



FY 2005-06

APPROPRIATIONS REPORT

Part III - Year-End Appropriations

April 2007



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1. To provide technical, analytical, and preparatory support for all appropriations bills.
2. To provide written analyses of all Senate bills, House bills, and Administrative Rules considered by the Senate.
3. To review and evaluate proposed and existing State programs and services.
4. To provide economic and revenue analysis and forecasting.
5. To review and evaluate the impact of Federal budget decisions on the State.
6. To review and evaluate State issuance of long-term and short-term debt.
7. To review and evaluate the State's compliance with constitutional and statutory fiscal requirements.
8. To prepare special reports on fiscal issues as they arise and at the request of members of the Senate.

The Agency is located on the 8th floor of the Victor Office Center. The Agency is an equal opportunity employer.



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APPROPRIATIONS OVERVIEW

FY 2005-06 YEAR-END APPROPRIATIONS OVERVIEW

At the close of fiscal year (FY) 2005-06, the Michigan Legislature had approved and Governor Granholm had signed into law FY 2005-06 Adjusted Gross appropriations that totaled \$41.3 billion. This represents an increase of \$872.2 million over the initial level of appropriations enacted at the beginning of the fiscal year. This Senate Fiscal Agency (SFA) report provides a summary of the changes in FY 2005-06 appropriations that occurred between the enactment of the initial set of appropriation bills and the final level of appropriations for the fiscal year. A detailed summary of the initial FY 2005-06 appropriations is contained in the SFA's *FY 2005-06 Appropriation Report: Part II – Initial Appropriations* published in November 2005.

The changes made to the initial set of FY 2005-06 appropriations included the enactment of nine separate supplemental appropriation bills and revenue sharing reductions related to changes in the level of revenue sharing payments to cities, villages, and townships. This SFA report discusses these adjustments in detail as they affect each separate departmental and agency budget. In addition, this report provides a brief summary of the final year-end balances of the FY 2005-06 General Fund/General Purpose (GF/GP) and School Aid Fund (SAF) budgets.

Table 1 provides a summary of the final FY 2005-06 appropriations by source of funds. Final Adjusted Gross appropriations totaled \$41.3 billion, which included \$13.2 billion of Federal funds, \$438.8 million of local and private funds, \$18.6 billion of State Restricted funds, and \$9.1 billion of GF/GP appropriations. Table 2 provides a summary of the year-end Adjusted Gross appropriations. The initial set of Adjusted Gross appropriations totaled \$40.5 billion, supplemental appropriations totaled \$885.6 million, and reductions to revenue sharing payments totaled \$13.4 million. Table 3 provides a summary of the Adjusted Gross appropriations contained in the nine supplemental appropriation bills.

Table 4 provides a summary of the final level of State Spending from State Resources appropriations. The initial set of FY 2005-06 State Spending from State Resources appropriations totaled \$27.1 billion, supplemental appropriations totaled \$622.7 million, and reductions to revenue sharing payments totaled \$13.4 million. Table 5 provides a summary of the State Spending from State Resources appropriations contained in the nine supplemental appropriation bills.

Table 6 provides a summary of the final level of GF/GP appropriations. The initial set of FY 2005-06 appropriations totaled \$9.0 billion and supplemental appropriations totaled \$126.2 million. Table 7 provides a summary of the GF/GP appropriations contained in the nine supplemental appropriation bills.

FY 2005-06 Supplemental Appropriation Bills

Public Act 225 of 2005: This bill appropriated \$394.0 million from the 21st Century Jobs Fund. The appropriation, financed by the sale of bonds financed with future tobacco settlement revenue, funded economic development projects across the State. The distribution of the appropriation was determined by statutory requirements and decisions made by an independent board created in the legislation.

Public Act 226 of 2005: This bill appropriated \$1.0 million for the Michigan Tobacco Settlement Finance Authority. This Authority was responsible for selling bonds financed with tobacco settlement revenue to provide \$400.0 million for the 21st Century Jobs Fund.

Public Act 297 of 2005: This bill made appropriations for Higher Education and the Department of Treasury. The Higher Education appropriation funded the Children of Veterans Tuition Grant program and the Treasury appropriation funded a \$1.0 million grant for security operations related to the City of Detroit hosting the Super Bowl. This bill also included the initial appropriation for Capital Outlay projects for the fiscal year. The bill included the planning authorization for 18 construction projects to be financed by the State Building Authority at universities and community colleges. The bill also included the appropriation of numerous sources of Federal and State Restricted-funded capital projects such as airport construction, waterways boating programs, and State parks maintenance. The major project in the bill financed with GF/GP appropriations was a \$4.0 million grant to the Detroit Zoological Society.

Public Act 4 of 2006: This bill appropriated \$21.5 million of State Restricted funding for low income energy assistance programs in the Department of Labor and Economic Growth. The bill also included the authorization to transfer \$116.3 million of revenue from the Budget Stabilization Fund to the General Fund.

Public Act 153 of 2006: This multidepartment appropriation bill contained \$230.6 million of Adjusted Gross appropriations and \$22.1 million of GF/GP appropriations. The major items in the bill included funding for land acquisition and recreation projects financed by the Michigan Natural Resources Trust Fund, major funding adjustments in the Medicaid program, and funding adjustments in the Department of Human Services to reflect updated estimates of actual program expenditures. The bill also reduced debt service appropriations in the Department of Treasury, on bonds issued by the State Building Authority, to reflect savings from the recalculation of interest and principal payments.

Public Act 176 of 2006: This bill provided for the appropriation of \$11.0 million from the Michigan Transportation Fund to cover the cost to be incurred by the Secretary of State in issuing new license plates as required by State law. The bill also included the funding of a public access site on Walloon Lake financed by the Michigan Natural Resources Trust Fund.

Public Act 342 of 2006: This bill reduced School Aid Fund appropriations by \$56.5 million to reflect revised estimates of actual expenditures. The adjustments represented updated estimates of pupil counts, taxable valuations of property, and special education costs.

Public Act 345 of 2006: This multidepartment appropriation bill contained \$240.1 million of Adjusted Gross appropriations and \$52.8 million of GF/GP appropriations. The major items in the bill included the authorization for several capital construction projects at universities, funding for the Medicaid program to reflect updated estimates of actual program expenditures, funding in the Departments of Corrections and Human Services to reflect updated estimates of actual program expenditures, and a GF/GP appropriation to the Secretary of State to offset shortfalls of State Restricted funding sources.

Public Act 3 of 2007: This bill contained \$58.4 million of Adjusted Gross appropriations and \$49.7 million of GF/GP appropriations. The appropriations were designed to provide for the authorization of year-end appropriation overexpenditures in the Departments of Corrections, Human Services, and State Police. The bill also provided for the appropriation authorization of Federal funds in the Michigan Strategic Fund and the Department of Military and Veterans Affairs.

Revenue Adjustments

State revenue sharing payments to cities, villages, and townships are appropriated based on the amount of sales tax collections. To the extent that actual sales tax collections are lower than the consensus revenue estimate upon which the original revenue sharing appropriation was based, an automatic reduction in the appropriation takes place. During FY 2005-06, this reduction lowered the actual level of revenue sharing payments by \$13.4 million from the original appropriation level.

Final Year-End Balances

Table 8 provides a summary of the FY 2005-06 GF/GP budget after the final accounting of revenues and expenditures. The GF/GP budget closed the fiscal year with a \$2.5 million balance. Pursuant to statutory requirements, this final year-end balance is carried forward into FY 2006-07.

Table 9 provides a summary of the FY 2005-06 School Aid Fund budget after the final accounting of revenue and expenditures. The School Aid Fund budget closed the fiscal year with a zero balance.

