219,200
11. <b>Comparison to Governor's Recommendation.</b> The Senate Substitute is \$3,288,200 Gross and \$2,448,200 GF/GP over the Governor's recommendation.	
Total Changes .....	\$8,360,900
<b>FY 1999-2000 Senate Gross Appropriation</b> .....	<b>\$94,961,900</b>

**Changes from FY 1998-99 Year-to-Date:**

1. **Deletion of Language.** The Governor recommended the elimination of the following FY 1998-99 boilerplate sections. The Senate concurred.
  - Sec. 206 Requires a drug test of all employee applicants.
  - Sec. 211. Requires report on amount and source of all capped Federal funds, special revenue funds, and Healthy Michigan funds.
  - Sec. 212. Provides that appropriation for per diem payments be unappropriated if Sec. 1 of 1953 PA 140 MCL 32.261 is repealed.
  - Sec. 213. Requires monthly report of personal services contracts.
  - Sec. 301. Allows department to charge fee for armory rental.
  - Sec. 302. Provides \$20,000 grant to Civil Air Patrol.
  
2. **Retention of Language.** The Senate retained standard boilerplate language in the bill including the following language recommended for elimination by the Governor:
  - Sec. 207. Buy American Language.
  - Sec. 209. Requires steps to provide business to deprived and depressed areas.
  - Sec. 210. Requires reports on computer needs.
  - Sec. 212. Limits use of personal services contracts.
  - Sec. 213. Requires report of privatization plan.
  - Sec. 602. Requires annual report of State Veterans Homes.
  - Sec. 703. Requires annual report of Michigan Veterans Trust Fund.
  
3. **Disclosure of Grant Recipient Expenditures.** The Senate added language to an existing requirement that Veteran Service Organization grant recipients file expenditure reports by also requiring that they submit Federal IRS Form 990. (Sec. 501)
  
4. **Non-Profit Group Assistance.** The Senate added language to require the department to provide assistance to groups who seek acquisition of surplus military equipment for display or museum purposes. (Sec. 208)
  
5. **Create and Maintain Reports.** The Senate added language to require departments to create and retain reports on all money appropriated. (Sec. 214)
  
6. **Internet Reports.** The Senate added language to require any Legislature-required reports to be placed on the Internet. (Sec. 215)
  
7. **Tuition Reimbursement.** The Senate added language outlining guidelines for a new National Guard Tuition Program. (Sec. 216)

Date Completed: 3/24/99

Fiscal Analyst: B. Baker