



**Senate Fiscal Agency**  
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BILL



ANALYSIS

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Senate Bill 190 (as introduced)  
 Committee: Appropriations

[Vehicle for Governor's Recommendation line items is House Bill 4328](#)

|   |                       |
|---|-----------------------|
| <b>FY 2012-13 Year-to-Date Gross Appropriation .....</b>  | <b>\$645,901,800</b>  |
| <b>Changes from FY 2012-13 Year-to-Date:</b>  |                       |
| 1. <b>Survey and Remonumentation Grants.</b> The Governor included an increase for these grants to reflect the availability of dedicated restricted revenue. \$5.3 million was appropriated for this purpose in FY13.   | 2,000,000             |
| 2. <b>Liquor Law Enforcement Grants.</b> The Governor included additional revenue for these grants to local units of government. Statute requires a percentage of liquor licenses fees to be returned to local units.   | 600,000               |
| 3. <b>Unclassified Salaries.</b> The Governor included additional restricted funds to increase salaries for certain unclassified positions. These positions are administrative law positions where current salaries are not competitive with the private sector. \$4.6 million is appropriated for Unclassified Salaries in FY13. | 176,300               |
| 4. <b>Storage Tank Programs.</b> The Governor included funding to reflect the transfer of the Aboveground Storage Tank program and Underground Storage Tank program from DEQ to LARA as specified in Executive Order (E.O.) 2012-14.  | 4,393,100             |
| 5. <b>Veteran Exemptions GF/GP Shift.</b> The Governor included \$3.7 million in additional GF/GP revenue to offset projected revenue losses from commercial service fees, occupational fees and corporation's fees due to exemptions for veterans that were enacted last year.   | 0                     |
| 6. <b>Unemployment Insurance (UI) Agency Reduction.</b> The Governor removed Federal authorization and 470.0 FTEs to reflect a loss in Federal UI administration block grants. The block grants are given to states by a formula based on the number of residents receiving UI benefit payments.                                  | (67,161,900)          |
| 7. <b>Excess Appropriation Authority.</b> The Governor reduced Federal and State restricted fund appropriations to reflect anticipated revenues.  | (14,800,000)          |
| 8. <b>Remove One-Time and Supplemental Funding.</b> The Governor removed FY13 one-time appropriations and Right-to-Work supplemental appropriations.  | (8,532,200)           |
| 9. <b>Rent Reduction.</b> The Governor reduced appropriations for private leases to reflect consolidation of office space and reduction of UI Agency staff.   | (900,000)             |
| 10. <b>Prevailing Wage Section Transfer.</b> The Governor included funding to reflect the transfer of the Prevailing Wage section from Michigan Strategic Fund to LARA in E.O. 2012-9.  | 132,300               |
| 11. <b>Michigan Administrative Hearing System (MAHS) IDGs.</b> The Governor included adjustments to the IDGs MAHS receives from other agencies based on actual costs.   | (111,500)             |
| 12. <b>IT Upgrades.</b> The Governor included additional funds for improvements to wireless service and internet bandwidth.   | 443,300               |
| 13. <b>Economic Adjustments.</b> Includes \$2,335,500 Gross and \$236,800 GF/GP for OPEB and \$9,429,600 Gross and (\$31,900) GF/GP for other economic adjustments.   | 11,765,100            |
| <b>Total Changes .....</b>  | <b>(\$71,995,500)</b> |
| <b>FY 2013-14 Governor's Recommendation .....</b>   | <b>\$573,906,300</b>  |

The changes show the differences between the schedule of programs proposed by the Governor and the prior-year line items.

**Changes from FY 2012-13 Year-to-Date:**

1. **Internet Reporting.** The Governor removed a section requiring the Department to use the Internet to fulfill reporting requirements. (Sec. 208)
2. **Buy American.** The Governor removed a section prohibiting the purchase of foreign goods. (Sec. 209)
3. **IT Work Projects.** The Governor removed a section establishing IT appropriations as work projects. (Sec. 211)
4. **Report Retention.** The Governor removed a section requiring the Department to abide by State and Federal guidelines for record retention. (Sec. 212)
5. **IT User Fees.** The Governor removed a section requiring the Department to pay IT user fees. (Sec. 214)
6. **Disciplinary Action.** The Governor removed a section prohibiting disciplinary action from being taken against employees who communicate with the Legislature. (Sec. 215)
7. **Office Consolidation.** The Governor removed a section requiring the Department to cooperate with the office consolidation plan. (Sec. 219)
8. **Private Grants.** The Governor removed a requirement that the Legislature be notified when a grant is received. (Sec. 225)
9. **Principal Measurable Outcomes.** The Governor removed a requirement to identify 10 principal measurable outcomes and provide a report. (Sec. 230)
10. **TV Productions.** The Governor removed a prohibition on the production of TV shows. (Sec. 232)
11. **Department Scorecard.** The Governor included a new section requiring the Department to maintain a website containing a scorecard of agency metrics. (Sec. 12-209 of Exec. Rec.)
12. **Lump-Sum Payment Report.** The Governor removed a section requiring a report on these payments. (Sec. 236)
13. **UIA IT Report.** The Governor removed a section requiring quarterly updates on this IT project. (Sec. 332)
14. **MARVIN Report.** The Governor removed a report on usage of the UI Agency's MARVIN system. (Sec. 333)
15. **MIOSHA Report.** The Governor removed a report on workers injured and killed annually. (Sec. 340)
16. **Rule Stringency.** The Governor removed a prohibition against rules more strict than Federal standards. (Sec. 341)
17. **Aggregate Industry CET Grants.** The Governor removed a vetoed section which allocated \$80,000 in Consultation, Education and Training grants to the aggregate industry. (Sec. 342)
18. **Occupational Regulation Report.** The Governor removed a report on occupational regulation. (Sec. 368)
19. **Tax Tribunal Report.** The Governor removed a report on cases heard by the Tax Tribunal. (Sec. 390)
20. **Nursing Facility Complaint Report.** The Governor removed a report on complaints at nursing facilities. (Sec. 714)
21. **Medical Marihuana Report.** The Governor removed a report on the Medical Marihuana Program. (Sec. 726)
22. **Health Systems Report.** The Governor removed a report on the facilities regulated by the Bureau of Health Systems. (Sec. 731)
23. **Freestanding Surgical Outpatient Facility (FSOF) Regulation.** The Governor removed a \$530,000 earmark for the regulation of FSOFs. (Sec. 732)
24. **Health Systems Fee Carryforward.** The Governor included a new section allowing fees collected by the Bureau of Health Systems and Radiological Health Administration to be carried forward at the end of the fiscal year. (Sec. 12-313 of Exec. Rec.)

Date Completed: 2-12-13

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