



Senate Fiscal Agency
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BILL ANALYSIS



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Senate Bill 772 (S-1 as passed by the Senate)

Committee: Appropriations

FY 2013-14 Year-to-Date Gross Appropriation	\$502,918,700
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Changes from FY 2013-14 Year-to-Date:

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| 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 and Senate included \$700,000 and 2.0 FTEs for an increase in elevator inspections. | 700,000 |
| 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 \$1,099,800 Gross and \$0 GF/GP under the Governor. | |

Total Changes	\$27,842,300
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FY 2014-15 Senate-Passed Gross Appropriation	\$530,761,000
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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: 4-29-14

Fiscal Analyst: Josh Sefton

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