

**SENATE FISCAL AGENCY
MEMORANDUM**



DATE: September 15, 2016
TO: Members of the Senate Appropriations Committee
FROM: Ellen Jeffries, Director
RE: Administrative Transfer Request 2016-8

The attached FY 2015-16 **Administrative Transfer** request was received on September 9, 2016, from the State Budget Office. Under the provisions of the Management and Budget Act, administrative transfers are effective 30 days after the House and Senate Appropriations Committees are notified of the transfers (October 9, 2016 in this case), unless rejected by either Appropriations Committee. The Act allows administrative transfers for the following purposes only:

- to adjust for current cost and price variations from the enacted budget;
- to adjust amounts between Federal sources of financing for a specific appropriation line item;
- to adjust amounts between restricted sources of financing for a specific appropriation line item;
- to cover the cost of court judgments, including court-approved consent judgments;
- to pay all settlements and claims.

<u>Department/Budget Area</u>	<u>Amount</u>	<u>Fiscal Analyst</u>
Licensing and Regulatory Affairs	\$3,706,100	Josh Sefton
Insurance and Financial Services	9,400	Michael Siracuse

If you have any questions, please contact me or the fiscal analyst listed for the budget area.

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Attachment

c: Tom Davis
David Ettinger

SENATE FISCAL AGENCY MEMORANDUM

DATE: September 14, 2016

TO: Members of the Appropriations Subcommittee on Licensing and Regulatory Affairs

FROM: Josh Sefton, Fiscal Analyst

RE: Administrative Transfer Request 2016-8

The State Budget Office has requested the following administrative transfers:

LICENSING AND REGULATORY AFFAIRS		
		Transfer Amount
FROM:	DEPARTMENTAL ADMINISTRATION	
	Information technology services and projects	(2,160,000)
	Liquor purchase revolving fund	(95,000)
	Safety education and training fund	(190,000)
	Private occupational school license fees	(50,000)
	Securities investor education and training fund	(5,000)
	Michigan medical marihuana fund	(40,000)
	Licensing and regulation fund	(790,000)
	Corporation fees	(750,000)
	Tax tribunal fund	(150,000)
	Fire service fees	(80,000)
	Accountancy enforcement fund	(10,000)
TO:	DEPARTMENTAL ADMINISTRATION	
	Information technology services and projects	2,160,000
	Silicosis and dust disease fund	85,000
	Second injury fund	380,000
	Self-insurers security fund	260,000
	Construction code fund	240,000
	Survey and remonumentation fund	20,000
	Health professions regulatory fund	60,000
	PMECSEMA fund	170,000
	Radiological health fees	10,000
	Securities fees	120,000
	Elevator fees	200,000
	Health systems fees	600,000
	Asbestos abatement fund	15,000

This transfer properly aligns State restricted funding support charges related to information technology services and projects. Sufficient authorization and revenue are available to accommodate this transfer.

FROM:	DEPARTMENTAL ADMINISTRATION	
	Information technology services and projects	(80,000)
	DED-vocational rehabilitation and independent living	(80,000)

TO:	DEPARTMENTAL ADMINISTRATION	
	Information technology services and projects	80,000
	EPA-underground storage tanks	80,000

This transfer properly aligns Federal funding to support charges related to information technology services and projects. Sufficient authorization and revenue are available to accommodate this transfer.

FROM:	DEPARTMENTAL ADMINISTRATION	
	Financial and administrative services	(745,900)
	Aboveground storage tank fees	(20,000)
	Builder enforcement fund	(10,000)
	Construction code fund	(150,000)
	Fire service fees	(20,000)
	Health professions regulatory fund	(175,000)
	Licensing and regulation fund	(75,000)
	Liquor purchase revolving fund	(227,000)
	Mobile home code fund	(10,000)
	Safety education and training fund	(7,900)
	Second injury fund	(11,000)
	Tax tribunal fund	(30,000)
	Underground storage tank fees	(10,000)

TO:	DEPARTMENTAL ADMINISTRATION	
	Financial and administrative services	745,900
	Accountancy enforcement fund	9,000
	Corporation fees	500,000
	Elevator fees	33,000
	Property development fees	1,000
	Public utility assessments	150,000
	Real estate enforcement fund	13,000
	Real estate education fund	23,000
	Restructuring mechanism assessments	13,000
	Security business fund	1,500
	Securities investor education and training fund	2,400

This transfer properly aligns State restricted funding to support charges related to financial and administrative services. Sufficient authorization and revenue are available to accommodate this transfer.