Table 1

FY 2005-06 YEAR-END APPROPRIATIONS BY SOURCE OF FUNDS					
Department/Budget Area	Adjusted Gross	Federal Funds	Local & Private Funds	Other State Restricted	General Fund
Agriculture	\$110,684,200	\$33,680,700	\$138,700	\$47,977,100	\$28,887,700
Attorney General	52,339,700	9,827,100	0	11,011,400	31,501,200
Capital Outlay	236,575,500	156,852,600	20,784,200	54,236,000	4,702,700
Civil Rights	13,674,900	1,566,200	0	0	12,108,700
Civil Service	30,270,700	4,779,100	1,850,000	16,539,200	7,102,400
Community Colleges	281,552,400	0	0	0	281,552,400
Community Health	10,527,543,600	5,688,988,000	299,960,500	1,561,666,200	2,976,928,900
Corrections	1,884,510,400	11,410,200	411,700	66,590,000	1,806,098,500
Education	120,957,400	73,805,400	7,342,600	23,709,000	16,100,400
Environmental Quality (CMI Bonds)	0	0	0	0	0
Environmental Quality (Operations)	438,692,700	145,518,000	450,000	260,915,100	31,809,600
Executive	5,375,500	0	0	0	5,375,500
Higher Education	1,734,443,900	3,500,000	0	153,500,000	1,577,443,900
History, Arts, and Libraries	53,201,200	8,218,300	577,400	2,583,600	41,821,900
Human Services	4,529,373,700	3,233,593,300	65,594,800	71,801,900	1,158,383,700
Information Technology	0	0	0	0	0
Judiciary	252,968,400	3,926,400	4,261,600	87,165,900	157,614,500
Labor and Economic Growth	1,728,975,400	882,877,600	19,738,800	753,304,700	73,054,300
Legislature	127,638,400	0	400,000	2,356,500	124,881,900
Management and Budget	81,094,000	0	0	45,876,100	35,217,900
Military and Veterans Affairs	120,978,800	53,279,400	1,430,800	26,579,500	39,689,100
Natural Resources (Operations)	277,299,900	41,930,200	2,090,100	207,336,400	25,943,200
Natural Resources (Trust Fund)	39,357,900	0	0	39,357,900	0
School Aid	12,700,614,500	1,392,587,300	0	11,245,313,200	62,714,000
State	178,078,400	3,443,300	100	154,637,200	19,997,800
State Police	541,724,200	184,031,900	6,672,900	115,672,500	235,346,900
Transportation	3,424,910,200	1,210,650,300	6,100,000	2,208,159,900	0
Treasury (Debt Service)	89,001,400	0	0	36,114,500	52,886,900
Treasury (Operations)	637,268,900	35,405,400	1,025,400	302,801,600	298,036,500
Treasury (Revenue Sharing)	1,103,626,325	0	0	1,102,521,225	1,105,100
TOTAL APPROPRIATIONS	\$41,322,732,525	\$13,179,870,700	\$438,829,600	\$18,597,726,625	\$9,106,305,600

Table 2

FY 2005-06 YEAR-END APPROPRIATIONS - ADJUSTED GROSS				
Department/Budget Area	FY 2005-06		Fund Transfers/ Revenue Adjustments	Year-End FY 2005-06 Appropriations
	FY 2005-06 Initial Appropriations	Total Supplemental Appropriations		
Agriculture	\$108,810,200	\$1,874,000	\$ 0	\$110,684,200
Attorney General	51,312,000	1,027,700	0	52,339,700
Capital Outlay	226,304,700	10,270,800	0	236,575,500
Civil Rights	13,158,500	516,400	0	13,674,900
Civil Service	30,270,700	0	0	30,270,700
Community Colleges	281,327,400	225,000	0	281,552,400
Community Health	10,292,104,000	235,439,600	0	10,527,543,600
Corrections	1,859,062,600	25,447,800	0	1,884,510,400
Education	117,475,600	3,481,800	0	120,957,400
Environmental Quality (CMI Bond)	0	0	0	0
Environmental Quality (Operations)	437,164,900	1,527,800	0	438,692,700
Executive	5,375,500	0	0	5,375,500
Higher Education	1,733,943,900	500,000	0	1,734,443,900
History, Arts, and Libraries	52,569,400	631,800	0	53,201,200
Human Services	4,425,535,800	103,837,900	0	4,529,373,700
Information Technology	0	0	0	0
Judiciary	252,818,400	150,000	0	252,968,400
Labor and Economic Growth	1,262,492,900	466,482,500	0	1,728,975,400
Legislature	127,430,400	208,000	0	127,638,400
Management and Budget	78,127,300	2,966,700	0	81,094,000
Military and Veterans Affairs	116,042,600	4,936,200	0	120,978,800
Natural Resources (Operations)	269,251,900	8,048,000	0	277,299,900
Natural Resources (Trust Fund)	0	39,357,900	0	39,357,900
School Aid	12,757,151,300	(56,536,800)	0	12,700,614,500
State	177,378,400	700,000	0	178,078,400
State Police	530,073,800	11,650,400	0	541,724,200
Transportation	3,387,807,500	37,102,700	0	3,424,910,200
Treasury (Debt Service)	89,001,400	0	0	89,001,400
Treasury (Operations)	651,919,000	(14,650,100)	0	637,268,900
Treasury (Revenue Sharing)	1,116,612,000	393,100	(13,378,775)	1,103,626,325
TOTAL APPROPRIATIONS	\$40,450,522,100	\$885,589,200	\$(13,378,775)	\$41,322,732,525

Table 3

FY 2005-06 SUPPLEMENTAL APPROPRIATIONS SUMMARY - ADJUSTED GROSS					
Department/Budget Area	Public Act 225 of 2005	Public Act 226 of 2005	Public Act 297 of 2005	Public Act 4 of 2006	Public Act 153 of 2006
Agriculture	\$ 0	\$ 0	\$ 0	\$ 0	\$1,874,000
Attorney General	0	0	0	0	1,027,700
Capital Outlay	0	0	0	0	10,270,300
Civil Rights	0	0	0	0	516,400
Civil Service	0	0	0	0	0
Community Colleges	0	0	0	0	225,000
Community Health	0	0	0	0	74,323,400
Corrections	0	0	0	0	0
Education	0	0	0	0	3,286,000
Environmental Quality (CMI Bond)	0	0	0	0	0
Environmental Quality (Operations)	0	0	0	0	1,477,800
Executive	0	0	0	0	0
Higher Education	0	0	500,000	0	0
History, Arts, and Libraries	0	0	0	0	631,800
Human Services	0	0	0	0	6,850,600
Information Technology	0	0	0	0	0
Judiciary	0	0	0	0	150,000
Labor and Economic Growth	394,000,000	1,000,000	0	21,500,000	41,882,500
Legislature	0	0	0	0	708,000
Management and Budget	0	0	0	0	2,966,700
Military and Veterans Affairs	0	0	0	0	2,475,600
Natural Resources (Operations)	0	0	0	0	7,448,000
Natural Resources (Trust Fund)	0	0	0	0	37,339,500
School Aid	0	0	0	0	0
State	0	0	0	0	200,000
State Police	0	0	0	0	8,065,100
Transportation	0	0	0	0	26,102,700
Treasury (Debt Service)	0	0	0	0	0
Treasury (Operations)	0	0	1,000,000	0	(15,650,100)
Treasury (Revenue Sharing)	0	0	0	0	393,100
TOTAL APPROPRIATIONS	\$394,000,000	\$1,000,000	\$1,500,000	\$21,500,000	\$212,564,100

Table 3 (continued)

FY 2005-06 SUPPLEMENTAL APPROPRIATIONS SUMMARY - ADJUSTED GROSS					
Department/Budget Area	Public Act 176 of 2006	Public Act 342 of 2006	Public Act 345 of 2006	Public Act 3 of 2007	FY 2005-06 Total Appropriations
Agriculture	\$ 0	\$ 0	\$ 0	\$ 0	\$1,874,000
Attorney General	0	0	0	0	1,027,700
Capital Outlay	0	0	500	0	10,270,800
Civil Rights	0	0	0	0	516,400
Civil Service	0	0	0	0	0
Community Colleges	0	0	0	0	225,000
Community Health	0	0	161,116,200	0	235,439,600
Corrections	0	0	10,000,000	15,447,800	25,447,800
Education	0	0	195,800	0	3,481,800
Environmental Quality (CMI Bond)	0	0	0	0	0
Environmental Quality (Operations)	0	0	50,000	0	1,527,800
Executive	0	0	0	0	0
Higher Education	0	0	0	0	500,000
History, Arts, and Libraries	0	0	0	0	631,800
Human Services	0	0	66,281,800	30,705,500	103,837,900
Information Technology	0	0	0	0	0
Judiciary	0	0	0	0	150,000
Labor and Economic Growth	0	0	100,000	8,000,000	466,482,500
Legislature	0	0	(500,000)	0	208,000
Management and Budget	0	0	0	0	2,966,700
Military and Veterans Affairs	0	0	1,760,600	700,000	4,936,200
Natural Resources (Operations)	0	0	600,000	0	8,048,000
Natural Resources (Trust Fund)	2,018,400	0	0	0	39,357,900
School Aid	0	(56,536,800)	0	0	(56,536,800)
State	0	0	500,000	0	700,000
State Police	0	0	0	3,585,300	11,650,400
Transportation	11,000,000	0	0	0	37,102,700
Treasury (Debt Service)	0	0	0	0	0
Treasury (Operations)	0	0	0	0	(14,650,100)
Treasury (Revenue Sharing)	0	0	0	0	393,100
TOTAL APPROPRIATIONS	\$13,018,400	\$(56,536,800)	\$240,104,900	\$58,438,600	\$885,589,200

