

FY 2007-08 SUPPLEMENTAL APPROPRIATIONS
House Bill 5344 (PA 113 of 2008)
Summary: Enacted Bill



Mitchell E. Bean, Director
Kyle I. Jen, Supplemental Coordinator

Overview

House Bill 5344, enacted as Public Act 113 of 2008, is a fiscal year 2007-08 supplemental budget bill. The enacted version of the bill contains appropriations totaling \$142.9 million Gross and \$41.3 million GF/GP. An attached table compares the appropriation items in the enacted bill with the items recommended by the State Budget Office (SBO) and the items included in the House- and Senate-passed versions of the bill. Two items, appropriations totaling \$1.0 million GF/GP for business incubators in Macomb and Washtenaw Counties, were vetoed by the Governor.

The bill concurs with the SBO recommendation for a negative appropriation of \$30.0 million GF/GP for projected debt service savings in the Department of Treasury budget. Those savings partially offset the positive GF/GP appropriations of \$72.3 million in the bill.

A second attached table compares boilerplate items in the enacted bill with the items recommended by the SBO and the items included in the House- and Senate-passed versions of the bill. The Governor's signature letter for the bill asserts that section 521 of the bill, which provides for performance reviews of state departments, is legally unenforceable because no associated appropriation is included in the bill.

**Comparison: FY 2007-08 Supplemental Appropriations
House Bill 5344**

<u>Budget Area/Item</u>	Executive*		House-Passed		Senate-Passed		Enacted	
	<u>Gross</u>	<u>GF/GP</u>	<u>Gross</u>	<u>GF/GP</u>	<u>Gross</u>	<u>GF/GP</u>	<u>Gross</u>	<u>GF/GP</u>
Agriculture								
Cooperative Resources Management Initiative Program	--	--	\$1,000,000	\$1,000,000	--	--	--	--
Community Health								
Medicaid School-Based Services settlement	35,939,600	35,939,600	35,939,600	35,939,600	35,939,600	35,939,600	35,939,600	35,939,600
Increase MACI hospital payment to the upper payment limit	60,821,000	0	60,821,000	0	60,821,000	0	60,821,000	0
Physician adjustor payments through HMOs (\$100 difference)	40,383,900	0	40,383,900	0	40,383,800	0	40,383,900	0
Medicaid specialized Alzheimer's and dementia care	--	--	360,000	150,800	--	--	360,000	150,800
Primary Care Services	--	--	85,800	85,800	--	--	--	--
Vision clinic	--	--	25,000	25,000	--	--	--	--
Education								
Education assessments	3,322,400	0	3,322,400	0	3,322,400	0	3,322,400	0
Environmental Quality								
Replace fee revenue with GF/GP	0	11,000,000	0	11,000,000	0	11,000,000	0	11,000,000
Real-Time Water Quality Monitoring	--	--	250,000	0	250,000	0	250,000	0
Higher Education								
Reduce Merit Award/Promise Grant lines for unneeded funds	(9,700,000)	0	(9,700,000)	0	(9,700,000)	0	(9,700,000)	0
Human Services								
Day Care Services	10,000,000	10,000,000	10,000,000	10,000,000	--	--	4,000,000	4,000,000
Foster Care and Child Care Fund - fully fund rate increase	3,119,800	2,014,100	3,119,800	2,014,100	3,119,800	2,014,100	3,119,800	2,014,100
Adoption Support Services - restore vetoed funding	374,600	236,000	374,600	236,000	374,600	236,000	374,600	236,000
MSU Nutrition Education Program	9,688,400	0	9,688,400	0	9,688,400	0	9,688,400	0
Child and Adult Licensing - fee elimination	--	--	0	570,000	--	--	--	--
Foster Care - restore vetoed funding	--	--	2,890,900	1,445,500	--	--	--	--
Community Services Block Grants	--	--	300,000	300,000	--	--	300,000	300,000
Field Staff, Salaries and Wages - transfer in \$161,500	--	--	0	0	0	0	0	0
Homeless Programs - rename line item	--	--	0	0	--	--	0	0
Judiciary								
Next generation of Judicial Information Systems	489,500	0	489,500	0	489,500	0	489,500	0
Labor and Economic Growth								
Predatory lending and mortgage fraud (restricted funds)	1,429,600	0	168,200	0	--	--	420,000	0
Military and Veterans Affairs								
Veterans Service Organizations (3.0% increase)	--	--	--	--	117,300	117,300	117,300	117,300

