



FY 2014-15 LEGISLATIVE TRANSFER PACKAGE

Department/Budget Area	FY 2014-15 Year-to-Date Gross Appropriation	Contingency Transfer Amount	Standard Transfer Amount	Total Transfer Amount	Page Number	Transfer Percent of Y-T-D Gross
Agriculture and Rural Development	\$84,052,200	\$0	\$140,000	\$140,000	1	0.2%
Health and Human Services	24,804,733,400	0	87,650,000	87,650,000	2	0.4
Licensing and Regulatory Affairs	542,388,200	357,000	80,000	437,000	5	0.1
Military and Veterans Affairs	173,439,400	2,109,600	800,000	2,909,600	8	1.7
Natural Resources	394,155,400	0	320,000	320,000	13	0.1
State	227,424,900	500,000	0	500,000	14	0.2
State Police	649,741,900	0	1,000,000	1,000,000	15	0.2
Technology, Management, and Budget	1,361,809,900	0	500,000	500,000	16	0.04
Treasury-Operations	554,336,400	0	250,000	250,000	17	0.05
Treasury-Revenue Sharing	1,228,215,400	0	184,400	184,400	18	0.02
Total		\$2,966,600	\$90,924,400	\$93,891,000		

FY 2014-15 LEGISLATIVE TRANSFER PACKAGE FUND SOURCES

Department/Budget Area	Federal	Local	State Restricted	GF/GP	Total Transfer Amount
Agriculture and Rural Development	\$0	\$0	\$140,000	\$0	\$140,000
Health and Human Services	55,107,000	0	0	32,543,000	87,650,000
Licensing and Regulatory Affairs	0	0	437,000	0	437,000
Military and Veterans Affairs	1,036,400	0	1,073,200	800,000	2,909,600
Natural Resources	0	0	320,000	0	320,000
State	0	0	500,000	0	500,000
State Police	0	0	0	1,000,000	1,000,000
Technology, Management, and Budget	0	\$500,000	0	0	500,000
Treasury-Operations	0	0	0	250,000	250,000
Treasury-Revenue Sharing	0	0	184,400	0	184,400
Total	\$56,143,400	\$500,000	\$2,654,600	\$34,593,000	\$93,891,000

The State Budget Office Request 2015-6 (September 9, 2015) was amended on September 16, 2015 by the Senate Appropriations Committee, to include a legislatively initiated Department of Agriculture and Rural Development transfer.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: N/A

BUDGET AREA: AGRICULTURE AND RURAL DEVELOPMENT

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT	
		GOV.'S REC.	SENATE ACTION 9/16/15
TOTAL TRANSFER REQUEST: \$140,000			
FROM: FAIRS AND EXHIBITIONS			
Thoroughbred breeders' awards	358,600		(80,000)
Thoroughbred supplements - licensed tracks	385,900		(60,000)
Agriculture equine industry development fund			
TO: FAIRS AND EXHIBITIONS			
Thoroughbred sire stakes	244,800		140,000
Agriculture equine industry development fund			

This legislatively initiated transfer request is in response to the horse racing industry's request to shift available industry - generated funds to the Thoroughbred Sire Stakes line item to provide the necessary amount of funding to pay for sire stakes purses and stallion awards. A transfer of \$53,000 for similar purposes was initiated in FY 2013-14 by the Legislature and became effective.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$80,000,000				
FROM: MEDICAL SERVICES				
Health plan services	4,819,542,400	(80,000,000)	(80,000,000)	(80,000,000)
Total federal revenues		(50,007,000)	(50,007,000)	(50,007,000)
State general fund/general purpose		(29,993,000)	(29,993,000)	(29,993,000)
TO: MEDICAL SERVICES				
Pharmaceutical services	303,775,000	30,000,000	30,000,000	30,000,000
Total federal revenues		19,662,000	19,662,000	19,662,000
State general fund/general purpose		10,338,000	10,338,000	10,338,000
Federal Medicare pharmaceutical program	193,202,800	3,700,000	3,700,000	3,700,000
State general fund/general purpose		3,700,000	3,700,000	3,700,000
Hospital services and therapy	1,164,127,800	46,300,000	46,300,000	46,300,000
Total federal revenues		30,345,000	30,345,000	30,345,000
State general fund/general purpose		15,955,000	15,955,000	15,955,000

This transfer would adjust FY 2014-15 funding within the Medical Services lines to account for preliminary accrual information and caseload projections. Current projections put expenditures in the Health Plan Services line at \$100.0 million below the appropriated level of funding due to the projected accrual. The requested \$30.0 million increase for the Pharmaceutical Services line would cover a temporary shortfall resulting from the timing of rebate receipts. This transfer would offset a negative accrual of \$137.1 million and an accrual reversal of a positive \$97.2 million.