Table 4

FY 2005-06 YEAR-END APPROPRIATIONS - TOTAL STATE SPENDING				
Department/Budget Area	FY 2005-06			
	FY 2005-06 Initial Appropriations	Total Supplemental Appropriations	Fund Transfers/ Revenue Adjustments	Year-End FY 2005-06 Appropriations
Agriculture	\$ 76,089,800	\$ 775,000	\$ 0	\$ 76,864,800
Attorney General	42,512,600	0	0	42,512,600
Capital Outlay	50,137,900	8,800,800	0	58,938,700
Civil Rights	12,108,700	0	0	12,108,700
Civil Service	23,641,600	0	0	23,641,600
Community Colleges	281,327,400	225,000	0	281,552,400
Community Health	4,467,908,400	70,686,700	0	4,538,595,100
Corrections	1,847,240,700	25,447,800	0	1,872,688,500
Education	39,613,600	195,800	0	39,809,400
Environmental Quality (CMI Bond)	0	0	0	0
Environmental Quality (Operations)	292,652,200	72,500	0	292,724,700
Executive	5,375,500	0	0	5,375,500
Higher Education	1,730,443,900	500,000	0	1,730,943,900
History, Arts, and Libraries	43,773,700	631,800	0	44,405,500
Human Services	1,152,388,000	77,797,600	0	1,230,185,600
Information Technology	0	0	0	0
Judiciary	244,630,400	150,000	0	244,780,400
Labor and Economic Growth	400,236,500	425,872,500	250,000	826,359,000
Legislature	127,030,400	208,000	0	127,238,400
Management and Budget	78,127,300	2,966,700	0	81,094,000
Military and Veterans Affairs	65,149,600	1,119,000	0	66,268,600
Natural Resources (Operations)	228,171,600	5,108,000	0	233,279,600
Natural Resources (Trust Fund)	0	39,357,900	0	39,357,900
School Aid	11,364,564,000	(56,536,800)	0	11,308,027,200
State	174,435,000	200,000	0	174,635,000
State Police	341,643,700	9,375,700	0	351,019,400
Transportation	2,184,113,400	24,046,500	0	2,208,159,900
Treasury (Debt Service)	89,001,400	0	0	89,001,400
Treasury (Operations)	615,488,200	(14,650,100)	0	600,838,100
Treasury (Revenue Sharing)	1,116,612,000	393,100	(13,378,775)	1,103,626,325
TOTAL APPROPRIATIONS	\$27,094,417,500	\$622,743,500	\$(13,128,775)	\$27,704,032,225

Table 5

FY 2005-06 SUPPLEMENTAL APPROPRIATIONS SUMMARY - TOTAL STATE SPENDING					
Department/Budget Area	Public Act 225 of 2005	Public Act 226 of 2005	Public Act 297 of 2005	Public Act 4 of 2006	Public Act 153 of 2006
Agriculture	\$ 0	\$ 0	\$ 0	\$ 0	\$ 775,000
Attorney General	0	0	0	0	0
Capital Outlay	0	0	0	0	8,800,300
Civil Rights	0	0	0	0	0
Civil Service	0	0	0	0	0
Community Colleges	0	0	0	0	225,000
Community Health	0	0	0	0	18,426,000
Corrections	0	0	0	0	0
Education	0	0	0	0	0
Environmental Quality (CMI Bond)	0	0	0	0	0
Environmental Quality (Operations)	0	0	0	0	22,500
Executive	0	0	0	0	0
Higher Education	0	0	500,000	0	0
History, Arts, and Libraries	0	0	0	0	631,800
Human Services	0	0	0	0	35,601,200
Information Technology	0	0	0	0	0
Judiciary	0	0	0	0	150,000
Labor and Economic Growth	394,000,000	1,000,000	0	21,500,000	9,272,500
Legislature	0	0	0	0	708,000
Management and Budget	0	0	0	0	2,966,700
Military and Veterans Affairs	0	0	0	0	219,000
Natural Resources (Operations)	0	0	0	0	4,508,000
Natural Resources (Trust Fund)	0	0	0	0	37,339,500
School Aid	0	0	0	0	0
State	0	0	0	0	200,000
State Police	0	0	0	0	5,790,400
Transportation	0	0	0	0	13,046,500
Treasury (Debt Service)	0	0	0	0	0
Treasury (Operations)	0	0	1,000,000	0	(15,650,100)
Treasury (Revenue Sharing)	0	0	0	0	393,100
TOTAL APPROPRIATIONS	\$394,000,000	\$1,000,000	\$1,500,000	\$21,500,000	\$123,425,400

Table 5 (continued)

FY 2005-06 SUPPLEMENTAL APPROPRIATIONS SUMMARY - TOTAL STATE SPENDING					
Department/Budget Area	Public Act 176 of 2006	Public Act 342 of 2006	Public Act 345 of 2006	Public Act 3 of 2007	FY 2005-06 Total Appropriations
Agriculture	\$ 0	\$ 0	\$ 0	\$ 0	\$ 775,000
Attorney General	0	0	0	0	0
Capital Outlay	0	0	500	0	8,800,800
Civil Rights	0	0	0	0	0
Civil Service	0	0	0	0	0
Community Colleges	0	0	0	0	225,000
Community Health	0	0	52,260,700	0	70,686,700
Corrections	0	0	10,000,000	15,447,800	25,447,800
Education	0	0	195,800	0	195,800
Environmental Quality (CMI Bond)	0	0	0	0	0
Environmental Quality (Operations)	0	0	50,000	0	72,500
Executive	0	0	0	0	0
Higher Education	0	0	0	0	500,000
History, Arts, and Libraries	0	0	0	0	631,800
Human Services	0	0	11,490,900	30,705,500	77,797,600
Information Technology	0	0	0	0	0
Judiciary	0	0	0	0	150,000
Labor and Economic Growth	0	0	100,000	0	425,872,500
Legislature	0	0	(500,000)	0	208,000
Management and Budget	0	0	0	0	2,966,700
Military and Veterans Affairs	0	0	900,000	0	1,119,000
Natural Resources (Operations)	0	0	600,000	0	5,108,000
Natural Resources (Trust Fund)	2,018,400	0	0	0	39,357,900
School Aid	0	(56,536,800)	0	0	(56,536,800)
State	0	0	0	0	200,000
State Police	0	0	0	3,585,300	9,375,700
Transportation	11,000,000	0	0	0	24,046,500
Treasury (Debt Service)	0	0	0	0	0
Treasury (Operations)	0	0	0	0	(14,650,100)
Treasury (Revenue Sharing)	0	0	0	0	393,100
TOTAL APPROPRIATIONS	\$13,018,400	\$(56,536,800)	\$75,097,900	\$49,738,600	\$622,743,500

Table 6

FY 2005-06 YEAR-END APPROPRIATIONS - GENERAL FUND/GENERAL PURPOSE				
Department/Budget Area	FY 2005-06 Initial Appropriations	FY 2005-06 Total Supplemental Appropriations	Fund Transfers/ Revenue Adjustments	Year-End FY 2005-06 Appropriations
Agriculture	\$ 28,362,700	\$ 525,000	\$ 0	\$ 28,887,700
Attorney General	31,501,200	0	0	31,501,200
Capital Outlay	4,401,900	300,800	0	4,702,700
Civil Rights	12,108,700	0	0	12,108,700
Civil Service	7,102,400	0	0	7,102,400
Community Colleges	281,327,400	225,000	0	281,552,400
Community Health	2,951,899,400	25,029,500	0	2,976,928,900
Corrections	1,780,650,700	25,447,800	0	1,806,098,500
Education	16,100,400	0	0	16,100,400
Environmental Quality (CMI Bond)	0	0	0	0
Environmental Quality (Operations)	31,809,600	0	0	31,809,600
Executive	5,375,500	0	0	5,375,500
Higher Education	1,576,943,900	500,000	0	1,577,443,900
History, Arts, and Libraries	41,190,100	631,800	0	41,821,900
Human Services	1,081,211,900	77,171,800	0	1,158,383,700
Information Technology	0	0	0	0
Judiciary	157,614,500	0	0	157,614,500
Labor and Economic Growth	70,354,300	2,700,000	0	73,054,300
Legislature	124,673,900	208,000	0	124,881,900
Management and Budget	35,217,900	0	0	35,217,900
Military and Veterans Affairs	37,789,100	1,900,000	0	39,689,100
Natural Resources (Operations)	25,593,200	350,000	0	25,943,200
Natural Resources (Trust Fund)	0	0	0	0
School Aid	62,714,000	0	0	62,714,000
State	13,497,800	6,500,000	0	19,997,800
State Police	235,361,600	(14,700)	0	235,346,900
Transportation	0	0	0	0
Treasury (Debt Service)	52,886,900	0	0	52,886,900
Treasury (Operations)	313,686,600	(15,650,100)	0	298,036,500
Treasury (Revenue Sharing)	712,000	393,100	0	1,105,100
TOTAL APPROPRIATIONS	\$8,980,087,600	\$126,218,000	\$ 0	\$9,106,305,600

