

## SENATE FISCAL AGENCY MEMORANDUM

**DATE:** April 25, 2006

**TO:** Members of the Senate

**FROM:** Gary S. Olson, Director

**RE:** FY 2005-06 Supplemental Appropriation Bill

The Senate approved Senate Bill 242 (S-5), a FY 2005-06 supplemental appropriation bill on April 25, 2006. The Senate originally passed Senate Bill 242 on December 7, 2005, and the House passed the bill on March 15, 2006. The supplemental appropriation items contained in the Senate substitute to the House passed-bill, Senate Bill 242 (S-5), are primarily based on a series of recommendations to the Legislature from the Office of the State Budget. The bill addresses issues including the appropriation of additional Federal and State Restricted funding that has materialized since the original FY 2005-06 appropriation bills were enacted, General Fund/General Purpose (GF/GP) funding shortfalls in the Department of Human Services, adjustments to the level of funding needed for State Building Authority debt service, and adjustments to the economic development appropriations from the 21<sup>st</sup> Century Jobs Fund. The Senate substitute contains \$187.9 million of Gross appropriations. These appropriations are financed with \$83.0 million of Federal funds, \$16.2 million of interdepartmental grants, \$2.8 million of local and private funds, \$64.3 million of State Restricted funds, and \$21.6 million of GF/GP funding.

Table 1 provides details of the line-item appropriations contained in the supplemental appropriation recommendations of the Office of State Budget, the House-passed bill and the latest Senate substitute. Table 2 provides a comparison of the boilerplate language. The following information provides a summary of the major highlights of the Senate substitute.

**Capital Outlay:** The bill includes the final construction authorization of projects at Schoolcraft Community College, Westshore Community College, and the University of Michigan. These construction projects have all been approved by the Joint Capital Outlay subcommittee.

**Community Health:** The bill contains several appropriation adjustments to the Medicaid program to accurately reflect projected expenditures. These adjustments are financed with Federal and State Restricted funds.

**History, Arts, and Libraries:** The bill contains GF/GP appropriations for arts and cultural grants and State aid to libraries.

**Human Services:** The bill appropriates \$35.0 million of GF/GP appropriations to offset the over appropriation of Federal funds contained in the original appropriation bill. These appropriations do not increase the scope of the programs, but provide the proper level of funding between State and Federal funding.

**Labor and Economic Growth:** The bill contains a \$1.0 million GF/GP appropriation to retrain dislocated workers recently laid off as a result of manufacturing plant closings in Gaylord and Greenville.

**Legislature:** The bill contains \$707,800 of GF/GP appropriations for two projects. The first is \$499,900 for the Legislative Council to contract with a private vendor for a study on the operations of State prisons and the second is \$207,900 for the beginning work on redistricting.

**Natural Resources:** The bill contains a \$350,100 GF/GP appropriation to ensure adequate funding is available to make all required payments in lieu of property taxes to local units of government on State-owned lands.

**State Police:** The bill contains a \$500,100 GF/GP appropriation to help the Department locate sex offenders who have violated terms of the sex offender registration act.

**Transportation:** The bill provides for \$20.9 million of Federal and State Restricted funding for road and bridge projects across the State. The bill also increases the State subsidy of the Amtrak passenger rail system from the current level of \$6.1 million to \$7.1 million.

**Treasury:** The bill provides for \$393,100 of GF/GP appropriations for special census revenue sharing payments, \$2.7 million of GF/GP appropriations for supervision of the general property tax law, \$749,900 of GF/GP appropriations for the State cost associated with emergency agricultural loans, and \$500,000 for property tax reimbursements to the Huron Clinton Metroparks Authority. The bill reduces the current appropriation for debt service requirements on bonds issued by the State Building Authority by \$19.1 million GF/GP to reflect projected expenditures. The bill also contains four additional appropriations from the \$400.0 million 21<sup>st</sup> Century Jobs Fund economic development package. These include \$5.0 million for agricultural initiatives, \$1.0 million for a private research laboratory, \$1.0 million for wet laboratory space, and \$1.0 million for life science technology funding.