Current projected expenditures for the Federal Medicare Pharmaceutical Program line are estimated to be \$196.9 million, which falls \$3.7 million short of the \$193.2 million appropriation. The transfer would cover the anticipated shortfall in the line. The requested \$46.3 million increase for the Hospital Services and Therapy line would cover the reversal of a positive accrual of \$47.3 million and the estimated negative accrual of \$90.9 million. The negative accrual results from the increase in the anticipated disproportionate share hospital payments that will be sent out in September. Additional authorization is needed in this line due to the \$20.3 million reduction in Executive Order (E.O.) 2015-5. Although the E.O. removed authorization in the Hospital Services and Therapy line, the actual reduction happened in the Health Plan Services line.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS	TRANSFER AMOUNT		
	APPROP.	GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$650,000				
FROM: PUBLIC ASSISTANCE				
Emergency services local office allocations	10,357,600	(650,000)	(650,000)	(650,000)
State general fund/general purpose		(650,000)	(650,000)	(650,000)
TO: PUBLIC ASSISTANCE				
State supplementation	62,599,700	650,000	650,000	650,000
State general fund/general purpose		650,000	650,000	650,000

Due to a caseload increase for the State supplementation of Federal Supplemental Security Income payments, this transfer is requested to make September payments. In FY 2014-15, the appropriated average caseload was approximately 300,000 cases with an average case amount of about \$19 monthly. The funding in the Emergency Services Local Office Allocation line appears to be sufficient to complete this transfer.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: HEALTH AND HUMAN SERVICES

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS	TRANSFER AMOUNT		
	APPROP.	GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$7,000,000				
FROM: LOCAL OFFICE STAFF AND OPERATIONS				
Field staff, salaries and wages	297,533,300	(5,100,000)	(5,100,000)	(5,100,000)
Social security act, temporary assistance for needy families		(5,100,000)	(5,100,000)	(5,100,000)
CHILD WELFARE SERVICES				
Serious emotional disturbance - waiver program	3,351,600	(1,900,000)	(1,900,000)	(1,900,000)
State general fund/general purpose		(1,900,000)	(1,900,000)	(1,900,000)
TO: CHILD WELFARE SERVICES				
Child care fund	177,850,100	7,000,000	7,000,000	7,000,000
Social security act, temporary assistance for needy families		5,100,000	5,100,000	5,100,000
State general fund/general purpose		1,900,000	1,900,000	1,900,000

This transfer will provide funding for the Child Care Fund due to caseload projections. This requested transfer will cover the State's share of the Child Care Fund payments to circuit courts. The estimated expenditures for the Child Care Fund are pegged at \$184.8 million. The funds from the Field Staff, Salaries and Wages line are due to a FY 2014-15 hiring freeze. Funding is available from the Serious Emotional Disturbance line due to planned, but not implemented, service expansion.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: LICENSING AND REGULATORY AFFAIRS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$182,000				
FROM: CONTINGENCY FUNDING				
State restricted contingency funds	25,000,000	(182,000)	(182,000)	(182,000)
State restricted contingency funds		(182,000)	(182,000)	(182,000)
TO: DEPARTMENTAL ADMINISTRATION				
Executive director programs	4,638,400	182,000	182,000	182,000
Licensing and regulation fund		145,000	145,000	145,000
Radiological health fees		37,000	37,000	37,000

This contingency transfer adds authorization to Executive Director Programs to accommodate the transfer of personnel from unclassified to classified status. Sufficient authorization and revenue from State restricted funds are available to accommodate this transfer. This transfer and the \$80,000 transfer from Unclassified Salaries to Executive Director Programs would allow for LARA's three deputy directors to become classified employees rather than unclassified. Presumably this transfer would leave sufficient appropriation authority to hire one or two new unclassified positions, but that would be contingent on available fund sources and a need to fill those positions.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: LICENSING AND REGULATORY AFFAIRS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15

