




Senate Fiscal Agency
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BILL ANALYSIS

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Senate Bill 235 (S-1 as passed by the Senate)
Committee: Appropriations

FY 2006-07 Year-to-Date Gross Appropriation	\$123,762,000
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Changes from FY 2006-07 Year-to-Date:

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| 1. Regional Training Institute. The Governor recommended the operational funding of a new Regional Training Institute in Battle Creek using restricted (revolving) funds. | 1,500,000 |
| 2. Military Retirement Pay Increase. GF/GP funds are added to pay for anticipated payments to retired Michigan Army and Air National Guard per P.A.150 of 1967 (\$74,000) and a Special duty Officer pay increase as provided by the National Defense Authorization Act (\$4,700). | 78,900 |
| 3. Grand Rapids Veterans Home Administrative Reductions. The Governor recommended a GF/GP administrative reduction for the Grand Rapids home. | (370,000) |
| 4. Grand Rapids Veterans Home Fund Shifts. The Governor recommended a shift from GF/GP of \$630,000 to available federal funding. | 0 |
| 5. D.J. Jacobetti Veterans Home Fund Shift. The Governor recommended a shift from GF/GP of \$277,400 to available restricted and Federal funding. | 0 |
| 6. Armory Maintenance. The Governor recommended the elimination of four vacant armory maintenance mechanics for a GF/GP savings. | (300,000) |
| 7. Federal Support for Facilities. The Governor recommended available additional Federal support for Headquarters and Armories (\$600,000) and training sites and logistical facilities (\$175,000). | 775,000 |
| 8. Human Resources Optimization. The Governor recommended an adjustment to reflect increased user charges (\$1,700) and removal of capitalization of hardware and software costs added in FY 2005-06 (\$14,700). | (13,000) |
| 9. Sick Leave Payouts. The Governor recommended the inclusion of non-DIT GF/GP savings related to the five year payout of sick leave for FY 2001-02 early retirees. | (43,100) |
| 10. Adjustment for Executive Order 2007-3 Reductions, P.A. 17 and P.A. 41 of 2007. | (859,400) |
| 11. Placeholder Increases. The Senate added \$1,000 to several line items (Special Maintenance-State, Grand Rapids Veterans Home and each Veterans Service Organization grant recipient) balanced by administrative reductions. | 0 |
| 12. Unmanned Aerial Vehicle. The Senate added a placeholder appropriation of \$1,000 (offset by administrative reductions) for an unmanned aerial vehicle. | 0 |
| 13. Budgetary Savings. The Senate added a GF/GP reduction unit. | (862,000) |
| 14. Economic Adjustments. Adjustments include a GF/GP total of \$1,723,900. | 3,295,700 |
| 15. Other Changes. The Governor recommended an increase for the Starbase program (\$57,000), the Mackinac Bridge walk security costs (\$5,000) and reductions for Information Technology (\$3,600) and lease revenue from the Grand Rapids Home (\$22,800). | 35,600 |
| 16. Comparison to Governor's Recommendation. The Senate is \$862,000 Gross and \$862,000 GF/GP under the Governor. | |

Total Changes.....	3,237,700
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FY 2006-07 Senate Gross Appropriation	\$126,999,700
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Changes from FY 2005-06 Year to Date:**New Boilerplate Sections**

1. **Legal Services.** The Senate added a new section prohibiting the hiring of any legal services which could be performed by the Attorney General. (Sec. 228)
2. **Regional Training Institute (RTI) Creation.** States creation and purpose of new training facility in Battle Creek with funding from a revolving account. Requires Legislative report. (Sec. 229)
3. **Regional Training Institute (RTI) Guidelines for Usage.** States availability for use by various entities of the RTI. (Sec. 230)
4. **Policy Change Reports.** The Senate added new language requiring the reporting of any policy changes made to implement enacted legislation be made to the Legislature. (Sec. 231)
5. **Budgetary Reduction.** The Senate added new language requiring reductions made via the budgetary reduction unit be accomplished by Legislative transfer. (Sec. 232)

Amended Boilerplate Sections

6. **Hiring Freeze.** The Senate added a revised version of current-year language requiring a Civil Service hiring freeze. (Sec. 205)
7. **Buy American.** The Senate added a revised version of current-year language requiring a priority be given to American/Michigan businesses when State purchases are made by adding a priority to those owned and operated by veterans. (Sec. 209)

Date Completed: 8-23-07

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