

2015 Executive Budget Overview

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February 18, 2014



Overview

- Michigan's Food and Agriculture Industry
- MDARD's Mission, Goals, and Priorities
- 2014 Accomplishments
- 2015 Executive Budget

Michigan Food & Agriculture Industry



- ❧ Contributes \$96 billion* annually to the state's economy
- ❧ Employs 923,000 Michigan residents (22 percent of people working in Michigan)
- ❧ Leads the nation in production of 17 commodities

* Unpublished estimate based on CPI.



MDARD Mission

The Michigan Department of Agriculture and Rural Development's (MDARD) mission is to assure the food safety, agricultural, environmental, and economic interests of the people of the State of Michigan are met through service, partnership, and collaboration.



Goals



Increase economic impact of food and agriculture industry

Goal: \$100 Billion

Current: \$96 Billion*



Double agriculture exports

Goal: \$3.5 Billion

Current: \$3.2 Billion



Increase food and agriculture jobs

Goal: 1.1 Million

Current: 923,000



Improve access to healthy foods

Goal: 60%

Current: TBD



Increase sustainable food and agriculture systems

Goal: 5,000 verifications

Current: 1,954 verifications

*Unpublished estimate based on CPI.



Priorities

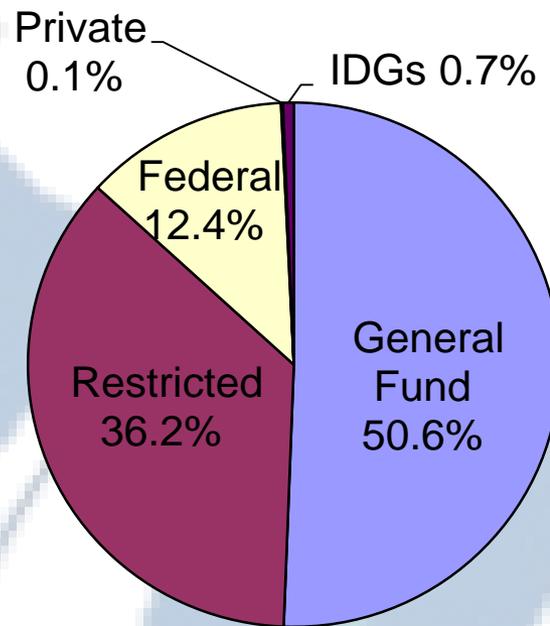
- Assure Food Safety
- Protect Animal and Plant Health
- Sustain Environmental Stewardship
- Provide Consumer Protection
- Enable Rural Development



2014 Budget

(Oct 1, 2013 – Sept 30, 2014)

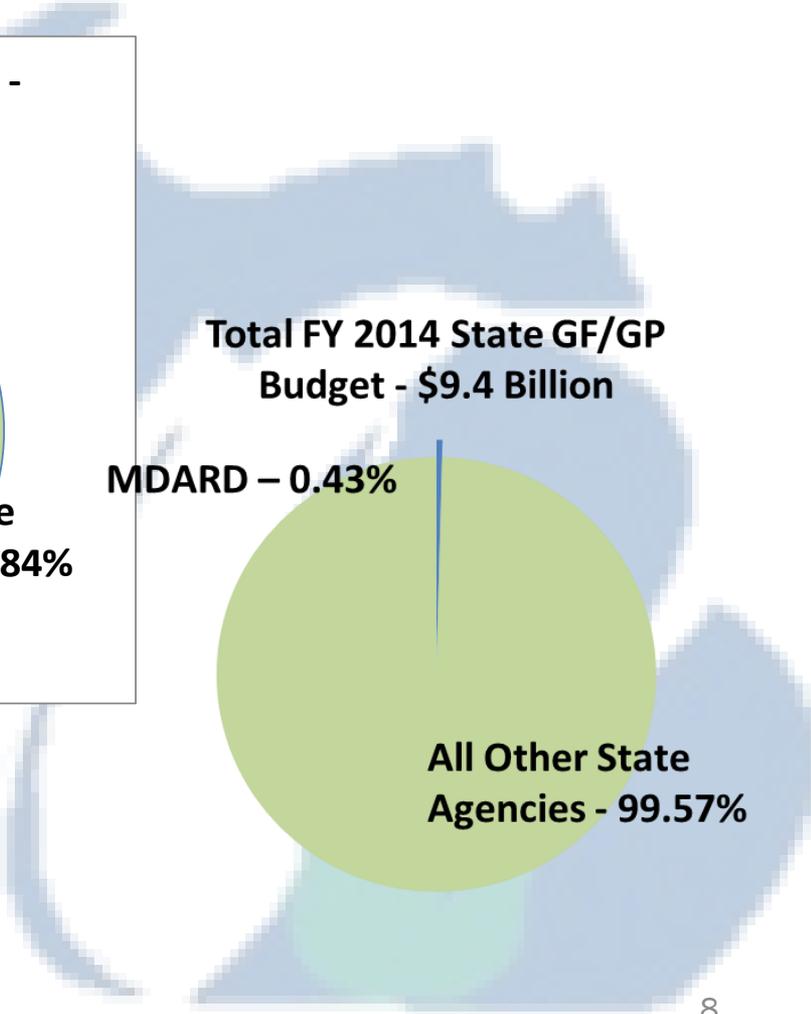
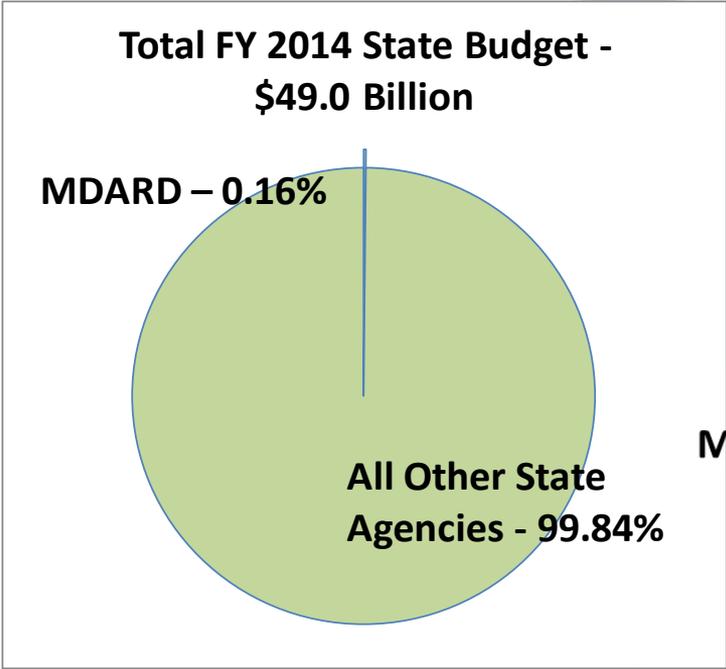
MDARD Total Budget by Funding Source



