

**Summary of FY 2006-07 Supplemental Items  
SENATE BILL 220 (S-4) AS PASSED THE SENATE**

	Executive		Senate		House	
Budget Area	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP
Attorney General			(\$308,900)	(\$308,900)		
Civil Rights			(472,500)	(472,500)		
Civil Service			(103,600)	(103,600)		
DCH			(131,537,200)	43,833,700		
Corrections			20,752,000	20,752,000		
Education			(85,400)	(85,400)		
Executive Office			(204,300)	(204,300)		
HAL			(3,600,000)	(3,600,000)		
DHS			22,137,700	32,133,100		
Judiciary			(4,190,500)	(4,103,600)		
DLEG			11,000,000	0		
Legislature			(6,760,000)	(6,760,000)		
DMB			(1,277,500)	(1,339,200)		
DMVA			134,500	0		
DNR			(839,400)	(839,400)		
State			(757,900)	(757,900)		
State Police			(1,500,000)	2,500,000		
MDOT			(8,700,000)	0		
Treasury			(81,765,000)	8,195,000		
<b>TOTAL</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$188,078,000)</b>	<b>\$88,839,000</b>		

*Note: The figures in the table above reflect the totals by budget area for SB 220 (H-4). The descriptions on the following pages reflect only Senate-initiated items in the bill. Items included pursuant to Executive requests are summarized in two separate documents.*

**FY 2006-07 Appropriation Items:**

		<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>House</u></b>
<b>ATTORNEY GENERAL</b>				
<b>1. Attorney General Operations</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$301,800)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$301,800)	
<b>2. Information Technology</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$7,100)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$7,100)	
<b>CIVIL RIGHTS</b>				
<b>3. Civil Rights Operations</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$442,200)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$442,200)	
<b>4. Information Technology Services and Projects</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$30,300)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$30,300)	
<b>CIVIL SERVICE</b>				
<b>5. Agency Services</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$39,400)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$39,400)	
<b>6. Executive Direction</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$38,700)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$38,700)	
<b>7. Audit and Compliance</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$16,400)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$16,400)	
<b>8. Information Technology Services and Projects</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$9,100)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$9,100)	
<b>COMMUNITY HEALTH</b>				
<b>9. Eliminate Provider Payment Increases</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$23,565,700)</b>	
A savings of \$10,901,800 GF/GP is estimated by eliminating certain payment increases enacted in fiscal years 2006 and 2007. These payments include increases for: adult home help, physician services, ambulance services and community mental health direct care workers. The reduction includes GF/GP and the associated federal Medicaid matching funds.	Federal	0	(12,327,900)	
	GF/GP	\$0	(\$10,901,800)	
<b>10. Healthy Michigan Fund Reductions</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$14,171,300)</b>	
Eliminates remaining funding to 26 public health programs/projects and utilizes the unspent restricted HMF revenue to offset Medicaid GF/GP costs. Among the programs affected are minority health, immunizations, Alzheimer's disease, cancer, smoking prevention, Parkinson's disease, diabetes/kidney, family planning, maternal and child health, childhood lead, and senior nutrition services.	GF/GP	\$0	(\$14,171,300)	
<b>11. Non-Medicaid Detroit - Wayne County CMHSP</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$21,000,000)</b>	
Reduces Detroit- Wayne County CMHSP non-Medicaid funding by \$21.0 million since this agency has not become a CMH authority as required by section 459 of PA 331 of 2006. This language was ruled unconstitutional by the Attorney General. Also, a Wayne County Circuit Court judge issued an injunction that prevented the language from being enforced which reduced funding for Detroit-Wayne County CMHSP by \$3.5 million monthly until it became an authority. The estimated FY 2006-07 non-Medicaid allocation for Detroit-Wayne County CMHSP is \$112.5 million.	GF/GP	\$0	(\$21,000,000)	
<b>12. State Retained Hospital and Nursing Home QAAP</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$14,808,300)</b>	
Savings of \$6,459,400 GF/GP could be generated if the state retained an additional \$3,229,700 of both hospital and nursing home quality assurance assessment program (QAAP) revenue. The reduction includes GF/GP and the associated federal Medicaid matching funds.	Federal	0	(8,348,900)	
	GF/GP	\$0	(\$6,459,400)	

