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BILL



ANALYSIS

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Senate Bill 274 (as introduced)
 Committee: Appropriations

FY 2004-05 Year-to-Date Gross Appropriation \$57,083,600

Changes from FY 2004-05 Year-to-Date:

- 1. **Preservation and Access for Michigan.** The Governor recommends elimination of this program to digitize special library collections and make them searchable. (965,000)
- 2. **Michigan Council for Arts and Cultural Affairs.** The Governor reduces grants by 3.8%, from \$11,771,300 in FY 2004-05 to \$11,328,400 in FY 2005-06. (442,900)
- 3. **Book Distribution Centers.** The Governor eliminates funding for this program which distributes donated books by publishers to eligible recipients. (327,500)
- 4. **Administrative Reductions.** The Governor recommends administrative reductions in Department Operations, the Film Office, Department of Information Technology (DIT), Michigan Council for Arts and Cultural Affairs, Historical Administration and Services, and Library of Michigan Operations. (591,100)
- 5. **Detroit Public Library.** The Governor includes a grant of \$300,000 for the Detroit Public Library. 300,000
- 6. **Historical Grants.** The Governor eliminates \$100,000 for competitive grants to local and State historical societies and the State Historical Preservation Network. (100,000)
- 7. **Lighthouse Preservation Grants.** The Governor eliminates \$91,500 for lighthouse restoration grants. (91,500)
- 8. **Historical Grant for Michigan History Day.** The Governor eliminates funds for this project. (25,000)
- 9. **Educational Programs.** The Governor removes \$200,000 for Michigan history curriculum from the Historical administration and services line and \$100,000 for educational programs from Library of Michigan Operations. (300,000)
- 10. **Mackinac Island State Park Commission Fund Shift.** The Governor recommends eliminating General Fund support of \$1,499,100 in FY 2004-05 and replacing it with an equal amount of revenue from unspecified new or increased park fees in FY 2005-06.
- 11. **Economic Adjustments.** Restores FY 2004-05 employee concessions and applies standard economic adjustments. 1,559,000
- 12. **Other Changes.** These consist of DIT economics, human resources optimization charges and a technical adjustment. 79,300

Total Changes (\$904,700)

FY 2005-06 Governor's Recommendation \$56,178,900

Changes from FY 2004-05 Year to Date:

1. **Michigan Council for Arts and Cultural Affairs.** The Governor proposes restructuring the language, breaking it into several sections and making some revisions. Specifies that local unrestricted resources shall be measured using the "total unrestricted revenues, gains, and other support", as defined in the accounting standards for nonprofit organizations. Eliminates the reporting of grant review scores and the Council initiatives to improve public access to the arts, including use of technology. (Secs. 401 - 406)
2. **Contingency Fund Appropriations.** The Governor proposes establishing contingency fund appropriations so that increases in Federal, restricted, local and private revenues received during the year could be used with the approval of the appropriations committees pursuant to language under the Management and Budget Act. (Sec. 206)
3. **Deleted Boilerplate Sections.** The Governor would remove the following sections (Section numbers below refer to 2004 PA 340):

Privatization. Requires privatization project plans and evaluations. (Sec. 207)

Affirmative Action. Requires the department to maintain affirmative action programs. (Sec. 211)

Exploration of Supplemental Funding. States legislative intent to study other funding sources. (Sec. 218)

Report on Unexpended Grant Funds. Requires a report to appropriations subcommittees on unexpended or unencumbered arts grant funding. (Sec. 401(14))

Mailing List. Requires the Department to make the subscriber list of the Michigan History Magazine available to the Historical Society of Michigan, unless prohibited by law. (Sec. 507)

Notices to Subcommittees. Requires notice to subcommittees ten days prior to redistribution of unexpended grant funds (410(14)) and one week prior to sale of surplus items from the State's collections. (Sec. 506)

Grant Criteria. Language was deleted for the following programs which were not funded in the Governor's recommendation:

Lighthouse Preservation Program(Sec. 504)

Historical Competitive Grant Program (Sec. 508)

Historical Grant for Michigan History Day (Sec. 509)

Book Distribution Centers (Sec. 607)

Preservation and Access for Michigan (Sec. 609)

Date Completed: 3-16-05

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