Funding Source	Amount
General Fund/General Purpose (GF/GP)	\$ 40,580,300
Restricted	\$ 29,020,900
Federal	\$ 9,960,900
Private	\$ 96,900
Interdepartmental Grants (IDGs)	\$ 524,300
Total Funding	\$ 80,183,300



2014 State of Michigan Budget



2014 Budget Accomplishments



- Qualified Forest Program
- Food and Agriculture Industry Growth Initiative
- Agriculture Economic Development
- Pesticide and Plant Pest Management
- County Fair Grants

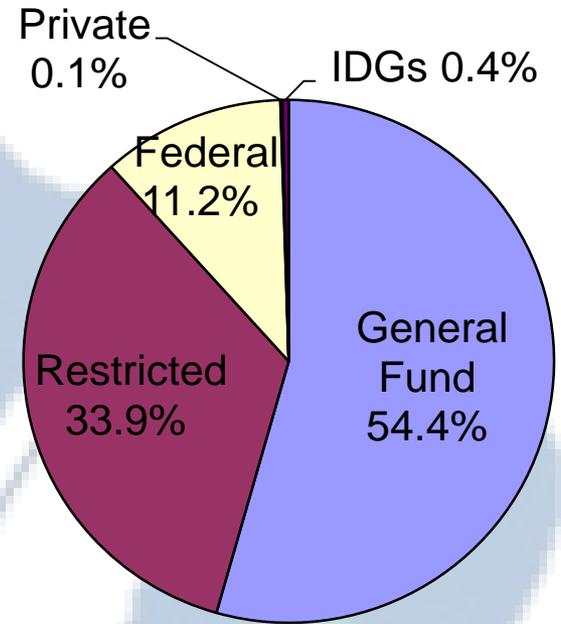


2015 Proposed Budget

(Oct 1, 2014 – Sept 30, 2015)



MDARD FY 2015 Proposed Budget by Funding Source



Funding Source	Amount
General Fund/General Purpose (GF/GP)	\$ 44,876,200
Restricted	\$ 28,003,400
Federal	\$ 9,198,300
Private	\$ 98,300
Interdepartmental Grants (IDGs)	\$ 318,100
Total Funding	\$ 82,494,300





2015 Budget Program Enhancements

Food & Dairy Safety Improvement Initiative - \$1.8 million

- Maintain safety of the food supply to ensure success and growth in the food and ag sector
- Increase monthly compliance rate of licensed food establishments from 55% to 85%
- Supports growing demand in the dairy industry
- Supports Governor's Health & Wellness Initiative
- Additional 8 food inspection staff
- Additional 4 dairy inspection staff

2015 Budget Program Enhancements

DTMB IT Investment Fund: Department-wide Licensing & Inspection System- \$3.8 million

