



Senate Fiscal Agency
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BILL ANALYSIS



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Senate Bill 253 (Substitute S-3 as passed by the Senate)
Sponsor: Senator Dave Hildenbrand
Committee: Appropriations

Date Completed: 9-27-17

CONTENT

The bill would provide supplemental appropriations for fiscal year (FY) 2016-17 and FY 2017-18 for various State budget areas. The bill proposes FY 2017-18 Gross and General Fund/General Purpose (GF/GP) appropriations of \$8.8 million, primarily \$2.0 million for the restoration of items vetoed by the Governor and \$5.0 million for voting machines. The bill also proposes FY 2016-17 Gross appropriations of \$6.6 million, including \$2.0 million of Federal revenue, \$894,700 of local and other State restricted revenue, and \$3.7 million GF/GP. Table 1 summarizes the appropriations in the bill.

Table 1

Budget Area	Gross	Federal	Local/ Private	Other State Restricted	GF/GP
<u>FY 2017-18</u>					
Ag & Rural Development	\$250,000	\$0	\$0	\$0	\$250,000
Capital Outlay	100	0	0	0	100
Environmental Quality	1,000,000	0	0	0	1,000,000
Health & Human Services	1,480,000	0	0	0	1,480,000
Natural Resources	1,026,200	0	0	0	1,026,200
State	5,000,000	0	0	0	5,000,000
TOTAL FY 2017-18	\$8,756,300	\$0	\$0	\$0	\$8,756,300
<u>FY 2016-17</u>					
Military & Vets Affairs	\$2,268,800	\$2,000,000	\$268,800	\$0	\$0
Treasury-Operations	4,327,300	0	0	625,900	3,701,400
TOTAL FY 2016-17	\$6,596,100	\$2,000,000	\$268,800	\$625,900	\$3,701,400

FISCAL IMPACT

The bill would restore \$2,006,200 of FY 2017-18 Gross and GF/GP State appropriations that had been part of the legislatively approved FY 2017-18 budget, but were vetoed by the Governor. In addition to the restored funds, there are new FY 2017-18 Gross and GF/GP appropriations of \$6,750,100: a \$100 construction authorization for Western Michigan University's School of Aviation renovation; \$1.0 million for the Department of Environmental Quality's vapor intrusion program; \$750,000 for the Department of Health and Human Services' Statewide double-up food bucks program; and \$5.0 million in the Department of State for local voting machines.

The bill would provide \$2.3 million of additional Federal and local funding for FY 2016-17 for the Department of Military and Veterans Affairs. The \$4.3 million FY 2016-17 appropriation for the Department of Treasury would not be funded from new revenue but would reallocate funds from unspent tax processing and information technology appropriations from prior fiscal years. Table 2 summarizes the details of the appropriations in this bill.

FY 2017-18 BOILERPLATE LANGUAGE SECTIONS

Sec. 201. General. Records amount of total State spending and payments to local units of government.

Sec. 202. General. Subjects appropriations and expenditures in the article to the provisions of the Management and Budget Act.

Sec. 301. Agriculture and Rural Development - Draft Beer Delivery Systems. Allocates \$150,000 for a grant to a third-party entity for education and training focused on growers filled for off-premises consumption.

Sec. 302. Agriculture and Rural Development - Campground Development Grant. Allocates \$100,000 for a grant to Calhoun County to aid in the acquisition and development of property for a campground for visitors to an equestrian center.

Sec. 351. Capital Outlay - Western Michigan University. States that the School of Aviation renovation project is for a public purpose; authorizes the lease and conveyance of the property to the State Building Authority; and states legislative intent to annually appropriate sufficient amounts to pay the rent.

Sec. 371. Corrections - Criminal Justice Reinvestment. Replaces enacted language (Sec. 604 in the FY 2017-18 annual appropriation act) to specifically allocate \$600,000 for the Muskegon County jail EXIT program for incarcerated individuals.

Sec. 401. Health and Human Services - Youth in Transition. Allocates \$280,000 to the Covenant Academies Foundation for housing for students ages 16 to 22 who have previously dropped out or are at risk of not graduating on time; and states legislative intent to provide a third year of funding.

