



**Senate Fiscal Agency**  
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BILL



ANALYSIS

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Senate Bill 201 (S-1 as passed by the Senate)

Committee: Appropriations

<b>FY 2012-13 Year-to-Date Gross Appropriation .....</b>	<b>\$76,953,000</b>
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**Changes from FY 2012-13 Year-to-Date:**

1. **Agriculture Product Assurance and Export Assistance.** The Governor and Senate recommended \$1.0 million GF/GP to bolster inspection services for agriculture products and commodities to assist export requirements of Michigan goods. 1,000,000
2. **Food and Agriculture Industry Growth Initiative.** The Governor and Senate recommended \$1.0 million GF/GP for a competitive grant program to research and find solutions to barriers to growth by processors, agri-business and agriculture production. An additional \$2.0 million for this initiative was also recommended to come from the Michigan Strategic Fund. 1,000,000
3. **Food Safety.** The Governor and Senate recommended \$250,000 GF/GP to add to the efforts of food wholesale inspections and lab testing. 250,000
4. **Agriculture Development.** The Senate added \$150,000 GF/GP and 1.0 FTE to add an economic development specialist targeting the Upper Peninsula. 150,000
5. **Forestry Initiative Start-Up.** The Senate included \$1.7 million GF/GP to provide start-up cost for forestry affidavit program encompassed in current Senate Bills 51-59. 1,700,000
6. **Agriculture Drain Registration.** The Senate added \$100,000 GF/GP to conduct a survey and registration of existing agriculture drains. 100,000
7. **Ottawa County Water Study.** The Senate added \$200,000 GF/GP for a study to help determine salt water withdrawal issues. 200,000
8. **Producer Security/Grain Dealer Program.** The Governor and Senate budget included an additional \$150,000 Restricted to adjust for actual regulatory fees received. 150,000
9. **Farmland and Open Space Preservation Program.** The Governor and Senate recommended adding \$392,500 Restricted to provide more administrative support. Using these additional funds for this purpose would require a statutory amendment. 392,500
10. **Private Forestry Initiative.** The Governor and Senate included \$600,000 GF/GP in a one-time expenditure for grants to conservation districts to provide landowners with advice on management of forestlands. 600,000
11. **Information Technology.** The Governor and Senate recommended adding \$22,700 Gross (\$20,400 GF/GP) to cover IT rate increases. 22,700
12. **One-Time Appropriations for FY 2012-13.** Governor and Senate removed one-time FY 2012-13 appropriations for FY 2013-14, including \$470,300 Gross (\$235,300 GF/GP) for Lump Sum Payments, \$600,000 GF/GP for Private Forestry, \$900,000 GF/GP for Rural Development Value-Added Grants, and \$500,000 GF/GP for New Food Safety Requirements. (2,470,300)
13. **Reductions to Reflect Actual Revenues Received.** The Governor and Senate recommended reductions across several budget lines to reflect actual anticipated revenue, \$2,669,000 Gross (\$8,300) GF/GP. (2,669,000)
14. **Economic Adjustments.** Includes \$237,800 Gross and \$126,300 GF/GP for OPEB and \$1,526,600 Gross and \$778,300 GF/GP for other economic adjustments. 1,764,400
15. **Comparison to Governor's Recommendation.** The Senate is \$2,150,000 GF/GP and Gross over the Governor.

<b>Total Changes .....</b>	<b>\$2,190,300</b>
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<b>FY 2013-14 Senate-Passed Gross Appropriation.....</b>	<b>\$79,143,300</b>
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**Changes from FY 2012-13 Year-to-Date:**

1. **Civil Service Fees.** The Governor removed language requiring Civil Service to bill MDARD for services. Senate concurred. (Sec. 202)
2. **IT User Fees.** The Governor struck language requiring charging of DTMB IT user fees to MDARD. Senate concurred. (Sec. 214)
3. **Office Plan.** Governor removed requirement for MDARD to comply with statewide office plan. Senate concurred. (Sec. 219)
4. **Measurable Outcomes.** The Governor removed a requirement to provide 10 outcomes from expenditures. Senate concurred. (Sec. 231)
5. **Non Line-item grants.** The Governor removed a prohibition that all non line-item grants to non-profits, governments, or schools not be granted without prior notice to Legislature. Senate concurred. (Sec. 302)
6. **Animal Indemnification.** The Governor removed a requirement providing for animal indemnification for certain instances of death by wild animals. Senate concurred. (Sec. 453)
7. **TB Progress Report.** The Governor eliminated requirement for quarterly progress report on TB monitoring. Senate changed report to annual. (Sec. 457)
8. **Hazardous Disposal.** The Governor removed language encouraging USDA work & Public Health for safe disposal of hazardous materials. Senate concurred. (Sec. 552)
9. **Matching Funds.** The Governor eliminated requirement to find Federal matching funds for environmental quality incentives. Senate concurred. (Sec. 606)
10. **Lake St. Clair.** The Governor removed requirement that MDARD work to address water issues, including nonpoint source pollution. Senate concurred. (Sec. 608)
11. **Value-Added Grant Program.** The Governor eliminated a section (5) designating program as a work project. Senate concurred. (Sec. 701)
12. **Food and Agriculture Grown Initiative.** The Senate added new language providing for guidelines for the new grant program. (Sec. 702)
13. **Development and Export Report.** The Governor eliminated a requirement for an annual report on MDARD development and export activities. Senate concurred. (Sec. 706)
14. **Equine Funds.** The Governor removed requirement that equine funds only be spent for equine purposes. Senate concurred. (Sec. 801)
15. **Thoroughbred Purse Disbursement.** The Governor eliminated language providing for disbursement of thoroughbred purse funds in the event no races are held. Senate concurred. (Sec. 803)
16. **Equine Regulatory Costs.** The Governor eliminated language which provided criteria for establishing equine regulatory costs. Senate concurred. (Sec. 804)
17. **County Fairs Grants.** The Governor eliminated a section (5) designating program as a work project. Senate concurred. (Sec. 805)
18. **Lump-Sum Expenditures.** The Governor eliminated a provision for lump-sum capital outlay payments. Senate concurred. (Sec. 1002)
19. **Ottawa County Water Study.** The Senate added language providing guidelines for an Ottawa County Water Resource study. (Sec. 1104)
20. **Retirement Costs.** The Senate added language stating legislative intent that the Department identifies normal and legacy retirement costs for the fiscal year 2014-15.

Date Completed: 4-24-13

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