Table 7

FY 2005-06 SUPPLEMENTAL APPROPRIATIONS SUMMARY - GENERAL FUND/GENERAL PURPOSE					
Department/Budget Area	Public Act 225 of 2005	Public Act 226 of 2005	Public Act 297 of 2005	Public Act 4 of 2006	Public Act 153 of 2006
Agriculture	\$ 0	\$ 0	\$ 0	\$ 0	\$ 525,000
Attorney General	0	0	0	0	0
Capital Outlay	0	0	0	0	300,300
Civil Rights	0	0	0	0	0
Civil Service	0	0	0	0	0
Community Colleges	0	0	0	0	225,000
Community Health	0	0	0	0	(2,353,200)
Corrections	0	0	0	0	0
Education	0	0	0	0	0
Environmental Quality (CMI Bond)	0	0	0	0	0
Environmental Quality (Operations)	0	0	0	0	0
Executive	0	0	0	0	0
Higher Education	0	0	500,000	0	0
History, Arts, and Libraries	0	0	0	0	631,800
Human Services	0	0	0	0	34,975,400
Information Technology	0	0	0	0	0
Judiciary	0	0	0	0	0
Labor and Economic Growth	0	1,000,000	0	0	1,600,000
Legislature	0	0	0	0	708,000
Management and Budget	0	0	0	0	0
Military and Veterans Affairs	0	0	0	0	0
Natural Resources (Operations)	0	0	0	0	350,000
Natural Resources (Trust Fund)	0	0	0	0	0
School Aid	0	0	0	0	0
State	0	0	0	0	0
State Police	0	0	0	0	500,000
Transportation	0	0	0	0	0
Treasury (Debt Service)	0	0	0	0	0
Treasury (Operations)	0	0	0	0	(15,650,100)
Treasury (Revenue Sharing)	0	0	0	0	393,100
TOTAL APPROPRIATIONS	\$ 0	\$1,000,000	\$ 500,000	\$ 0	\$22,205,300

Table 7 (continued)

FY 2005-06 SUPPLEMENTAL APPROPRIATIONS SUMMARY - GENERAL FUND/GENERAL PURPOSE					
Department/Budget Area	Public Act 176 of 2006	Public Act 342 of 2006	Public Act 345 of 2006	Public Act 3 of 2007	FY 2005-06 Total Appropriations
Agriculture	\$ 0	\$ 0	\$ 0	\$ 0	\$ 525,000
Attorney General	0	0	0	0	0
Capital Outlay	0	0	500	0	300,800
Civil Rights	0	0	0	0	0
Civil Service	0	0	0	0	0
Community Colleges	0	0	0	0	225,000
Community Health	0	0	27,382,700	0	25,029,500
Corrections	0	0	10,000,000	15,447,800	25,447,800
Education	0	0	0	0	0
Environmental Quality (CMI Bond)	0	0	0	0	0
Environmental Quality (Operations)	0	0	0	0	0
Executive	0	0	0	0	0
Higher Education	0	0	0	0	500,000
History, Arts, and Libraries	0	0	0	0	631,800
Human Services	0	0	11,490,900	30,705,500	77,171,800
Information Technology	0	0	0	0	0
Judiciary	0	0	0	0	0
Labor and Economic Growth	0	0	100,000	0	2,700,000
Legislature	0	0	(500,000)	0	208,000
Management and Budget	0	0	0	0	0
Military and Veterans Affairs	0	0	1,900,000	0	1,900,000
Natural Resources (Operations)	0	0	0	0	350,000
Natural Resources (Trust Fund)	0	0	0	0	0
School Aid	0	0	0	0	0
State	0	0	6,500,000	0	6,500,000
State Police	0	0	(4,100,000)	3,585,300	(14,700)
Transportation	0	0	0	0	0
Treasury (Debt Service)	0	0	0	0	0
Treasury (Operations)	0	0	0	0	(15,650,100)
Treasury (Revenue Sharing)	0	0	0	0	393,100
TOTAL APPROPRIATIONS	\$ 0	\$ 0	\$52,774,100	\$49,738,600	\$126,218,000

Table 8
FY 2005-06
GENERAL FUND/GENERAL PURPOSE
REVENUE, EXPENDITURES, AND YEAR-END BALANCE
(Millions of Dollars)

	Bookclosing March 2007
Revenue:	
Beginning Balance	\$ 220.5
Ongoing Revenue Estimate	8,266.5
Revenue Sharing Adjustments	543.0
Total Revenue	\$9,030.0
Expenditures:	
Initial Appropriations.....	\$8,975.7
<u>Enacted Supplemental Appropriations:</u>	
Supplemental Appropriations (PA 225 of 2005)	0.0
Supplemental Appropriations (PA 226 of 2005)	1.0
Supplemental Appropriations (PA 297 of 2005)	4.9
Supplemental Appropriations (PA 4 of 2006)	0.0
Supplemental Appropriations (PA 153 of 2006)	22.2
Supplemental Appropriations (PA 176 of 2006)	0.0
Supplemental Appropriations (PA 345 of 2006)	52.8
Supplemental Appropriations (PA 3 of 2007)	49.7
Subtotal Supplemental Appropriations.....	130.6
Enacted Appropriations	9,106.3
<u>Bookclosing Adjustments:</u>	
Gross Appropriation Lapses	(79.4)
Overexpenditures.....	2.7
Other Bookclosing Adjustments.....	(2.1)
Total Bookclosing Adjustments	(78.8)
Total Expenditures	\$9,027.5
Projected Year-End Balance	\$ 2.5

Table 9
FY 2005-06
SCHOOL AID FUND
REVENUE, EXPENDITURES, AND YEAR-END BALANCE
(Millions of Dollars)

	Bookclosing March 2007
Revenue:	
Beginning Balance	\$ 93.7
Ongoing Revenue Estimate	11,082.1
<u>Other Revenue Adjustments:</u>	
GF/GP Grant	62.7
School Bond Loan Fund Reform Revenue	44.5
SAF Payment Renaissance Zone Reimbursement	9.9
Prior Year Net Adjustments	10.6
School Aid Stabilization Fund Interest	3.6
Miscellaneous Revenue Adjustments	1.3
Federal Revenue	<u>1,359.0</u>
Subtotal Other Revenue Adjustments	1,491.6
Total Revenue	\$12,667.4
Expenditures:	
Enacted Appropriations (PA 155 of 2005)	\$12,757.2
Supplemental Appropriation (PA 342 of 2006)	(56.5)
Federal Program Cost Revisions	(33.6)
Change in Long-Term Receivables	2.2
Bookclosing Adjustments	<u>(1.9)</u>
Total Expenditures	\$12,667.4
Projected Year-End Balance	\$ 0.0

Table 10

INDEX OF APPROPRIATIONS ACTS FY 2005-06		
Budget Area	Bill Number	Public Act Number
Agriculture		
Initial	Senate Bill 264	Public Act 148 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Attorney General		
Initial	Senate Bill 272	Public Act 146 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Capital Outlay		
Initial	Senate Bill 236	Public Act 297 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 4437	Public Act 176 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Supplemental	Senate Bill 166	Public Act 3 of 2007
Civil Rights		
Initial	Senate Bill 272	Public Act 146 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Civil Service		
Initial	Senate Bill 272	Public Act 146 of 2005
Community Colleges		
Initial	House Bill 4831	Public Act 154 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Community Health		
Initial	House Bill 4831	Public Act 154 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Corrections		
Initial	House Bill 4831	Public Act 154 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Supplemental	Senate Bill 166	Public Act 3 of 2007

