



Senate Fiscal Agency
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House Bill 5528 (S-1)
Committee: Appropriations

FY 2003-04 Year-to-Date Gross Appropriation \$3,219,150,500

Changes from FY 2003-04 Year-to-Date:

- 1. **Budget Structure.** The Senate breaks out each administrative line item into three cost components, salaries and fringes, travel, and other. 0
- 2. **Administrative Savings.** The Senate reduces funding for the Communications Division (3 FTE and \$232,400) and the Performance Excellence Division (12 FTE and \$1.2 million), transferring the savings to the State Road and Bridge Program (\$1.4 million). 0
- 3. **CTF Reductions.** The Senate includes reductions to various CTF-funded programs to recognize the shift of \$10 million from the CTF to the General Fund under SB 1103. (8,924,000)
- 4. **Debt Service.** Increase for scheduled debt service payments. 35,687,800
- 5. **Grants to Other Departments.** Transportation services provided by other departments. 1,604,300
- 6. **Highway Maintenance.** Increase for related highway maintenance costs. 4,816,900
- 7. **Federal Highway Funding.** Federal funding for State and local road and bridge projects. 52,014,300
- 8. **Local Bridge Funding.** Shift funding (\$25.6 million) from State bridges to local bridges associated with proposal to split one cent of the gasoline tax revenue. Senate provides one-fourth of the revenue from the one cent (\$12.8 million) to local bridges and retains three-fourths of the revenue for State. 0
- 9. **Bureau of Multi-Modal Transportation Services.** Increase to support on-going operations of public transportation and freight service program administrative costs. 1,300,000
- 10. **Federal Transit Funding.** Net increase in Federal transit funding for various programs. 6,600,000
- 11. **State Road and Bridge Funding.** Decrease in State-restricted revenue for State and local road agencies for highway and bridge projects, primarily the result of the elimination of one-time trailer registration fee revenue deposited in the Michigan Transportation Fund. (50,199,100)
- 12. **Design Services.** The Governor recommended 721.7 FTEs and \$35.6 million for design and engineering services. The House reduced the appropriation to 595.7 FTEs and to \$100, and designated the remainder for contractual design and engineering services provided by private contractors. The Senate concurs with the Governor. 0
- 13. **Unclassified Salaries.** The Senate breaks out each position and removes funding associated with the vacant UPTRAN position. (60,800)
- 14. **Employee Savings.** Savings of 5% of salary and wages are applied to the budget. (8,979,300)
- 15. **Economic Adjustments.** Economic adjustments included for FY 2004 and FY 2005. 34,923,400
- 16. **Other Changes.** (4,391,100)
- 17. **Comparison to Governor.** The budget is \$8.9 million Gross less than the Governor.
- Total Changes..... 64,392,300

FY 2004-05 Senate Appropriations Committee Gross Appropriation \$3,283,542,800

Changes from FY 2003-04 Year to Date:

1. **Standard Sections.** The Senate budget contains the following standard sections: state spending (201), Management and Budget Act (202), definitions (203), civil service billing (204), hiring freeze (205), privatization (207), Internet reporting (208), foreign goods (209), information technology user fees (259), out-of-state travel (260).
2. **Contingency Funds.** The House budget included Federal, State-restricted, private, and local contingency fund language. The Senate removes this language (Sec. 206).
3. **Five Year Program.** The Senate includes language that requires legislative approval of the Program (Sec. 307).
4. **Minority and Women Businesses.** The House included new language regarding minority and women business enterprises. The Senate concurs (Sec. 334).
5. **US-131 Project Study.** The House included new language regarding selection of a specific alternative. The Senate retains this section (Sec. 365).
6. **Charter Prohibition.** The Senate includes language that creates a complaint process and sanctions associated with the charter prohibition applying to local transit agencies contained in PA 51 (Sec. 370).
7. **Departmental Restrictions.** The Senate includes new language sections that prohibit the Department from: spending funds for private public relations services (Sec. 372), purchasing items with the Department's logo for nondepartmental personnel (Sec. 373), printing employee newsletters (Sec. 374), reimbursing contractors for groundbreaking ceremonies (Sec. 375), spending funds for food at in-house training (Sec. 378), spending CTF funds on operational planning activities of public transit agencies (Sec. 379), spending funds for television programming, unless it addresses traffic or safety advisories (Sec. 381).
8. **Reports.** The Senate includes new language sections requiring reports on the following: 17 previously-deferred projects (376), travel on State-owned aircraft (Sec. 383),
9. **Specific Road Projects.** The Senate includes language for specific road projects: M-48 and I-75 interchange in Chippewa County (Sec. 617), traffic light at US-31 and Bay Harbor in Emmet County (Sec. 621), M-37 improvements in Caledonia Twp, Kent County (Sec. 622), Tienken Road in Oakland County (623), M-25 bridge in Hume Twp. (Sec. 624), I-75 exit in Ogemaw County (Sec. 625), Cheboygan River bridge (Sec. 626), M-25 closure in Port Huron (Sec. 629), M-99 traffic light in Eaton County (Sec. 633).
10. **Mackinac Bridge Authority.** The Senate includes language that prohibits the Department from using funds for the transfer of investment authority from the Mackinac Bridge Authority to the Department and Department of Treasury (Sec. 628).
11. **Intercity Bus Equipment Fund.** The Senate includes language that transfers \$200,000 from the Intercity Bus Equipment Fund to the Comprehensive Transportation Fund for FY 2004-05 only (Sec. 701).
12. **Amtrak Subsidy.** The Senate includes language that removes the \$100,000 earmark for marketing efforts and restricts the Department from spending any funding on marketing efforts for intercity rail passenger services (Sec. 711).
13. **RTCC Funding.** The Senate removes language that restricts the amount of funding that the Regional Transit Coordinating Council (DDOT and SMART) can receive from the local bus operating line item to the amount it received in FY 2002-03 (Sec. 727).
14. **Operational Bus Lifts.** The Senate includes language that requires local transit agencies to report on inoperable bus lifts, correct non-functioning lifts, and withholds funding from those agencies that fail to correct failing lifts (Sec. 732).

Date Completed: 9/28/2004

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