



## **Summary of FY 2004-05 Supplemental Items**

**Enrolled House Bill No. 4308**

**March 2005**

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**Summary of FY 2004-05 Supplemental Items  
 HB 4308 as Enrolled**

DEPARTMENT/BUDGET	Executive Recommendations		Enrolled	
	GF/GP	GROSS	GF/GP	GROSS
Agriculture	\$0	\$1,640,510	\$0	\$1,640,500
Attorney General	735,000	828,000	0	93,000
Capital Outlay	100	333,501,800	100	333,501,800
Civil Rights	0	313,700	0	313,700
Community Health	39,814,900	245,398,600	39,814,900	245,398,600
Corrections	(271,000)	1,729,000	(271,000)	1,729,000
Education	0	2,781,200	0	2,781,200
Environmental Quality	0	52,657,000	0	52,657,000
History, Arts, & Libraries	0	2,664,600	0	2,664,600
Human Services	0	9,000,000	0	9,000,000
Information Technology	0	1,304,100	0	1,304,100
Judiciary	(546,000)	0	(546,000)	0
Labor & Economic Growth	250,000	13,057,100	250,000	13,057,100
Management & Budget	0	201,500	735,000	936,500
Military & Vet's Affairs	0	3,115,000	0	3,115,000
Natural Resources	0	3,594,000	0	3,594,000
State	0	11,150,000	0	11,150,000
State Police	0	4,838,100	0	4,838,100
Transportation	0	(4,869,000)	0	(4,869,000)
Treasury	0	1,687,500	0	1,687,500
<b>TOTAL</b>	<b>\$39,983,000</b>	<b>\$684,592,710</b>	<b>\$39,983,000</b>	<b>\$684,592,700</b>

**2004-05 Budgetary Issues:**

**Sec. 102. AGRICULTURE**

**1. Food Safety and Quality Assurance**

Recognizes federal grant to improve food emergency response readiness in the City of Detroit. The department will conduct a community-based pilot project to develop consistent emergency response materials for both regulators and the food industry for use in community-wide emergencies.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$55,000</b>	<b>\$55,000</b>
Federal	55,000	55,000

**2. Agriculture Pollution Prevention**

Recognizes additional funding for program to protect surface and groundwater from pesticide-fertilizer contamination and to create buffer strips along Michigan waterways.

<b>Gross</b>	<b>\$310,000</b>	<b>\$310,000</b>
Restr.	310,000	310,000

**3 Groundwater and Freshwater Protection**

Recognizes federal grant to allow the department to hire 20 full-time AmeriCorps members to work in communities on groundwater stewardship efforts.

<b>Gross</b>	<b>\$250,000</b>	<b>\$250,000</b>
Federal	250,000	250,000

**4. Environmental Stewardship**

Recognizes additional \$37,000 provided from the Department of Environmental Quality for Department of Agriculture Right-to Farm activities in the Michigan Agriculture Environmental Assurance Program (MAEAP). The program works with producers to develop and promote cost-effective pollution prevention practices. Also recognizes a federal Homeland Security grant to provide education program to nurseries, greenhouses, and sod farms with the goal of improving security of agricultural chemicals in Wayne County.

<b>Gross</b>	<b>\$48,010</b>	<b>\$48,000</b>
IDG	37,000	37,000
Federal	11,010	11,000

**5. Information Technology Services and Projects**

Would substitute \$692,500 GF/GP with State Services Fee Fund revenue.

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>
Restr.	692,500	692,500
GF/GP	(\$692,500)	(\$692,500)

**6. Building & Track Improvement – County and State Fairs**

Would remove \$692,500 State Services Fee Fund revenue from this line and substitute with a like amount from the Agriculture Equine Industry Development Fund.

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>
Restr.	0	0

**7. Restricted Fund to Replace EO GF/GP Reduction**

Would appropriate licensing and inspection fees to offset \$150,000 of GF/GP reduction proposed in the Executive Order.

<b>Gross</b>	<b>\$150,000</b>	<b>\$150,000</b>
Restr.	150,000	150,000

**8. Restricted Fund to Replace EO GF/GP Reduction**

Would appropriate Gasoline Inspection and Testing Fund revenue to offset \$135,000 GF/GP reduction proposed in the Executive Order.

<b>Gross</b>	<b>\$135,000</b>	<b>\$135,000</b>
Restr.	135,000	135,000

**Sec. 103. ATTORNEY GENERAL**

**1. Litigation Payment**

Appropriates additional funds for the Attorney General to pay settlement costs to the Kikham Hanley PC Client Trust litigation.

<b>Gross</b>	<b>\$735,000</b>	<b>\$0</b>
GF/GP	\$735,000	\$0

**2. Prosecuting Attorney's Coordinating Council**

Includes authorization for the agency to receive additional federal Byrne grant funding.

<b>Gross</b>	<b>\$93,000</b>	<b>\$93,000</b>
Federal	93,000	93,000

**Sec. 104. CAPITAL OUTLAY**

**1. AGRICULTURE**

**Farmland and Open Space Development Acquisition**

Funds are used to purchase development rights of unique and critical farmland pursuant to statute.

<b>Gross</b>	<b>\$7,500,000</b>	<b>\$7,500,000</b>
Federal	2,500,000	2,500,000
Restr.	5,000,000	5,000,000

**2004-05 Budgetary Issues:**

**2. MANAGEMENT AND BUDGET**

**Major Special Maintenance, Remodeling and Additions**

Lump sum account to finance regular and emergency repairs and remodeling of most State owned facilities.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$4,800,000</b>	<b>\$4,800,000</b>
IDG	2,000,000	2,000,000
Restr.	2,800,000	2,800,000

**3. MILITARY AND VETERANS AFFAIRS**

**a. Construction Authorizations**

- Camp Grayling, new company headquarters building, \$18,500,000 (100% Federal)
- North Lansing (Baker-Olin) complex renovations for administrative and maintenance staffs, \$25,000,000 (98% Federal/2% State)
- Camp Grayling, new machine gun range, \$2,000,000 (100% federal).
- Grand Rapids Veterans Home, life-safety renovations, \$1,134,000 (65% Federal/35% State)
- Jacobetti Veterans Home, life-safety renovations, \$1,232,500 (65% Federal/35% State)

<b>Gross</b>	<b>\$47,866,500</b>	<b>\$47,866,500</b>
Federal	46,538,200	46,538,200
Restr.	1,328,300	1,328,300

**b. Army Aviation Support Facility**

This provides final phase funding for construction of a new 110,500 sq. ft. helicopter support/maintenance/storage facility at Grand Ledge. More than 98% of the cost will be funded by federal monies. The Department anticipates receiving up to 22 additional Blackhawk helicopters requiring a new support facility.

<b>Gross</b>	<b>\$9,200,000</b>	<b>\$9,200,000</b>
Federal	9,200,000	9,200,000

**c. Remodeling, Additions, and Special Maintenance**

Lump sum account to finance regular and emergency repairs to departmental facilities.

<b>Gross</b>	<b>\$5,592,000</b>	<b>\$5,592,000</b>
Federal	5,592,000	5,592,000

**d. Land Acquisitions and Appraisals**

Lump sum contingency account to allow department to conduct appraisals and to purchase property as it becomes available.