TOTAL TRANSFER REQUEST: \$80,000

FROM:	DEPARTMENTAL ADMINISTRATION				
	Unclassified salaries	4,768,700	(80,000)	(80,000)	(80,000)
	Corporation fees		(10,000)	(10,000)	(10,000)
	Securities fees		(70,000)	(70,000)	(70,000)
TO:	DEPARTMENTAL ADMINISTRATION				
	Executive director programs	4,638,400	80,000	80,000	80,000
	Corporation fees		10,000	10,000	10,000
	Securities fees		70,000	70,000	70,000

This transfer aligns funding from Unclassified Salaries to Executive Director Programs to accommodate the transfer of personnel from unclassified to classified status. Sufficient authorization and revenue from State restricted funds are available to accommodate this transfer. This transfer and the \$182,000 contingency fund transfer to Executive Director Programs would allow for LARA's three deputy directors to become classified employees rather than unclassified.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: LICENSING AND REGULATORY AFFAIRS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS	TRANSFER AMOUNT		
	APPROP.	GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$175,000				
FROM: CONTINGENCY FUNDING				
State restricted contingency funds	25,000,000	(175,000)	(175,000)	(175,000)
State restricted contingency funds		(175,000)	(175,000)	(175,000)
TO: DEPARTMENT GRANTS				
Remonumentation grants	7,300,000	175,000	175,000	175,000
Survey and remonumentation fund		175,000	175,000	175,000

This transfer adds State restricted authorization in order to continue acceleration of Ottawa County's survey and remonumentation plan. Sufficient authorization and revenue are available to accommodate this budgetary transfer in accordance with PA 252 of 2014, Article XIII, section 223(2). Statute allows for counties to work with LARA to expedite their remonumentation plans per PA 345 of 1990. Ottawa County has undertaken this effort and qualifies for funds to expedite this process.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$800,000				
FROM: MILITARY				
Departmental and national guard operations	69,542,100	(800,000)	(800,000)	(800,000)
State general fund/general purpose		(800,000)	(800,000)	(800,000)
TO: MICHIGAN VETERANS AFFAIRS AGENCY				
Veterans' home	66,567,900	800,000	800,000	800,000
State general fund/general purpose		800,000	800,000	800,000

This transfer is requested to provide additional authorization to address a funding shortfall of approximately \$2.7 million in the Grand Rapids veterans' home due to the inability of veterans to pay the maximum assessment and declining veterans' homes member census. National guard tuition assistance program authorization is available due to lower-than-anticipated demand during the first year of the program. Additional transfer requests are anticipated to fully address a projected FY 2014-15 shortfall in the veterans' home lines. This transfer is requested by the end of the fiscal year.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS	TRANSFER AMOUNT		
	APPROP.	GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$1,055,400				
FROM: CONTINGENCY FUNDS				
State restricted contingency funds	2,000,000	(1,055,400)	(1,055,400)	(1,055,400)
State restricted contingency revenues		(1,055,400)	(1,055,400)	(1,055,400)
TO: MICHIGAN VETERANS AFFAIRS AGENCY				
Veterans' home	66,567,900	1,055,400	1,055,400	1,055,400
Income and assessments		1,055,400	1,055,400	1,055,400

This transfer is requested to align authorization with higher-than-anticipated State Restricted income and assessments revenue at the Grand Rapids veterans' home. Pursuant to P.A. 6 of 2015, State Restricted income and assessment authorization was reduced by \$3.3 million, requiring the use of contingency authorization to recognize available State Restricted revenue. Authorization is available from State Restricted contingency revenue in accordance with P.A. 252 of 2014, Article XIV, Section 206(2). This transfer would maintain lower State Restricted income and assessments authorization than was originally appropriated in P.A. 252 of 2014, Article XIV, but higher than the current authorization. This transfer is requested by the end of the fiscal year.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS	TRANSFER AMOUNT		
	APPROP.	GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$200,000				
FROM: CONTINGENCY FUNDS				
Federal contingency funds	10,000,000	(200,000)	(200,000)	(200,000)
Federal contingency revenues		(200,000)	(200,000)	(200,000)
TO: MILITARY				
Departmental and national guard operations	69,542,100	200,000	200,000	200,000
DOD-DOA-NGB		200,000	200,000	200,000

This transfer will provide increased authorization from the Federal contingency fund to allow for expenditures from available Federal Department of Defense revenue related to new cadre staff. Funding is available from Federal contingency revenue in accordance with P.A. 252 of 2014, Article XIV, Section 206(1). This transfer is requested by the end of the fiscal year.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS	TRANSFER AMOUNT		
	APPROP.	GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$836,400				
FROM: CONTINGENCY FUNDS				
Federal contingency funds	10,000,000	(836,400)	(836,400)	(836,400)
Federal contingency revenues		(836,400)	(836,400)	(836,400)
TO: MILITARY				
Veterans' homes	66,567,900	836,400	836,400	836,400
DVA-VHA		836,400	836,400	836,400