/kjh

Attachments

c: Ellen Jeffries, Deputy Director  
SFA Fiscal Analysts

Table 1

**FY 2005-06 Supplemental Appropriations: Senate Bill 242  
(Actual Dollars)**

| Department/Item                                        | <u>Office of State Budget</u> |           | <u>House Passed (3/15/06)</u> |           | <u>Senate Substitute(4/25/06)</u> |           |
|--------------------------------------------------------|-------------------------------|-----------|-------------------------------|-----------|-----------------------------------|-----------|
|                                                        | Gross                         | GF/GP     | Gross                         | GF/GP     | Gross                             | GF/GP     |
| <b>Agriculture</b>                                     |                               |           |                               |           |                                   |           |
| Ground Water Protection (Federal funding)              | \$250,000                     | \$ 0      | \$250,000                     | \$ 0      | \$249,900                         | \$ 0      |
| Pesticide and Plant Management                         | 0                             | 0         | 300,000                       | 300,000   | 300,100                           | 300,100   |
| Laboratory Testing (Federal and State Restricted)      | 543,000                       | (225,000) | 543,000                       | (225,000) | 542,900                           | (224,900) |
| Migrant Labor Housing (Federal grant)                  | 145,000                       | 0         | 145,000                       | 0         | 144,900                           | 0         |
| Food Safety (Federal and State Restricted)             | 400,000                       | 225,000   | 625,000                       | 450,000   | 625,100                           | 450,100   |
| Greenhouse/Nursery Emergency Response (Federal grant)  | 11,000                        | 0         | 11,000                        | 0         | 10,900                            | 0         |
| Subtotal Agriculture                                   | 1,349,000                     | 0         | 1,874,000                     | 525,000   | 1,873,800                         | 525,300   |
| <b>Attorney General</b>                                |                               |           |                               |           |                                   |           |
| Operations (Federal funding)                           | 577,700                       | 0         | 577,700                       | 0         | 577,600                           | 0         |
| Child Support Enforcement (Federal grant)              | 450,000                       | 0         | 450,000                       | 0         | 449,900                           | 0         |
| Subtotal Attorney General                              | 1,027,700                     | 0         | 1,027,700                     | 0         | 1,027,500                         | 0         |
| <b>Capital Outlay</b>                                  |                               |           |                               |           |                                   |           |
| Michigan Natural Resources Trust Fund Projects         | 37,339,500                    | 0         | 37,339,500                    | 0         | 0                                 | 0         |
| State Boating Access Sites                             | 6,470,000                     | 0         | 6,470,000                     | 0         | 6,469,700                         | 0         |
| Deer Habitat Improvement (State Restricted funding)    | 3,500,000                     | 0         | 3,500,000                     | 0         | 3,499,900                         | 0         |
| Westshore Community College Construction Authorization | 0                             | 0         | 0                             | 0         | 200                               | 200       |
| University of Michigan Construction Authorization      | 0                             | 0         | 0                             | 0         | 100                               | 100       |
| School for the Deaf Renovations                        | 0                             | 0         | 0                             | 0         | 100                               | 100       |
| Schoolcraft College Construction Authorization         | 100                           | 100       | 100                           | 100       | 100                               | 100       |
| Subtotal Capital Outlay                                | 47,309,600                    | 100       | 47,309,600                    | 100       | 9,970,100                         | 500       |
| <b>Civil Rights</b>                                    |                               |           |                               |           |                                   |           |
| Operations (Federal grant)                             | 516,400                       | 0         | 516,400                       | 0         | 516,300                           | 0         |
| Subtotal Civil Rights                                  | 516,400                       | 0         | 516,400                       | 0         | 516,300                           | 0         |
| <b>Community Health</b>                                |                               |           |                               |           |                                   |           |
| Quality Assurance Assessment Program (Base adjustment) | 21,836,500                    | 0         | 21,836,500                    | 0         | 21,836,400                        | 0         |
| Health Plan Service (Technical funding adjustment)     | 0                             | 0         | 0                             | 0         | 0                                 | 0         |

