



**Senate Fiscal Agency**  
**P. O. Box 30036**  
**Lansing, Michigan 48909-7536**

BILL



ANALYSIS

Telephone: (517) 373-2768

Fax: (517) 373-1986

Senate Bill 195 (S-1, Draft 1 as reported)  
 Committee: Appropriations

*Throughout this document Senate means Subcommittee.*

<b>FY 2012-13 Year-to-Date Gross Appropriation .....</b>	<b>\$432,329,900</b>
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**Changes from FY 2012-13 Year-to-Date:**

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| 1. <b>Wetlands Program.</b> The Governor and Senate included GF/GP funding for the operations of this program. \$600,000 of this amount would be one-time. Funding had previously come from other one-time funding and restricted funds that are no longer available.                                                                                                                                                                                          | 1,600,000    |
| 2. <b>Surface Water State Match.</b> The Governor and Senate included GF/GP funding to draw down available Federal revenue at a 1:1 rate.                                                                                                                                                                                                                                                                                                                      | 200,000      |
| 3. <b>Office of the Great Lakes Fund Shift.</b> The Governor and Senate included \$500,000 in GF/GP funding to replace restricted funds that are no longer available.                                                                                                                                                                                                                                                                                          | 0            |
| 4. <b>Strategic Water Quality Initiatives Fund.</b> The Governor and Senate included \$97.0 million for grants and loans to municipalities for sewer upgrades and \$3.0 million for wetland mitigation banks. Revenue would come from bond issues under Proposal 2 of 2002.                                                                                                                                                                                    | 100,000,000  |
| 5. <b>Hazardous Waste Management Fee Increase.</b> The Governor included revenue from an increase in hazardous waste management fees. The fees would generate approximately \$2.5 million annually. Additional appropriation authority is not necessary as the fees have been historically over-appropriated and existing appropriations are sufficient. The Senate did not include this fee increase and eliminated the excess appropriations in the program. | (1,500,000)  |
| 6. <b>Hazardous Waste Management One-Time Funding.</b> The Governor and Senate included one-time GF/GP revenue to maintain the current Hazardous Waste Management program.                                                                                                                                                                                                                                                                                     | 400,000      |
| 7. <b>Refined Petroleum Product Cleanup Program.</b> The Governor and Senate included an additional \$2.5 million from the Refined Petroleum Fund for this program. This revenue is currently used in the Treasury budget and would be replaced by GF/GP.                                                                                                                                                                                                      | 2,500,000    |
| 8. <b>Move Storage Tank Programs to LARA.</b> The Governor and Senate implemented Executive Order 2012-14, which moved the storage tank programs from DEQ to LARA.                                                                                                                                                                                                                                                                                             | (4,925,700)  |
| 9. <b>Revenue Adjustments.</b> The Governor and Senate made technical adjustments to various Federal, restricted and IDG appropriations to reflect anticipated levels of revenue.                                                                                                                                                                                                                                                                              | (12,107,600) |
| 10. <b>Remove One-Time Appropriations.</b> The Governor and Senate removed FY 2012-13 one-time appropriations. Also removed were ongoing appropriations for Brownfield grants, the MiWaters computer system upgrade, and the Wickes TCE plume site.                                                                                                                                                                                                            | (13,449,200) |
| 11. <b>Information Technology Upgrades.</b> The Governor and Senate included funding for improvements to the Department's internet and wireless bandwidth.                                                                                                                                                                                                                                                                                                     | 90,300       |
| 12. <b>Economic Adjustments.</b> Includes \$715,300 Gross and \$89,800 GF/GP for OPEB and \$4,815,800 Gross and \$657,800 GF/GP for other economic adjustments.                                                                                                                                                                                                                                                                                                | 5,531,100    |
| 13. <b>Comparison to Governor's Recommendation.</b> The Senate is \$1,500,000 Gross over/under and \$0 GF/GP over the Governor.                                                                                                                                                                                                                                                                                                                                |              |

Total Changes .....	\$78,338,900
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<b>FY 2013-14 Senate Appropriations Subcommittee Recommendation.....</b>	<b>\$510,668,800</b>
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**Changes from FY 2012-13 Year-to-Date:**

1. **Report Retention.** The Governor removed and Senate retained a section requiring the Department to abide by State and Federal guidelines for record retention. (Sec. 207)
2. **IT User Fees.** The Governor removed and Senate retained a section requiring the Department to pay IT user fees. (Sec. 207)
3. **Buy American.** The Governor removed and Senate retained a section prohibiting the purchase of foreign goods. (Sec. 210)
4. **Deprived/Depressed Communities.** The Governor removed and Senate retained a section requiring the Director to encourage companies in deprived and depressed communities to compete for contracts. (Sec. 211)
5. **Disciplinary Action.** The Governor removed and Senate retained a section prohibiting disciplinary action from being taken against employees who communicate with the Legislature. (Sec. 212)
6. **Small Business Rules.** The Governor removed and Senate retained a section prohibiting rules that have a disproportionate impact on small businesses. (Sec. 213)
7. **FTE Reports.** The Governor removed and Senate retained reports on the number of funded FTEs in the Department. (Sec. 223 & 224)
8. **Customer Satisfaction Report.** The Governor removed and Senate retained a report on the customer satisfaction program. (Sec. 228)
9. **Expedited Permit Program Report.** The Governor removed and Senate retained a report on this program. (Sec. 229)
10. **Department Scorecard.** The Governor included a new section requiring the Department to maintain a website containing a scorecard of agency metrics. The Senate included this section. (Sec. 231)
11. **Restricted Fund Transfer.** The Governor included a new section transferring \$72,600 from the Publication Revenue Fund to the Oil and Gas Regulatory Fund. The Senate included this section. (Sec. 232)
12. **RPF Repayment.** The Governor removed and Senate retained a section establishing intent that \$70.0M borrowed from the Refined Petroleum Fund in FY 2006-07 be repaid. (Sec. 305)
13. **Aquatic Nuisance Control (ANC) Program.** The Governor removed and Senate retained a section requiring \$700,000 and 5.0 FTEs to be allocated to this program. (Sec. 401)
14. **Groundwater Dispute Resolution Program.** The Governor removed and Senate retained a section requiring the Department to fund a groundwater dispute resolution program. (Sec. 402)
15. **Aquatic Invasive Species Advisory Council Funding.** The Governor removed and Senate retained a section requiring the Department to support the AIS advisory council. (Sec. 403)
16. **Drug and Chemical Disposal.** The Governor removed and Senate retained a section encouraging the Department to work with other agencies to maintain and expand programs for the safe disposal of drugs and chemicals. (Sec. 602)
17. **OPEB Costs.** The Senate added a new section stating the intent of the Legislature that the department identify certain retirement costs for each line item for FY 2014-15. (Sec. 1202)

Date Completed: 4-15-13

Fiscal Analyst: Josh Sefton