FROM:	DEPARTMENTAL ADMINISTRATION	
	Executive director programs	(147,400)
	Construction code fund	(35,000)
	Health professions regulatory fund	(10,000)
	Licensing and regulation fund	(45,000)
	Liquor purchase revolving fund	(50,000)
	Public utility assessments	(7,400)

TO:	DEPARTMENTAL ADMINISTRATION	
	Executive director programs	147,400
	Asbestos abatement fund	12,000
	Boiler inspection fund	8,300
	Elevator fees	13,000
	Michigan medical marihuana fund	21,000
	Mobile home code fund	3,100
	Radiological health fees	43,000
	Safety education and training fund	47,000

This transfer properly aligns State restricted funding to support charges related to executive director programs. Sufficient authorization and revenue are available to accommodate this transfer.

FROM:	OCCUPATIONAL REGULATION	
	Bureau of fire services	(572,800)
	Fire service fees	(120,000)
	Underground storage tank fees	(452,800)

TO:	OCCUPATIONAL REGULATION	
	Bureau of fire services	572,800
	Aboveground storage tank fees	452,800
	Fireworks safety fund	120,000

This transfer properly aligns State restricted funding to support charges for regulatory activities performed by the Bureau of Fire Services. Sufficient authorization and revenue are available to accommodate this transfer. This transfer is requested by book closing.

The transfers above meet the criteria for administrative transfers as set forth in the Management and Budget Act (Public Act 431 of 1984). It will automatically be effective on October 9, 2016, unless rejected by either the House or Senate Appropriations Committee. If you have any questions, please let me know.

c: Ellen Jeffries, Director
Bill Bowerman, Associate Director
Tom Davis, Senate Majority Policy Office
David Ettinger, Senate Democratic Office

SENATE FISCAL AGENCY MEMORANDUM

DATE: September 14, 2016

TO: Members of the Appropriations Subcommittee on Licensing and Regulatory Affairs

FROM: Michael Siracuse, Fiscal Analyst

RE: Administrative Transfer Request 2016-8

The State Budget Office has requested the following administrative transfer:

INSURANCE AND FINANCIAL SERVICES		
		Transfer Amount
FROM:	DEPARTMENT SERVICES	
	Department services	(9,400)
	Insurance bureau fund	(1,900)
	Insurance licensing and regulation fees	(7,500)
TO:	DEPARTMENT SERVICES	
	Worker's compensation	9,400
	Insurance bureau fund	1,900
	Insurance licensing and regulation fees	7,500
This transfer provides for worker's compensation claims requiring payment in FY 2015-16. Sufficient restricted revenue is available to support this transfer. This transfer is requested by book closing.		

The transfer above meets the criteria for an administrative transfer as set forth in the Management and Budget Act (Public Act 431 of 1984). It will automatically be effective on October 9, 2016 unless rejected by either the House or Senate Appropriations Committee. With the additional \$9,400 requested in the transfer, the total amount appropriated to the Department of Insurance and Financial Services' worker's comp will be \$14,600. The amount is requested to cover the cost of one large worker's compensation claim. Such costs are not anticipated in subsequent years. The insurance bureau fund and the insurance licensing and regulation fees line item currently contain balances that will, otherwise, carry forward to the next fiscal year if not used to settle this immediate expense. If you have any questions, please let me know.

c: Ellen Jeffries, Director
Bill Bowerman, Associate Director
Tom Davis, Senate Majority Policy Office
David Ettinger, Senate Democratic Office