**FY 2005-06 Supplemental Appropriations: Senate Bill 242  
(Actual Dollars)**

| <b>Department/Item</b>                                                 | <b><u>Office of State Budget</u></b> |                    | <b><u>House Passed (3/15/06)</u></b> |                    | <b><u>Senate Substitute(4/25/06)</u></b> |                    |
|------------------------------------------------------------------------|--------------------------------------|--------------------|--------------------------------------|--------------------|------------------------------------------|--------------------|
|                                                                        | <b>Gross</b>                         | <b>GF/GP</b>       | <b>Gross</b>                         | <b>GF/GP</b>       | <b>Gross</b>                             | <b>GF/GP</b>       |
| Health Plan Services (GF/GP funding adjustment)                        | (2,353,200)                          | (2,353,200)        | (2,353,200)                          | (2,353,200)        | (2,353,300)                              | (2,353,300)        |
| Medicare Part D (Federal funding adjustment)                           | 36,217,600                           | 0                  | 36,217,600                           | 0                  | 36,217,500                               | 0                  |
| Medicaid Adult Benefits Waiver<br>(Federal funding adjustment)         | 4,394,700                            | 0                  | 4,394,700                            | 0                  | 4,394,600                                | 0                  |
| Medicaid Program Evaluation (Federal grant)                            | 3,000,000                            | 0                  | 3,000,000                            | 0                  | 2,999,900                                | 0                  |
| Women, Infants and Children<br>(Federal & private funding adjustments) | 2,059,000                            | 0                  | 2,059,000                            | 0                  | 2,058,900                                | 0                  |
| Pandemic Influenza Preparedness (Federal grant)                        | 2,951,800                            | 0                  | 2,951,800                            | 0                  | 2,951,700                                | 0                  |
| AIDS Drug Assistance Program (Private funding)                         | 1,000,000                            | 0                  | 1,000,000                            | 0                  | 999,900                                  | 0                  |
| Children with Emotional Disturbances<br>(Federal funding adjustment)   | 570,000                              | 0                  | 570,000                              | 0                  | 569,900                                  | 0                  |
| Newborn Screening Laboratory<br>(State Restricted adjustment)          | 300,000                              | 0                  | 300,000                              | 0                  | 299,900                                  | 0                  |
| Healthy Homes for Children (Federal grant)                             | 300,000                              | 0                  | 300,000                              | 0                  | 299,900                                  | 0                  |
| Epidemiology Projects (Private funding)                                | 47,000                               | 0                  | 47,000                               | 0                  | 46,900                                   | 0                  |
| <b>Subtotal Community Health</b>                                       | <b>70,323,400</b>                    | <b>(2,353,200)</b> | <b>70,323,400</b>                    | <b>(2,353,200)</b> | <b>70,322,200</b>                        | <b>(2,353,300)</b> |
| <b>Corrections</b>                                                     |                                      |                    |                                      |                    |                                          |                    |
| Baldwin Prison (Relates to Boilerplate Issue)                          | 0                                    | 0                  | 100                                  | 100                | 0                                        | 0                  |
| Prisoner Reintegration Program<br>(Transfer from other funding)        | 4,000,000                            | 4,000,000          | 0                                    | 0                  | 4,000,000                                | 4,000,000          |
| Correctional Facilities Administration<br>(Transfer to PRP Program)    | (4,000,000)                          | (4,000,000)        | 0                                    | 0                  | (4,000,000)                              | (4,000,000)        |
| <b>Subtotal Corrections</b>                                            | <b>0</b>                             | <b>0</b>           | <b>100</b>                           | <b>100</b>         | <b>0</b>                                 | <b>0</b>           |
| <b>Education</b>                                                       |                                      |                    |                                      |                    |                                          |                    |
| Aid for Displaced Students (Federal grant)                             | 3,286,000                            | 0                  | 3,286,000                            | 0                  | 3,285,800                                | 0                  |
| <b>Subtotal Education</b>                                              | <b>3,286,000</b>                     | <b>0</b>           | <b>3,286,000</b>                     | <b>0</b>           | <b>3,285,800</b>                         | <b>0</b>           |
| <b>Environmental Quality</b>                                           |                                      |                    |                                      |                    |                                          |                    |
| NPDES Nonstormwater Program<br>(Relates to Boilerplate Issue)          | 0                                    | 0                  | 100                                  | 100                | 0                                        | 0                  |
| Multi-State Hazardous Waste Tracking (Federal grant)                   | 741,200                              | 0                  | 741,200                              | 0                  | 741,100                                  | 0                  |
| Multi-State Homeland Security System (Federal grant)                   | 691,600                              | 0                  | 691,600                              | 0                  | 691,500                                  | 0                  |
| Little Black Creek Site Assessment<br>(State Restricted funding)       | 0                                    | 0                  | 100,000                              | 0                  | 99,900                                   | 0                  |

| FY 2005-06 Supplemental Appropriations: Senate Bill 242<br>(Actual Dollars) |                               |            |                               |            |                                   |            |
|-----------------------------------------------------------------------------|-------------------------------|------------|-------------------------------|------------|-----------------------------------|------------|
| Department/Item                                                             | <u>Office of State Budget</u> |            | <u>House Passed (3/15/06)</u> |            | <u>Senate Substitute(4/25/06)</u> |            |
|                                                                             | Gross                         | GF/GP      | Gross                         | GF/GP      | Gross                             | GF/GP      |
| Office of Great Lakes<br>(Federal & State Restricted funding)               | 45,000                        | 0          | 45,000                        | 0          | 45,000                            | 0          |
| Subtotal Environmental Quality                                              | 1,477,800                     | 0          | 1,577,900                     | 100        | 1,577,500                         | 0          |
| <b>History, Arts, and Libraries</b>                                         |                               |            |                               |            |                                   |            |
| Arts Grants                                                                 | 315,900                       | 315,900    | 631,800                       | 631,800    | 631,700                           | 631,700    |
| State Aid to Libraries                                                      | 315,900                       | 315,900    | 0                             | 0          | 1,000                             | 1,000      |
| Subtotal History, Arts, and Libraries                                       | 631,800                       | 631,800    | 631,800                       | 631,800    | 632,700                           | 632,700    |
| <b>Human Services</b>                                                       |                               |            |                               |            |                                   |            |
| Public Assistance (Fund Shift from Federal to GF/GP)                        | 1,937,000                     | 13,400,000 | 1,937,000                     | 13,400,000 | 1,936,900                         | 13,400,000 |
| Central Support Accounts<br>(Fund Shift from Federal to GF/GP)              | 2,851,400                     | 7,170,900  | 2,851,400                     | 7,170,900  | 2,851,200                         | 7,170,800  |
| Child Support Enforcement                                                   | 600,000                       | 0          | 600,000                       | 0          | 599,900                           | 0          |
| Child Support Automation<br>(Fund shift from Federal to GF/GP)              | 0                             | 3,397,400  | 0                             | 3,397,400  | 0                                 | 3,397,500  |
| Children's Trust Fund<br>(Federal & State Restricted funding)               | 297,700                       | 0          | 297,700                       | 0          | 297,500                           | 0          |
| Local Office Staff and Operations<br>(Fund Shift from Federal to GF/GP)     | (189,700)                     | 10,982,300 | (189,700)                     | 10,982,300 | (189,900)                         | 10,982,200 |
| Barry County Domestic Violence<br>(Relates to Boilerplate Issue)            | 0                             | 0          | 100                           | 0          | 0                                 | 0          |
| Pilot Indigent Burial (Relates to Boilerplate Issue)                        | 0                             | 0          | 100                           | 0          | 0                                 | 0          |
| Out-of-State Child Placement<br>(Relates to Boilerplate Issue)              | 0                             | 0          | 100                           | 0          | 0                                 | 0          |
| Child Support Incentive Payments<br>(Relates to Boilerplate Issue)          | 0                             | 0          | 100                           | 0          | 0                                 | 0          |
| Subtotal Human Services                                                     | 5,496,400                     | 34,950,600 | 5,496,800                     | 34,950,600 | 5,495,600                         | 34,950,500 |
| <b>Information Technology</b>                                               |                               |            |                               |            |                                   |            |
| Base Funding (Adjust IDGs to reflect actual appropriations)                 | 17,512,300                    | 0          | 17,512,300                    | 0          | 17,511,700                        | 0          |
| Subtotal Information Technology                                             | 17,512,300                    | 0          | 17,512,300                    | 0          | 17,511,700                        | 0          |