- Proposed web-based system to improve customer service to licensees and registrants
- Cooperative effort with DTMB partners
- Funding will replace more than 20 IT legacy systems
- Improve data collection and enhance data sharing
- Mobile device pilot project identified savings of 30-40 minutes per day for field inspection staff
- Funding allocated over two fiscal years: \$2 million in FY 2015 and \$1.8 million in FY 2016



2015 Budget Adjustments



Continuation Funding:

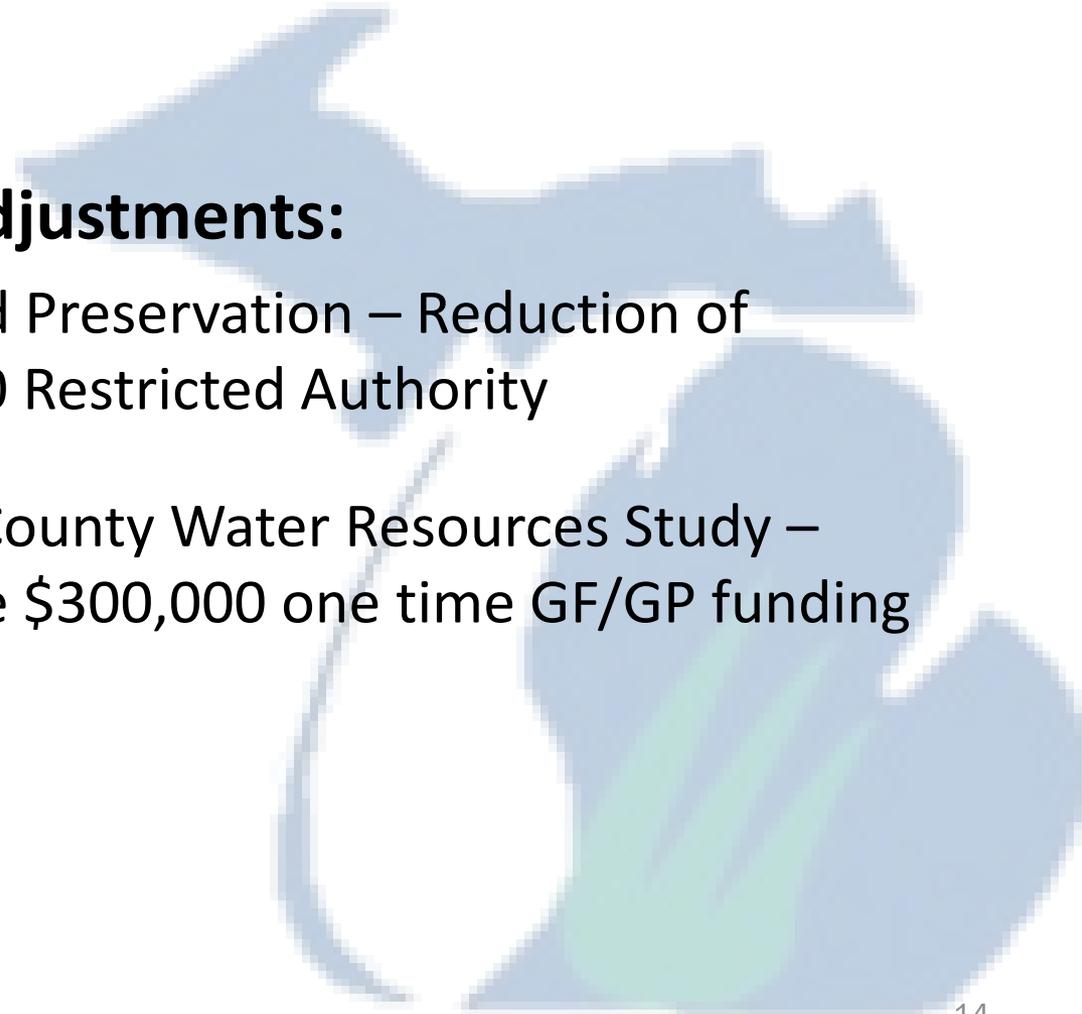
- Food and Agriculture Growth Initiative - \$2 million GF/GP
- Qualified Forest Program - \$2.5 million GF/GP
- Pesticide and Plant Pest Management - \$800,000 GF/GP

2015 Budget Adjustments



Budget Adjustments:

- Farmland Preservation – Reduction of \$724,500 Restricted Authority
- Ottawa County Water Resources Study – Eliminate \$300,000 one time GF/GP funding



QOL Collaborative Initiative



QOL Invasive Species Initiative – \$6 million

- Multi-department (DEQ, DNR, MDARD) initiative
- Purpose is to prevent, detect and manage terrestrial and aquatic invasive species
- Implementation of key elements of Michigan's Aquatic Invasive Species Management Plan
- Develop statewide terrestrial invasive species management plan



Questions?