**FY 2006-07 Appropriation Items:**

		<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>House</u></b>
<b>13. Medicaid Cost Sharing</b>		<b>\$0</b>	<b>(\$3,438,900)</b>	
Increased use of Medicaid cost sharing measures such as copayments, deductibles and premiums may generate savings of \$1.5 million. The reduction includes GF/GP and the associated federal Medicaid matching funds.	<b>Gross</b>	0	(1,938,800)	
	Federal	\$0	(\$1,500,000)	
	GF/GP			
<b>14. Set Uniform Adult Home Help Wage</b>		<b>\$0</b>	<b>(\$687,800)</b>	
Presently, pay for adult home help workers vary by county. It is estimated that if a single wage was paid across the state equal to the lowest county wage, \$300,000 GF/GP savings would be generated if started by April 1, 2007. The reduction includes GF/GP and the associated federal Medicaid matching funds.	<b>Gross</b>	0	(387,800)	
	Federal	\$0	(\$300,000)	
	GF/GP			
<b>15. Reducing Adult Home Help Hours</b>		<b>\$0</b>	<b>(\$9,170,100)</b>	
Reducing by 10% the amount of hours that the state supports for the adult home help program, effective May 1, 2007, is estimated to save \$4.0 million GF/GP. The reduction includes GF/GP and the associated federal Medicaid matching funds.	<b>Gross</b>	0	(5,170,100)	
	Federal	\$0	(\$4,000,000)	
	GF/GP			
<b>16. 1% Medicaid Provider Rate Cut</b>		<b>\$0</b>	<b>(\$16,041,600)</b>	
A 1% reduction in Medicaid provider rates both through health plans and fee-for-service effective May 1, 2007, is estimated to save \$7.0 million GF/GP. The reduction includes GF/GP and the associated federal Medicaid matching funds.	<b>Gross</b>	0	(9,041,600)	
	Federal	\$0	(\$7,000,000)	
	GF/GP			
<b>CORRECTIONS</b>				
<b>17. Worker's Compensation</b>		<b>\$0</b>	<b>(\$1,036,900)</b>	
Assumes additional savings to be gained from worker's compensation changes. Executive Order 2007-3 has reduced current-year appropriation for worker's compensation by \$963,100 to reduce authorization to projected expenditure.	<b>Gross</b>	0	(1,036,900)	
	Restricted			
<b>18. Project Joshua</b>		<b>\$0</b>	<b>(\$441,700)</b>	
Reduces authorization for the Parole and Probation Special Operations Program (Project Joshua), which funds efforts to reduce violent crime in Detroit through criminal prosecutions and law enforcement escorts for parole and probation agents making after-hours checks of supervised offenders. Executive Order 2007-3 reduced by \$208,300; SB 220 would reduce the line by more than the unencumbered balance remaining as of 3/30/07.	<b>Gross</b>	0	(441,700)	
	Restricted			
<b>19. Compensatory Buyout and Union Leave Bank</b>		<b>\$0</b>	<b>(\$275,000)</b>	
Eliminates funding for the compensatory buyout and union leave bank line item, which funds certain union contract provisions.	<b>Gross</b>	\$0	(\$275,000)	
	GF/GP			
<b>20. Loans to Parolees</b>		<b>\$0</b>	<b>(\$294,400)</b>	
Eliminates funding for the parolee loan program line item, which supports costs of this statutorily-required program. SB 220 would reduce the line by more than the unencumbered balance remaining as of 3/30/07.	<b>Gross</b>	\$0	(\$294,400)	
	GF/GP			
<b>21. Residential Services and County Jail Reimbursement Program</b>		<b>\$0</b>	<b>(\$3,000,000)</b>	
Shifts restricted revenue from jail reimbursement line item to residential services line item, and reduces residential services GF/GP funding by \$3.0 million.	<b>Gross</b>	\$0	(\$3,000,000)	
	GF/GP			
The \$16.9 million residential services line funds certain community corrections grants to counties. The \$13.2 million county jail reimbursement line funds per diem payments to counties for housing in jails felons who otherwise likely would have been sentenced to prison.				
<b>22. Community Corrections Comprehensive Plans and Services</b>		<b>\$0</b>	<b>(\$700,000)</b>	
Reduces funding for \$12.5 million line that funds grants to counties for development and implementation of local comprehensive corrections plans under the Community Corrections Act.	<b>Gross</b>	\$0	(\$700,000)	
	GF/GP			