<b>Gross</b>	<b>\$100,000</b>	<b>\$100,000</b>
Restr.	100,000	100,000

**4. NATURAL RESOURCES**

**a. Boating Program, State Boating Facilities  
Field Initiatives**

This provides a lump sum account to support small to medium sized projects at state-owned boating access sites and harbors and docks. Anticipated projects include:

- Cheboygan Forks, new boating access site, \$410,000
- Fairhaven, access site renovations, \$500,000
- Jasper Dairy Road, access site renovations, \$300,000
- Bergland-Ontonagon, access site renovations, \$200,000
- Saginaw River, access site ramp and dredging, \$100,000
- Lump sum contingency account, \$490,000.

<b>Gross</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>
Restr.	2,000,000	2,000,000

**b. Boating Program, Local Harbors & Docks**

**St. Clair Marina Rehabilitation, Grant-In-Aid**

Provides for federal matching funds to rehabilitate and upgrade this 40-year old marina. Apparently, the docking structure is rotting and needs to be replaced and the facility is not ADA compliant.

<b>Gross</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>
Federal	3,000,000	3,000,000

**c. Charlevoix Marina Expansion, Grant-In-Aid**

Provide equally matching state funds for the expansion of this great lakes marina and replacing the existing seawall and dock. Project also entails construction of a new restroom/shower building and for utility upgrades.

<b>Gross</b>	<b>\$1,000,000</b>	<b>\$1,000,000</b>
Restr.	1,000,000	1,000,000

**d. Naubinway Marina Rehabilitation, Grant-In-Aid**

Provide equally matching state funds for the replacement of docks and pilings, a new ice suppression system, and harbor dredging.

<b>Gross</b>	<b>\$300,000</b>	<b>\$300,000</b>
Restr.	300,000	300,000

**2004-05 Budgetary Issues:**

**e. Boating Program, Local Boating Access Sites**

**Kollen Park Boating Access Site, Grant-In-Aid**

Provide equally matching state funds for the relocation of this BAS.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$650,000</b>	<b>\$650,000</b>
<b>Restr.</b>	650,000	650,000

**f. Boating Program, State Boating Access Sites**

**Crystal Lake Boating Access Site**

Continuing appropriation to construct a new boating access site on this lake in Benzie County. The total project cost is now estimated at \$1.4 million.

<b>Gross</b>	<b>\$200,000</b>	<b>\$200,000</b>
<b>Restr.</b>	200,000	200,000

**g. Boating Program, State Harbors & Docks**

**Infrastructure Improvements & Engineering Studies**

Lump sum account for infrastructure improvements and engineering studies. These monies are used for preventive and special maintenance, electrical/utility upgrades, and engineering work at state-owned harbors and docks along the great lakes.

<b>Gross</b>	<b>\$1,750,000</b>	<b>\$1,750,000</b>
<b>Restr.</b>	1,750,000	1,750,000

**h. Boating Program, Local Harbors & Docks**

**Infrastructure Improvements & Engineering Studies**

Lump sum account for grants-in-aid to local units for infrastructure improvements and engineering studies. These monies are used for preventive and special maintenance, electrical/utility upgrades, and engineering work at locally owned harbors and docks along the great lakes.

<b>Gross</b>	<b>\$1,100,000</b>	<b>\$1,100,000</b>
<b>Restr.</b>	1,100,000	1,100,000

**i. State Parks Repair and Maintenance**

Lump sum account to finance regular and emergency repairs at 95 State owned parks.

<b>Gross</b>	<b>\$1,000,000</b>	<b>\$1,000,000</b>
<b>Restr.</b>	1,000,000	1,000,000

**j. Forest Roads, Bridges, and Facilities**

Lump sum account to finance regular and emergency repairs on State forest lands.

<b>Gross</b>	<b>\$900,000</b>	<b>\$900,000</b>
<b>Restr.</b>	900,000	900,000

**k. Natural Resources Trust Fund Projects**

Provides funding for 15 state/local acquisition projects and 26 state/local development projects for recreational purposes.

<b>Gross</b>	<b>\$32,184,000</b>	<b>\$32,184,000</b>
<b>Restr.</b>	32,184,000	32,184,000

**l. State Game and Wildlife Area Maintenance**

Funds for maintaining wildlife habitat at State game areas.

<b>Gross</b>	<b>\$550,000</b>	<b>\$550,000</b>
<b>Federal</b>	550,000	550,000

**5. DEPARTMENT OF TRANSPORTATION**

**a. New Houghton Maintenance Garage**

Authorize the construction of a new 22,000 sq. ft. facility to house MDOT employees and equipment. Houghton County is no longer maintaining the state trunkline in that county.

<b>Gross</b>	<b>\$2,230,000</b>	<b>\$2,230,000</b>
<b>Restr.</b>	2,230,000	2,230,000

**b. Airport Safety and Protection Plan**

These funds support security/general improvement projects at more than 100 local and State airports.

<b>Gross</b>	<b>\$202,046,200</b>	<b>\$202,046,200</b>
<b>Federal</b>	160,000,000	160,000,000
<b>Local</b>	22,790,000	22,790,000
<b>Restr.</b>	19,256,200	19,256,200

**c. New Equipment Storage Buildings**

Allows for the construction of various sized buildings as follows:

- Brighton cold storage building, \$350,000
- Atlanta cold storage building, \$300,000
- L'Anse bulk material facility, \$200,000
- Detroit electronic equipment maintenance facility, \$100,000
- Bay County pole building, \$56,000

<b>Gross</b>	<b>\$1,006,000</b>	<b>\$1,006,000</b>
<b>Restr.</b>	1,006,000	1,006,000

**d. Salt Storage Buildings, Contract Agencies**

Authorization to continue constructing salt and sand/salt mixture storage buildings, and brine run-off control systems for county and municipal maintenance garages across the state. The MDOT finances a portion of these costs depending on how much of the state trunkline the county or city maintains.

<b>Gross</b>	<b>\$1,900,000</b>	<b>\$1,900,000</b>
<b>Restr.</b>	1,900,000	1,900,000

**2004-05 Budgetary Issues:**

		<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>e. Salt Storage Buildings, Various State Owned Garages</b>	<b>Gross</b>	<b>\$1,100,000</b>	<b>\$1,100,000</b>
Authorization to continue constructing salt and sand/salt mixture storage buildings, and brine run-off control systems for MDOT maintenance garages across the state.	Restr.	1,100,000	1,100,000
<b>f. Mio Maintenance Garage Renovation/Expansion</b>	<b>Gross</b>	<b>\$1,471,000</b>	<b>\$1,471,000</b>
Authorize the construction of a building addition and renovation of the existing maintenance facility.	Restr.	1,471,000	1,471,000
<b>g. Atlanta Maintenance Garage Renovation/Expansion, Phase II</b>	<b>Gross</b>	<b>\$1,826,000</b>	<b>\$1,826,000</b>
Final phase funding for expanding the Atlanta Maintenance Garage due to the re-location of the Alpena and Hillman crews, equipment, supplies, and materials.	Restr.	1,826,000	1,826,000
<b>h. Aeronautics Facility Security</b>	<b>Gross</b>	<b>\$400,000</b>	<b>\$400,000</b>
Authorizes renovations/repairs for the facility apron, roof, parking lot, and security improvements.	Restr.	400,000	400,000
<b>i. Detroit Maintenance Garage, Phase II</b>	<b>Gross</b>	<b>\$530,000</b>	<b>\$530,000</b>
These funds will be used for completing site development of the new Detroit Maintenance Garage that was originally authorized for construction in FY 2001. The total project cost will now be \$4,030,000.	Restr.	530,000	530,000
<b>6. STATE BUILDING AUTHORITY FINANCED CONSTRUCTION PROJECTS</b>	<b>Gross</b>	<b>\$100</b>	<b>\$100</b>
This provides cost and construction authorizations for the Glen Oaks CC Science Building renovation project. This is a \$3.2 million project with the financing split evenly between the State and College. The College received a planning authorization for this project under PA 193 of 2003. Both the DMB and JCOS have reviewed and approved the planning documents for this project.	GF/GP	\$100	\$100
<b>Sec. 105. CIVIL RIGHTS</b>			
<b>1. Additional Federal Funds</b>	<b>Gross</b>	<b>\$313,700</b>	<b>\$313,700</b>
Authorizes the Department to receive additional federal grant funding made available from the United States Department of Housing and Urban Development (\$190,000) and the Equal Employment Opportunity Commission (\$123,700).	Federal	313,700	313,700
<b>Sec. 106. COMMUNITY HEALTH</b>			
<b>1. Provider Tax on Specialty Prepaid Health Plans</b>	<b>Gross</b>	<b>\$25,490,000</b>	<b>\$25,490,000</b>
Increases funds for Medicaid Mental Health and Substance Abuse Services by \$25.5 million to reflect a capitation rate increase and offset Executive Order reductions. Anticipating a 6% provider tax on specialty prepaid health plans, effective August 1, 2005, \$14.4 million would be realized in state restricted revenue. Provider tax revenue totaling \$8.4 million would be utilized to draw down \$11.1 million in federal Medicaid revenue. The remaining \$6.0 million in tax revenue would replace Executive Order reductions for mental health and substance abuse services.	Federal	11,052,800	11,052,800
	Restr.	14,437,200	14,437,200
<b>2. Hospital Quality Assurance Assessment Expansion</b>	<b>Gross</b>	<b>\$82,000,000</b>	<b>\$82,000,000</b>
Provides \$82.0 million gross (\$36.2 million Restricted) for FY 2004 payments to hospitals for the Quality Assurance Assessment Program (QAAP). Although this same authorization request was approved by the Legislature in August of 2004, PA 309 of 2004, the hospitals could not be paid because the State Plan amendment for this expansion did not have federal approval by the close of FY 2004. This supplemental request increases the hospital quality assurance assessment program to the 6% maximum allowable amount of \$259.5 million in FY 2004.	Federal	45,829,800	45,829,800
	Restr.	\$36,170,200	\$36,170,200

**2004-05 Budgetary Issues:**

**3. Children's Special Health Care Services & Medicaid Base Adjustments**

Provides an additional \$19.3 million Gross (\$11.1 million GF/GP) for the Children's Special Health Care Services Medical Care and Treatment line along with \$66.3 million (\$28.7 million GF/GP) for Medicaid appropriation lines within the Medical Services unit. These authorization increases reflect continued Medicaid caseload growth above the appropriated level. There are further adjustments between the top ten Medicaid appropriation lines to align funding with anticipated spending.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$85,631,400</b>	<b>\$85,631,400</b>
Federal	<b>45,816,500</b>	<b>45,816,500</b>
GF/GP	<b>\$39,814,900</b>	<b>\$39,814,900</b>

**4. Additional State Restricted and Local Revenue**

An additional \$25.9 million of restricted authorization is requested for the expenditure of Medicaid Benefits Trust Fund revenue within the Medical Services unit. By increasing the monthly payment agreement amount for families receiving services within the Children's Special Health Care Services program, \$450,000 of restricted revenue would become available. This payment agreement change would affect eligible families with incomes over 250% of the federal poverty level. Local revenues have been identified to fund school and community-based adolescent health clinics (teen health centers) in the amount of \$3,665,000. Finally, \$3.0 million of restricted revenue authorization is requested to expend proceeds from an antitrust case settlement with the Bristol-Myers Squibb Company.

<b>Gross</b>	<b>\$33,015,000</b>	<b>\$33,015,000</b>
Local	3,665,000	3,665,000
Restr.	29,350,000	29,350,000

**5. University Disproportionate Share Payments**

Increases federal, local & private funding authorization within the Special Adjustor Payments appropriation line to provide Medicaid disproportionate share (DSH) payments to the University of Detroit Dental Clinic and the Wayne State University Psychiatric Residency programs. These federal funds will offset GF/GP currently found in the higher education budget which historically has supported dental and mental health care services to low-income populations.

<b>Gross</b>	<b>\$17,903,200</b>	<b>\$17,903,200</b>
Federal	10,152,900	10,152,900
Local	4,279,300	4,279,300
Private	3,471,000	3,471,000

**6. Medicaid Modernization Act (MMA) - Education & Outreach Grant**

Adds \$722,000 of federal Medicaid Modernization Act funding to the Medical Services Administration appropriation line providing education and outreach for intended beneficiaries of the new Medicare Part D drug benefit program which starts on January 1, 2006. Moneys are available to states with pharmaceutical assistance programs, such as Michigan's Elder Prescription Insurance Coverage (EPIC) program.

<b>Gross</b>	<b>\$722,000</b>	<b>\$722,000</b>
Federal	722,000	722,000

**7. Replacement of GF/GP**

Replaces a proposed Executive Order (EO) GF/GP reduction of \$137,000 for Departmental Administration and Management line item with available Health Professional Regulation Fund revenues. Replaces proposed EO GF/GP reduction of \$500,000 for Immunization Local Agreements line item for vaccine costs with available state restricted interest income from the Pharmaceutical Products Fund, a fund related to the 1999 sale of the Michigan Biologic Products Institute, now known as Bioport.

<b>Gross</b>	<b>\$637,000</b>	<b>\$637,000</b>
Restr.	637,000	637,000

**8. CMH Non-Medicaid Services.**

Redirects \$1.4 million GF/GP from CMH Non-Medicaid Services to CMHSP, Purchase of State Services Contracts since CMHSPs are not projected to spend mental health risk pool dollars set aside in FY 2004-05.

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>
GF/GP	\$0	\$0



**2004-05 Budgetary Issues:**

**Sec. 107. CORRECTIONS**

**1. New Federal Rape Elimination Grant**

Appropriates monies received from a Department of Justice discretionary grant program developed under the Prison Rape Elimination Act of 2003; funding is offered to prevent, investigate, and prosecute incidents of prison rape. Grant to be used to design, develop, and provide training for custody, investigative, and health care staff, and to provide technical assistance to law enforcement and prosecutors.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$1,000,000</b>	<b>\$1,000,000</b>
Federal	1,000,000	1,000,000

**2. Restricted Funds to Replace EO GF/GP Reduction**

Provides authority to spend additional funds assumed through increased collections of parole and probation oversight fees. Offsets complementary GF/GP reduction done by Executive Order.

