

SUMMARY: FY 2006-07 Supplemental Appropriations Senate Bill 404 as Passed by the House

	*Executive		Senate		House	
Budget Area	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP
Capital Outlay	\$650,000	\$0	\$650,000	\$0	\$650,000	\$0
Community Health	7,500,000	0	7,500,000	0	7,500,000	0
Environmental Quality	0	0	0	0	0	0
Human Services	3,653,900	0	3,653,900	0	3,545,900	0
Labor and Econ. Growth	65,400,000	0	65,400,000	0	65,400,000	0
State Police	400,000	0	400,000	0	400,000	0
TOTAL	\$77,603,900	\$0	\$77,603,900	\$0	\$77,495,900	\$0

*Reflects only Executive supplemental requests included in Senate Bill 404. These requests include items in State Budget Office letters dated 11/22/06, 11/27/06, 12/6/06, 2/8/07, 2/27/07, 3/15/07, 4/11/07, and 4/16/07.

OVERVIEW

Senate Bill 404 contains a number of non-GF/GP supplemental recommendations that have been identified by the State Budget Office as needing approval in the immediate future in order to avoid state employee lay-offs or delays in state payments. The Gross appropriation of \$77.5 million includes \$44.4 million in federal funds, \$30.6 million in state restricted funds, and \$2.5 million in local/private funds.

FY 2006-07 Budget Items:

CAPITAL OUTLAY

1. New Shiawassee County Armory

Project cost increase of \$650,000 for the new Shiawassee County Armory. The total project cost for this project will now be \$6.4 million with Federal funds providing \$4.4 million of this cost. Unanticipated project site conditions resulted in a project cost increase of 11.4%.

	<u>Executive</u>	<u>Senate</u>	<u>House</u>
Gross	\$650,000	\$650,000	\$650,000
Federal	150,000	150,000	150,000
Restricted	500,000	500,000	500,000

COMMUNITY HEALTH

2. Dental Sealants for Children

Increases the Special Projects appropriation for family, maternal and children's health by \$250,000 to authorize spending of a private grant from Delta Dental Corporation that will fund dental sealants for oral health programs for low-income children.

Gross	\$250,000	\$250,000	\$250,000
Private	250,000	250,000	250,000

3. Health Information Technology Initiative - Fund Source Shift

Increases state restricted Health Professional Regulatory Fund (HPRF) funding within the Health Information Technology Initiatives appropriation line by \$7.2 million. The Executive Order 2007-3 reduces this line by a like amount of GF/GP. The use of the HPRF revenues for this purpose would require a statutory change.

Gross	\$7,250,000	\$7,250,000	\$7,250,000
Restricted	7,250,000	7,250,000	7,250,000

FY 2006-07 Budget Items:**ENVIRONMENTAL QUALITY****4. *Environmental Protection Fund Shift***

Fund source shift: Federal Air Quality and Water Management funding, (\$887,000), and Air Surveillance Fee revenue (\$130,000), replaced with Environmental Protection Fund revenue. These shortfalls affect 20 positions in the Air Quality and Water Management Divisions.

	<u>Executive</u>	<u>Senate</u>	<u>House</u>
Gross	\$0	\$0	\$0
Federal	(887,000)	(887,000)	(887,000)
Restricted	887,000	887,000	887,000

HUMAN SERVICES**5. *Donated Funds Positions***

Increases funding for DHS donated funds staff to cover an additional 45 positions for FY 2007. Donated funds positions represent workers placed outside DHS offices. The private/local entity requesting the worker agrees to pay the state's share of the costs of the worker. Typically, the costs of these workers are funded using 50% federal and 50% private/local funds.

FTE	45.0	45.0	45.0
Gross	\$3,653,900	\$3,653,900	\$3,653,900
Federal	1,804,700	1,804,700	1,804,700
Local	1,523,100	1,523,100	1,523,100
Private	326,100	326,100	326,100

6. *Rent*

Reduces appropriations to reflect the closure of two DHS district offices in Wayne County. The leases for the two office sites include legislative lease cancellation language. Related boilerplate provides that no funds be expended on these leases 60 days after legislative approval. The gross appropriation reduction of \$171,000 assumes three months of savings. GF/GP savings of \$63,000 is transferred to the Family Independence Program (FIP) line item. This adjustment was requested recently by the State Budget Office, but was not part of the formal DMB request letters.

Gross	\$0	\$0	(\$108,000)
Federal	0	0	(108,000)
GF/GP	0	0	0

LABOR AND ECONOMIC GROWTH**7. *Additional Federal Funds: Office of Workforce Development***

Recognizes additional federal Workforce Investment Act funds due to Michigan's high unemployment rate to be used by the Office of Workforce Development.

Gross	\$2,000,000	\$2,000,000	\$2,000,000
Federal	2,000,000	2,000,000	2,000,000

8. *Federal Funds for Displaced Worker Training*

Recognizes additional \$6.4 million of U.S. Department of Labor Trade Adjustment Assistance Program funds to retrain displaced workers.

Gross	\$6,400,000	\$6,400,000	\$6,400,000
Federal	6,400,000	6,400,000	6,400,000

9. *Additional Federal Funds: Michigan Works! Agency*

Recognizes additional federal Workforce Investment Act funds due to Michigan's high unemployment rate to be used for workforce training by 25 Michigan Works! Agencies.

Gross	\$35,000,000	\$35,000,000	\$35,000,000
Federal	35,000,000	35,000,000	35,000,000

10. *Low Income Energy Assistance Fund*

Recognizes increased Low Income Energy Assistance funds available from new assessment paid by Consumers Energy to be used for low income energy assistance programs.

Gross	\$14,000,000	\$14,000,000	\$14,000,000
Restricted	14,000,000	14,000,000	14,000,000

11. *New Low Income Energy Assistance Fund Source*

New funding available for Low-Income Energy Efficiency Fund due to assessment of Consumers Energy.

Gross	\$8,000,000	\$8,000,000	\$8,000,000
Restricted	8,000,000	8,000,000	8,000,000

STATE POLICE**12. *Private Donations***

Includes \$400,000 in private donations from the Michigan State Police Trooper Association to cover four pay periods of payroll for the 29 troopers identified for layoffs.

Gross	\$400,000	\$400,000	\$400,000
Private	400,000	400,000	400,000

FY 2006-07 Boilerplate Items:**HUMAN SERVICES****1. *Sec. 401. Lease Cancellation for Vacated DHS Offices***

Prohibits DHS from spending funds on leased space at the DHS Wayne County Lincoln Park district office and DHS Wayne County Fullerton/Jeffries district office 60 days after approval by the Legislature. Both offices have been vacated since October 2006. Legislative action would allow for the cancellation of future lease payments due to a legislative lease cancellation clause in both leases.

<u>Executive</u>	<u>Senate</u>	<u>House</u>
Included	Not Included	Included

FY 2006-07 Boilerplate Items:

LABOR AND ECONOMIC GROWTH

2. *Sec. 501. Allocated Low-Income Energy Assistance Funds*

Allocates \$22 million from the Low-Income/Energy Efficiency Assistance grant line to the Department of Human Services for low-income energy assistance programs.

Executive

Senate

House

Included

Included

Included

REPEALER

3. *Sec. 1101. State Police Trooper School*

Removes Sec. 218, Article 17 of PA 345 of 2006 concerning funding of trooper salaries, benefits, retirement, and other expenses for general law enforcement duties by troopers; removes requirement for conducting a trooper recruit school no later than August 15, 2007; removes requirement for department to submit quarterly reports to subcommittees concerning trooper strength and plans to maintain a trooper strength of 1,075.

Included

Included

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