**FY 2006-07 Appropriation Items:**

		<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>House</u></b>
<b>23. Felony Drunk Driver Jail Reduction and Community Treatment Program</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$100,000)</b>	
Indicates a \$100,000 GF/GP reduction to line that funds sanctions and services for felony drunk drivers. However, this line is funded wholly with restricted revenue.	Restricted	0	n/a	
	GF/GP	\$0	n/a	
<b>EDUCATION</b>				
<b>24. State Board of Education/Office of the Superintendent</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$42,700)</b>	
Requires a reduction of \$42,700 to the line.	GF/GP	\$0	(\$42,700)	
<b>25. Central Support</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$42,700)</b>	
Requires a reduction of \$42,700 to the line.	GF/GP	\$0	(\$42,700)	
<b>EXECUTIVE OFFICE</b>				
<b>26. Executive Office Operations</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$204,300)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$204,300)	
<b>HISTORY, ARTS, AND LIBRARIES</b>				
<b>27. Arts and Cultural Grants</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$3,600,000)</b>	
This imposes a 38% reduction on the General Fund appropriation for this grant program.	GF/GP	\$0	(\$3,600,000)	
<b>HUMAN SERVICES</b>				
<b>28. Demonstration Projects</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$100,000)</b>	
Unspecified GF/GP reduction to Demonstration Projects line item, which supports an assortment of programs and initiatives.	GF/GP	\$0	(\$100,000)	
<b>29. Michigan Community Service Commission</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$1,000,000)</b>	
Reduction to GF/GP support which finances staffing costs within the MCSC. Reduction eliminates funding for some MCSC positions.	GF/GP	\$0	(\$1,000,000)	
<b>30. Child Support Enforcement Operations</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$1,000,000)</b>	
Reduces GF/GP support for state-administered child support enforcement activities. State receives \$2 in federal funding for each \$1 in state funding used for this purpose.	GF/GP	\$0	(\$1,000,000)	
<b>31. Community Services Block Grant</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$1,175,000)</b>	
Reduces federal appropriation for the line item. Although no specific boilerplate appears in the supplemental, it appears the Senate intended to reduce the TANF boilerplate allocation of \$2.3 million to Community Action Agencies by 50%. This funding supports general human services programs administered through these agencies. This reduction was included in the original Executive Order 2007-1, but did not appear in Executive Order 2007-3, which was eventually approved.	Federal	0	(1,175,000)	
<b>32. Child Care Fund</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$5,000,000)</b>	
Reduces appropriation which finances reimbursement to counties for the costs of services provided to abused/neglected and delinquent youth. Reduction would require a statutory change to reduce the state's 50% of cost reimbursement rate to counties.	GF/GP	\$0	(\$5,000,000)	
<b>33. Juvenile Justice Savings</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$7,098,100)</b>	
Reduces funding for state medium security juvenile justice facilities by \$6.1 million and community juvenile justice centers by \$1.0 million. Savings would be achieved by privatizing juvenile justice services as of May 1, 2007. There are currently 292 FTE staff positions that serve within these facilities.	Federal	0	(888,600)	
	Local	0	(3,155,000)	
	GF/GP	\$0	(\$3,054,500)	
<b>34. Local Office Staff – Foster Care Workers</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$9,044,400)</b>	
Reduces funding for DHS foster care workers that provide direct care services for youth in out-of-home placements. Boilerplate requires DHS to provide foster care services through private contracts beginning May 1, 2007 except for youth placed with unlicensed relatives. DHS currently employs around 700 foster care workers along with additional supervisory and support staff for these workers.	Federal	0	(6,277,500)	
	GF/GP	\$0	(\$2,533,400)	