Sec. 402. Health and Human Services - School Success Partnership Program. Allocates \$75,000 to the Northeast Michigan Community Service Agency for programming that will take place in the Governor's prosperity region 3.

Sec. 406. Health and Human Services - Primary Care and Dental Health Services. Allocates \$300,000 for clinical services for indigent individuals in the City of Detroit and Wayne County provided by TEAM Cares, a public nonprofit organization.

Sec. 407. Health and Human Services - Direct Primary Care Pilot Program. Replaces enacted language (Sec. 1913 in the FY 2017-18 annual appropriation act) to reflect adjustments in program eligibility.

FY 2016-17 BOILERPLATE LANGUAGE SECTIONS

Sec. 1201. General. Records amount of total State spending and payments to local units of government.

Sec. 1202. General. Subjects appropriations and expenditures in the article to the provisions of the Management and Budget Act.

Sec. 1301. Department of Attorney General - Lawsuit Settlement Proceeds Fund. Requires \$5.8 million of unexpended Fund revenue to carry forward into FY 2017-18.

Sec. 1401. Department of Treasury - Financial System Replacement. Re-appropriates up to \$4,327,300 remaining in tax processing and information technology accounts, for the implementation of a motor fuel, tobacco tax, and customer services replacement system.

Sec. 1402. Department of Treasury - Financial System Replacement. Designates appropriation in Sec. 1401 as a work project.

Enacting Section 1. Repealers.

Corrections - Criminal Justice Reinvestment. Repeals Sec. 604 of Article V of Public Act 107 of 2017 (FY 2017-18 Department of Corrections annual appropriations), and replaces it with Sec. 371 in this bill, which more specifically allocates funds.

Health and Human Services - Direct Primary Care Pilot Program. Repeals Sec. 1913 of Article X of Public Act 107 of 2017 (FY 2017-18 Department of Health and Human Services annual appropriations), and replaces it with Sec. 407 in this bill, which revises parameters for the Direct Primary Care Pilot Program.

Table 2

FY 2017-18 Supplemental: Senate Bill 253 (S-3)		
Department/Program	Senate Substitute	
	Gross	GF/GP
Agriculture and Rural Development		
Draft beer delivery systems education and training.....	\$150,000	\$150,000
Calhoun County campground development grant	100,000	100,000
Total Agriculture and Rural Development	\$250,000	\$250,000
Capital Outlay		
WMU aviation college construction authorization	\$100	\$100
Total Capital Outlay.....	\$100	\$100
Environmental Quality		
Vapor intrusion program	\$1,000,000	\$1,000,000
Total Environmental Quality.....	\$1,000,000	\$1,000,000
Health and Human Services		
Statewide double-up food bucks	\$750,000	\$750,000
TEAM cares primary care and dental clinics	300,000	300,000
Covenant academies foundation.....	280,000	280,000
Pathways to potential program veto restoration	75,000	75,000
Northeast Michigan school success partnership	75,000	75,000
Total Health and Human Services	\$1,480,000	\$1,480,000
Natural Resources		
Bay City state recreation area playscape reconstruction	\$400,000	\$400,000
Onaway state park pavilion reconstruction	400,000	400,000
Snowmobile local grants	226,200	226,200
Total Natural Resources.....	\$1,026,200	\$1,026,200
Department of State		
Voting machines	\$5,000,000	\$5,000,000
Total Department of State.....	\$5,000,000	\$5,000,000
Total FY 2017-18 Supplemental Appropriations	\$8,756,300	\$8,756,300
FY 2016-17 Supplemental: Senate Bill 253 (S-3)		
Department/Program	Senate Substitute	
	Gross	GF/GP
Military and Veterans Affairs		
Michigan national guard deployment for disaster relief (Federal)	\$2,000,000	\$0
Michigan youth challenge academy (school district revenue)	268,800	0
Total Military and Veterans Affairs.....	\$2,268,800	\$0
Treasury-Operations		
Replace motor fuel/tobacco tax/customer IT systems (unspent revenue)	\$4,327,300	\$3,701,400
Total Treasury-Operations	\$4,327,300	\$3,701,400
Total FY 2016-17 Supplemental Appropriations.....	\$6,596,100	\$3,701,400

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.