**FY 2005-06 Supplemental Appropriations: Senate Bill 242  
(Actual Dollars)**

| <b>Department/Item</b>                                                    | <b><u>Office of State Budget</u></b> |              | <b><u>House Passed (3/15/06)</u></b> |              | <b><u>Senate Substitute(4/25/06)</u></b> |              |
|---------------------------------------------------------------------------|--------------------------------------|--------------|--------------------------------------|--------------|------------------------------------------|--------------|
|                                                                           | <b>Gross</b>                         | <b>GF/GP</b> | <b>Gross</b>                         | <b>GF/GP</b> | <b>Gross</b>                             | <b>GF/GP</b> |
| <b>Judiciary</b>                                                          |                                      |              |                                      |              |                                          |              |
| Court of Appeals (State Restricted funding adjustment)                    | 150,000                              | 0            | 150,000                              | 0            | 149,900                                  | 0            |
| Subtotal Judiciary                                                        | 150,000                              | 0            | 150,000                              | 0            | 149,900                                  | 0            |
| <b>Labor and Economic Growth</b>                                          |                                      |              |                                      |              |                                          |              |
| Public Service Commission<br>(State Restricted funding adjustment)        | 132,500                              | 0            | 132,500                              | 0            | 132,400                                  | 0            |
| Financial and Insurance Services<br>(State Restricted funding adjustment) | 550,000                              | 0            | 550,000                              | 0            | 549,900                                  | 0            |
| Unemployment Claim Systems (Federal grant)                                | 32,600,000                           | 0            | 32,600,000                           | 0            | 32,599,900                               | 0            |
| Worker Retraining Funding                                                 | 0                                    | 0            | 0                                    | 0            | 1,000,000                                | 1,000,000    |
| Public Service Commission<br>(Relates to Boilerplate Issue)               | 0                                    | 0            | 100                                  | 100          | 0                                        | 0            |
| Subtotal Labor and Economic Growth                                        | 33,282,500                           | 0            | 33,282,600                           | 100          | 34,282,200                               | 1,000,000    |
| <b>Legislature</b>                                                        |                                      |              |                                      |              |                                          |              |
| Legislative Council (State prison special study)                          | 0                                    | 0            | 500,000                              | 500,000      | 499,900                                  | 499,900      |
| Legislative Council (Redistricting project)                               | 500,000                              | 500,000      | 208,000                              | 208,000      | 207,900                                  | 207,900      |
| National Association Dues                                                 | 0                                    | 0            | 150,000                              | 150,000      | 0                                        | 0            |
| Subtotal Legislature                                                      | 500,000                              | 500,000      | 858,000                              | 858,000      | 707,800                                  | 707,800      |
| <b>Management and Budget</b>                                              |                                      |              |                                      |              |                                          |              |
| Retirement Services Technology<br>(State Restricted funding)              | 2,000,000                            | 0            | 2,000,000                            | 0            | 1,999,900                                | 0            |
| Italian Cultural Center Macomb County Grant                               | 0                                    | 0            | 50,000                               | 50,000       | 0                                        | 0            |
| Michigan State Fair (State Restricted funding)                            | 954,400                              | 0            | 954,400                              | 0            | 954,300                                  | 0            |
| Michigan State Fair (Increase Fair Manager's salary)                      | 12,300                               | 0            | 12,300                               | 0            | 12,200                                   | 0            |
| Subtotal Management and Budget                                            | 2,966,700                            | 0            | 3,016,700                            | 50,000       | 2,966,400                                | 0            |
| <b>Military and Veterans Affairs</b>                                      |                                      |              |                                      |              |                                          |              |
| Military Training Facilities (Federal funding adjustment)                 | 4,600,000                            | 0            | 2,050,000                            | 0            | 2,049,900                                | 0            |
| Grand Rapids Veterans Home (State Restricted funding)                     | 183,300                              | 0            | 183,300                              | 0            | 183,200                                  | 0            |
| D.J. Jacobetti Veterans Home (State Restricted funding)                   | 35,700                               | 0            | 35,700                               | 0            | 35,600                                   | 0            |
| Starbase Program Training (Federal grant)                                 | 206,600                              | 0            | 206,600                              | 0            | 206,500                                  | 0            |
| Subtotal Military and Veterans Affairs                                    | 5,025,600                            | 0            | 2,475,600                            | 0            | 2,475,200                                | 0            |