**FY 2006-07 Appropriation Items:**

		<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>House</u></b>
<b>35. Food Stamp Reinvestment</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$1,000,000)</b>	
Reduces appropriation which funds mandated federal spending on initiatives that will reduce the state's food stamp error rate. The reduction appears to be consistent with the State's current reinvestment plan, so the reduction should not impact the State's ability to meet required spending levels. However, DHS indicates that this line item was going to be used to achieve mandated budgetary savings in FY 2007 bill.	GF/GP	\$0	(\$1,000,000)	
<b>36. Family Independence Program Caseload</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$5,400,000)</b>	
Assumes a reduction in FIP caseload based on the recent leveling of the upward trend in the caseload and anticipated savings related to the Jobs Education and Training program which was expanded in January 2007 to cover 50% of current cases.	GF/GP	\$0	(\$5,400,000)	
<b>37. Day Care Services – Reduce Allowable Hours</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$11,800,000)</b>	
Reduces appropriations for day care subsidy payments to reflect a change in eligibility policy which would limit the number of hours a client can receive support from 100 hours to 90 hours per 2-week pay period. This policy proposal was included in Executive Order 2007-1, which was eventually rejected by the Senate. It was not a part of the approved Executive Order 2007-3.	GF/GP	\$0	(\$11,800,000)	
<b>JUDICIARY</b>				
<b>38. Administrative GF/GP Reductions</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$2,947,100)</b>	
Across the board GF/GP reductions with the exception of Justices' and Judges' salaries, branch-wide operations, and indigent civil legal assistance. Reductions range from 4.0 to 4.8% GF/GP for line items. This provides a 4% reduction (\$207,700) in funding for indigent criminal defense resources such as representation for indigent defendants' appeals and statewide attorney roster.	GF/GP	\$0	(\$2,947,100)	
<b>LEGISLATURE</b>				
<b>39. Senate</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$1,056,200)</b>	
	GF/GP	\$0	(\$1,056,200)	
<b>40. Senate Automated Data Processing</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$106,100)</b>	
	GF/GP	\$0	(\$106,100)	
<b>41. Senate Fiscal Agency</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$127,400)</b>	
	GF/GP	\$0	(\$127,400)	
<b>42. House of Representatives</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$1,451,800)</b>	
	GF/GP	\$0	(\$1,451,800)	
<b>43. House Automated Data Processing</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$84,200)</b>	
	GF/GP	\$0	(\$84,200)	
<b>44. House Fiscal Agency</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$123,300)</b>	
	GF/GP	\$0	(\$123,300)	
<b>45. Legislative Council</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$400,000)</b>	
	GF/GP	\$0	(\$400,000)	
<b>46. Legislative Service Bureau Automated Data Processing</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$57,200)</b>	
	GF/GP	\$0	(\$57,200)	
<b>47. National Association Dues</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$4,100)</b>	
	GF/GP	\$0	(\$4,100)	
<b>48. Legislative Retirement: General Nonretirement Expenses</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$135,300)</b>	
	GF/GP	\$0	(\$135,300)	
<b>49. Capitol Building</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$93,400)</b>	
	GF/GP	\$0	(\$93,400)	
<b>50. Cora Anderson Building</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$322,700)</b>	
	GF/GP	\$0	(\$322,700)	
<b>51. Farnum Building and other properties</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$38,300)</b>	
	GF/GP	\$0	(\$38,300)	