**INDEX OF APPROPRIATIONS ACTS
FY 2005-06**

Budget Area	Bill Number	Public Act Number
Education		
Initial	House Bill 4831	Public Act 154 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Environmental Quality - Clean Michigan Initiative		
Initial	None	
Environmental Quality - Operations		
Initial	House Bill 4831	Public Act 154 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Supplemental	Senate Bill 166	Public Act 3 of 2007
Executive		
Initial	Senate Bill 272	Public Act 146 of 2005
Higher Education		
Initial	House Bill 4831	Public Act 154 of 2005
Supplemental	Senate Bill 236	Public Act 297 of 2005
History, Arts, and Libraries		
Initial	Senate Bill 274	Public Act 157 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Human Services		
Initial	Senate Bill 271	Public Act 147 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Supplemental	Senate Bill 166	Public Act 3 of 2007
Information Technology		
Initial	Senate Bill 272	Public Act 146 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Judiciary		
Initial	Senate Bill 275	Public Act 149 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006

INDEX OF APPROPRIATIONS ACTS FY 2005-06		
Budget Area	Bill Number	Public Act Number
Labor and Economic Growth		
Initial	Senate Bill 276	Public Act 156 of 2005
Supplemental	House Bill 5047	Public Act 225 of 2005
Supplemental	House Bill 5048	Public Act 226 of 2005
Supplemental	Senate Bill 956	Public Act 4 of 2006
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Supplemental	Senate Bill 166	Public Act 3 of 2007
Legislature		
Initial	Senate Bill 272	Public Act 146 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Management and Budget		
Initial	Senate Bill 272	Public Act 146 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Military and Veterans Affairs		
Initial	Senate Bill 277	Public Act 145 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Supplemental	Senate Bill 166	Public Act 3 of 2007
Natural Resources - Operations		
Initial	House Bill 4831	Public Act 154 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Natural Resources Trust Fund		
Initial	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 4437	Public Act 176 of 2006
School Aid		
Initial	House Bill 4887	Public Act 155 of 2005
Supplemental	Senate Bill 1095	Public Act 342 of 2006

**INDEX OF APPROPRIATIONS ACTS
FY 2005-06**

Budget Area	Bill Number	Public Act Number
State		
Initial	Senate Bill 272	Public Act 146 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 4437	Public Act 176 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
State Police		
Initial	Senate Bill 280	Public Act 159 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 5796	Public Act 345 of 2006
Supplemental	Senate Bill 166	Public Act 3 of 2007
Transportation		
Initial	Senate Bill 281	Public Act 158 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Supplemental	House Bill 4437	Public Act 176 of 2006
Treasury - Debt Service		
Initial	Senate Bill 272	Public Act 146 of 2005
Treasury - Operations		
Initial	Senate Bill 272	Public Act 146 of 2005
Supplemental	Senate Bill 236	Public Act 297 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006
Treasury - Revenue Sharing		
Initial	Senate Bill 272	Public Act 146 of 2005
Supplemental	Senate Bill 242	Public Act 153 of 2006

BUDGET AREA DETAIL

DEPARTMENT OF AGRICULTURE

The initial appropriation was contained in Public Act 148 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	691.0	691.0
Gross	119,178,400	121,052,400
IDG	10,368,200	10,368,200
Federal	32,581,700	33,680,700
Local	0	0
Private	138,700	138,700
Restricted	47,727,100	47,977,100
GF/GP	28,362,700	28,887,700
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 153 of 2006

1. **Food Safety and Quality Assurance.** Public Act 153 added Federal funding from the Centers for Disease Control targeted toward food supply threats as well as additional revenue from civil penalties. In addition, \$450,000 GF/GP was added to the program – partly by appropriation (\$225,000) and partly by shifting funding in Laboratory Services from GF/GP support to Weights and Measures Regulation Fees (\$225,000).
2. **Fruit and Vegetable Inspections.** The supplemental increased funding for the inspection program.
3. **Greenhouse/Nursery Emergency Response.** The supplemental added Federal funding from Homeland Security to improve emergency response concerning agricultural chemicals in greenhouses, nurseries, and sod farms.
4. **Americorps.** Federal funding was added for 18 Americorps volunteers to work on groundwater stewardship projects.

Gross	625,000
Federal	150,000
Restricted	25,000
GF/GP	450,000
Gross	300,000
GF/GP	300,000
Gross	11,000
Federal	11,000
GF/GP	0
Gross	250,000
Federal	250,000
GF/GP	0

Change From FY 2005-06 Initial Appropriation	
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- 5. **Migrant Labor Housing.** The Act increased Federal funding for grants for the construction of housing units. The increase will result in the construction of an additional 40 units.

- 6. **Laboratory Services.** The Act increased Federal funding for testing for heavy metal and poison detection (\$293,000) as well as testing of animal feed for protection against Mad Cow Disease (\$250,000). The amounts listed also reflect the shift in funding from GF/GP support to Weights and Measures Regulation Fees associated with the Food Quality Assurance program noted above.

Gross	145,000
Federal	145,000
GF/GP	0
Gross	543,000
Federal	543,000
Restricted	225,000
GF/GP	(225,000)

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

State Budget Office Letter 05-03-06

- 1. **Industry Support Funds.** The transfer shifted \$160,000 in industry support funds from Pesticide and Plant Pest Management to Agriculture Development for the Select Michigan Program and the U-Pick directory publication.

- 2. **Animal Health Division.** The transfer adjusted the source of \$28,000 in Federal funding to the correct line item.

Gross	0
Restricted	0
GF/GP	0
Gross	0
Federal	0
GF/GP	0

DEPARTMENT OF ATTORNEY GENERAL

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	560.0	560.0
Gross	64,720,400	65,748,100
IDG	13,408,400	13,408,400
Federal	8,799,400	9,827,100
Local	0	0
Private	0	0
Restricted	11,011,400	11,011,400
GF/GP	31,501,200	31,501,200
Change From FY 2005-06 Initial Appropriation		

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

FTE
Gross
IDG
Federal
Local
Private
Restricted
GF/GP

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

- a. Attorney General Operations.** The supplemental included \$67,000 in additional Federal funding for the domestic violence prosecution program and \$510,700 to reflect available funding from the United States Department of Health and Human Services grant to the Attorney General's Medicaid Fraud Control Unit.
- b. Child Support Enforcement.** The supplemental included funding related to reimbursement of Title IV-D Federal funds awarded through an interagency agreement between the Department of Attorney General and the Department of Human Services. The funding supports the Attorney General's Child Support Enforcement Unit.
- c. Boilerplate.** Language in the supplemental repealed Section 308 of Public Act 146 of 2005 and replaced it with Section 221. The modified language allowed the Department of Attorney General greater flexibility in the use of litigation reimbursements awarded to the State.

Gross	577,700
Federal	577,700
GF/GP	0
Gross	450,000
Federal	450,000
GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

2. Public Act 345 of 2006

Restricted Funding. The supplemental reclassified the restricted funding source for \$386,800 from "Tobacco Settlement Trust Fund" to "Merit Award Trust Fund" due to statutory changes.

Gross	0
Restricted	0
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

CAPITAL OUTLAY

The initial appropriation was contained in Public Act 297 of 2005. The FY 2005-06 Capital Outlay budget was not enacted until December 20, 2005, subsequent to the publication of the FY 2005-06 Appropriations Report Part II - Initial Appropriations.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	0.0	0.0
Gross	228,304,700	238,575,500
IDG	2,000,000	2,000,000
Federal	155,382,600	156,852,600
Local	20,784,200	20,784,200
Private	0	0
Restricted	45,736,000	54,236,000
GF/GP	4,401,900	4,702,700
<hr/>		
	Change From FY 2005-06 Initial Appropriation	

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

- a. Waterways Boating Program.** The supplemental included \$3,970,000 for State infrastructure improvement projects, \$1.5 million for local infrastructure improvement projects, and \$1.0 million for land acquisitions.
- b. Wildlife.** The supplemental included funding for statewide acquisition and development of deer habitat funded from the Deer Range Improvement Subfund of the Game and Fish Protection Fund.

