

Senate Fiscal Agency  
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BILL ANALYSIS

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Senate Bill 266 (S-1 as reported)  
 Committee: Appropriations

<b>FY 2002-03 Year-to-Date Gross Appropriation</b> .....	<b>\$103,328,808</b>
<b>Changes from FY 2002-03 Year-to-Date:</b>	
1. <b>Civil Air Patrol Grant.</b> Removal of one-time GF/GP grant.	(86,000)
2. <b>Challenge Program.</b> The Governor recommends the replacement of \$1,340,700 GF/GP with private revenues. The Senate restored the GF/GP funds.	0
3. <b>Grand Rapids Veterans Home.</b> Funding adjustments to reflect increased VA revenue of \$118,000 and lower Medicaid reimbursement of \$150,000.	(32,000)
4. <b>D.J. Jacobetti Home.</b> Adjustment to reflect increase in income and assessment funds.	115,700
5. <b>Early Retirement.</b> Adjustments to reflect savings from Early Retirement Program.	(259,800)
6. <b>Economic Adjustments.</b> Adjustments include \$113,800 for food and utilities at the veterans homes, and a reduction of \$12,000 in anticipated workers compensation costs. Not contained in the bill are employee-related economics for salaries, insurance, and retirement, totaling \$2,258,000, including \$876,000 GF/GP.	101,800
7. <b>Other Changes.</b>	(71,008)
8. <b>Comparison to Governor's Recommendation.</b> The Senate rejected the Governor's proposal to supplant GF/GP funding for the Challenge Program with private revenue, therefore putting the Senate Bill \$1,340,700 over the Governor in GF/GP funding.	
Total Changes .....	(\$231,308)
<b>FY 2003-04 Senate Appropriations Committee Gross Appropriation</b> .....	<b>\$103,097,500</b>

**Changes from FY 2002-03 Year to Date:**

1. **Contingency Funds.** The bill eliminates language which permits the expenditure of up to \$5.0 million in Federal funds, \$2.0 million in Restricted funds, \$100,000 in local funds, and \$100,000 in private funds by legislative transfer.
2. **Early Retirement.** The bill eliminates language providing for the transfer of early retirement savings to the early retirement savings line, a feature of the FY 2002-03 Budget Bill.
3. **Oak Park Armory.** The bill eliminates language requiring a new appraisal and possible sale of the Oak Park Armory to the City of Oak Park.
4. **State Military Cemeteries.** The bill includes new language which requires appropriation for State military cemeteries in Dickinson and Crawford counties should necessary legislation and funding be forthcoming. (Sec. 214)
5. **Challenge Program.** The bill includes a new subsection to an existing section concerning the Challenge Program which requires the Department to make a concerted effort to find non-GF/GP resources to fund the program. (Sec. 302)

Date Completed: 5-1-03

Fiscal Analyst: Bruce Baker