**FY 2006-07 Appropriation Items:**

		<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>House</u></b>
<b>MANAGEMENT AND BUDGET</b>				
<b>52. Executive Operations</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$39,900)</b>	
Savings are anticipated to be generated through not filling vacant positions and through other administrative efficiencies.	GF/GP	\$0	(\$39,900)	
<b>53. Administrative Services</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$46,800)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$46,800)	
<b>54. Budget and Financial Management</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$323,300)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$323,300)	
<b>55. Office of the State Employer</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$34,000)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$34,000)	
<b>56. Business Support Services</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$174,500)</b>	
Savings are anticipated to be generated through not filling vacant positions, through further reductions to the ID Mail Program, and through other administrative efficiencies.	GF/GP	\$0	(\$174,500)	
<b>57. Office of Children's Ombudsman</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$57,500)</b>	
Savings are anticipated to be generated through administrative efficiencies.	GF/GP	\$0	(\$57,500)	
<b>58. Information Technology Services and Projects</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$601,500)</b>	
Savings are anticipated to be generated through not filling vacant positions and through other administrative efficiencies.	GF/GP	\$0	(\$601,500)	
<b>NATURAL RESOURCES</b>				
<b>59. Communications</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$10,000)</b>	
Reduces support for public information efforts that cannot be supported by restricted funds including interpretive center equipment.	GF/GP	\$0	(\$10,000)	
<b>60. Executive Direction</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$50,000)</b>	
Reduces department administrative support.	GF/GP	\$0	(50,000)	
<b>61. Financial Services</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$20,000)</b>	
Reduces support for accounting services.	GF/GP	\$0	(\$20,000)	
<b>62. Human Resources</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$20,000)</b>	
Reduces support for personnel services.	GF/GP	\$0	(\$20,000)	
<b>63. Wildlife Management</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$150,000)</b>	
Reduces support for Bovine TB containment efforts. Michigan would lose its split state status, and the ability to transport of cattle to other states.	GF/GP	\$0	(\$150,000)	
<b>64. Natural Resource Heritage</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$10,000)</b>	
Reduces endangered species protection programs by 12% during the remaining months of FY 2006-07.	GF/GP	\$0	(\$10,000)	
<b>65. Cormorant Control</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$150,000)</b>	
Eliminates funding for new cooperative effort with the Federal Fish and Wildlife Service to control the Great Lakes Cormorant population.	GF/GP	\$0	(\$150,000)	
<b>66. Cooperative Resource Programs</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$75,000)</b>	
Reduces grant support to local conservation districts for landowner assistance to improve private forest management practices.	GF/GP	\$0	(\$75,000)	
<b>67. Forest Fire Protection</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$29,400)</b>	
Reduces ability to respond to wildfires originating on non-state lands. Training on prescribed fire practices would be deferred to 2007-08.	GF/GP	\$0	(\$29,400)	
<b>68. Forest Recreation and Trails</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$75,000)</b>	
Nine (9) forest campgrounds would be closed, and 9 short term worker positions would be eliminated. Reduces development and maintenance support for non-motorized trails (for example: hiking, motocross and horse riding trails).	GF/GP	\$0	(\$75,000)	

**FY 2006-07 Appropriation Items:**

		<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>House</u></b>
<b>69. Law Enforcement</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$150,000)</b>	
Reduced apprehension rates for violators of forest fire laws, state park rules and campground patrol and enforcement. This cut would also reduce local law enforcement support efforts. DNR is routinely called on to assist local law enforcement agencies in suspect tracking and control of unlawful activities on state lands.	GF/GP	\$0	(\$150,000)	
<b>70. Information Technology</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$100,000)</b>	
Reduces support of Department internet-based campground reservation and game and fish licensing systems, the Center for Geographic Information, and the Michigan Public Safety Communications System.	GF/GP	\$0	(\$100,000)	
<b>DEPARTMENT OF STATE</b>				
<b>71. Proportional General Fund Reductions</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$757,900)</b>	
Reduces all GF/GP line items throughout the budget proportionately to achieve a departmental funding reduction of 4%.	GF/GP	\$0	(\$757,900)	
<b>STATE POLICE</b>				
<b>72. Auto Theft Prevention Program</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$4,000,000)</b>	
Decreases restricted funds in the Auto Theft Prevention Program. Funds would lapse to the General Fund.	Restricted	0	(4,000,000)	
Law enforcement agencies and auto theft prevention teams would see a decrease in support for auto theft prevention efforts statewide.				
Executive Order 2007-3 decreases the Auto Theft Prevention Program by \$4.0 million, which would result in a 52.0 FTE total loss for various police agencies and non-profit organizations that receive these funds. SB 220 takes an additional \$4.0 million off of the \$4.0 million in EO 2007-3, resulting in a total \$8.0 million reduction and 104.0 FTE losses for police agencies receiving these funds.				
<b>73. Fleet Leasing</b>	<b>Gross</b>	<b>\$0</b>	<b>\$900,000</b>	
Increases GF/GP support for Fleet Leasing expenses.	GF/GP	\$0	\$900,000	
Would allow the State Police to have less severe driving and patrol restrictions due to fuel costs.				
<b>74. Uniform Services</b>	<b>Gross</b>	<b>\$0</b>	<b>\$1,600,000</b>	
Increases GF/GP support to avoid trooper layoffs for FY07.	GF/GP	\$0	\$1,600,000	
Would allow the State Police to avoid laying off 29 troopers for FY07.				
Would avoid the layoff of 29 troopers for FY07, however, no current funding plan for keeping those troopers employed for FY08.				
<b>TRANSPORTATION</b>				
<b>75. Local Bus Operating</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$3,347,900)</b>	
This mid-year reduction in state operating assistance to the state's 79 transit agencies could result in service reductions at some agencies.	Restricted	0	(3,347,900)	
<b>76. Intercity Bus Equipment</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$1,000,000)</b>	
Could delay replacement of intercity buses used on regularly scheduled service.	Restricted	0	(1,000,000)	
<b>77. Freight Preservation and Development</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$1,200,000)</b>	
Will delay or eliminate rail track projects on state-owned railroad used by private short-line railroads.	Restricted	0	(1,200,000)	
<b>78. Rail Infrastructure Loan Program</b>	<b>Gross</b>	<b>\$0</b>	<b>(\$500,000)</b>	
Reduces contribution to this revolving loan program to \$100,000; down from the \$1.1 million originally appropriated. May delay or eliminate rail economic development projects on privately owned rail property.	Restricted	0	(500,000)	

**FY 2006-07 Appropriation Items:****79. Specialized Services**

This negative appropriation reduces state assistance to transit programs geared to the elderly and disabled population to the statutory minimum: \$3.9 million.

	<b><u>Executive</u></b>	<b><u>Senate</u></b>	<b><u>House</u></b>
<b>Gross</b>	<b>\$0</b>	<b>(\$170,200)</b>	
Restricted	0	(170,200)	

**80. Bus Capital**

Reduces state capital assistance to the state's 79 transit agencies to \$3,237,900. Will delay replacement of buses at some agencies.

<b>Gross</b>	<b>\$0</b>	<b>(\$7,237,900)</b>	
Restricted	0	(7,237,900)	

**81. Transportation to Work**

This program works to eliminate transportation as a barrier to work among transit-dependant workers entering the job market. This mid-year reduction, down to \$3.3 million from the \$4.7 million originally appropriated, will result in service reductions at some agencies.

<b>Gross</b>	<b>\$0</b>	<b>(\$1,244,000)</b>	
Restricted	0	(1,244,000)	

**TREASURY****82. Revenue Enhancement Program**

Reduces funding for the Revenue Enhancement Program by \$902,500 (GF/GP). Reductions would likely be incurred in the areas of customer contact, tax policy, and information technology. The department has indicated that the core functions of the program (enhancing revenue collections through personal property audits and principal residence exemptions) and related auditing and enforcement would receive priority. However, this program was cut \$350,000 by EO 2007-3. The FY 2008 funding proposal for the revenue enhancement program eliminates funding and 3.0 FTE positions for customer contact and information technology.

<b>Gross</b>	<b>\$0</b>	<b>(\$902,500)</b>	
GF/GP	\$0	(\$902,500)	

**83. Convention Facility Development Distribution**

The bill reduces funding from the Convention Facility Development Fund, which makes debt service payments for bonds issued for expansion and renovation of Cobo Hall, and redistributes a portion of liquor tax collections to the counties. Each year, payments from the fund are first made for Cobo Hall debt service (approximately \$16 million) with any amount remaining at the end of the year distributed in the next fiscal year to the counties based on their liquor tax collections. For FY 2007, all Cobo Hall debt service payments have been made and the amount distributed to counties (which is collected in FY 2006) was disbursed in February. Any taxes collected through the end of FY 2007 will be distributed February 2008. Since payments have already been made for FY 2007, it's not clear how this reduction would be made. For FY 2007, payments total \$53.2 million.

<b>Gross</b>	<b>\$0</b>	<b>(\$18,400,000)</b>	
Restricted	0	(18,400,000)	
GF/GP	\$0	\$0	

**84. Senior Citizen Cooperative Housing Tax Exemption**

Boilerplate permits the department to contract with private firms to appraise and, if necessary, appeal the assessments of senior citizen cooperative housing units which are exempt from property taxes under the General Property Tax Act and for which the department reimburses local units for lost tax revenue. There are about 180 of these facilities. In recent years the department has had some success in appealing the assessments, resulting in lower payments to local units. This reduction is not affected by federal funds.

<b>Gross</b>	<b>\$0</b>	<b>(\$902,500)</b>	
GF/GP	\$0	(\$902,500)	

**85. Constitutional Revenue Sharing**

Reduces funding for constitutional revenue sharing to reflect the revised amount from the January 2007 Consensus Revenue Estimating Conference.