Gross	6,470,000
Federal	1,470,000
Restricted	5,000,000
GF/GP	0
Gross	3,500,000
Restricted	3,500,000
GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

- c. State Building Authority Construction Projects.** Three projects that received planning authorization in Public Act 10 of 2005 were included in the supplemental for construction authorization. The projects included:

Gross	300
GF/GP	300

Schoolcraft College - Technical Services Facility - authorized for planning in Public Act 10 of 2005, for design and construction (total authorized cost \$12.7 million; State Building Authority share \$5,019,700; college share \$7,680,100; State General Fund share \$200).

University of Michigan - Student Activities Building - authorized for planning in Public Act 10 of 2005, for design and construction (total authorized cost \$8.5 million; State Building Authority share \$5,751,600; university share \$2,748,300; State General Fund share \$100).

West Shore Community College - new Student Learning Center - authorized for planning in Public Act 10 of 2005, for design and construction (total authorized cost \$7,899,400; State Building Authority share \$3,949,500; college share \$3,949,700; State General Fund share \$200).

- d. Department of Education.** The supplemental included funding for renovations at the School for the Deaf.

Gross	300,000
GF/GP	300,000

2. Public Act 345 of 2006

Gross	500
GF/GP	500

- State Building Authority Construction Projects.** Five projects were included in the supplemental for construction authorization. The projects included:

University of Michigan-Flint - French Hall renovations authorized for planning in Public Act 10 of 2005, for design and construction (total authorized cost \$9,350,000; State Building Authority share \$6,999,800; University of Michigan-Flint share \$2,350,000; State General Fund share \$200).

University of Michigan-Ann Arbor - Phoenix Laboratory - third of three components authorized for planning in Public Act 10 of 2005, for design and construction (total authorized cost \$9.5 million; State Building Authority share \$6,428,200; University of Michigan-Ann Arbor share \$3,071,700; State General Fund share \$100).

Central Michigan University - Education Building - authorized for planning in Public Act 10 of 2005, for design and construction (total authorized cost \$50.0 million; State Building Authority share \$37,499,800; Central Michigan University share \$12.5 million; State General Fund share \$200).

Wayne State University - Engineering Development Center - authorized for planning in Public Act 10 of 2005, for design and construction (total authorized cost \$27,350,000; State Building Authority share \$12,350,000; Wayne State University share \$11.5 million; State General Fund share \$200). Note: Amounts were corrected in Senate Concurrent Resolution 64, increasing the State Building Authority share from \$12,350,000 to \$14,999,800 and increasing the Wayne State University share from \$11.5 million to \$12,350,000, with the General Fund/General Purpose share remaining at \$200, and the total project cost remaining at an amount not to exceed \$27,350,000.

Department of Corrections - Egeler Correctional Facility - fire safety improvements - for design and construction (total authorized cost \$8.3 million; State Building Authority share \$8,299,900; State General Fund share \$100).

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

DEPARTMENT OF CIVIL RIGHTS

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	136.0	136.0
Gross	13,158,500	13,674,900
IDG	0	0
Federal	1,049,800	1,566,200
Local	0	0
Private	0	0
Restricted	0	0
GF/GP	12,108,700	12,108,700

**Change From FY 2005-06
Initial Appropriation**

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 153 of 2006

Civil Rights Operations. The supplemental included \$374,800 in Federal Equal Employment Opportunity Commission funding and \$141,600 in Federal Housing and Urban Development funding based on reimbursement rates and case production.

Gross	516,400
Federal	516,400
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

DEPARTMENT OF CIVIL SERVICE

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	240.5	240.5
Gross	35,941,600	35,941,600
IDG	5,670,900	5,670,900
Federal	4,779,100	4,779,100
Local	1,700,000	1,700,000
Private	150,000	150,000
Restricted	16,539,200	16,539,200
GF/GP	7,102,400	7,102,400
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS - NONE

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

State Budget Office Letter 11-01-06

1% Constitutional Guarantee. This transfer of \$750,000 adjusted the authorization to accurately reflect the actual 1% constitutional guarantee received from other departments.

Gross	0
Federal	0
Restricted	0
GF/GP	0

COMMUNITY COLLEGES

The initial appropriation was contained in Public Act 154 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	0.0	0.0
Gross	281,327,400	281,552,400
IDG	0	0
Federal	0	0
Local	0	0
Private	0	0
Restricted	0	0
GF/GP	281,327,400	281,552,400

**Change From FY 2005-06
Initial Appropriation**

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 153 of 2006

Wayne County Community College. The supplemental partially restored funding to Wayne County Community College based on an adjustment that was made during the FY 2003-04 appropriations process. Due to declining State revenue, overall funding for community college operations was reduced by \$20.5 million during the FY 2003-04 initial appropriations process. The Legislature mitigated reductions to certain colleges by reducing Wayne County Community College by \$450,000 and allocating \$150,000 each to Alpena, Bay de Noc, and Gogebic Community Colleges.

Gross	225,000
GF/GP	225,000

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

DEPARTMENT OF COMMUNITY HEALTH

The initial appropriation was contained in Public Act 154 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	4,668.6	4,673.6
Gross	10,326,194,000	10,561,633,600
IDG	34,090,000	34,090,000
Federal	5,533,597,400	5,688,988,000
Local	231,524,400	235,381,700
Private	59,073,800	64,578,800
Restricted	1,516,009,000	1,561,666,200
GF/GP	2,951,899,400	2,976,928,900
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

- a. Recognition of Federal Waiver.** The Department of Community Health (DCH) received a waiver from the Federal Centers for Medicare and Medicaid Services (CMS) to provide care, in the community, for children who are chronically mentally ill.
- b. AIDS Drug Assistance Program (ADAP) Expansion.** The Department negotiated additional AIDS drug rebates from pharmaceutical vendors. A supplemental appropriation of \$5.0 million was made to recognize this additional revenue.
- c. Newborn Screening Fees.** Higher-than-anticipated costs associated with laboratory supplies made an increase in restricted authorization from newborn screening fees necessary.
- d. Epidemiology Grants.** The supplemental recognized additional private revenue grants received from the March of Dimes to reduce birth defects and from the Saginaw Bay Watershed initiative to test the toxicity levels of fish and wildlife.

Gross	570,000
Federal	570,000
GF/GP	0
Gross	5,000,000
Private	5,000,000
GF/GP	0
Gross	300,000
Restricted	300,000
GF/GP	0
Gross	47,000
Private	47,000
GF/GP	0

		Change From FY 2005-06 Initial Appropriation	
e. Bioterrorism Preparedness. The supplemental increased Federal authorization in the Bioterrorism Preparedness line to recognize increased Federal grant revenue.	Gross	2,951,800	
	Federal	2,951,800	
	GF/GP	0	
f. Lead Abatement Grant. The Department received additional Federal revenue from the Department of Housing and Urban Development for lead abatement activities.	Gross	300,000	
	Federal	300,000	
	GF/GP	0	
g. Women, Infants and Children (WIC). Higher food costs and increased Federal grant and private farmers' market revenue made it necessary to increase the appropriation for the WIC program.	Gross	2,059,000	
	Federal	2,001,000	
	Private	58,000	
	GF/GP	0	
h. Medicaid Outreach. The supplemental included additional Federal authorization to recognize grants awarded to Michigan State University and the University of Michigan for research and outreach activities.	Gross	3,000,000	
	Federal	3,000,000	
	GF/GP	0	
i. Medicare Part D Adjustment. The supplemental transferred \$27.8 million GF/GP from the Federal Medicare Pharmaceutical Program line to the Pharmaceutical Services line to correct an overestimation of State cost associated with the Federal Medicare drug benefit. The additional \$27.8 GF/GP in the Pharmaceutical Services line will increase Federal Medicaid match dollars (about \$36.0 million) awarded to the State.	Gross	36,217,600	
	Federal	36,217,600	
	GF/GP	0	
j. Medicaid Adult Benefits Waiver (ABW). The supplemental included additional Federal authorization to fully fund expected expenditures in the ABW program.	Gross	4,394,700	
	Federal	4,394,700	
	GF/GP	0	
k. Interdepartmental Transfer. About \$2.3 million in GF/GP revenue was transferred from the Medicaid Health Plan Services line to the Department of Human Services to cover the cost of increased Medicaid eligibility staff necessary to implement policy changes included in the FY 2005-06 DCH appropriation.	Gross	(2,353,200)	
	Federal	0	
	GF/GP	(2,353,200)	
l. Nursing Home Quality Assurance Assessment Program (QAAP). The supplemental adjusted the Long-Term Care Services line to reflect higher-than-anticipated revenue generated through the Nursing Home QAAP program.	Gross	21,836,500	
	Federal	1,357,300	
	Restricted	20,479,200	
	GF/GP	0	

