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BILL ANALYSIS

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Senate Bill 772 (S-1, Draft 1 as reported)
 Committee: Appropriations

Throughout this document, Senate means Subcommittee

FY 2013-14 Year-to-Date Gross Appropriation	\$502,918,700
Changes from FY 2013-14 Year-to-Date:	
1. Self-Insurers Tax Credit Replacement. The Governor and Senate included GF/GP to replace a former tax credit for workers comp.	1,000,000
2. Healthy Michigan Plan Administrative Hearings. The Governor and Senate included 6.0 FTEs, Federal and GF/GP funding for an anticipated increase in administrative hearings under Medicaid expansion through the Healthy Michigan Plan.	900,000
3. Department-Wide Process Improvements. The Governor and Senate included GF/GP funding for an initiative to improve customer service and administrative efficiencies.	700,000
4. Health Systems Survey and Certification. The Governor and Senate included additional Federal funds to reflect Federal reimbursements for this program in FY 2014-15.	700,000
5. Bureau of Construction Codes. The Governor included additional restricted funding to pay for online database development and permitting of demolitions in Detroit. The Senate created a new \$800,000 line item for Detroit demolitions and put the remainder in the Bureau line-item. The total funding for the item was unchanged from the Governor.	1,066,300
6. Property Management. The Governor included restored Federal funds to reflect UIA maintaining offices in the One Division building in Grand Rapids. The Senate moved \$1.0 million of this funding to the UIA operations line-item.	1,275,000
7. Increase Elevator Inspections. The Governor included \$700,000 and 2.0 FTEs for an increase in elevator inspections. The Senate included a \$100 placeholder.	100
8. Accessibility Pilot Project. The Senate included a pilot project to assist municipalities and businesses with accessibility and to provide universal design blueprints.	100,000
9. IT Placeholders. The Senate included two one-time \$100 placeholders for IT projects to improve the Motor Carrier database and Corporations database.	200
10. Special Project Advances. The Governor and Senate included additional private admission funding for training seminars held for long-term care providers and surveyors.	300,000
11. One-Time Unemployment Insurance Agency Operations. The Governor and Senate included additional restricted funds for UIA operations for FY 2014-15. This change was requested due to a significant reduction in the UIA's Federal administration block grant. The Governor also requested \$2.4 million for a mobile claim filing app for the UIA. The Senate included half of the funding for this request.	19,200,000
12. Economic Adjustments. Includes a negative \$1,921,100 Gross and a negative \$118,000 GF/GP for OPEB and \$6,048,500 Gross and \$137,200 GF/GP for other economic adjustments.	4,127,400
13. Other Changes. Other changes include technical adjustments in a number of line-items. Additionally, the Senate removed 100.7 unfunded FTE positions throughout LARA.	(2,226,600)
14. Comparison to Governor's Recommendation. The Senate is \$1,799,700 Gross and \$0 GF/GP under the Governor.	
Total Changes	\$27,142,400
FY 2014-15 Senate Appropriations Subcommittee Gross Appropriation	\$530,061,100

Changes from FY 2013-14 Year-to-Date:

1. **Report Retention.** The Governor removed and Senate retained language requiring that report retention guidelines be followed. (Sec. 212)
2. **Communication with the Legislature.** The Governor removed and Senate retained a prohibition on taking disciplinary action against employees who communicate with the Legislature. (Sec. 215)
3. **Office Space Report.** The Governor removed and Senate retained a report on utilization of office space. (Sec. 219)
4. **Private Grant Notification.** The Governor removed and Senate retained a section requiring notification of the Legislature upon receipt of a private grant. (Sec. 225)
5. **Radio and Television Productions.** The Governor removed and Senate retained a section prohibiting the Department from producing any TV or radio productions. (Sec. 232)
6. **Legacy Costs in Budget.** The Governor and Senate included a new section detailing legacy costs that are included as part of the FY 2014-15 LARA budget. (Sec. 235)
7. **FTEs as Spending Placeholders.** The Governor removed and Senate retained a section prohibiting the use of FTEs as spending placeholders. The section also required a report on the number of FTEs in the Department. (Sec. 240)
8. **Prefund OPEB.** The Governor removed and Senate retained a statement of intent that OPEB costs continue to be prefunded. (Sec. 250)
9. **Fireworks Safety Grants.** The Governor removed guidelines for fireworks safety grants. The Senate retained only the reporting requirements of the section. (Sec. 505)
10. **Accessibility Pilot Project.** The Senate included a requirement that LARA work with a nonprofit group with expertise in disability accessibility to provide services and universal design blueprints (Sec. 532)
11. **Health Professional Disciplinary Actions.** The Senate included a requirement that disciplinary actions be posted on the online license verification website. (Sec. 533)
12. **UIA Integrated System Project Report.** The Governor removed and Senate retained a section requiring quarterly status reports on this IT project. (Sec. 732)
13. **MARVIN Usage.** The Governor removed and Senate retained a section requiring a report on usage of the UIA's MARVIN system and establishing a goal of 80% usage of the Internet MARVIN system. (Sec. 753)
14. **Rule Stringency.** The Governor and Senate removed a section prohibiting the promulgation of rules more stringent than Federal standards. (Sec. 341 of FY 2013-14 budget)
15. **Licensing and Regulatory Program Report.** The Governor removed and Senate retained a section requiring a detailed activity report on most of the Department's programs. (Sec. 268)
16. **Securities Fees Carryforward.** The Senate removed a section allowing the Department to carry-forward unexpended securities fees. (Sec. 375 of FY 2013-14 budget)
17. **Homeowner Construction Lien Fund Appropriation.** The Governor removed and Senate retained a section appropriating the remaining balance in this fund. (Sec. 780)
18. **Tax Tribunal Report.** The Governor removed and Senate retained a report on the Tax Tribunal. (Sec. 890)
19. **BSBP Matching Funds.** The Governor removed and Senate retained a requirement that the Bureau of Services for Blind Persons work collaboratively to maximize available Federal matching dollars. (Sec. 711)
20. **Nursing Facility Complaint Report.** The Governor removed and Senate retained a report on the number of complaints, investigations, and frequently-cited deficiencies at nursing facilities. (Sec. 514)
21. **Medical Marijuana Program Report.** The Governor removed and Senate retained a report containing various metrics related to the Medical Marijuana Program. (Sec. 526)
22. **Freestanding Surgical Outpatient Facilities.** The Governor and Senate removed the earmark of \$530,000 for the inspection and licensing of these facilities. (Sec. 732 of FY 2013-14 budget)

Date Completed: 3-20-14

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations.