

# LEGISLATIVE TRANSFER PACKAGE

 <b>Mary Ann Cleary, Director</b> <b>Viola Bay Wild, Transfer Coordinator</b> <b>Compiled by Tumai Burris, Budget Assistant</b>	<b>Summary Sheet</b>  <b>SBO LETTER: 2015-2*</b> <b>March 10, 2015</b>		
<b>Department</b>	<b>Analyst</b>	<b>Page</b>	<b>Total Transfer</b>
Agriculture and Rural Development	William Hamilton	1-2	\$190,000
Community Health	Sue Frey Kevin Koorstra	3-13	\$338,143,000
State	Perry Zielak	14	\$1,590,000
Technology, Management and Budget	Perry Zielak	15	\$777,600
<b>Total</b>			<b>\$340,700,600</b>

\* The Final Legislative Transfer Package 2015-2 with the signed letter will come from the Senate Fiscal Agency.

**FY 2014-15 Legislative Transfers: Request 2015-2**

Budget	Year-to-Date	Standard Transfers (Within Existing Budget)						% of Budget	
	Total Approps	IDG	Federal	Local	Private	Restricted	GF/GP	TOTAL	Shifted
Community Health	18,044,711,700	0	193,215,100	0	0	0	139,580,300	332,795,400	1.84%
<b>TOTAL*</b>	<b>\$52,740,601,000</b>	<b>\$0</b>	<b>\$193,215,100</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$139,580,300</b>	<b>\$332,795,400</b>	<b>0.63%</b>

\*Includes budget areas not affected by transfers

Budget	Year-to-Date	Contingency Fund Transfers (Increases Budget)						% Budget	
	Total Approps	IDG	Federal	Local	Private	Restricted	GF/GP	TOTAL	Increased
Agriculture and Rural Development	83,862,200	0	50,000	0	0	140,000	0	190,000	0.23%
Community Health	18,044,711,700	0	3,962,000	0	135,600	1,250,000	0	5,347,600	0.03%
State	225,184,900		1,590,000	0	0		0	1,590,000	0.71%
Technology, Management and budget	992,261,700	0	0	0	0	777,600	0	777,600	0.08%
<b>TOTAL*</b>	<b>\$52,740,601,000</b>	<b>\$0</b>	<b>\$5,602,000</b>	<b>\$0</b>	<b>\$135,600</b>	<b>\$2,167,600</b>	<b>\$0</b>	<b>\$7,905,200</b>	<b>0.01%</b>

\*Includes budget areas not affected by transfers

## LEGISLATIVE TRANSFER

BUDGET AREA: **AGRICULTURE AND RURAL DEVELOPMENT**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$140,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **William E. Hamilton**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/13/15	BALANCE AVAILABLE AS OF 3/13/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE I, SEC. 206 (2)</b>						
Contingency funds	6,000,000	NA	NA	(140,000)	(140,000)	(140,000)
Funding source:						
Total state restricted revenues	6,000,000	NA	NA	(140,000)	(140,000)	(140,000)
<b>TO: SEC. 107. ENVIRONMENTAL STEWARDSHIP</b>						
Environmental stewardship	1,336,100	715,775	620,325	140,000	140,000	140,000
Funding source:						
Freshwater protection fund	1,035,700	680,362	355,338	140,000	140,000	140,000

The State Budget Office requests this increase in spending authority in the *Environmental stewardship* line item to recognize a cooperative agreement between the department (MDARD) and Bayer CropScience. The agreement provides for the department to receive funding to support a contract with United States Geological Survey (USGS) to perform a study of the impact of an experimental pesticide on surface or ground water in predetermined sites around the state. This agreement will continue through 2021. Funding associated with this agreement is assumed in the proposed FY 2015-16 budget. Revenue associated with this agreement, which is shown as restricted *Freshwater protection fund* revenue, would be transferred from the state restricted contingency revenues established in Section 206(2) of the current year budget, Article I of 2014 PA 252 of 2014. The State Budget Office indicates that the transfer is needed by March 31, 2015.

## LEGISLATIVE TRANSFER

BUDGET AREA: **AGRICULTURE AND RURAL DEVELOPMENT**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$50,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **William E. Hamilton**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/13/15	BALANCE AVAILABLE AS OF 3/13/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE I, SEC. 206 (1)</b>						
Contingency funds	5,000,000	NA	NA	(50,000)	(50,000)	(50,000)
Funding source:						
Total federal revenues	5,000,000	NA	NA	(50,000)	(50,000)	(50,000)
<b>TO: SEC. 102. DEPARTMENTWIDE</b>						
Emergency management	601,900	103,387	498,513	50,000	50,000	50,000
Funding source:						
HHS-FDA	325,000	122,386	202,614	50,000	50,000	50,000

This transfer will provide increased spending authority to allow the department to expend funds associated with a federal Health and Human Services-Food and Drug Administration (HHS-FDA) *Rapid Response Team* grant. The grant was awarded in FY 2013-14, however, the State Budget Office indicates that because of the timing of this award, the department was unable to implement the approved projects prior to September 30, 2014. Grant funded activities include food safety investigation and response training exercises as well as emergency response training exercises in other states that Michigan has agreed to mentor. All activities supported by these federal funds are projected to be completed by August 31, 2015. Revenue associated with this agreement, shown as federal HHS-FDA revenue, would be transferred from the federal contingency revenues established in Section 206(1) of the current year budget, Article I of 2014 PA 252 of 2014. The State Budget Office indicates that the transfer is needed by March 31, 2015.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$1,000,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: SEC. 109. EPIDEMIOLOGY AND INFECTIOUS DISEASE</b>						
Bioterrorism preparedness	30,094,200	10,056,859	20,037,341	(1,000,000)	(1,000,000)	(1,000,000)
Funding source:						
Total federal revenues	30,094,200	10,056,859	20,037,341	(1,000,000)	(1,000,000)	(1,000,000)
<b>TO: SEC. 109. EPIDEMIOLOGY AND INFECTIOUS DISEASE</b>						
Immunization program	15,022,300	5,396,035	9,626,265	1,000,000	1,000,000	1,000,000
Funding source:						
Total federal revenues	12,112,400	4,466,141	7,646,259	1,000,000	1,000,000	1,000,000

This transfer increases the federal funds authorization for the Immunization Program line item, enabling the Department to expend available federal revenues \$1,000,000 in excess of the current authorization. Increased funding is available from a new federal grant for strengthening immunization information systems. The funds will be used for improving the efficiency, effectiveness and quality of immunization data practices, including enhancement of the interoperability between immunization information systems and electronic health record systems. This is a 2-year grant and the proposed FY 2015-16 budget includes a similar increase to this line item for the second year of the grant, as recommended by the Executive. The Executive indicates that this transfer is needed by April 30, 2015.

Sufficient federal funds authorization is available from the Bioterrorism Preparedness line item for this transfer as the line item authorization exceeds anticipated federal grant revenue and planned expenditures by approximately \$6.5 million.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$600,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE IV, SEC. 206(1)</b>						
Contingency funds	200,000,000	NA	NA	(600,000)	(600,000)	(600,000)
Funding source:						
Total federal revenues	200,000,000	NA	NA	(600,000)	(600,000)	(600,000)
<b>TO: SEC. 110. LOCAL HEALTH ADMINISTRATION AND GRANTS</b>						
Local health services	537,300	207,059	330,241	600,000	600,000	600,000
Funding source:						
Total federal revenues	537,300	207,059	330,241	600,000	600,000	600,000

This transfer increases the federal funds authorization for the Local Health Services line item, enabling the Department to expend available federal revenues \$600,000 in excess of the current authorization. Increased funding is available from a federal grant to support the state's local public health accreditation program, and to build state, local, and tribal capacity for meeting nationally established accreditation standards, including performance management and quality improvement. The Executive indicates that this transfer is needed by April 30, 2015.

Federal contingency fund authorization is available for this transfer.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$100,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE IV, SEC. 206(1)</b>						
Contingency funds	200,000,000	NA	NA	(100,000)	(100,000)	(100,000)
Funding source:						
Total federal revenues	200,000,000	NA	NA	(100,000)	(100,000)	(100,000)
<b>TO: SEC. 111. CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION</b>						
Cancer prevention and control program	15,009,000	3,718,717	11,290,283	100,000	100,000	100,000
Funding source:						
Total federal revenues	13,244,500	3,504,161	9,740,339	100,000	100,000	100,000

This transfer increases the federal funds authorization for the Cancer Prevention and Control Program line item, enabling the Department to expend available federal revenues \$100,000 in excess of the current authorization. Increased funding is available from federal grants. The funds will be used to increase cancer survivor awareness and use of psychological resources available through one health system and its community partners. The Executive indicates that this transfer is needed by April 30, 2015.

Federal contingency fund authorization is available for this transfer.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$2,000,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE IV, SEC. 206(1)</b>						
Contingency funds	200,000,000	NA	NA	(2,000,000)	(2,000,000)	(2,000,000)
Funding source:						
Total federal revenues	200,000,000	NA	NA	(2,000,000)	(2,000,000)	(2,000,000)
<b>TO: SEC. 111. CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION</b>						
Chronic disease control and health promotion administration	4,139,900	2,064,789	2,075,111	2,000,000	2,000,000	2,000,000
Funding source:						
Total federal revenues	2,942,800	1,575,662	1,367,138	2,000,000	2,000,000	2,000,000

This transfer increases the federal funds authorization for the Chronic Disease Control and Health Promotion Administration line item, enabling the Department to expend available federal revenues \$2,000,000 in excess of the current authorization. Increased funding is available from a new 4-year Prevention of Chronic Disease grant. The funds will be used to reduce health disparities and support coordinated population approaches in the prevention of obesity, diabetes, heart disease and stroke through the use of environmental strategies, health systems interventions, and community-clinical linkages. The funding will target at least 4 communities which have a high burden of chronic disease. The proposed FY 2015-16 budget includes a similar increase to this line item for the grant, as recommended by the Executive. The Executive indicates that this transfer is needed by April 30, 2015.

Federal contingency fund authorization is available for this transfer.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$600,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE IV, SEC. 206(1)</b>						
Contingency funds	200,000,000	NA	NA	(600,000)	(600,000)	(600,000)
Funding source:						
Total federal revenues	200,000,000	NA	NA	(600,000)	(600,000)	(600,000)
<b>TO: SEC. 111. CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION</b>						
Diabetes and kidney program	1,893,300	306,369	1,586,931	600,000	600,000	600,000
Funding source:						
Total federal revenues	1,696,700	288,323	1,408,377	600,000	600,000	600,000

This transfer increases the federal funds authorization for the Diabetes and Kidney Program line item, enabling the Department to expend available federal revenues \$600,000 in excess of the current authorization. Increased funding is available from a new 4-year Prevention of Chronic Disease grant. The funds will be used to reduce health disparities and support coordinated population approaches in the prevention of obesity, diabetes, heart disease and stroke through the use of environmental strategies, health systems interventions, and community-clinical linkages. The funding will target at least 4 communities which have a high burden of chronic disease. The proposed FY 2015-16 budget includes a similar increase to this line item for the grant, as recommended by the Executive. The Executive indicates that this transfer is needed by April 30, 2015.

Federal contingency fund authorization is available for this transfer.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$400,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE IV, SEC. 206(1)</b>						
Contingency funds	200,000,000	NA	NA	(400,000)	(400,000)	(400,000)
Funding source:						
Total federal revenues	200,000,000	NA	NA	(400,000)	(400,000)	(400,000)
<b>TO: SEC. 111. CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION</b>						
Smoking prevention program	2,111,000	758,809	1,352,191	400,000	400,000	400,000
Funding source:						
Total federal revenues	2,111,000	758,809	1,352,191	400,000	400,000	400,000

This transfer increases the federal funds authorization for the Smoking Prevention Program line item, enabling the Department to expend available federal revenues \$400,000 in excess of the current authorization. Increased funding is available from a new Tobacco Quitline capacity and enhancement initiative grant. The funds will be used to ensure and expand the state's Tobacco Quitline capacity so that all callers during a national or state media campaign can be offered at least one coaching call either immediately or with a return call within 3 days. The funding will also be used for continuation and expansion of the existing program to implement evidence-based tobacco cessation interventions. The Executive indicates that this transfer is needed by April 30, 2015.

Federal contingency fund authorization is available for this transfer.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$262,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE IV, SEC. 206(1)</b>						
Contingency funds	200,000,000	NA	NA	(262,000)	(262,000)	(262,000)
Funding source:						
Total federal revenues	200,000,000	NA	NA	(262,000)	(262,000)	(262,000)
<b>TO: SEC. 112. FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES</b>						
Childhood lead program	1,236,200	474,855	761,345	262,000	262,000	262,000
Funding source:						
Total federal revenues	1,122,500	455,916	666,584	262,000	262,000	262,000

This transfer increases the federal funds authorization for the Childhood Lead Program line item, enabling the Department to expend available federal revenues \$262,000 in excess of the current authorization. Increased funding is available from a new federal lead poisoning prevention grant. The funds will be used to strengthen the childhood lead poisoning surveillance system and the state's capacity to use the resulting data, and to increase outreach to high-risk children and families for program services. The proposed FY 2015-16 budget includes a similar increase to this line item for the grant, as recommended by the Executive. The Executive indicates that this transfer is needed by April 30, 2015.

Federal contingency fund authorization is available for this transfer.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$135,600**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE IV, SEC. 206(4)</b>						
Contingency funds	40,000,000	NA	NA	(135,600)	(135,600)	(135,600)
Funding source:						
Total private revenues	40,000,000	NA	NA	(135,600)	(135,600)	(135,600)
<b>TO: SEC. 112. FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES</b>						
Dental programs	1,647,600	463,478	1,184,122	135,600	135,600	135,600
Funding source:						
Total private revenues	250,000	107,965	142,035	135,600	135,600	135,600

This transfer increases the private funds authorization for the Dental Programs line item, enabling the Department to expend available private revenues \$135,600 in excess of the current authorization. The transfer recognizes private grant funds from Delta Dental Foundation including \$70,600 of carryforward funds from 2014 for fluoridation equipment, maternal and infant oral health, and the SEAL! Michigan dental sealant program, as well as \$50,000 of 2015 revenue for the child health evaluation and research Medicaid Healthy Kids Dental data analysis and reporting, and \$15,000 for additional funds for the community water fluoridation equipment program, SEAL! Michigan dental sealant program, and the tobacco cessation pilot project. A similar transfer was made to the line item in FY 2013-14. The Executive indicates that this transfer is needed by April 30, 2015.

Private contingency fund authorization is available for this transfer.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$1,250,000**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Sue Frey**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/8/15	BALANCE AVAILABLE AS OF 3/8/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE IV, SEC. 206(2)</b>						
Contingency funds	40,000,000	NA	NA	(1,250,000)	(1,250,000)	(1,250,000)
Funding source:						
Total other state restricted revenues	40,000,000	NA	NA	(1,250,000)	(1,250,000)	(1,250,000)
<b>TO: SEC. 116. OFFICE OF SERVICES TO THE AGING</b>						
Respite care program	5,868,700	1,590,531	4,278,169	1,250,000	1,250,000	1,250,000
Funding source:						
Total other state restricted revenues	5,468,700	1,558,056	3,910,644	1,250,000	1,250,000	1,250,000

This transfer increases the state restricted authorization for the Respite Care Program line item, enabling the Department to expend available state restricted revenues \$1,250,000 in excess of the current authorization. Carryforward funding is available from the Senior Care Respite Fund. The funds will be used for the existing program through area agencies on aging of respite care services to assist family caregivers providing care to an elderly person in need of constant supervision. Respite may be provided in the home or in an adult day care setting. Revenue to the Senior Care Respite Fund is from escheats to the state from uncashed checks paid to subscribers or providers by the nonprofit mutual insurance corporation Blue Cross Blue Shield of Michigan. Statutory changes in 2010 (Act 197 PA 2010) shortened the unclaimed property period for uncashed checks creating a one-time acceleration of deposits to the Fund which are being expended by the program over a multi-year period. A similar transfer was made in FY 2013-14. The Executive indicates that this transfer is needed by April 30, 2015.

State restricted contingency fund authorization is available for this transfer.

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$331,795,400**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/6/15	BALANCE AVAILABLE AS OF 3/6/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: SEC. 118. MEDICAL SERVICES</b>						
Hospital services and therapy	1,211,637,800	541,487,774	670,150,026	(4,200,000)	(4,200,000)	(4,200,000)
Funding sources:						
Total federal revenues	798,864,000	357,016,832*	441,847,168*	(2,752,700)	(2,752,700)	(2,752,700)
State general fund/general purpose	73,970,300	33,057,745*	40,912,555*	(1,447,300)	(1,447,300)	(1,447,300)
Physician services	358,821,100	105,746,223	253,074,877	(2,000,000)	(2,000,000)	(2,000,000)
Funding sources:						
Total federal revenues	238,081,900	70,163,828*	167,918,072*	(1,310,800)	(1,310,800)	(1,310,800)
State general fund/general purpose	120,739,200	35,582,396*	85,156,804*	(689,200)	(689,200)	(689,200)
Pharmaceutical services	303,791,800	155,431,089	148,360,711	(2,000,000)	(2,000,000)	(2,000,000)
Funding sources:						
Total federal revenues	197,949,100	101,278,060*	96,671,040*	(1,310,800)	(1,310,800)	(1,310,800)
State general fund/general purpose	105,842,700	54,153,029*	51,689,671*	(689,200)	(689,200)	(689,200)
Transportation	23,288,200	6,821,557	16,466,643	(500,000)	(500,000)	(500,000)
Funding sources:						
Total federal revenues	13,650,500	3,998,491*	9,652,009*	(327,700)	(327,700)	(327,700)
State general fund/general purpose	9,637,700	2,823,066*	6,814,634*	(172,300)	(172,300)	(172,300)
Integrated care organizations	478,495,500	0	478,495,500	(323,095,400)	(323,095,400)	(323,095,400)
Funding sources:						
Total federal revenues	288,362,300	0	288,362,300	(186,513,100)	(186,513,100)	(186,513,100)
State general fund/general purpose	190,133,200	0	190,133,200	(136,582,300)	(136,582,300)	(136,582,300)

## LEGISLATIVE TRANSFER

BUDGET AREA: **COMMUNITY HEALTH**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$331,795,400 (Continued)**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/6/15	BALANCE AVAILABLE AS OF 3/6/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>TO: SEC. 118. MEDICAL SERVICES</b>						
Long-term care services	1,393,963,800	635,498,856	758,464,944	277,739,800	277,739,800	277,739,800
Funding sources:						
Total federal revenues	901,568,400	411,019,057*	490,549,343*	182,030,700	182,030,700	182,030,700
State general fund/general purpose	169,386,800	77,222,319*	92,164,481*	95,709,100	95,709,100	95,709,100
Adult home help services	302,440,800	116,436,243	186,004,557	13,676,000	13,676,000	13,676,000
Funding sources:						
Total federal revenues	198,669,500	76,485,481*	122,184,019*	8,963,300	8,963,300	8,963,300
State general fund/general purpose	103,771,300	39,950,762*	63,820,538*	4,712,700	4,712,700	4,712,700
Health plan services	4,727,995,400	1,947,807,003	2,780,188,397	1,863,200	1,863,200	1,863,200
Funding sources:						
Total federal revenues	3,150,248,500	1,297,817,694*	1,852,430,806*	1,221,100	1,221,100	1,221,100
State general fund/general purpose	349,625,400	144,036,266*	205,589,134*	642,100	642,100	642,100
Federal Medicare pharmaceutical program	150,883,900	47,580,877	103,303,023	38,516,400	38,516,400	38,516,400
Funding source:						
State general fund/general purpose	150,883,900	47,580,877	103,303,023	38,516,400	38,516,400	38,516,400

This transfer request aligns authorization with estimated spending based on a federally approved pilot for integrated care of individuals eligible for both Medicare and Medicaid (dual eligibles) called MI Health Link. Current authorization was based on early estimates prior to final program implementation. MI Health Link was implemented on March 1, 2015 and will be launched in four regions. The first implementation phase includes the Upper Peninsula and southwest Michigan. The second implementation phase starting May 1, 2015 will include Macomb and Wayne Counties.

\*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

## LEGISLATIVE TRANSFER

BUDGET AREA: STATE  
 FISCAL YEAR: 2014-15  
 TRANSFER AMOUNT: \$1,590,000

S.B.O. LETTER: 3/10/15  
 S.B.O. REQUEST: 2015-2  
 ANALYST: Perry Zielak

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/12/15	BALANCE AVAILABLE AS OF 3/12/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE VIII, SEC. 701(1)</b>						
Contingency funds	2,000,000	NA	NA	(1,590,000)	(1,590,000)	(1,590,000)
Funding source:						
Total federal revenues	2,000,000	NA	NA	(1,590,000)	(1,590,000)	(1,590,000)
<b>TO: 106(3) CUSTOMER DELIVER SERVICES</b>						
Central operations	47,761,600	20,000,782	27,760,818	1,590,000	1,590,000	1,590,000
Funding source:						
Federal funds (DOT)	410,000	0	410,000	1,590,000	1,590,000	1,590,000

This transfer will provide increased authorization from the federal contingency fund to Central Operations under the Customer Delivery Services program to enable receipt of federal Department of Transportation grant resources. The funds will be utilized to replace and maintain Commercial Driver License testing kiosks in the branch offices, which allow CDL applicants to take the test on a computer. Funding is available from federal contingency revenues in accordance with PA 252 of 2014, Article VIII, section 701(1). This transfer is requested in the third quarter to accommodate required purchases.

## LEGISLATIVE TRANSFER

BUDGET AREA: **DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET**  
 FISCAL YEAR: **2014-15**  
 TRANSFER AMOUNT: **\$777,600**

S.B.O. LETTER: **3/10/15**  
 S.B.O. REQUEST: **2015-2**  
 ANALYST: **Perry Zielak**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 3/12/15	BALANCE AVAILABLE AS OF 3/12/15	GOV'S REC. 3/10/15	HOUSE ACTION 3/25/15	SENATE ACTION 3/25/15
<b>FROM: PUBLIC ACT 252 OF 2014, ARTICLE VIII, SEC. 801(2)</b>						
Contingency funds	8,000,000	NA	NA	(777,600)	(777,600)	(777,600)
Funding source:						
Total state restricted revenues	8,000,000	NA	NA	(777,600)	(777,600)	(777,600)
<b>TO: SEC. 107(6) SPECIAL PROGRAMS</b>						
Retirement services	25,983,700	9,788,502	16,195,198	777,600	777,600	777,600
Funding source:						
Deferred compensation	1,542,400	102,190	1,440,210	777,600	777,600	777,600

This transfer increases deferred compensation revenue authorization for Office of Retirement Services expenditures related to administrative costs associated with the defined contribution system (i.e. 401K and 457 plans). The number of participants in the defined contribution system have increased as well as the complexity of the plans offered, resulting in increased administrative costs. Deferred compensation revenue is generated through fees paid from defined contribution plan participants. In the FY 2016 Executive Recommendation, deferred compensation authorization is aligned to account for these increased administrative costs for the defined contribution system. Funding is available from state restricted contingency revenues in accordance with PA 252 of 2014, Article VII, section 801(2). This transfer is needed by 3/31/2015.