



Senate Fiscal Agency
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**BILL ANALYSIS**

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Senate Bill 1117 (as introduced 2-14-08)
Sponsor: Senator John Pappageorge
Committee: Appropriations

Date Completed: 2-26-08

CONTENT

Senate Bill 1117 would add a section to the Management and Budget Act to establish a time frame for the agreement upon "budget targets" between the executive branch and the legislative branch each fiscal year. Specifically, the bill would require the Governor, the Senate Majority Leader, the Chairperson of the Senate Appropriations Committee, the Speaker of the House, and the Chairperson of the House Appropriations Committee to meet immediately preceding the Consensus Revenue Estimating Conference held in May of each year. The Governor and the designated legislators would have to establish specific appropriation targets for each State department and agency for the fiscal year beginning on October 1 following the May Consensus Revenue Estimating Conference.

If the appropriation targets were not established by May 30, the Governor and the designated legislators would have to meet in continuous session until targets were agreed to. Once the appropriation targets were agreed to by the Governor and the designated legislators, a document detailing the targets would have to be signed by the Governor and the designated legislators and be made available to the public.

The passage of this bill would place into State law a procedure that has been used in Michigan as part of the budget process for many years. Budget or appropriation targets have been informally established between the executive and legislative branches for many years without any statutory requirements. The passage of this bill would put pressure on the parties to ensure that these appropriation targets were agreed to by May 30 of each year.

Proposed MCL 18.1365

FISCAL IMPACT

Senate Bill 1117 would have no fiscal impact on State or local government.

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