This transfer will provide increased authorization from the Federal contingency fund to allow for expenditures from available Federal revenue. The United States Department of Veterans Affairs is reimbursing the State veterans' home at a higher-than-anticipated rate for service-connected veterans. This transfer is requested by September 15, 2015; without this transfer, there would be a funding shortfall.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: MILITARY AND VETERANS AFFAIRS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS	TRANSFER AMOUNT		
	APPROP.	GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$17,800				
FROM: CONTINGENCY FUNDS				
State restricted contingency funds	2,000,000	(17,800)	(17,800)	(17,800)
State restricted contingency revenues		(17,800)	(17,800)	(17,800)
TO: MICHIGAN VETERANS AFFAIRS AGENCY				
Veterans' home	66,567,900	17,800	17,800	17,800
Lease revenue		17,800	17,800	17,800

This transfer will provide increased authorization from the State Restricted contingency fund to allow for expenditures from available Restricted revenue. The lease revenue collected from tenants that provide clinical type services is higher-than-anticipated. Authorization is available from State Restricted contingency revenue in accordance with P.A. 252 of 2014, Article XIV, Section 206(2). This transfer is requested by the end of the fiscal year.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: NATURAL RESOURCES

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$320,000				
FROM: FOREST RESOURCE DIVISION				
Forest management and timber market development	32,053,900	(320,000)	(320,000)	(320,000)
Forest development fund		(320,000)	(320,000)	(320,000)
TO: FOREST RESOURCES DIVISION				
Wildfire protection	13,527,400	320,000	320,000	320,000
Forest development fund		320,000	320,000	320,000

This transfer would provide sufficient appropriation authority for increased overtime and related costs attributable to additional wildfire suppression and monitoring efforts needed for this active wildfire season. The Forest Management and Timber Market Development line received nearly \$6.6 million in additional Forest Development Fund appropriations for FY 2015-16, so this transfer will not significantly affect the program. These additional funds were included for the purchase of equipment and development related to the Vegetative Management System. Funds for the transfer would be made available by delaying parts of these two items until FY 2015-16.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: STATE

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$500,000				
FROM: CONTINGENCY FUNDS				
State restricted contingency fund	6,850,000	(500,000)	(500,000)	(500,000)
State contingency revenues		(500,000)	(500,000)	(500,000)
TO: INFORMATION TECHNOLOGY				
Information technology services and projects	22,169,900	500,000	500,000	500,000
Transportation administration collection fund		500,000	500,000	500,000

This request transfers \$500,000 in authorization from State Restricted contingency funds to the Information Technology Services and Projects line item to cover increased costs associated with their mainframe Unisys charges. The Department of Technology, Management, and Budget (DTMB) stores and maintains the mainframe computer system (Unisys) that processes and stores all Secretary of State (SOS) vehicle and driver records. The costs for this service and maintenance for FY 2014-15 (\$3.5 million) are greater than the appropriated amounts due to increased fixed costs to DTMB to provide that service on behalf of the SOS. Funds are available from excess fee revenue collections that are deposited in the Transportation Administration Collection Fund in the Department of State. This transfer is requested to meet current payment obligations.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: STATE POLICE

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$1,000,000				
FROM: SPECIALIZED SERVICES				
Disaster assistance	13,500,000	(1,000,000)	(1,000,000)	(1,000,000)
State general fund/general purpose		(1,000,000)	(1,000,000)	(1,000,000)
TO: SPECIALIZED SERVICES				
Disaster and emergency contingency fund	3,000,000	1,000,000	1,000,000	1,000,000
State general fund/general purpose		1,000,000	1,000,000	1,000,000

This transfer request reduces the Disaster Assistance appropriation by \$1.0 million as a result of lower-than-anticipated demand for assistance in response to flooding in southeast Michigan, and deposits \$1.0 million into the statutory Disaster and Emergency Contingency Fund (DECF) increasing the fund balance to \$4.0 million. Funds in the DECF would be available for expenditure in accordance with Section 19 of the Emergency Management Act (MCL 30.419) to provide assistance to local governments affected by unforeseen disasters and other emergencies in future fiscal years. This transfer is requested prior to the end of the fiscal year.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: TECHNOLOGY, MANAGEMENT, AND BUDGET

