



Senate Fiscal Agency
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BILL ANALYSIS

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FY 2005-06 Year-to-Date Gross Appropriation	\$121,052,400
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Changes from FY 2005-06 Year-to-Date:

Items Included by the House and Senate

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|---|--------------|
| 1. Economic Adjustments. Included standard economic adjustments. | 2,545,200 |
| 2. Equine Industry Survey. Both House and Senate included Equine Fund revenue for an equine industry survey. | 50,000 |
| 3. Fruit and Vegetable Inspections. Both House and Senate included additional GF/GP funds for seasonal fruit and vegetable inspections. | 300,000 |
| 4. Other Changes. Reduction in Federal funds for emerald ash borer (\$10.0 million), administrative savings of \$100,000, statistical report service reduction (\$35,000), HR optimization reduction (\$72,400); Conservation Reserve Enhancement Program GF/GP increase (\$350,000); funds for horse racing audits (\$240,000), migrant labor housing inspections (\$150,000), emergency management (\$57,600); a shift of Restricted to GF/GP funding for food and dairy; a shift of \$40,000 from GF/GP to Restricted in Agriculture Development and a funding adjustment reduction of \$453,600. A reduction adjustment of \$1,874,000 is also made to reflect FY 2005-06 supplemental appropriations from P.A. 153 of 2006. | (11,737,800) |

Conference Agreement on Items of Difference

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| 5. Export Market. House added \$450,000 GF/GP for export marketing. Not included by the Conference Committee. | 0 |
| 6. Local Conservation Grants. House added \$83,200 GF/GP over current year (\$159,000 over Governor), Senate maintained current year funding level (\$75,800 over Governor). The Conference Committee concurred with the Senate. | 0 |
| 7. Racing Commissioner. House added \$100,000 in Equine Fund revenue. Not included. | 0 |
| 8. Diesel Fuel Inspections. House created line with \$100 GF/GP funding. Not included. | 0 |
| 9. Agriculture Development. House added GF/GP funding of \$500,000. Not included. | 0 |
| 10. Animal Health and Welfare. House added \$250,000 GF/GP. Not included. | 0 |
| 11. Bovine TB. House added \$100,000 GF/GP. Not included. | 0 |
| 12. Food Safety and Quality Assurance. House added \$1.0 Million GF/GP. The Conference Committee included \$475,000. | 475,000 |
| 13. Food Safety and Quality Assurance. Senate added \$150,000 Federal to reflect supplemental appropriations from P.A. 153 of 2006. The Conference Committee concurred. | 150,000 |
| 14. Laboratory Services. Senate added \$543,000 Federal to reflect supplemental appropriations from P.A. 153 of 2006. The Conference Committee concurred. | 543,000 |
| 15. Groundwater and Freshwater Protection. Senate added \$250,000 to reflect supplemental appropriations from P.A. 153 of 2006. The Conference Committee concurred. | 250,000 |

Total Changes.....	(\$7,424,600)
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FY 2006-07 Conference Report Gross Appropriation	\$113,627,800
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Amount Over/(Under) GF/GP Target: \$0

Changes from FY 2005-06 Year to Date:Items Included by the House and Senate

1. **Equine Survey.** Required survey of equine industry in Michigan. (Sec. 305)
2. **Agriculture Development Report.** Required annual report of activities and grants of agriculture and export market programs. (Sec. 706)

Conference Agreement on Items of Difference

3. **MSU Pavilion.** Directed Department, with other interested parties, to work toward the expansion of the Michigan State University Pavilion for Agriculture and Livestock Education. Senate. The Conference Committee concurred. (Sec. 225)
4. **Budget Reduction Plan.** Requires a proposed GF/GP budget reduction (7.93%) plan by October 15, 2006, as a contingency should the K-16 Ballot Initiative be adopted. Senate. The Conference Committee did not include. (Sec. 226)
5. **Return on Investment.** Requires a report on the return on investment of each of the Department's programs. Senate. The Conference Committee concurred. (Sec. 227)
6. **Motor Fuel Inspections.** The Senate added language requiring a report on inspection activities and results. The Conference Committee concurred. (Sec. 304)
7. **Food Safety Education.** The Conference Committee added language requiring expenditures for consumer and industry food safety education. (Sec. 404)
8. **Fruit and Vegetable Inspections.** Required \$1.0 million to be used for inspections with not less than \$600,000 being GF/GP funds. House. The Conference Committee did not include. (Sec. 501)
9. **Diversity.** Required diversity of agriculture when awarding development grants. House. The Conference Committee concurred. (Sec. 707)
10. **Receipt and Expenditure.** Allowed receipt and expenditure of funds from Agriculture Development Fund. House. The Conference Committee concurred. (Sec. 708)
11. **Grape and Wine Council.** Required report. House. The Conference Committee concurred. (Sec. 709)
12. **Select Michigan.** Required \$250,000 for Select Michigan Program and \$975,000 to Cherry Marketing Institute. House. The Conference Committee did not include. (Sec. 710)
13. **Matching Funds.** The Conference Committee added language permitting matching of exterior funds for agriculture marketing. (Sec. 710)
14. **Racing Days.** Specifies minimum racing days for horse racing. House earmarks \$100,000 for this purpose, Senate omits earmarking language. The Conference Committee did not include. (Sec. 902)

Date Completed: 7-17-06

Fiscal Analyst: Bruce Baker