

SENATE FISCAL AGENCY
MEMORANDUM



DATE: September 21, 2020
TO: Members of the Senate Appropriations Committee
FROM: Christopher Harkins, Director
RE: Administrative Transfer Request 2020-8

The attached FY 2019-20 **Administrative Transfer** requests were received on September 14, 2020, 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 October 14, 2020, 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>
Attorney General	\$990,800	Joe Carrasco
Insurance and Financial Services	2,000,000	Elizabeth Raczkowski
Licensing and Regulatory Affairs	2,244,400	Elizabeth Raczkowski
TOTAL	\$5,235,200	

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 21, 2020
TO: Members of the Appropriations Subcommittee on General Government
FROM: Joe Carrasco, Fiscal Analyst
RE: Administrative Transfer Request 2020-8

The State Budget Office has requested the following administrative transfer:

ATTORNEY GENERAL

		Transfer Amount
FROM:	ATTORNEY GENERAL OPERATIONS	
	Department of attorney general	(990,800)
	IDG from MDLARA, bureau of marijuana regulatory agency	(400,000)
	IDG from MDLARA, health professions	(200,000)
	IDG from Michigan state housing development authority	(100,000)
	IDG from MDTMB	(200,000)
	Human trafficking commission fund	(45,400)
	Public utility assessments	(45,400)

TO:	ATTORNEY GENERAL OPERATIONS	
	Department of attorney general	990,800
	IDG from MDOC	461,900
	IDG from MDHHS, healthy policy	35,700
	IDG from MDHHS, human services	250,000
	IDG from MDHHS, WIC	6,100
	IDG from LEO, Michigan occupational safety and health administration	50,000
	IDG from Michigan strategic fund	14,100
	IDG from MDTMB, civil service commission	18,000
	Liquor purchase revolving fund	55,000
	Utility consumer representation fund	100,000

<p>This transfer adjusts restricted sources of financing to align revenue sources with the actual work being performed by Attorney General. The net effect of this transfer increases Adjusted Gross appropriations by \$64,200. This transfer is consistent with current memorandums of understanding or interagency agreements between the Attorney General and MDOC; MDHHS; MDLARA; MSHDA; MDTMB; LEO, and the Michigan Strategic Fund.</p>
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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 14, 2020 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: September 21, 2020
TO: Members of the Appropriations Subcommittee on Insurance and Financial Services
FROM: Elizabeth Raczkowski, Fiscal Analyst
RE: Administrative Transfer Request 2020-8

The State Budget Office has requested the following administrative transfer(s):

INSURANCE AND FINANCIAL SERVICES		Transfer Amount
FROM:	INSURANCE AND FINANCIAL SERVICES REGULATION	
	Insurance evaluation	(2,000,000)
	Insurance bureau fund	(2,000,000)
TO:	INSURANCE AND FINANCIAL SERVICES REGULATION	
	Insurance evaluation	2,000,000
	Insurance licensing and regulation fees	2,000,000

This administrative transfer shifts \$2.0 million from the Insurance Bureau Fund to Insurance Licensing and Regulation Fees in the Insurance Evaluation line item pursuant to the Management and Budget Act (MCL 18.1393). This adjustment is needed to more accurately reflect regulatory activity and their associated costs. Spending authorization is available from the Insurance Bureau Fund due to savings resulting from hiring and discretionary spending freezes.

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 14, 2020, 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: September 21, 2020
TO: Members of the Appropriations Subcommittee on Licensing and Regulatory Affairs
FROM: Elizabeth Raczkowski, Fiscal Analyst
RE: Administrative Transfer Request 2020-8

The State Budget Office has requested the following administrative transfer(s):

Licensing and Regulatory Affairs		Transfer Amount
FROM:	OCCUPATIONAL REGULATION	
	Bureau of professional licensing	(66,400)
	Licensing and regulation fund	(66,400)

TO:	OCCUPATIONAL REGULATION	
	Bureau of professional licensing	66,400
	Accountancy enforcement fund	66,400

This administrative transfer moves \$66,400 from the Licensing and Regulation Fund to the Accountancy Enforcement Fund in the Bureau of Professional Licensing line item pursuant to the Management and Budget Act (MCL 18.1393). This adjustment is needed to support the enforcement costs associated with regulating professional accounting services as required in Article 7 of the Occupational Code (Public Act 299 of 1980). Spending authorization is available from the Licensing and Regulation Fund due to internal savings from the hiring and discretionary spending freezes. A similar adjustment was made in the Accountancy Enforcement Fund in the FY 2021 Executive Budget Recommendation.

FROM:	INFORMATION TECHNOLOGY	
	Information technology services and projects	(1,988,000)
	Boiler inspection fund	(30,000)
	Corporation fees	(748,000)
	Health systems fees	(70,000)
	Licensing and regulation fund	(820,000)
	PMECSEMA fund	(45,000)
	Public utility assessments	(250,000)
	Survey and remonumentation fund	(25,000)

TO:	INFORMATION TECHNOLOGY	
	Information technology services and projects	1,988,000
	Construction code fund	491,000
	Fire service fees	341,000
	Health professions regulatory fund	581,000
	Marihuana registry fund	115,000
	Marihuana regulatory fund	460,000

This administrative transfer shifts \$2.0 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 costs of IT projects in several department bureaus. Revenues are available in each of the necessary funds to support the costs, and excess authority is available in multiple fund sources due to internal savings from the hiring and discretionary spending freezes, as well as, decreased maintenance costs associated with the Corporations Online Filing System. Executive Reorganization 2019-13 also shifted multiple bureaus from LARA to the Department of Labor and Economic Opportunity, resulting in the need for modifications to IT allocations across LARA's fund sources.

FROM:	DEPARTMENTAL ADMINISTRATION AND SUPPORT	
	Executive director programs	(90,000)
	Liquor purchase revolving fund	(90,000)

TO:	DEPARTMENTAL ADMINISTRATION AND SUPPORT	
	Executive director programs	90,000
	Health professions regulatory fund	40,000
	Public utility assessments	50,000

This administrative transfer shifts authority between state restricted funding sources in the Executive Director Programs line item pursuant to the Management and Budget Act (MCL 18.1393). Specifically, it shifts \$90,000 from the Liquor Purchase Revolving Fund to the Health Professions Regulatory Fund (\$40,000) and Public Utility Assessments (\$50,000). Due to department reorganizations, actual cost allocation expenditures differ from the fund sourcing included in the enacted budget. This adjustment is needed to align expenditures with the necessary fund sources

FROM:	OCCUPATIONAL REGULATION	
	Bureau of fire services	(100,000)
	Fire service fees	(100,000)

TO:	OCCUPATIONAL REGULATION	
	Bureau of fire services	100,000
	Aboveground storage tank fees	100,000

This administrative transfer shifts \$100,000 between state restricted funding sources in the Bureau of Fire Services line item pursuant to the Management and Budget Act (MCL 18.1393). This adjustment is needed to align expenditures with available revenues for Aboveground Storage Tank Fees in support of regulatory activities of the Aboveground Storage Tank program. Internal savings from the hiring and discretionary spending freezes have contributed to the availability of excess authority for this transfer, with spending authorization available from Fire Service Fees to effectively align these costs.

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 14, 2020, 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