**Change From FY 2005-06
Initial Appropriation**

2. Public Act 345 of 2006

a. Family Planning Waiver Administrative Costs. The supplemental recognized additional administrative expenditures associated with Federal approval of the Medicaid Family Planning Waiver. The increased funds support additional FTEs responsible for processing claims, coordinating services with local public health departments, and fulfilling Federal reporting requirements. Additional funds were made available for education, training, and outreach activities as well.	FTE Gross Federal GF/GP	5.0 900,300 450,200 450,100
b. Hospital Medicaid Payment Adjustment. The Department received CMS approval of a Medicaid state plan amendment that would permit the State to make payments to hospitals through the Hospital QAAP program up to the Federal upper payment limit for FY 2004-05 and FY 2005-06. The supplemental adjusted the Hospital Services and Therapy line to reflect this payment adjustment.	Gross Federal Restricted GF/GP	116,400,000 65,940,000 50,460,000 0
c. Pharmacy Costs Family Planning Waiver. The supplemental recognized additional contractual costs between the State and its Pharmacy Benefits Manager associated with the increased use of services through the family planning waiver.	Gross Federal GF/GP	57,500 28,700 28,800
d. Local Public Health Dental Clinics. A rate increase provided to local public health departments that receive local and Federal revenue for dental services made a supplemental appropriation to the auxiliary medical services line necessary. The supplemental also recognized a \$400,000 private grant for dental services.	Gross Federal Local Private GF/GP	9,821,400 5,564,100 3,857,300 400,000 0
e. Tobacco Settlement Fund Source Shift. A total of \$41.4 million in Tobacco Settlement funding used to support Medicaid was shifted from the Tobacco Settlement Trust Fund to the Merit Award Trust Fund. In addition, a shortfall of over \$25.0 million in Tobacco Settlement Trust Fund dollars was supplanted with GF/GP support.	Gross Tobacco GF/GP	0 (25,582,000) 25,582,000
f. Medicaid Base Funding. Medicaid appropriations were increased to reflect the consensus agreement on FY 2005-06 Medicaid base funding.	Gross Federal GF/GP	33,937,000 32,615,200 1,321,800

B. EXECUTIVE ORDERS - NONE

**Change From FY 2005-06
Initial Appropriation**

C. TRANSFERS

1. State Budget Office Letter 3-17-06

Michigan Medicaid Information System. A total of \$2,655,600 was transferred from the Medical Services Administration and Pharmaceutical Services lines to the Michigan Medicaid Information System line to provide the State share of financing for an upgrade of the information technology used to manage Michigan Medicaid.

Gross 0
GF/GP 0

2. State Budget Office Letter 5-03-06

a. Rent and Building Occupancy. An administrative transfer of \$321,000 was made from the Immunization Local Agreements line to the Rent and Building Occupancy line to cover additional departmental facility costs.

Gross 0
GF/GP 0

b. Developmental Disabilities Grant Increase. A transfer of \$500,000 was made from the Highway Safety Projects line to the Developmental Disabilities Council and Projects line to reflect the full Federal Developmental Disabilities grant made to the State.

Gross 0
GF/GP 0

c. State Facility Census Adjustment. A transfer of \$5.3 million was made from the Caro Regional Mental Health Center and the Kalamazoo Psychiatric Hospital to the Walter P. Reuther Psychiatric Hospital and the Mount Pleasant Center. This transfer was made to adjust appropriations to reflect more accurately the patient census at these facilities.

Gross 0
GF/GP 0

d. Outpatient Substance Abuse Inspections Adjustment. A transfer of \$310,000 was made from the Substance Abuse Program Administration line to the Health Systems Administration line to reflect more accurately the savings generated through the elimination of outpatient substance abuse inspections by the State in FY 2005-06.

Gross 0
GF/GP 0

e. Health Professions Legal Services. A transfer of \$2.1 million in excess State Restricted authorization was made from the Hospital Services and Therapy line to the Health Professions line. This authorization was necessary to pay for legal services provided by the Office of Attorney General to the Bureau of Health Professions.

Gross 0
GF/GP 0

		Change From FY 2005-06 Initial Appropriation	
f. Prescription Drug Monitoring. A transfer of \$129,000 in Federal authorization was made from the Health Systems Administration line to the Health Professions line. This authorization was used to recognize a Federal grant provided to the Department to help detect improper use of prescription drugs.	Gross		0
	GF/GP		0
g. Background Checks for Long-Term Care Facility Staff. Federal authorization was transferred from the Health Systems Administration and Immunization Local Agreements lines to the Health Policy, Regulation and Professions Administration line. This transfer of \$2,385,000 was made to recognize a Federal grant that would underwrite criminal background checks completed for prospective employees at long-term care facilities.	Gross		0
	GF/GP		0
h. Michigan Essential Health Care Provider Program. A transfer of \$160,000 was made from the Medicaid Mental Health Services line to the Michigan Essential Health Provider (MEHP) program. These funds were used to expand the MEHP program to include psychiatrists.	Gross		0
	GF/GP		0
i. Federal Cancer Grant Adjustment. The Cancer Prevention and Control Program line received a transfer of \$1,170,000 in Federal authorization from the Violence Prevention and Laboratory Services lines. This transfer was used to recognize additional revenue from Federal cancer grants.	Gross		0
	GF/GP		0
j. Federal Arthritis Grant. A transfer of \$216,000 was made from the Epidemiology Administration line to the Chronic Disease Prevention line to recognize carryforward revenue for lupus programming included in a Federal arthritis grant award.	Gross		0
	GF/GP		0
k. Children's Special Health Care Services (CSHCS). A transfer of \$193,000 was made from the CSHCS Medical Care and Treatment line to the CSHCS Program Administration line.	Gross		0
	GF/GP		0
l. CSHCS Bequests for Care and Services. A transfer of \$134,500 in State Restricted authorization was made from the Medicaid Hospital Services and Therapy line to the CSHCS Bequests for Care and Services line to properly reflect fund sources used in this line.	Gross		0
	GF/GP		0

		Change From FY 2005-06 Initial Appropriation	
m. Crime Victim Services Commission. A total of \$87,000 was transferred from the Health Systems Administration and Justice Assistance grants lines to the Grants Administration Services line to cover unfunded employee economics for Crime Victim Services Commission staff.	Gross		0
	GF/GP		0
n. Crime Victim Rights Grants. A total of \$600,000 was transferred from three lines to the Crime Victim Rights Services Grants line due to an unanticipated increase in victim compensation claims.	Gross		0
	GF/GP		0
o. Elder Prescription Insurance Coverage Program (EPIC). A General Fund transfer of \$2.4 million was made from the Federal Medicare Pharmaceutical Program line to the Elder Prescription Insurance Coverage line. This transfer was used to cover unanticipated costs in the final months of operation of the EPIC program.	Gross		0
	GF/GP		0
p. Auxiliary Medical Services Contract Savings. General Fund savings of \$1,926,300 in the Medicaid Auxiliary Medical Services line generated through increased efficiency in contracting was transferred to a number of administrative line items.	Gross		0
	GF/GP		0
3. State Budget Office Letter 8-16-06			
Medicaid Program Adjustment. A transfer of \$96.0 million was completed within the Medicaid program. This transfer moved funds from the Federal Medicare Pharmaceutical Program, Hospital Services and Therapy, Long-Term Care Services, and Physician Services lines to the Medicare Premium Payments, Health Plan Services, Medicaid Adult Benefits Waiver, and Auxiliary Medical Services lines to reflect actual spending trends in the Medicaid program.	Gross		0
	GF/GP		0
4. State Budget Office Letter 9-11-06			
a. Federal Patient Health Information Security Grant. A transfer of \$143,000 in Federal authorization was made from the Sexually Transmitted Disease Control Management and Field Support line to the Departmental Administration and Management line. This transfer was necessary to recognize a Federal grant related to providing greater security and privacy for patient health records.	Gross		0
	GF/GP		0