**FY 2005-06 Supplemental Appropriations: Senate Bill 242**  
**(Actual Dollars)**

| <b>Department/Item</b>                                                 | <b><u>Office of State Budget</u></b> |              | <b><u>House Passed (3/15/06)</u></b> |              | <b><u>Senate Substitute(4/25/06)</u></b> |              |
|------------------------------------------------------------------------|--------------------------------------|--------------|--------------------------------------|--------------|------------------------------------------|--------------|
|                                                                        | <b>Gross</b>                         | <b>GF/GP</b> | <b>Gross</b>                         | <b>GF/GP</b> | <b>Gross</b>                             | <b>GF/GP</b> |
| <b>Natural Resources</b>                                               |                                      |              |                                      |              |                                          |              |
| State Parks (State Restricted funding adjustment)                      | 3,325,000                            | 0            | 3,325,000                            | 0            | 3,324,900                                | 0            |
| Law Enforcement Equipment (Federal grant)                              | 1,470,000                            | 0            | 1,470,000                            | 0            | 1,469,900                                | 0            |
| Marine Safety Grants to Locals (Federal grant)                         | 1,470,000                            | 0            | 1,470,000                            | 0            | 1,469,900                                | 0            |
| Education and Outreach (State Restricted funding)                      | 250,000                              | 0            | 250,000                              | 0            | 249,900                                  | 0            |
| Repair of Shooting Ranges (State Restricted funding)                   | 83,000                               | 0            | 83,000                               | 0            | 83,000                                   | 0            |
| Payments in Lieu of Taxes                                              | 0                                    | 0            | 350,000                              | 350,000      | 350,100                                  | 350,100      |
| Water Withdrawal Assessment Tool<br>(State Restricted funding)         | 0                                    | 0            | 500,000                              | 0            | 499,900                                  | 0            |
| Subtotal Natural Resources                                             | 6,598,000                            | 0            | 7,448,000                            | 350,000      | 7,447,600                                | 350,100      |
| <b>State</b>                                                           |                                      |              |                                      |              |                                          |              |
| Branch Operations                                                      | 0                                    | 0            | 0                                    | 0            | 100                                      | 100          |
| Motorcycle Training Funding (State Restricted)                         | 0                                    | 0            | 0                                    | 0            | 200,000                                  | 0            |
| Subtotal State                                                         | 0                                    | 0            | 0                                    | 0            | 200,100                                  | 100          |
| <b>State Police</b>                                                    |                                      |              |                                      |              |                                          |              |
| Criminal Justice Information Center<br>(State Restricted funding)      | 3,080,000                            | 0            | 3,580,000                            | 500,000      | 3,580,000                                | 500,100      |
| DNA Analysis and Laboratory Operations<br>(Federal & State Restricted) | 1,110,900                            | 0            | 1,110,900                            | 0            | 1,110,800                                | 0            |
| Auto Theft Grants to Locals (State Restricted funding)                 | 2,150,400                            | 0            | 2,150,400                            | 0            | 2,150,300                                | 0            |
| Public Safety Communications System<br>(Local revenue adjustment)      | 1,000,000                            | 0            | 1,000,000                            | 0            | 999,900                                  | 0            |
| Michigan Amber Alert Program (Private revenue)                         | 31,800                               | 0            | 31,800                               | 0            | 31,700                                   | 0            |
| Youth Leadership Academy (Private revenue)                             | 32,000                               | 0            | 32,000                               | 0            | 31,900                                   | 0            |
| Emergency Grants to Locals                                             | 0                                    | 0            | 18,000                               | 18,000       | 0                                        | 0            |
| Highway Safety Public Information (Federal grant)                      | 160,000                              | 0            | 160,000                              | 0            | 159,900                                  | 0            |
| Subtotal State Police                                                  | 7,565,100                            | 0            | 8,083,100                            | 518,000      | 8,064,500                                | 500,100      |
| <b>Transportation</b>                                                  |                                      |              |                                      |              |                                          |              |
| Economic Development (State Restricted funding)                        | 181,800                              | 0            | 0                                    | 0            | 0                                        | 0            |
| Information Technology (State Restricted funding)                      | 2,000,000                            | 0            | 0                                    | 0            | 2,000,000                                | 0            |
| Specialized Planning Services (State Restricted funding)               | (381,800)                            | 0            | 0                                    | 0            | (200,000)                                | 0            |
| Road and Bridge Construction<br>(Federal and State Restricted)         | 20,862,500                           | 0            | 0                                    | 0            | 20,862,500                               | 0            |

