

SENATE BILL No. 584

June 12, 2007, Introduced by Senators PATTERSON, ALLEN, RICHARDVILLE, KUIPERS, SANBORN, GILBERT, VAN WOERKOM and PAPPAGEORGE and referred to the Committee on Appropriations.

A bill to amend 1984 PA 431, entitled
"The management and budget act,"
(MCL 18.1101 to 18.1594) by adding section 456.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 456. (1) SUBJECT TO SUBSECTIONS (2), (3), AND (4), EACH
2 HOUSE OF THE LEGISLATURE SHALL USE A ZERO-BASED BUDGET REVIEW AND
3 EVALUATION PROCESS WHEN FUNDING THE STATE BUDGET EACH FISCAL
4 PERIOD.

5 (2) FOR THE 2008-2009 FISCAL YEAR, THE BUDGETS FOR
6 AGRICULTURE, HISTORY, ARTS, AND LIBRARIES, JUDICIARY, HUMAN
7 SERVICES, MILITARY AND VETERANS AFFAIRS, STATE POLICE, STRATEGIC
8 FUND AGENCY, TRANSPORTATION, COMMUNITY COLLEGES, AND EDUCATION OR
9 THEIR SUCCESSOR AGENCIES SHALL BE SUBJECT TO A ZERO-BASED BUDGET
10 REVIEW AND EVALUATION.

1 (3) FOR THE 2009-2010 FISCAL YEAR, THE BUDGETS FOR GENERAL
2 GOVERNMENT, LABOR AND ECONOMIC GROWTH, COMMUNITY HEALTH,
3 CORRECTIONS, ENVIRONMENTAL QUALITY, HIGHER EDUCATION, NATURAL
4 RESOURCES, SCHOOL AID, AND ALL OTHER BUDGETS NOT DESCRIBED IN THIS
5 SUBSECTION OR SUBSECTION (1), OR THEIR SUCCESSOR AGENCIES SHALL BE
6 SUBJECT TO A ZERO-BASED BUDGET REVIEW AND EVALUATION.

7 (4) BEGINNING WITH THE 2010-2011 FISCAL YEAR AND EACH FISCAL
8 YEAR THEREAFTER, EACH BUDGET DESCRIBED IN THIS SECTION SHALL BE
9 SUBJECT TO A ZERO-BASED BUDGET REVIEW AND EVALUATION EVERY 2 FISCAL
10 YEARS.

11 (5) AS USED IN THIS SECTION:

12 (A) "ZERO-BASED BUDGET" MEANS A BUDGET THAT REQUIRES A STATE
13 AGENCY TO JUSTIFY ALL REQUESTED EXPENDITURES RATHER THAN SIMPLY
14 JUSTIFYING AMOUNTS REQUESTED IN EXCESS OF THE PREVIOUS FISCAL
15 YEAR'S FUNDING.

16 (B) "ZERO-BASED BUDGET REVIEW AND EVALUATION" MEANS A
17 COMPREHENSIVE REVIEW AND EVALUATION OF A STATE AGENCY TO DO ALL OF
18 THE FOLLOWING:

19 (i) DETERMINE IF THE MERITS OF THE ACTIVITIES OF THE STATE
20 AGENCY SUPPORT ITS CONTINUATION.

21 (ii) RECOMMEND A BUDGET AMOUNT FOR EACH OF THAT STATE AGENCY'S
22 PROGRAMS OR SERVICES BASED ON A JUSTIFICATION BY THE STATE AGENCY
23 OF EACH OF ITS PROGRAMS AND SERVICES FROM A ZERO-BASED BUDGET.