



Senate Fiscal Agency  
P. O. Box 30036  
Lansing, Michigan 48909-7536



## BILL ANALYSIS

Telephone: (517) 373-2768  
Fax: (517) 373-1986  
TDD: (517) 373-0543

House Bill 5875 (S-1, Draft 1 as reported)  
Committee: Appropriations

*Throughout this document Senate means Subcommittee.*

<b>FY 2009-10 Year-to-Date Gross Appropriation.....</b>	<b>\$81,519,000</b>
<b>Changes from FY 2009-10 Year-to-Date:</b>	
1. <b>Michigan Agriculture Environmental Assurance Program (MAEAP) Transfer.</b> The Governor recommended the transfer of the MAEAP for farmers to the Michigan State University Agricultural Experiment Station for a 5.0 FTE and \$586,500 GF/GP savings. The House added a \$100 placeholder. The Senate rejected the transfer and provided 3.0 FTEs and \$262,000 for FY11.	(324,500)
2. <b>Grain Inspection Program.</b> The Senate added \$300,000 GF/GP to bolster program which had been significantly reduced in FY10. House had added \$252,600.	300,000
3. <b>Dairy Inspection Fees.</b> The Governor recommended an increase in dairy inspection fees to offset a GF/GP reduction of \$500,000. The Senate and House rejected the fee revenue and supplanted it with GF/GP.	0
4. <b>Migrant Worker Housing Inspection Fee.</b> The Governor recommended an increase in Migrant Worker Housing Inspection fees from \$5.00 to \$30.00 per worker to offset a GF/GP reduction of \$537,900. House rejected the fee revenue and partially supplanted it with \$400,000 in GF/GP. The Senate replaced the full \$537,900 in fees with GF/GP.	0
5. <b>Office of Racing Commissioner (ORC) Transfer.</b> The budget reflects a restricted fund reduction due to transfer of the ORC to the Department of Treasury's Gaming Control Board, per E.O. 2009-45. The transfer includes 10 FTEs. House, Senate concurred.	(1,905,000)
6. <b>Pesticide and Plant Pest Management.</b> The Governor, House included a \$379,400 GF/GP reduction, the Senate restored \$250,000 to the commodity inspection program.	(129,400)
7. <b>Right to Farm Program.</b> The Governor, House recommended a \$150,000 GF/GP savings. The Senate rejected the reduction, adding GF/GP.	0
8. <b>Animal Control Officers and Shelter Program.</b> The Governor, House and Senate removed funding for the program, to be assumed by local government, to save GF/GP.	(150,000)
9. <b>Budgetary Savings.</b> The House included an unspecified reduction unit of \$347,100 GF/GP. Senate did not concur, instead eliminating all 3% salary and wage increases.	(1,182,700)
10. <b>Adjustments for Actual Revenue Received.</b> The Governor, House and Senate recommended a reduction to reflect the expected receipt of revenues from IDGs (\$426,600), federal (\$1,740,500), and restricted (\$1,854,800).	(4,021,900)
11. <b>Administrative Efficiencies.</b> The Governor, House and Senate recommended GF/GP administrative efficiencies for Shelter Oversight (\$70,400), Aquaculture (\$20,000) Livestock Program (\$10,200), Domestic Marketing (\$27,300), DIT and DMB consolidation (\$2,700), Grants to Shelters (\$8,000) and Bodies of Dead Animals Program (\$800).	(139,400)
12. <b>Combining of Migrant Worker Programs.</b> The Governor, House and Senate recommended the combining of two similar programs which would result in a slight program increase of \$43,000 (\$40,000 federal and \$3,000 restricted).	43,000
13. <b>Adjustments for FY10 Supplemental Appropriations and Transfers.</b>	(1,149,900)
14. <b>Economic Adjustments.</b> The Governor's original budget made adjustments for rent, building occupancy charges, salaries and wages (see item no. 9), retirement benefits, workers' compensation, and utilities.	3,324,100
15. <b>Comparison to Governor's Recommendation.</b> The Senate is \$1,494,500 Gross under and \$1,468,400 GF/GP over the Governor.	
<b>Total Changes .....</b>	<b>(\$5,335,700)</b>
<b>FY 2010-11 Senate Appropriations Subcommittee Gross Appropriation .....</b>	<b>\$76,183,300</b>

**Changes from FY 2009-10 Year to Date:****Deleted Boilerplate Sections**

1. **Efficiency Mechanism.** Requires implementation of continuous improvement efficiency mechanisms. (Sec. 232)
2. **Professional Development Travel.** Places restrictions on travel for training or professional development. (Sec. 234)
3. **C.S. Mott Funding.** Permits funding to C.S. Mott Group for Sustainable Food Systems/Local Market Enhancement. (Sec. 235)
4. **FTE Report.** Requires bi-monthly report of FTEs in pay status. (Sec. 238)
5. **Motor Fuel Quality Program.** Requires maintenance of program effort to not be lower than FY 2006-07. (Sec. 304)
6. **Dairy Inspections.** Requires not less than \$3,098,000.00 be spent for dairy inspections. (Sec. 407)
7. **Bovine TB.** Bovine TB guidelines for cattle without ID at a sale yard. (Sec. 455)
8. **Environmental Stewardship.** Environmental Stewardship language requiring no reductions to Right-to-farm Program, and guidelines for use of \$130,000.00 for water withdrawal assessment. (Sec. 608, 610)
9. **Migrant Worker Housing.** Requires Department to work to develop migrant worker housing inspection fee. (Sec 609)
10. **Agriculture Development.** Agriculture development required guidelines, reports of activities, collaboration with Strategic Fund, earmark of \$100,000.00 for export market development. (Sec. 705, 707, 713)
11. **Horse Racing Reports and Guidelines.** (Sec 1301 through Sec 1308)

**New Boilerplate Sections**

12. **Pallets.** The Senate added language requiring an evaluation of methods for limiting the transport of invasive species in or on pallets used for shipping goods. (Sec. 552)
13. **Commodity Inspections.** The Senate added language requiring that not less than \$200,000 be used to ensure that commodities be inspected in a timely manner as required for good to be shipped out of state. (Sec. 553)

Date Completed: 5-4-10

Fiscal Analyst: Bruce Baker