



Senate Fiscal Agency
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BILL ANALYSIS



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Senate Bill 861 (S-1 as passed by the Senate)
 Committee: Appropriations

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2017-18 YEAR-TO-DATE*	FY 2018-19 SENATE-PASSED	CHANGES FROM FY 2017-18 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	904.5	904.5	0.0	0.0
GROSS	179,504,400	191,166,100	11,661,700	6.5
Less:				
Interdepartmental Grants Received	101,800	101,800	0	0.0
ADJUSTED GROSS	179,402,600	191,064,300	11,661,700	6.5
Less:				
Federal Funds	92,334,100	98,170,200	5,836,100	6.3
Local and Private	2,168,400	2,175,400	7,000	0.3
TOTAL STATE SPENDING	84,900,100	90,718,700	5,818,600	6.9
Less:				
Other State Restricted Funds	22,332,600	23,279,500	946,900	4.2
GENERAL FUND/GENERAL PURPOSE	62,567,500	67,439,200	4,871,700	7.8
PAYMENTS TO LOCALS	142,400	142,400	0	0.0

*As of February 7, 2018.

FY 2017-18 Year-to-Date Gross Appropriation	\$179,504,400
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Changes from FY 2017-18 Year-to-Date:

1. **Special Maintenance - Federal.** Governor and Senate recommended an increase of \$5.0 million federal for maintenance projects at various state military training facilities. 5,000,000
2. **National Guard Tuition Assistance Program.** Governor and Senate recommended a \$2.5 million GF/GP increase for the program to reflect higher growth in member participation for a FY 2018-19 recommended appropriation of \$6,506,700. 2,500,000
3. **D.J. Jacobetti Home for Veterans.** Governor and Senate recommended \$1.1 million GF/GP to support ongoing efforts to establish facility as being Medicaid certified. 1,111,700
4. **Land Acquisitions and Appraisals.** Governor and Senate recommended an increase of \$900,000 restricted for land and facility acquisition for a FY 2018-19 recommended appropriation of \$2.9 million restricted. 900,000
5. **Camp Grayling.** Governor and Senate recommended \$750,000 GF/GP to assist with ongoing costs of annual Northern Strike military training exercise. 750,000
6. **Veterans Facility Authority.** Governor and Senate recommended an increase of \$500,000 GF/GP for the Veterans Facility Authority, per PA 561 of 2016, et al. which would bring FY 2018-19 appropriations to \$1.5 million GF/GP 500,000
7. **Veterans Service Organization Grants.** Senate provided a 2% GF/GP increase. 76,700
8. **Vietnam Veterans.** Senate provided \$1.0 million GF/GP for one-time outreach program. 1,000,000
9. **In-Room Safety Monitoring Pilot Program.** Senate added \$100 placeholder for a pilot program at the Grand Rapids Home for Veterans. 100

10. Armory Special Maintenance. Governor recommended removal of one-time appropriation of \$2.5 million GF/GP for armory maintenance. The Senate retained \$1.0 million for maintenance for FY 2018-19.	(1,500,000)
11. Technical Adjustment for Actual Funds Received. Governor and Senate recommended technical adjustments to reflect reductions of \$145,000 federal.	(145,000)
12. Unclassified Salaries. Governor and Senate recommended economic increase of \$29,400 GF/GP.	29,400
13. Economic Adjustments. Includes \$1,438,800 Gross and \$403,800 GF/GP for total economic adjustments, of which includes an estimated \$433,700 Gross and \$150,000 GF/GP is for legacy retirement costs.	1,438,800
14. Comparison to Governor's Recommendation. The Senate is \$2,077,100 Gross over and \$2,077,100 GF/GP over the Governor.	
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Total Changes	\$11,661,700
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FY 2018-19 Senate-Passed Gross Appropriation	\$191,166,100
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Boilerplate Changes from FY 2017-18 Year-to-Date:

1. **Contingency Funds.** Governor and Senate recommended increasing the total federal funds available for contingency fund legislative transfers from \$10.0 million to \$12.0 million. (Sec. 210)
2. **Disciplinary Action.** Governor eliminated language prohibiting action against employee who communicates with Legislature. Senate retained section. (Sec. 215)
3. **Sale of Property.** Governor struck language requiring the department to notify the subcommittees prior to the public announcement of the intention to sell real property. Senate retained section. (Sec. 219)
4. **Unclassified Positions.** Governor struck language listing the titles of unclassified employees and requires notice if additional unclassified positions are created. Senate retained section. (Sec. 301)
5. **Youth ChalleNGe Academy.** Governor and Senate revised language, striking language requiring resources sufficient to train 144 cadets simultaneously to train and graduate at least 114 students per cohort (228 annually) and struck a requirement that the average grade level increase for graduates is 2 years and added language requiring that the department shall "ensure individual success through improvement of Tests of Adult Basic Education score and/or results in general equivalency diploma, alternative high school diploma, or high school credit recovery." (Sec. 303)
6. **National Guard Tuition Assistance Program.** Governor and Senate revised metric requiring efforts to increase program participation to 1,100 members by the fourth year of the program to the fifth year. (Sec. 307)
7. **Grand Rapids Home for Veterans.** Senate added language directing expenditure of \$100 for development of an in-room safety monitoring system. (Sec. 402(20))
8. **Medicaid and Medicare Certification Standards for D.J. Jacobetti Home for Veterans.** Governor and Senate amended language by modifying schedule for the completion of certification from June 1, 2018 to October 1, 2018. (Sec. 403)
9. **Michigan Veterans Affairs Agency.** Governor and Senate struck language requiring a report to include a summary of activities and strategies under a community assessment and regional service delivery model. (Sec. 406)
10. **Veterans Service Organization Grants.** Governor and Senate deleted language specifying a fixed hourly payment of \$34.00 per hour. (Sec. 407)
11. **Armory Maintenance.** Governor deleted a section relating to the expenditure of a one-time FY 2017-18 appropriation for armory maintenance. Senate retained section for FY 2018-19 expenditures. (Sec. 601)
12. **Budget Year Two Funding.** Governor struck language providing guidelines for year two appropriations. Senate retained section. (Sec. 701)

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

13. **Budget Year Two-Outreach Metric.** Governor struck language requiring the reporting of the percentage of veterans contacted, with a goal of 100% reached. Senate retained section. (Sec. 702)
14. **Budget Year Two-Developed Claims Metric.** Governor struck language requiring the MVAA to maintain a minimum of 50% fully developed claims as determined by the USDVA. Senate retained section. (Sec. 703)

Date Completed: 5-3-18

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