Budget Area/Item	Executive*		House-Passed		Senate-Passed		Enacted	
	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP
Natural Resources								
Forest Recreation	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Wildfire Suppression	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Cormorant Population Control	--	--	150,000	150,000	--	--	--	--
Lake Level Control	--	--	25,000	25,000	--	--	--	--
St. Jean Public Boat Launch	--	--	--	--	50,000	0	50,000	0
State Police								
Forensic laboratories	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Trooper recruit school	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Law Enforcement Information Network (LEIN)	--	--	--	--	1,300,000	1,300,000	--	--
Transportation								
GF Transfer to Comprehensive Transportation Fund**	--	--	1,000,000	1,000,000	--	--	--	--
GF Transfer to Transportation Economic Development Fund***	--	--	--	--	6,500,000	6,500,000	--	--
Treasury								
Presidential primary (January 2008)	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Debt service reductions	(30,000,000)	(30,000,000)	(30,000,000)	(30,000,000)	(30,000,000)	(30,000,000)	(30,000,000)	(30,000,000)
Casino Gaming Control Administration	5,500,000	0	--	--	--	--	5,500,000	0
Business incubator - Macomb County (MSF)	--	--	500,000	500,000	500,000	500,000	Vetoed	
Business incubator - Washtenaw County (MSF)	--	--	500,000	500,000	500,000	500,000	Vetoed	
MSU Bioenergy Grant (MSF)	--	--	--	--	3,500,000	3,500,000	3,500,000	3,500,000
TOTAL	\$145,368,800	\$43,189,700	\$145,694,100	\$48,941,800	\$141,156,400	\$45,607,000	\$142,936,500	\$41,257,800

*State Budget Office letters of 1/14/08, 2/7/08, and 4/16/08

**Boilerplate transfer from General Fund to CTF; line item appropriation from CTF for Bus Capital

***Boilerplate transfer from General Fund to TEDF

**Comparison: FY 2007-08 Boilerplate Items
House Bill 5344**

<u>Budget Area/Section</u>	<u>Executive</u>	<u>House</u>	<u>Senate</u>	<u>Enacted</u>
General Sections				
Sec. XXX. Transfer \$100.0 million from General Fund to Budget Stabilization Fund	Included	--	--	--
Community Health				
Sec. 401. Primary Care Services	--	Included	--	--
Sec. 404. Disproportionate Share Payments to Hospitals (DSH)	--	Included	--	Included
Sec. 406. Medicaid specialized Alzheimer's and dementia care (Senate Sec. 301)	--	Included	Revised	Included
Corrections				
Secs. 408 and 409. Boot camp program redesign and evaluation	--	Included	--	--
Education				
Sec. 411. Educational assessment and accountability operations	Included	Included	Included	Included
Environmental Quality				
Sec. 421. Real-Time Water Quality Monitoring (Senate Sec. 451)	--	Included	Included	Included
Human Services				
Sec. 451. Day Care Services allocation	Included	Included	--	Revised
Sec. 452. Restrictions on for-profit child welfare organizations	--	Included	--	Included
Sec. 453. Delete references to "non-profit" child welfare organizations	--	Included	--	--
Sec. 454. Delete references to "non-profit" child welfare organizations	--	Included	--	--
Sec. 455. Delete references to "non-profit" child welfare organizations	--	Included	--	--
Sec. 456. Providing juvenile justice services at different security levels (Sec. 455 in Conf Report)		Included	Revised	Revised
Sec. 457. Restrictions on for-profit child welfare organizations (Sec. 456 in Conf. Report)	--	Included	--	Included
Sec. 458. Correction - special needs adoption contract	--	Included	Included	Included
Sec. 459. Correction - relative licensure contracts (Sec. 453 in Conf Report)	--	Included	--	Included
Sec. 460. Correction - adoption agency unit rates, 4% increase	--	Included	Included	Included
Sec. 461. Child support fee collection authorization	--	Included	Included	Included
Sec. 462. Homeless programs boilerplate - include "human service agencies"	--	Included	--	--
Sec. 463. Homeless programs boilerplate - include "human service agencies"	--	Included	Included	Included
Sec. 464. Correction of state supplementation boilerplate reference	--	Included	Included	Included
Sec. 465. Per diem rates to providers of high security juvenile services (Sec. 454 in Conf Report)	--	Included	--	Included
Labor and Economic Growth				
Sec. 501. Commission for the Blind	--	Included	--	Included
Sec. 502. House and Community Development Fund	--	Included	Included	Included
House Fiscal Agency				4/30/08

<u>Budget Area/Section</u>	<u>Executive</u>	<u>House</u>	<u>Senate</u>	<u>Enacted</u>
Management and Budget				
Sec. 521. Performance review of departments (signature letter asserts section is legally unenforceable)	--	Included	--	Included
Natural Resources				
Sec. 551. Cormorant Population Control	--	Included	--	--
Sec. 560. St. Jean Public Boat Launch	--	--	Included	Included
Transportation				
Sec. 571. Transfer of \$1.0 Million from General Fund to Comprehensive Transportation Fund	--	Included	--	--
Sec. 572. Transfer of \$6.5 Million from General Fund to Trans. Economic Development Fund	--	--	Included	--
Treasury				
Sec. 601. Intent for digital cigarette stamping technology	--	Included	Included	Included
Sec. 610. Economic Development Job Training Program (MSF)	--	Included	Included	Included
Sec. 613. Revised language regarding small business technology development centers (MSF)	--	Included	Included	Included
Repealers				
Sec. 701. Repeal of FY 2007-08 enacted boilerplate items				
(a) Community Health	--	Included	--	Revised
(b) Michigan Strategic Fund	--	Included	Included	Included
(c) Human Services	--	Included	Revised	Revised