

**SENATE FISCAL AGENCY
MEMORANDUM**



DATE: October 31, 2019
TO: Members of the Senate Appropriations Committee
FROM: Christopher Harkins, Director
RE: Administrative Transfer Request 2019-9

The attached FY 2018-19 **Administrative Transfer** requests were received on October 28, 2019, from the State Budget Office. Under the provisions of the Management and Budget Act, administrative transfers are effective not less than 30 days after the House and Senate Appropriations Committees are notified of the transfers, unless rejected by either Appropriations Committee (by November 27, 2019, in this case). 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>
Corrections	\$2,400,000	Joe Carrasco
Licensing and Regulatory Affairs	2,848,000	Elizabeth Raczkowski
TOTAL	\$5,248,000	

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: October 31, 2019
TO: Members of the Appropriations Subcommittee on Justice and Public Safety
FROM: Joe Carrasco, Jr., Fiscal Analyst
RE: Administrative Transfer Request 2019-9

The State Budget Office has requested the following administrative transfer:

CORRECTIONS		Transfer Amount
FROM:	DEPARTMENTAL ADMINISTRATION AND SUPPORT	
	Worker's compensation	(2,400,000)
	State general fund/general purpose	(2,400,000)
TO:	DEPARTMENTAL ADMINISTRATION AND SUPPORT	
	Budget and operations administration	2,400,000
	State general fund/general purpose	2,400,000

This request transfers \$2.4 million in General Fund authorization from the Worker's Compensation line to the Budget and Operations Administration line to provide funding for court judgements and settlements pursuant to MCL 18.1393 of the Management and Budget Act. Funding is available as a result of cost savings in the Worker's Compensation line. Over the last decade the Department has reduced worker's compensation expenditures by nearly 60% from a high of \$18.9 million in FY 2009-10 down to \$8.1 million in FY 2018-19.

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 November 27, 2019 unless rejected by either the House or Senate Appropriations Committee. If you have any questions, please let me know.

- c: Christopher Harkins, Director
- Steve Angelotti, Associate Director
- Tom Davis, Senate Majority Policy Office
- David Ettinger, Senate Democratic Office

**SENATE FISCAL AGENCY
 MEMORANDUM**

DATE: October 31, 2019
TO: Members of the Appropriations Subcommittee on Licensing and Regulatory Affairs
FROM: Elizabeth Raczkowski, Fiscal Analyst
RE: Administrative Transfer Request 2019-9

The State Budget Office has requested the following administrative transfers:

LICENSING AND REGULATORY AFFAIRS

		Transfer Amount
FROM:	INFORMATION TECHNOLOGY	
	Information technology services and projects	(2,085,000)
	Boiler inspection fund	(165,000)
	Construction code fund	(280,000)
	Elevator fees	(50,000)
	Licensing and regulation fund	(450,000)
	Mobile home code fund	(155,000)
	PMECSEMA fund	(150,000)
	Public utility assessments	(210,000)
	Safety education and training fund	(55,000)
	Second injury fund	(250,000)
	Self-insurers security fund	(190,000)
	Silicosis and dust disease fund	(90,000)
	Tax tribunal fund	(40,000)

TO:	INFORMATION TECHNOLOGY	
	Information technology services and projects	2,085,000
	Accountancy enforcement fund	1,700
	Corporation fees	810,100
	Fire safety standard and enforcement fund	3,100
	Fire services fees	250,000
	Fireworks safety fund	115,000
	Health professions regulatory fund	296,000
	Health systems fees	97,000
	Liquor purchase revolving fund	117,000
	Radiological health fees	118,000
	Securities fees	252,100
	Survey and remonumentation fund	25,000

This transfer shifts \$2.1 million between state restricted funding sources in the Information Technology Services and Projects (IT) line item pursuant to the Management and Budget Act (MCL 18.1393). This adjustment is needed to align expenditures with various State Restricted fund sources to support ongoing maintenance of IT projects in several department bureaus. Spending authorization is available from various state restricted funding sources to effectively align these costs in the IT line.

FROM:	OCCUPATIONAL REGULATION	
	Bureau of professional licensing	(585,000)
	Licensing and regulation fund	(585,000)

TO:	OCCUPATIONAL REGULATION	
	Bureau of professional licensing	585,000
	Accountancy enforcement fund	75,000
	Health professions regulatory fund	510,000

This transfer shifts \$585,000 between state restricted funding sources in the Bureau of Professional Licensing (BPL) line item pursuant to the Management and Budget Act (MCL 18.1393). A total of \$510,000 of this adjustment is needed to align expenditures within the Health Professions Regulatory Fund to support the continued implementation of the new Michigan Professional Licensing User System (MiPLUS): a new database application portal that will assist the licensing and regulation of over 700,000 professionals. The remaining \$75,000 is needed to align expenditures within the Accountancy Enforcement Fund in order to cover the enforcement costs associated with regulating professional accounting services as is required in Article 7 of the Occupational Code (Public Act 299 of 1980). Spending authorization is available from the Licensing and Regulation Fund to effectively align these costs in the BPL.

FROM:	OCCUPATIONAL REGULATION	
	Bureau of fire services	(63,000)
	Fire service fees	(63,000)

TO:	OCCUPATIONAL REGULATION	
	Bureau of fire services	63,000
	Aboveground storage tank fees	63,000

This transfer shifts \$63,000 between state restricted funding sources in the Bureau of Fire Services (BFS) line item pursuant to the Management and Budget Act (MCL 18.1393). This adjustment is needed to align expenditures for Aboveground Storage Tank Fees to support the regulatory activities of the Aboveground Storage Tank (AST) program. Spending authorization is available from Fire Service Fees to effectively align these costs in the BFS.

FROM:	OCCUPATIONAL REGULATION	
	Bureau of fire services	(115,000)
	Fire service fees	(115,000)

TO:	OCCUPATIONAL REGULATION	
	Bureau of fire services	115,000
	Fireworks safety fund	115,000

This transfer shifts \$115,000 between state restricted funding sources in the Bureau of Fire Services (BFS) line item pursuant to the Management and Budget Act (MCL 18.1393). This adjustment is needed to align expenditures in the Fireworks Safety Fund in order to cover the enforcement costs associated with regulating the sale of consumer fireworks as required in the Fireworks Safety Act (Public Act 256 of 2011). Spending authorization is available from Fire Service Fees to effectively align these costs in the BFS.

The transfers above meet the criteria for administrative transfers as set forth in the Management and Budget Act (Public Act 431 of 1984). The transfers will automatically be effective on November 27, 2019 unless rejected by either the House or Senate Appropriations Committee. If you have any questions, please let me know.

- c: Christopher Harkins, Director
- Steve Angelotti, Associate Director
- Tom Davis, Senate Majority Policy Office
- David Ettinger, Senate Democratic Office