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$500,000				
FROM: CIVIL SERVICE COMMISSION				
Agency Services	12,601,900	(500,000)	(500,000)	(500,000)
IDG, 1% special funds		(500,000)	(500,000)	(500,000)
TO: CIVIL SERVICE COMMISSION				
Agency Services	12,601,900	500,000	500,000	500,000
Local funds 1%		500,000	500,000	500,000

This transfer adjusts financing sources for civil service assessment revenue based on actual revenue collections per PA 252 of 2014, Section 850(2). The annual appropriations are based on estimates of actual charges based on payroll appropriations. Boilerplate language stipulates that the Civil Service Commission is authorized to adjust financing sources based on actual payroll expenditures; thus, the transfer is necessary to align the actual IDG and local funding sources from the previous estimates.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: TREASURY - OPERATIONS

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS APPROP.	TRANSFER AMOUNT		
		GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$250,000				
FROM: ONE-TIME BASIS ONLY APPROPRIATIONS				
Personal property tax reform	20,800,000	(250,000)	(250,000)	(250,000)
State general fund/general purpose		(250,000)	(250,000)	(250,000)
TO: GRANTS				
May election administration	10,000,000	250,000	250,000	250,000
State general fund/general purpose		250,000	250,000	250,000

This request transfers \$250,000 in authorization from personal property tax reform appropriations to May election administration to cover final costs associated with the Special May 2015 Election. Additional general funds are available in the personal property tax reform due to actual payments being less than anticipated. Statute requires that the State reimburse counties, cities, and townships for the costs of running State special elections.

LEGISLATIVE TRANSFER

S.B.O. REQUEST NO: 2015-6

BUDGET AREA: TREASURY - REVENUE SHARING

FISCAL YEAR: 2014-15

TRANSFER ITEMS	Y-T-D GROSS	TRANSFER AMOUNT		
	APPROP.	GOV.'S REC.	SENATE ACTION 9/16/15	HOUSE ACTION 9/22/15
TOTAL TRANSFER REQUEST: \$184,400				
FROM: REVENUE SHARING				
City, village, and township revenue sharing	243,040,000	(184,400)	(184,400)	(184,400)
Sales tax		(184,400)	(184,400)	(184,400)
TO: REVENUE SHARING				
Financially distressed cities, villages, or townships	5,000,000	184,400	184,400	184,400
Sales tax		184,400	184,400	184,400

The City, Village, and Township Revenue Sharing program, often referred to as "statutory" revenue sharing, requires eligible local units to comply with transparency and accountability requirements in order to receive funding. When a local unit does not qualify for its maximum funding amount, budget bill boilerplate directs that at year-end those unclaimed funds can be moved by legislative transfer to the appropriation for Financially Distressed Cities, Villages, or Townships where it will be available for grants to cities, villages, or townships with signs of probable financial distress for projects that move the local government towards financial stability. The transfer is described in budget bill boilerplate, Public Act 252 of 2014, Article VIII, Sec. 952(2).

City, Village, and Township Revenue Sharing payments for FY 2014-15 have been completed. Eligible cities, villages, and townships qualified for over 99.9% of the available funds; however, 21 local units did not qualify for \$184,400 dollars. This legislative transfer would reduce the ongoing line item for City, Village, and Township Revenue Sharing by \$184,400 to \$242,855,600. It also would increase the ongoing line for Financially Distressed Cities, Villages, or Townships to \$5,184,400. Each of these programs receives both ongoing and one-time funding in FY 2014-15. The tables below summarize the funding for these programs under current appropriations and after the proposed transfer. If the transfer is not adopted, \$184,400 would lapse to the General Fund.

**City, Village and Township Revenue Sharing
Initial Appropriations and Impact of the Proposed Legislative Transfer**

	Initial Appropriation	Proposed Transfer	Total After Transfer
Ongoing	\$243,040,000	(\$184,400)	\$242,855,600
One-time	5,800,000	0	5,800,000
TOTAL	\$248,840,000	(\$184,400)	\$248,655,600

**Financially Distressed Cities, Villages, or Townships
Initial Appropriations and Impact of the Proposed Legislative Transfer**

	Initial Appropriation	Proposed Transfer	Total After Transfer
Ongoing	\$5,000,000	\$184,400	\$5,184,400
One-time	3,000,000	0	3,000,000
TOTAL	\$8,000,000	\$184,400	\$8,184,400