| FY 2005-06 Supplemental Appropriations: Senate Bill 242<br>(Actual Dollars) |                        |                   |                        |                   |                            |                   |
|-----------------------------------------------------------------------------|------------------------|-------------------|------------------------|-------------------|----------------------------|-------------------|
| Department/Item                                                             | Office of State Budget |                   | House Passed (3/15/06) |                   | Senate Substitute(4/25/06) |                   |
|                                                                             | Gross                  | GF/GP             | Gross                  | GF/GP             | Gross                      | GF/GP             |
| County Road Commissions (State Restricted funding)                          | 200,000                | 0                 | 0                      | 0                 | 200,000                    | 0                 |
| Transportation Economic Development<br>(State Restricted funding)           | 1,037,400              | 0                 | 0                      | 0                 | 0                          | 0                 |
| Public Transportation & Freight Services<br>(Federal & State Restricted)    | 895,000                | 0                 | 0                      | 0                 | 895,000                    | 0                 |
| Rail Passenger Service (Amtrak Fund Shift)                                  | 0                      | 0                 | 0                      | 0                 | 0                          | 0                 |
| Rail Freight Preservation (State Restricted funding)                        | 450,000                | 0                 | 0                      | 0                 | 0                          | 0                 |
| Service Initiatives (Federal funding)                                       | (695,000)              | 0                 | 0                      | 0                 | (695,000)                  | 0                 |
| Safe Routes to School Program (Federal funding)                             | 3,040,200              | 0                 | 3,040,200              | 0                 | 3,040,000                  | 0                 |
| Subtotal Transportation                                                     | 27,590,100             | 0                 | 3,040,200              | 0                 | 26,102,500                 | 0                 |
| <b>Treasury</b>                                                             |                        |                   |                        |                   |                            |                   |
| 21st Century Jobs Fund (Good manufacturing facility)                        | 0                      | 0                 | 1,000,000              | 0                 | 999,900                    | 0                 |
| 21st Century Jobs Fund (Early drug discoveries)                             | 0                      | 0                 | 1,000,000              | 0                 | 999,900                    | 0                 |
| 21st Century Jobs Fund (Wet Laboratory Space)                               | 0                      | 0                 | 0                      | 0                 | 1,000,000                  | 0                 |
| 21st Century Jobs Fund<br>(Agricultural Development Fund)                   | 0                      | 0                 | 5,000,000              | 0                 | 4,999,900                  | 0                 |
| Huron-Clinton Metroparks<br>(Inventory Reimbursement payments)              | 0                      | 0                 | 558,000                | 558,000           | 500,000                    | 500,000           |
| Telephone/Telegraph Assessments<br>(Based on statutory requirement)         | 2,700,000              | 2,700,000         | 2,700,000              | 2,700,000         | 2,699,900                  | 2,699,900         |
| State Building Authority Rent<br>(Reduce enacted appropriations)            | (4,100,000)            | (4,100,000)       | (19,100,000)           | (19,100,000)      | (19,100,000)               | (19,100,000)      |
| Agriculture Loan Program (Debt service payments)                            | 750,000                | 750,000           | 750,000                | 750,000           | 749,900                    | 749,900           |
| Economic Development Job Training Grants                                    | 0                      | 0                 | 1,000,000              | 1,000,000         | 0                          | 0                 |
| Special Census Revenue Sharing Payments                                     | 0                      | 0                 | 393,114                | 393,114           | 393,100                    | 393,100           |
| 401k Expert Assistance (Start up cost of new program)                       | 100,000                | 100,000           | 0                      | 0                 | 0                          | 0                 |
| Subtotal Treasury                                                           | (550,000)              | (550,000)         | (6,698,886)            | (13,698,886)      | (6,757,400)                | (14,757,100)      |
| <b>Total Line-Item Appropriations</b>                                       | <b>232,058,400</b>     | <b>33,179,300</b> | <b>201,211,314</b>     | <b>21,831,714</b> | <b>187,852,000</b>         | <b>21,556,700</b> |