<b>Gross</b>	<b>\$1,000,000</b>	<b>\$1,000,000</b>
Restr.	1,000,000	1,000,000

**3. Corrections Centers**

Assumes partial-year savings through closure of corrections center in Benton Harbor. Associated boilerplate language would forbid expenditure of funds on that center's lease after June 1, 2005.

<b>Gross</b>	<b>(\$271,000)</b>	<b>(\$271,000)</b>
GF/GP	(\$271,000)	(\$271,000)

**Sec. 108. EDUCATION**

**1. Michigan After-School Partnership**

Appropriates \$75,000 in private funds from the Mott Foundation and \$33,000 from the Robert Wood Johnson foundation to the Early Childhood Education and Family Services unit. The funds would support a full-time coordinator, required travel, and miscellaneous support costs of administering the Michigan After-School Partnership.

<b>Gross</b>	<b>\$108,000</b>	<b>\$108,000</b>
Private	108,000	108,000

**2. New Federal Migrant Education Program**

Appropriates funds to the School Improvement Services unit to administer the Migrant Education Program Consortium Grant Program. This program would coordinate efforts between states to provide professional development to teachers of migrant children, especially in the subject of mathematics.

<b>Gross</b>	<b>\$20,000</b>	<b>\$20,000</b>
Federal	20,000	20,000

**3. New Federal Safe and Drug-Free School Program**

Appropriates funds to the Grants Administration and School Support Services unit to administer a federal grant to enhance the ability to collect, analyze, and use data to improve the quality of drug and violence prevention programs. The grant would provide funding for the Center for Educational Performance and Information (CEPI) to oversee the development and implementation of an integrated data support system.

FTE	1.5	1.5
<b>Gross</b>	<b>\$717,200</b>	<b>\$717,200</b>
Federal	717,200	717,200

**4. Federal Community Services Grant**

Appropriates funds to administer a grant awarded from the Title IV Safe and Drug-Free Schools and Community Program. These formula grants go to local education agencies to provide programs under which expelled or suspended students are required to perform community service.

<b>Gross</b>	<b>\$1,750,000</b>	<b>\$1,750,000</b>
Federal	1,750,000	1,750,000

**5. Early Childhood Education Office**

Replaces General Funds reduced by Executive Order with restricted revenues from teacher certification fees.

<b>Gross</b>	<b>\$165,000</b>	<b>\$165,000</b>
Restr.	165,000	165,000

**6. Office of School Finance and School**

Replaces General Funds reduced by Executive Order with federal funds. The federal funds would be used to support the Department's federal liaison within the office.

<b>Gross</b>	<b>\$21,000</b>	<b>\$21,000</b>
Federal	21,000	21,000

**Sec. 109. ENVIRONMENTAL QUALITY**

**1. Office of the Great Lakes**

Federal grant funds would be authorized for the aquatic nuisance species management plan.

<b>Gross</b>	<b>\$20,000</b>	<b>\$20,000</b>
Restr.	20,000	20,000

**2004-05 Budgetary Issues:**

		<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>2. Executive Direction</b>	<b>Gross</b>	<b>\$85,000</b>	<b>\$85,000</b>
Federal grant funds would support the Co-chair of the technical resources group for the National Environmental Information Exchange Network (NEIEN). Matching funds are included in the FY 2004-05 appropriation.	Federal	85,000	85,000
<b>3. Department Support Services</b>	<b>Gross</b>	<b>\$200,000</b>	<b>\$200,000</b>
Air Emission Fee revenue would replace General Fund appropriations reduced in the Executive Order.	Restr.	200,000	200,000
<b>4. Air Quality Programs</b>	<b>Gross</b>	<b>\$100,000</b>	<b>\$100,000</b>
Oil and Gas Regulatory Fund revenue would replace General Fund appropriations reduced in the Executive Order.	Restr.	100,000	100,000
<b>5. Environmental Science and Services</b>	<b>Gross</b>	<b>\$684,000</b>	<b>\$684,000</b>
Intradepartmental charges would replace General Fund appropriations reduced in the Executive Order.	IDT	684,000	684,000
<b>6. Pollution Prevention and Technical Assistance Programs</b>	<b>Gross</b>	<b>\$200,000</b>	<b>\$200,000</b>
Federal grant funding for pollution prevention and technical assistance programs would be authorized.	Federal	200,000	200,000
<b>7. Geological and Land Management</b>	<b>Gross</b>	<b>\$100,000</b>	<b>\$100,000</b>
Land and Water Permit Fee revenue would replace General Fund appropriations reduced in the Executive Order.	Restr.	100,000	100,000
<b>8. Field Permitting and Project Assistance</b>	<b>Gross</b>	<b>\$61,500</b>	<b>\$61,500</b>
Appropriates EPA grant support for clean water program enforcement programs.	Federal	61,500	61,500
<b>9. Environmental Cleanup and Redevelopment</b>	<b>Gross</b>	<b>\$37,618,000</b>	<b>\$37,618,000</b>
These funds will be used to promote redevelopment and cleanup contaminated sites/facilities that pose an imminent/substantial threat to public health and safety.	Restr.	37,618,000	37,618,000
<b>10. State Site Cleanup</b>	<b>Gross</b>	<b>\$5,000,000</b>	<b>\$5,000,000</b>
Funds would be provided to cover the cleanup costs for state owned contaminated sites. The Brownfield Redevelopment Board makes the final determination of which sites would be addressed through this appropriation. Total cleanup costs could exceed \$8.7 million.	Restr.	5,000,000	5,000,000
<b>11. Waste and Hazardous Materials</b>	<b>Gross</b>	<b>\$250,000</b>	<b>\$250,000</b>
Hazardous Materials Transportation Fund (50,000) and Environmental Pollution Prevention Fund (200,000) revenue would replace General Fund appropriations reduced in the Executive Order.	Restr.	250,000	250,000
<b>12. NPDES Nonstormwater Program</b>	<b>Gross</b>	<b>\$400,000</b>	<b>\$400,000</b>
Federal funds would be used to make needed improvements to the permit application and approval process. Matching funds are available from the existing FY 2004-05 appropriation.	Federal	400,000	400,000
<b>13. Environmental Health Program</b>	<b>Gross</b>	<b>\$756,000</b>	<b>\$756,000</b>
Swimming pool and campground inspection fee revenue, \$721,000, would replace GF/GP funds reduced in FY 2004-05. Septage waste contingency funds, \$35,000, would be used to provide continuing education courses for campground operators.	Restr.	756,000	756,000
<b>14. Criminal Investigations</b>	<b>Gross</b>	<b>\$388,600</b>	<b>\$388,600</b>
Oil and Gas Regulatory Fund revenue (186,800) and Scrap Tire Regulatory Fund revenue (201,800) would replace General Fund appropriations reduced in the Executive Order.	Restr.	388,600	388,600

**2004-05 Budgetary Issues:**

		<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>15. Criminal Investigations</b>	<b>Gross</b>	<b>\$288,000</b>	<b>\$288,000</b>
Federal Homeland Security grant funds would be appropriated for hazardous material handling workshops and to conduct water and wastewater system training exercises to evaluate existing emergency response plans.	Federal	288,000	288,000
<b>16. Coastal Management Grants</b>	<b>Gross</b>	<b>\$200,000</b>	<b>\$200,000</b>
Authorizes the expenditure of Federal grant funds to administer the Coastal Zone Management grant program.	Federal	200,000	200,000
<b>17. Great Lakes Research and Protection Grants</b>	<b>Gross</b>	<b>\$30,000</b>	<b>\$30,000</b>
Restores funding for the Wetlands Inventory Program, vetoed in the FY 2004-05 appropriation act (2004 PA350). The inventory is to be completed by December 2006.	Restr.	30,000	30,000
<b>18. Scrap Tire Grants</b>	<b>Gross</b>	<b>\$1,750,000</b>	<b>\$1,750,000</b>
This increase would allow the DEQ to award grants to all eligible applicants for scrap tire cleanup sites. Sufficient funds exist to support this request.	Restr.	1,750,000	1,750,000
<b>19. Voluntary Stormwater Permit Grants</b>	<b>Gross</b>	<b>\$2,426,300</b>	<b>\$2,426,300</b>
Reauthorizes Clean Michigan Initiative funding for local storm water runoff management projects.	Restr.	2,426,300	2,426,300
<b>20. Volunteer River, Stream, and Creek Cleanup</b>	<b>Gross</b>	<b>\$175,000</b>	<b>\$175,000</b>
Appropriates Specialty License Plate revenue to develop water quality standards for nutrients. Work would be done by researchers at Michigan State University.	Restr.	175,000	175,000
<b>21. Waterfront Redevelopment Program</b>	<b>Gross</b>	<b>\$1,924,600</b>	<b>\$1,924,600</b>
Reauthorizes Clean Michigan Initiative funding for the Lansing Riverwalk project.	Restr.	1,924,600	1,924,600
<b>Sec. 110. HISTORY, ARTS, AND LIBRARIES</b>			
<b>1. Library of Michigan</b>	<b>Gross</b>	<b>\$2,431,000</b>	<b>\$2,431,000</b>
This increase in Federal grant support would be used to provide grants to Michigan libraries through a competitive grant program. Also Federal Library Services and Technology Act revenue would replace General Fund appropriations reduced in the Executive Order.	Federal	2,431,000	2,431,000
<b>2. Mackinac Island State Park</b>	<b>Gross</b>	<b>\$133,000</b>	<b>\$133,000</b>
Mackinac Island State Park has been awarded a grant to create a new military medicine exhibit in the 1828 Fort Mackinac Post Hospital.	Federal	133,000	133,000
<b>3. Arts and Cultural Grants</b>	<b>Gross</b>	<b>\$100,000</b>	<b>\$100,000</b>
This allows the Department to provide \$50,000 grants from the National Endowment for the Arts to the Michigan State University Museum and to another organization for similar purposes.	Federal	100,000	100,000
<b>Sec. 111. HUMAN SERVICES</b>			
<b>1. Child Care Fund</b>	<b>Gross</b>	<b>\$5,300,000</b>	<b>\$5,300,000</b>
The appropriation provides additional federal TANF funding for the Child Care Fund to replace GF/GP appropriation reductions done by Executive Order. The Child Care Fund program provides 50% state reimbursement to counties for eligible expenses related to the placement of abused/neglected youth and delinquent youth. TANF funds can be used to support in-home care placements for these youth.	Federal	5,300,000	5,300,000

**2004-05 Budgetary Issues:**

**2. Child Support Automation**

An additional \$2.0 million in Child Support incentive funds are added to the budget to replace GF/GP reductions done by Executive Order. The line supports information technology expenditures related to child support enforcement systems.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>
Federal	2,000,000	2,000,000

**3. Homeless Shelter Contracts**

Federal Temporary Assistance for Needy Families (TANF) funding is appropriated to replace the GF/GP reductions done by Executive Order. The line supports contract payments to the Salvation Army to provide emergency shelter to homeless individuals.

<b>Gross</b>	<b>\$1,700,000</b>	<b>\$1,700,000</b>
Federal	1,700,000	1,700,000

**Sec. 112. INFORMATION TECHNOLOGY**

**1. Public Protection**

Reflects an appropriation to the Department of State Police for reimbursement of project expenditures associated with the Michigan Public Safety Communications System, which is managed by the Department of Information Technology. The funding is available as a result of the Department of State Police's ability to sell excess property located at Michigan Public Safety Communications System tower sites, pursuant to 1997 PA 174 section 4.

<b>Gross</b>	<b>\$741,500</b>	<b>\$741,500</b>
IDG	741,500	741,500

**2. LEIN System Fees**

Reflects an appropriation to the Department of State Police to be used to cover increased operating costs for the Law Enforcement Information Network (LEIN). Operating costs have increased as a result of federal security and technical requirements for access to national crime information. The funding is available as a result of a new fee schedule that was approved in April 2004 by the Criminal Justice Information Systems Policy Council.

<b>Gross</b>	<b>\$562,600</b>	<b>\$562,600</b>
IDG	562,600	562,600

**Sec. 113. JUDICIARY**

**1. Restricted Funds to Replace GF/GP Appropriations**

Replaces GF/GP funding for court equity reimbursements with revenue from the Court Equity Fund. The Court Equity Fund receives statutory allocations from the justice system fund, the civil filing fee fund, the court fee fund, and the state court fund.

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>
Restr.	500,000	500,000
GF/GP	(\$500,000)	(\$500,000)

**2. Restricted Funds to Replace GF/GP Appropriations**

Replaces GF/GP funding for drug courts with revenue from the Drug Court Fund. The Drug Court Fund is funded by the Justice System Fund, which receives revenue from civil infraction assessments and statutory state costs in misdemeanor and felony cases.

<b>Gross</b>	<b>\$0</b>	<b>\$0</b>
Restr.	46,000	46,000
GF/GP	(\$46,000)	(\$46,000)

**Sec. 114. LABOR AND ECONOMIC GROWTH**

**1. Restricted Funds to Replace EO GF/GP Reduction**

This supplemental appropriates available state restricted revenue to replace Executive Order general fund/general purpose reductions in the Tax Tribunal Operations and Code Enforcement and Fire Safety lines.

<b>Gross</b>	<b>\$402,000</b>	<b>\$402,000</b>
Restr.	402,000	402,000

**2. Low-income/Energy Efficiency Fund**

Sufficient fund balance exists to provide an additional round of grants in FY 2005 to meet increased demand for energy assistance from low-income residents.

<b>Gross</b>	<b>\$10,000,000</b>	<b>\$10,000,000</b>
Restr.	10,000,000	10,000,000

**2004-05 Budgetary Issues:**

**3. Motor Carrier Fund**

A protracted law suit over a change in assessing the \$10 per vehicle registration fee for out-of-state trucks was settled in favor of the plaintiffs, Yellow Transportation, Inc. and Schneider National Carriers, Inc. As a result, the Department is ordered by the Michigan Court of Claims to refund the excess fees paid plus interest.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$2,300,000</b>	<b>\$2,300,000</b>
Restr.	2,300,000	2,300,000

**4. Michigan Community Services Commission Subgrantees**

Provides grants of from \$20,000 to \$50,000 to support local volunteer resource centers that recruit and place volunteers and serve as community volunteer clearinghouses. Applicant local agency partners must match the grants on a dollar for dollar basis.

<b>Gross</b>	<b>\$250,000</b>	<b>\$250,000</b>
GF/GP	\$250,000	\$250,000

**5. Employment Training Services**

Utilizes additional available Federal funds for America's Career Resource Network (ACRN) to provide career planning for high school students.

<b>Gross</b>	<b>\$105,100</b>	<b>\$105,100</b>
Federal	105,100	105,100

**Sec. 115. MANAGEMENT AND BUDGET**

**1. Building Operation Services**

Additional funding to cover an increase in rent payments for the One Division building in Grand Rapids, which is a private facility leased by DMB for use by multiple state agencies. Two floors of the building are being renovated to meet the needs of the federal Bankruptcy Court, which will be moving into the building in the summer. Instead of paying the renovation costs up front, they will be incorporated into the annual rent payment for the building and will be funded entirely with private funds.

<b>Gross</b>	<b>\$201,500</b>	<b>\$201,500</b>
IDG	201,500	201,500

**2. Litigation Payment**

Appropriates additional funds for the Attorney General to pay settlement costs to the Kikham Hanley PC Client Trust litigation.

<b>Gross</b>	<b>\$0</b>	<b>\$735,000</b>
GF/GP	\$0	\$735,000

**Sec. 116. MILITARY AND VETERANS AFFAIRS**

**1. Military Training Sites**

Provides federal revenues for maintenance, security contracts, communications costs, and personnel costs for federally funded state employees at military training sites and support facilities.

<b>Gross</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>
Federal	2,000,000	2,000,000

**2. Homeland Security**

Provides additional homeland security grants from the Michigan State Police for planning, training and responding to terrorist threats and incidents.

<b>Gross</b>	<b>\$600,000</b>	<b>\$600,000</b>
IDG	600,000	600,000

**3. Military Family Relief Fund**

Provides authorization for financial assistance to families of soldiers contending with financial difficulties due to active duty or line-of-duty related injuries. The Military Family Relief Fund Act, P.A. 363 of 2004, allows citizens to voluntarily contribute money to the fund through a state income tax check-off box and corporations have also been encouraged to donate money to the fund. This supplemental will allow the department to receive these donations and begin providing grants.

<b>Gross</b>	<b>\$500,000</b>	<b>\$500,000</b>
Restr.	500,000	500,000

**4. State Active Duty**

Provides authorization for reimbursement from the Mackinac Bridge Authority for National Guard troops who provide security for the Labor Day Mackinac Bridge Walk.

<b>Gross</b>	<b>\$15,000</b>	<b>\$15,000</b>
Restr.	15,000	15,000

**2004-05 Budgetary Issues:**

**Sec. 117. NATURAL RESOURCES**

**1. Wildlife Management**

Federal Pittman-Robertson Grant funds would be used to purchase lands in 4 wildlife management areas. Matching funds would be provided by the Nature Conservancy and the Southwest Michigan Land Conservancy. Title to these lands would be held by these organizations.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$2,514,000</b>	<b>\$2,514,000</b>
Federal	2,514,000	2,514,000

**2. Fish Production**

Federal funds would be used for fish rearing and planning activities at the Department's 6 fish hatcheries, and to renovate the interpretive center Oden Fish Hatchery.

<b>Gross</b>	<b>\$300,000</b>	<b>\$300,000</b>
Federal	300,000	300,000

**3. Forest Management Planning**

Forest Development Funds would be appropriated for forest certification activities in DNR Forestry programs, and to coordinate the statewide forest habitat program.

FTE	5.0	5.0
<b>Gross</b>	<b>\$590,000</b>	<b>\$590,000</b>
Restr.	590,000	590,000

**4. Recreational Boating**

Waterways Fund revenue would be appropriated to prepare the recently constructed Cedar River Harbor (near Menominee) for the planned 2005 spring opening.

<b>Gross</b>	<b>130,000</b>	<b>130,000</b>
Restr.	130,000	130,000

**5. Wildlife Management**

Forest Development Funds would be appropriated for forest certification activities in DNR Forestry programs, and to coordinate the statewide forest habitat program.

FTE	1.0	1.0
<b>Gross</b>	<b>\$60,000</b>	<b>\$60,000</b>
Restr.	60,000	60,000

**Sec. 118. SECRETARY OF STATE**

**1. Central Records**

Includes authorization for the Department to receive additional grant monies made available from the United States Department of Transportation-National Highway Traffic Safety Administration. The grant funding is to be used to improve licensing standards and the state's ability to accept, correct, move, and withdraw conviction data electronically from the courts.

<b>Gross</b>	<b>\$850,000</b>	<b>\$850,000</b>
Federal	850,000	850,000

**2. Restricted Transportation Funds to Replace GF/GP Appropriations**

Appropriates Transportation Administration Collection Fund (TACF) revenue to restore Executive Order GF reductions. Legislation is necessary to redirect collection fee revenue from the Michigan Transportation Fund to the TACF.

<b>Gross</b>	<b>\$10,000,000</b>	<b>\$10,000,000</b>
Restr.	10,000,000	10,000,000

**3. Help America Vote Act**

Includes authorization for the Department to receive additional federal Help America Vote Act funding to be used to make barrier-free changes at election site locations.

<b>Gross</b>	<b>\$300,000</b>	<b>\$300,000</b>
Federal	300,000	300,000

**Sec. 119. STATE POLICE**

**1. Auto Theft Prevention Program**

Provides available Auto Theft Prevention Fund revenue as approved by the Auto Theft Prevention Authority board of directors for distribution of grants to local police agencies.

<b>Gross</b>	<b>\$1,165,000</b>	<b>\$1,165,000</b>
Restr.	1,165,000	1,165,000

**2. Highway Safety Information**

Provides federal Department of Transportation grant revenue for warehousing and distributing highway safety related public information materials. This grant is anticipated to be ongoing and renewed each fiscal year.

<b>Gross</b>	<b>\$200,000</b>	<b>\$200,000</b>
Federal	200,000	200,000

**2004-05 Budgetary Issues:**

**3. Homeland Security Grant**

Provides additional federal Department of Homeland Security grant monies to interface differing criminal justice information computer systems into one network to access local and state records management systems. The State Police, Department of State, Oakland and Kent County police agencies, the State Court Administrator, the Department of Corrections, and the Lansing Police Department will participate in this interface plan.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$980,000</b>	<b>\$980,000</b>
Federal	980,000	980,000

**4. Convicted Sex Offender Fees**

Provides appropriation from the Sex Offenders Registration Fund, a new state restricted revenue source from fees paid by convicted sex offenders under P.A. 237 of 2004, the Sex Offenders Registration Act. Under the Act, registered sex offenders are required to pay a \$35 registration fee, of which the State Police will retain \$25 and local law enforcement agencies will retain \$10. Funding will be used for training, maintenance, and automation of a computerized database containing information about sex offenders registered in this state.

<b>Gross</b>	<b>\$500,000</b>	<b>\$500,000</b>
Restr.	500,000	500,000

**5. Restricted Funds to Replace EO GF/GP Reduction**

Replaces a \$612,000 GF/GP reduction with available restricted fund sources for the DNA Analysis Program (\$225,000) and the At-Post Troopers line item (\$387,000).

<b>Gross</b>	<b>\$612,000</b>	<b>\$612,000</b>
Restr.	612,000	612,000

**6. Special Technology Grant**

Appropriates private donations from the SBC Foundation for a one-time special technology grant for the expansion and enhancement of the Amber Alert Network. This grant will purchase Emergency Alert System boxes and phone lines to allow Michigan broadcasting stations to receive the Amber Alerts. An Amber Alert website will be developed and training for broadcasters, law enforcement personnel, and citizens will also be paid from this grant.

<b>Gross</b>	<b>\$77,000</b>	<b>\$77,000</b>
Private	77,000	77,000

**7. Public Safety Communications System Reimbursement**

Appropriates revenue from the sale of excess property under Section 4 of P.A. 174 of 1997, which authorizes the Department of State Police to sell excess property at Michigan Public Safety Communications System tower sites. The Department of Information Technology manages the public safety communication system and a corresponding supplemental for the Department of Information Technology's administration unit is also requested.

<b>Gross</b>	<b>\$741,500</b>	<b>\$741,500</b>
Restr.	741,500	741,500

**8. LEIN System Fees**

Appropriates local Law Enforcement Information Network (LEIN) funding authorization in order to expend anticipated revenue due to a new fee schedule for local police and non-profit agencies that was approved in April 2004 by the Criminal Justice Information Systems Policy Council. The revenue will be used to cover increased LEIN operating costs resulting in federal security and technical requirements for access to national crime information.

<b>Gross</b>	<b>\$562,600</b>	<b>\$562,600</b>
Local	562,600	562,600

**2004-05 Budgetary Issues:**

**Executive**

**Enrolled**

**Sec. 120. TRANSPORTATION**

**Administrative Reductions and Efficiencies**

The Executive proposes reductions totaling \$4.9 million from several FY 2004-05 administrative line items. The reductions would be made from the following fund sources: State Trunkline Fund (STF), \$4.0 million; Michigan Transportation Fund (MTF), \$202,500; and State Aeronautics Fund, \$50,000. The \$3.9 million of the STF reductions reflects the STF share of a proposed redirection of MTF revenue to the Department of State Transportation Administration Collection Fund. Detail of the proposed reductions is shown below.

**1. Executive Direction – Office of Commission Audits**

The Office of Commission Audits is the internal audit function of the State Transportation Commission. Reductions taken primarily from salaries and wages, STF funding.

<b>Gross</b>	<b>(\$167,900)</b>	<b>(\$167,900)</b>
Restr.	(167,900)	(167,900)

**2. Finance, Contracts, and Support Services**

Reductions taken from Financial Operations, and Technical and Support Services lines, STF funding.

<b>Gross</b>	<b>(\$452,900)</b>	<b>(\$452,900)</b>
Restr.	(452,900)	(452,900)

**3. Transportation Planning**

Reductions taken from salaries and wages, Statewide Planning Services lines, MTF funding.

<b>Gross</b>	<b>(\$202,500)</b>	<b>(\$202,500)</b>
Restr.	(202,500)	(202,500)

**4. Design and Engineering Services**

Reductions taken from salaries and wages in Engineering Services line, \$2.7 million; and Program Services line, \$1.3 million, STF funding.

<b>Gross</b>	<b>(\$3,955,700)</b>	<b>(\$3,955,700)</b>
Restr.	(3,995,700)	(3,995,700)

**5. Aeronautics Services**

Reductions taken from Aviation Services lines, State Aeronautics Fund.

<b>Gross</b>	<b>(\$50,000)</b>	<b>(\$50,000)</b>
Restr.	(50,000)	(50,000)

**Sec. 121. TREASURY**

**1. Restricted Funds to Replace EO GF/GP Reduction**

A shift to restricted funds is proposed to offset GF/GP appropriation reductions included in the proposed Executive Order. The appropriation is financed with increased state restricted revenues from Municipal Finance Fees.

<b>Gross</b>	<b>\$143,200</b>	<b>\$143,200</b>
Restr.	143,200	143,200

**2. School Bond Loan Program Reform**

Appropriates available school bond fees revenue to reform the School Bond Loan Fund (SBLF) program to create a revolving loan fund. This restructuring will eliminate the school aid budget's debt service payments for school construction in FY 2005 and FY 2006. The Michigan Municipal Bond Authority will sell revenue bonds secured by SBLF's current loan portfolio to fund the revolving loan fund. The Department of Treasury will implement a web-based application process for districts to apply on-line and improve its loan program by updating loan evaluation methodologies. This reform will not impact existing bonds or loans.

<b>Gross</b>	<b>\$1,000,000</b>	<b>\$1,000,000</b>
Restr.	1,000,000	1,000,000

**3. Restricted Funds to Replace EO GF/GP Reduction**

Shifts the funding of the HR optimization program line item of the Banking and Management Services from GF/GP to the Delinquent Property Tax Collection Revenue funds. This shift replaces GF/GP appropriation reductions included in the proposed Executive Order.

<b>Gross</b>	<b>\$44,300</b>	<b>\$44,300</b>
Restr.	44,300	44,300



**2004-05 Budgetary Issues:**

**4. Unclaimed Property**

Appropriates escheats revenue for implementation of an unclaimed property enforcement audit program. Pursuant to P.A. 29 of 1995, businesses are required to report and transfer unclaimed property to the state. Program would begin in March and include increased audit applications to businesses to increase compliance. The Department of Treasury anticipates the program would generate an estimated \$2.5 million in the current year and \$10.0 million in FY 2005-06.

	<b><u>Executive</u></b>	<b><u>Enrolled</u></b>
<b>Gross</b>	<b>\$500,000</b>	<b>\$500,000</b>
<b>Restr.</b>	500,000	500,000

**FY 2004-05 Boilerplate Issues:**

**GENERAL SECTIONS**

**Sec. 201. Standard Reporting**

Reports total state spending in this act and amounts considered payments to local units.

**Executive**    **Enrolled**  
Included    Included

**Sec. 202. Appropriations Subject to the Management and Budget Act**

Subjects appropriations to the Management and Budget Act, 1984 PA 431.

Included    Included

**CAPITAL OUTLAY**

**Sec. 401. State Spending to Local Units**

Standard language on reporting a projected shortfall of state spending to local units.

Included    Included

**Sec. 402. Definitions**

Definitions as used in this act.

Included    Included

**Sec. 403. Buy Michigan**

Provides that Michigan made goods and services are to be purchased if quality and price are equal.

Not  
Included    Included

**Sec. 404. Internet Reporting**

Requires the departments to use the internet for fulfilling reporting requirements in this act and authorizes transmission of reports via e-mail.

Included    Included

**Sec. 410. Agriculture**

Stipulates that appropriations for the Farmland and Open Space Preservation Program are to be used for purchasing development rights and grants as awarded by the Agriculture Preservation Fund Board.

Included    Included

**Sec. 415. Corrections**

Stipulates that maximum-security prisons constructed since 1986 have operational watchtowers.

Not  
Included    Included

**Sec. 416. Corrections**

Stipulates that a new correctional facility site shall only be established by the Legislature.

Not  
Included    Included

**Sec. 420. Capital Outlay Processes, Procedures, and Reports**

Refers to capital outlay project requirements under 1984 PA 431.

Included    Included

**Sec. 421. Capital Outlay Processes, Procedures, and Reports**

Requires operating costs to be included with submitted planning documents.

Included    Included

**Sec. 422. Capital Outlay Processes, Procedures, and Reports**

Outlines certain administrative procedures required for a project authorized for a community college or university.

Included    Included

**Sec. 423. Capital Outlay Processes, Procedures, and Reports**

Requires DMB to provide various detailed reports to the JCOS and fiscal agencies with regard to status of each planning or construction project financed with State Building Authority (SBA) funds.

Included    Included

**Sec. 424. Capital Outlay Processes, Procedures, and Reports**

Requires Director of DMB to notify JCOS before certain capital outlay expenditures occur.

Included    Included

**FY 2004-05 Boilerplate Issues:**

**Sec. 425. Capital Outlay Processes, Procedures, and Reports**

Provides that purpose, scope, and cost of a project not to be altered to meet match requirements.

**Executive**    **Enrolled**  
Included      Included

**Sec. 426. Capital Outlay Processes, Procedures, and Reports**

Requires DMB to develop a detailed comparative cost analysis on any project, including a lease that costs more than \$1.0 million, as requested.

Not      Included  
Included

**Sec. 427. Capital Outlay Processes, Procedures, and Reports**

Requires DMB to submit five-year capital outlay planning documents and project priority requests to the JCOS and fiscal agencies upon release of the Executive budget recommendation.

Included      Included

**Sec. 430. Use and Finance Statements**

Sets minimum cost limit requiring JCOS approval of construction projects at community colleges, universities, and state agencies where no state monies are involved. Senate amendment imposes penalties for institutions violating certain JCOS policies.

Included      Included -  
Modified

**Sec. 435. Lump Sums and Special Maintenance**

Allows DMB director to allocate funds from lump sum special maintenance appropriations; requires annual report.

Included      Included

**Sec. 436. Lump Sums and Special Maintenance**

State agencies will provide notification to the JCOS regarding building demolitions. If the JCOS does not object within 30 days of notice, authorization is deemed granted. Senate amendment Provides that the 30 day notice does not apply when the Legislature is not in session for 15 days or more.

Included      Included -  
Modified

**Sec. 437. Lump Sums and Special Maintenance**

Stipulates that state agencies may not spend more than \$600,000 from operating accounts for special maintenance, remodeling, or additions unless authorized by law.

Included      Included -  
Modified

**Sec. 440. Colleges and Universities**

Details certain administrative criteria for community colleges to meet; limits state funds for a project to 50% of the total cost for a community college project.

Included      Included

**Sec. 441. Colleges and Universities**

Stipulates that if matching funds received are less than appropriated, state funds are to be reduced proportionally.

Included      Included

**Sec. 442. Colleges and Universities**

Permits DMB director to require community colleges and universities to document matching funds and governing board approval.

Included      Included

**Sec. 450. Department of Management and Budget**

Requires semi-annual report on all non-state owned leased space.

Included      Included

**Sec. 455. Department of Military and Veterans Affairs**

Projects authorized in Part 1 are contingent upon receipt of federal and state restricted funds to finance the projects.

Included      Included

**Sec. 456. Department of Military and Veterans Affairs**

Cancels a project authorized under PA 193 of 2003.

Included      Included

**Sec. 460. Department of Natural Resources**

Provides for the general distribution and purpose of appropriated funds.

Included      Included

**Sec. 461. Department of Natural Resources**

Requires annual status report of all DNR capital outlay projects.

Included      Included

**Sec. 462. Department of Natural Resources**

Allows the DNR to transfer \$1 million from the Harbor Development Fund to the Waterways Fund.

Included      Included

**FY 2004-05 Boilerplate Issues:**

**Executive   Enrolled**

**Sec. 463. Department of Natural Resources**   Included   Included  
Requires local units to enter into agreements with the DNR in order to receive monies from the Natural Resources Trust Fund.

**Sec. 464. Department of Natural Resources**   Included   Included  
Natural Resources Trust Fund appropriations will not lapse back at the close of the current year and are available for expenditure for 3 years.

**Sec. 470. Department of Transportation (MDOT) - Airport Projects**   Included   Included  
Establishes general criteria, matching rates, limits on state funds; and, prohibits expansion of Willow Run Airport runways.

**Sec. 471. Department of Transportation**   Included   Included  
Requires annual status report of MDOT capital outlay projects.

**Sec. 472. Department of Transportation**   Included   Included  
Ensures that funds appropriated for airport projects will be available for three years.

**Sec. 480. Miscellaneous**   Included   Included  
Directs that revenues from licenses issued under the antenna site management project be deposited in the antenna site management revolving fund.

**Sec. 481. Miscellaneous**   Included   Included  
Provides annual authorization to allow for expenditures from the (revolving) economic development fund for site preparation. These are state-owned sites that are surplus and being prepared for sale.

**Sec. 482. Status of Triangle Property Lease**   Not   Included  
Included  
Prohibits expenditure of any funds for a building, lease, or another development project on the so-called Triangle property located in the City of Lansing without Legislative authorization.

**CORRECTIONS**

**Sec. 501. Suspends Lease Payments for the Benton Harbor Corrections Center**   Included   Included  
Prohibits expenditure of funds for lease payments after June 1, 2005.

**Sec. 502. Youth Correctional Facility**   Not   Included  
Included  
Legislative intent language prohibiting closure of this facility this fiscal year.

**ENVIRONMENTAL QUALITY**

**Sec. 601. Work Project Designation**   Included   Included  
Specifies that any remaining unexpended funds at the end of the fiscal year from the Intradepartmental Transfers Revenues, Laboratory Services appropriation shall carryforward into FY 2005-06.

**Sec. 602. Environmental Cleanup and Redevelopment**   Included   Included  
Specifies sites for expenditure of cleanup and redevelopment funds.

**Sec. 603. Environmental Cleanup and Redevelopment**   Included   Included  
Designates these appropriations as work project accounts to ensure that funds will carryforward into FY 2005-06.

**HIGHER EDUCATION**

**Sec. 701. Restoration of Funding Reductions**   Included   Included  
Operational funds for community colleges and universities cut by Executive Order will be restored if the May consensus revenue estimate is higher than the January estimate or, if not from the year-end General Fund balance. Combined, the restoration shall not exceed \$30 million.

**LABOR AND ECONOMIC GROWTH**

**Sec. 801. Technology Tri-Corridor: Life Sciences Initiative**   Included   Included  
Authorizes an additional \$5 million of funding from the original Life Sciences Initiative appropriation for business commercialization research opportunities in the state.

**FY 2004-05 Boilerplate Issues:**

**Executive**    **Enrolled**

**REPEALERS**

**Sec. 1601.** Sections 315 and 401 of 2004 PA 352 (Higher Education) and 510 (DLEG) are Repealed.

Included

Included

-Sec. 315. Language designating Dental Clinics Grant for University of Detroit Mercy.

-Sec. 401. Language earmarking funds from Wayne State's operations appropriation for Joseph F. Young, Sr. Psychiatric Research and Training Program.

-Sec. 510. Appropriations for the Life Sciences Initiative, Department of Labor and Economic Growth.

**Tie Bar**

Enacting Section 1. This bill can not be enacted into law unless Senate Bill 235 is enacted into law.

Not  
Included

Included