<b>Gross</b>	<b>\$0</b>	<b>(\$20,075,000)</b>	
Restricted	0	(20,075,000)	
GF/GP	\$0	\$0	

**86. Statutory Revenue Sharing**

Reduces funding for statutory revenue sharing by \$39.9 million from the revised FY 2007 amount from the January 2007 Consensus Revenue Estimating Conference. This represents an 9.8% reduction in statutory revenue sharing, or a 3.7% reduction in total revenue sharing. This reduction would eliminate statutory revenue sharing payments for an additional 159 local units of government.

<b>Gross</b>	<b>\$0</b>	<b>(\$41,485,000)</b>	
Restricted	0	(41,485,000)	
GF/GP	\$0	\$0	



**FY 2006-07 Appropriation Items:****87. Lottery Promotion and Advertising**

The Lottery has committed more than \$14 million in advertising through a private agency. This includes projects under development, where vendors have invested materials and services. The bureau is contractually committed to paying its advertising vendors.

<b>Gross</b>	<b>\$0</b>	<b>(\$10,000,000)</b>
Restricted	0	(10,000,000)
GF/GP	\$0	\$0

**Executive****Senate****House****FY 2006-07 Boilerplate Items:****ATTORNEY GENERAL****1. Sec. 350. Antitrust Enforcement Revenue**

Authorizes carry forward of up to \$250,000 in unobligated antitrust enforcement revenue, securities fraud revenue, consumer protection or class action enforcement revenue, or attorney fees recovered by the Department.

Included

**2. Sec. 351. False Medicaid Claims**

Appropriates funds collected by the Department pursuant to the Medicaid False Claims Act and authorizes carry forward of unexpended funds.

Included

**CORRECTIONS****3. Sec. 501. Restricted Revenues Fund Shift**

Specifies that \$2.0 million in telephone fees appropriated to the county jail reimbursement program shall be shifted to the residential services line item to replace GF/GP funds.

Included

**HUMAN SERVICES****4. Sec. 621. Privatization of Foster Care Services**

Requires DHS to provide foster care services under private contracts with licensed, nationally accredited child placing agencies beginning May 1, 2007. DHS remains responsible for oversight and licensure of private agencies and may also provide direct service and monitoring for children placed with unlicensed relatives. Requires that private agency contracts contain performance and incentive measures.

Included

**5. Sec. 622. Privatization of Juvenile Justice Services**

Requires DHS to provide delinquency services for youth who require community, low or medium security services under private contracts with licensed, nationally accredited child caring institutions or child placing agencies beginning May 1, 2007. DHS remains responsible for oversight and licensure of private agencies and may also provide direct service and monitoring for children who require high security services. Requires that private agency/institution contracts contain performance and incentive measures.

Included

**MICHIGAN STRATEGIC FUND****6. Sec. 651. Lapse 21<sup>st</sup> Century Jobs Fund Work Projects to General Fund**

a. Lapses \$34.1 million from Work Project Account 20610, Appropriation Year 2006, 21<sup>st</sup> Century Jobs Fund Investments and Loans to the General Fund.

b. Lapses \$6.0 million from Work Project 20501, Appropriation Year 2006, Michigan Forest Finance Authority to the General Fund.

Included

**STATE POLICE****7. Sec. 701. Reduction in Auto Theft Prevention Program**

Specifies that the \$4.0 million reduction in the Auto Theft Prevention Program represents \$2.0 million in current year appropriations and \$2.0 million in unappropriated fund balances, which will lapse to the general fund.

Included

**TREASURY****8. Sec. 915. Transfer of State Campaign Fund**

Current boilerplate directs that the amount designated in tax year 2006 be transferred from the General Fund to the State Campaign Fund. Current boilerplate specifies that the amount appropriated shall not revert to the General Fund and shall remain in the State Campaign Fund, and that the amount remaining in the fund in excess of \$10 million on 12/31/2006 shall revert to the General Fund. The supplemental eliminates the restriction on funds reverting to the General Fund and specifies that the all of the amount in the fund as of 12/31/2006 shall be transferred to the General Fund. The balance in the fund is \$7.2 million.

Included