Table 2

**FY 2005-06 Supplemental Appropriations: Senate Bill 242  
Boilerplate Language Summary**

| <b>Department/Section</b>                                                                                                                                                                                                         | <b>Office of<br/>State Budget</b> | <b>House-Passed</b> | <b>Senate Sub.</b> |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|---------------------|--------------------|
| <b>General Sections</b>                                                                                                                                                                                                           |                                   |                     |                    |
| Sec. 204. Transfer FY 2005-06 GF/GP unreserved balance to the Budget Stabilization Fund. House-passed includes entire balance, OSB and Senate includes balance less carryforward balance assumed in Governor's FY 2006-07 budget. | Included                          | Included            | Included           |
| <b>Attorney General</b>                                                                                                                                                                                                           |                                   |                     |                    |
| Sec. 221. Appropriates up to \$500,000 from litigation expense reimbursements for payments of court judgments or settlements.                                                                                                     | Included                          | Included            | Included           |
| <b>Capital Outlay</b>                                                                                                                                                                                                             |                                   |                     |                    |
| Sec. 225. Requires local units to enter into agreements with the DNR involving Natural Resources Trust Fund grants.                                                                                                               | Included                          | Included            | Not Included       |
| Sec. 226. Allows Department of Military and Veterans Affairs to receive and expend Federal funds up to \$1.5 million.                                                                                                             | Included                          | Included            | Included           |
| Sec. 227. Authorizes transfers of revenue from the Harbor Development Fund to the Waterways Fund.                                                                                                                                 | Included                          | Included            | Included           |
| <b>Community Health</b>                                                                                                                                                                                                           |                                   |                     |                    |
| Sec. 231. Requires Department to keep a record of citizen complaints regarding the Medicare drug program.                                                                                                                         | Not Included                      | Included            | Included           |
| Sec. 232. Requires Department to ensure that family planning and pregnancy prevention funds be used to discourage sexual activity outside of marriage.                                                                            | Not Included                      | Included            | Not Included       |
| <b>Corrections</b>                                                                                                                                                                                                                |                                   |                     |                    |
| Sec. 241. Directs the Department to utilize available space at the former Baldwin prison before expanding other facilities.                                                                                                       | Not Included                      | Included            | Included           |
| Sec. 242. Replaces existing language dealing with the prison reintegration program.                                                                                                                                               | Included                          | Not Included        | Included           |
| <b>Education</b>                                                                                                                                                                                                                  |                                   |                     |                    |
| Sec. 243. Requires Federal funds for the reimbursement of students displaced into Michigan schools by Hurricane Katrina shall be used by both public and private schools.                                                         | Not Included                      | Included            | Included           |
| <b>Environmental Quality</b>                                                                                                                                                                                                      |                                   |                     |                    |
| Sec. 245. Prohibits the Department from implementing storm water standards more stringent than the Federal standards.                                                                                                             | Not Included                      | Included            | Not Included       |

**FY 2005-06 Supplemental Appropriations: Senate Bill 242  
Boilerplate Language Summary**

| <b>Department/Section</b>                                                                                                                                                                                                                                                                                                                           | <b>Office of<br/>State Budget</b> | <b>House-Passed</b> | <b>Senate Sub.</b> |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|---------------------|--------------------|
| Sec. 246. Creates a work project for the appropriation for the hazardous waste manifest and homeland security information systems.                                                                                                                                                                                                                  | Included                          | Included            | Included           |
| Sec. 247. Provides for the appropriation of \$10.0 million of surplus funds in the Community Pollution Prevention Fund to the Waste Reduction Revenue Fee Fund and the Environmental Protection Fund.                                                                                                                                               | Included                          | Included            | Included           |
| Sec. 248. Provides for the appropriation of \$12.0 million of surplus funds in the Cleanup and Redevelopment Fund to the Environmental Protection Fund.                                                                                                                                                                                             | Included                          | Included            | Included           |
| Sec. 249. Provides direction on the use of the funds appropriated for the Little Black Creek site assessment.                                                                                                                                                                                                                                       | Not Included                      | Included            | Included           |
| Sec. 250. Requires the Department to determine the steps necessary to repair the Chappel Dam on Wiggins Lake in Gladwin County.                                                                                                                                                                                                                     | Not Included                      | Included            | Included           |
| <b>Human Services</b>                                                                                                                                                                                                                                                                                                                               |                                   |                     |                    |
| Sec. 251. Allocates \$75,000 in TANF funding for domestic violence programming in Barry County. The Senate bill allocates \$30,000 to Barry County.                                                                                                                                                                                                 | Not Included                      | Included            | Included           |
| Sec. 252. Requires the Department to conduct an indigent burial pilot program in selected counties.                                                                                                                                                                                                                                                 | Not Included                      | Included            | Included           |
| Sec. 253. Replaces current boilerplate language which limits placement of foster care children in out-of-state facilities. The new language provides for out-of-state placements only when no in-State facility is available. Current law allows out-of-state placements if no in-State facility is available within 100 miles of the child's home. | Not Included                      | Included            | Included           |
| Sec. 254. Replaces current boilerplate language which provides guidelines for the use of Federal child support incentive funds. The new language requires the allocation to counties be no less than the amount allocated in FY 2000-01.                                                                                                            | Not Included                      | Included            | Included           |
| <b>Labor and Economic Growth</b>                                                                                                                                                                                                                                                                                                                    |                                   |                     |                    |
| Sec. 275. Requires the Public Service Commission to create a task force to study the creation of a coordinated Michigan telephone assistance program.                                                                                                                                                                                               | Not Included                      | Included            | Not Included       |
| Sec. 276. Creates a work project for the appropriation of an Internet-based unemployment claim system.                                                                                                                                                                                                                                              | Included                          | Included            | Included           |
| Sec. 277. Language providing the implementation of funding for forced transition worker training.                                                                                                                                                                                                                                                   | Not Included                      | Not Included        | Included           |
| <b>Legislature</b>                                                                                                                                                                                                                                                                                                                                  |                                   |                     |                    |
| Sec. 301. Directs the Legislative Council to expend \$500,000 for the purpose of hiring a private firm to evaluate the management of State prisons.                                                                                                                                                                                                 | Not Included                      | Included            | Included           |
| Sec. 302. Creates a work project for the redistricting appropriation contained in the bill.                                                                                                                                                                                                                                                         | Included                          | Included            | Included           |

**FY 2005-06 Supplemental Appropriations: Senate Bill 242  
Boilerplate Language Summary**

| <b>Department/Section</b>                                                                                                                                                                                                                                                          | <b>Office of<br/>State Budget</b> | <b>House-Passed</b> | <b>Senate Sub.</b> |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|---------------------|--------------------|
| <b>Management and Budget</b>                                                                                                                                                                                                                                                       |                                   |                     |                    |
| Sec. 351. Authorizes the Department to increase fuel cost charges to reflect the higher price of gasoline.                                                                                                                                                                         | Included                          | Included            | Included           |
| <b>Natural Resources</b>                                                                                                                                                                                                                                                           |                                   |                     |                    |
| Sec. 401. Tie-bars the appropriation of \$500,000 for a water withdrawal assessment tool to the passage of Senate Bills 850 and 851.                                                                                                                                               | Not Included                      | Included            | Included           |
| <b>State Police</b>                                                                                                                                                                                                                                                                |                                   |                     |                    |
| Sec. 451. Requires the Department to expend \$500,000 of the funds appropriated for the criminal justice information center to enforce provisions of the sexual offenders registration act.                                                                                        | Not Included                      | Included            | Included           |
| <b>Transportation</b>                                                                                                                                                                                                                                                              |                                   |                     |                    |
| Sec. 452. Repeals existing boilerplate dealing with conditions on the appropriation for Amtrak regarding the relocation of maintenance facilities in the State.                                                                                                                    | Included                          | Not Included        | Included           |
| <b>Treasury</b>                                                                                                                                                                                                                                                                    |                                   |                     |                    |
| Sec. 502. Provides for the direction of a 21st Century Jobs Fund appropriation for a good manufacturing facility.                                                                                                                                                                  | Not Included                      | Included            | Included           |
| Sec. 503. Provides for conditions on the \$10.0 million appropriated from the 21st Century Jobs Fund for agricultural development.                                                                                                                                                 | Not Included                      | Included            | Included           |
| Sec. 504. Provides for conditions on the appropriation for Huron Clinton Metropark Authority for inventory reimbursement payments.                                                                                                                                                 | Not Included                      | Included            | Included           |
| Sec. 505. Provides for conditions on the \$1.0 million appropriation from the 21st century jobs fund for early drug discoveries.                                                                                                                                                   | Not Included                      | Included            | Included           |
| Sec. 506. Places conditions on the \$1.0 million appropriation for economic development job training grants; funds shall be used by existing Michigan educational technological centers; priority in fund distribution shall be given to Kirtland and Montcalm Community Colleges. | Not Included                      | Included            | Not Included       |
| <b>Repealers</b>                                                                                                                                                                                                                                                                   |                                   |                     |                    |
| Sec. 513 of the Human Service appropriation. Replaced with Sec. 253.                                                                                                                                                                                                               | Not Included                      | Included            | Included           |
| Sec. 901 of the Human Service appropriation. Replaced with Sec. 254.                                                                                                                                                                                                               | Not Included                      | Included            | Included           |
| Sec. 308 of the Attorney General appropriations. Replaced with Sec. 221.                                                                                                                                                                                                           | Included                          | Included            | Included           |
| Sec. 1015 of the Corrections appropriation.                                                                                                                                                                                                                                        | Included                          | Not Included        | Included           |
| Sec. 711 of the Transportation appropriation. Replaced with Sec. 452.                                                                                                                                                                                                              | Included                          | Not Included        | Included           |
| Sec. 902 of PA 297 of 2005. Detroit Zoo grant language                                                                                                                                                                                                                             | Not Included                      | Not Included        | Included           |