		Change From FY 2005-06 Initial Appropriation	
b. Methamphetamine Reduction. Increased private authorization was needed in the Mental Health/Substance Abuse Program Administration line to accommodate methamphetamine reduction efforts. A transfer of \$100,000 in private authorization was made from the Gifts and Bequests for Patient Living and Treatment Environment line.	Gross		0
	GF/GP		0
c. Northville State Hospital. A transfer of \$966,200 was made from the Community Residential and Support Services and Civil Service Charges line to the Closed Site, Transition and Related Costs line due to a continuing delay in the sale of the Northville State Hospital.	Gross		0
	GF/GP		0
d. Federal Preventive Block Grant. A total of \$110,000 was transferred from the Sexually Transmitted Disease Control Management and Field Support line to the Minority Health Grants and Contracts line. This transfer of Federal authorization was made to accommodate projected costs for a program that provides health assessment services to African American men.	Gross		0
	GF/GP		0
e. Birth and Death Records. Excess Federal authorization of \$262,900 was transferred from the Sexually Transmitted Disease Control Local Agreements line to the Vital Records and Health Statistics line. Additional Federal revenue was generated in the Medicaid program for State effort providing birth and death records.	Gross		0
	GF/GP		0
f. Vital Records. Additional GF/GP revenue was necessary in the Vital Records and Health Statistics line because of insufficient fee revenue. A transfer of \$700,000 in excess GF/GP revenue was made from the CSHCS Medical Care and Treatment line to meet this need.	Gross		0
	GF/GP		0
g. Rural Health Grant. A transfer of \$53,000 was completed between the Radiological Health Administration line and the Rural Health Services line to account for higher-than-anticipated spending through the Federal Rural Health Grant.	Gross		0
	GF/GP		0
h. Lead Abatement. The Lead Abatement line needed additional State Restricted revenue to cover one-time training costs for lead abatement professionals. A transfer of \$55,000 from the Certificate of Need Program Administration line provided this revenue.	Gross		0
	GF/GP		0

		Change From FY 2005-06 Initial Appropriation	
i.	Local Health Department Medicaid Outreach. A transfer of \$890,000 in Federal authorization was made between the Bioterrorism Preparedness line and the Medical Services Cost Reimbursement to Local Health Departments line. This transfer was necessary to cover Medicaid outreach activities completed by local health departments.	Gross	0
		GF/GP	0
j.	Prenatal Care Outreach. A total of \$167,400 was transferred from the Family, Maternal, and Children's Health Service Administration line to the Prenatal Care Outreach and Service Delivery Support lines to permit greater Medicaid participation in a prenatal care program administered by Michigan State University.	Gross	0
		GF/GP	0
k.	Women, Infants, and Children (WIC). A transfer of \$996,600 was made from the Bioterrorism Preparedness line to the Women, Infants, and Children Local Agreements and Food Costs line because of higher-than-anticipated food costs in the WIC program.	Gross	0
		GF/GP	0
5. State Budget Office Letter 9-12-06			
a.	Developmental Disabilities Council. A transfer of \$200,000 in Federal authorization was made between the Medicaid Mental Health Services line and the Developmental Disabilities Council and Projects line to account for additional Federal disability grant revenue.	Gross	0
		GF/GP	0
b.	Community Residential and Support Services. Additional Federal oil and gas revenue was used to offset GF/GP spending in the Community Residential and Support Services line. A transfer of \$750,000 in Federal authorization from the Medicaid Mental Health Services line permitted the Department to recognize the GF/GP savings.	Gross	0
		GF/GP	0
c.	Hawthorn Center. A transfer of \$450,000 was made from the Medicaid Mental Health Services line to the Hawthorn Center line. The Hawthorn Center is a State psychiatric hospital for children and adolescents.	Gross	0
		GF/GP	0
6. State Budget Office Letter 9-13-06			
	Health Professional Recovery Program (HPRP). Services provided through the HPRP are funded through the Health Professions line. A transfer of \$827,900 was made from the Mental Health/Substance Abuse Program Administration and Health Systems Administration lines to more accurately reflect funding for the program.	Gross	0
		GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

7. State Budget Office Letter 10-27-06

Workers' Compensation. An administrative transfer of \$516,000 was completed to account for higher-than-anticipated workers' compensation costs for the Department of Community Health. The funds were transferred from the Purchase of Medical Services for Residents of Hospitals and Centers, Departmental Administration and Management, and Health Systems Administration lines.

Gross 0
GF/GP 0

8. State Budget Office Letter 11-01-06

a. Purchasing Savings. A transfer of \$1,086,600 GF/GP was made to a number of lines (Departmental Administration and Management, Omnibus Reconciliation Act Implementation, Laboratory Services and Medical Services Administration) from the CSHCS Medical Care and Treatment line to adjust for budgeted, but unrealized, contract savings.

Gross 0
GF/GP 0

b. Rent and Building Occupancy Adjustment. A transfer of \$400,000 was made from the CSHCS Medical Care and Treatment and Women, Infants and Children Program Local Agreements and Food Costs lines to the Rent and Building Occupancy line. This transfer was necessary to cover the cost of moving DCH employees to a new office facility.

Gross 0
GF/GP 0

c. Child Care Expulsion Project. Additional Federal authorization was necessary in the Federal and Other Special Projects line to cover expenditures of the child care expulsion project. A transfer of \$250,000 was made from the Federal Mental Health Block Grant line.

Gross 0
GF/GP 0

d. Housing and Support Services. A transfer of \$150,000 in Federal authorization was made from the Federal Mental Health Block Grant line to the Housing and Support Services line.

Gross 0
GF/GP 0

e. Psychiatric Hospitals and Centers. Additional authorization was necessary to cover expenditures within psychiatric centers and hospitals (funded through the CMHSP, Purchase of State Services Contract line) because of a reduction in available revenue for these facilities. A transfer of \$11,809,000 was made from the Children's Waiver Home Care Program, Medicaid Mental Health Services, Community Mental Health Non-Medicaid Services, and CSHCS Medical Care and Treatment lines to meet this need.

Gross 0
GF/GP 0

		Change From FY 2005-06 Initial Appropriation	
f. Center for Forensic Psychiatry. Higher fuel, utility, and overtime expenditures at the Center of Forensic Psychiatry led to a GF/GP shortfall in this line. A transfer of \$603,000 was completed from the CSHCS Medical Care and Treatment line to overcome the shortfall.	Gross		0
	GF/GP		0
g. Closed Psychiatric Facility Costs. Delays in the final sale of the Northville State Hospital led to an increase in actual expenditures in the Closed Site, Transition and Related Costs line over the amount budgeted in the FY 2005-06 DCH appropriation. A transfer of \$380,000 GF/GP was made from the Severance Pay and Purchase of Medical Services for Residents of Hospitals and Centers lines to cover this shortfall.	Gross		0
	GF/GP		0
h. HIV/AIDS Drug Costs. An increase in the average cost per person for HIV/AIDS treatment led to a GF/GP shortfall in the AIDS Prevention, Testing and Care Programs. A transfer of \$585,000 GF/GP was made from a number of lines to cover these costs.	Gross		0
	GF/GP		0
i. Local Health Department Medicaid Reimbursement. A transfer of \$1.5 million in Federal authorization was made from the Bioterrorism Preparedness and Epidemiology Administration lines to the Medical Services Cost Reimbursement to Local Health Departments line to cover Medicaid outreach activities by local health departments.	Gross		0
	GF/GP		0
j. Medicaid Authorization Adjustment. As is often the case at bookclosing, the authorization amounts in a number of Medicaid accounts were adjusted to reflect final bookclosing estimates of expenditures. A total of \$20.0 million was transferred to various accounts (Medicaid Adult Benefits Waiver, Home Health Services, Transportation and School Based Services) from the Medicaid Long-Term Care Services line.	Gross		0
	GF/GP		0

DEPARTMENT OF CORRECTIONS

The initial appropriation was contained in Public Act 154 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	17,509.2	17,509.2
Gross	1,860,106,400	1,885,554,200
IDG	1,043,800	1,043,800
Federal	11,410,200	11,410,200
Local	411,700	411,700
Private	0	0
Restricted	66,590,000	66,590,000
GF/GP	1,780,650,700	1,806,098,500
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

This supplemental included a negative appropriation of \$4.0 million from Supplementary operational expenditures, and a positive \$4.0 million appropriation for Prisoner reintegration programs. The move eliminated County Jail Capacity Grants and allowed additional Michigan Prisoner Re-Entry Initiative (MPRI) pilot sites to be funded in FY 2005-06. The supplemental allowed for continuation of funding in FY 2006-07 if it is designated as a work project under the Management and Budget Act.

Gross	0
GF/GP	0

2. Public Act 345 of 2006

a. Fuel and Utility Costs. The Act provided \$6.3 million to pay for increased fuel and utility costs at 19 correctional facilities.

Gross	6,331,300
GF/GP	6,331,300

b. Additional Beds. The supplemental provided \$3.7 million for additional beds at Baraga, Brooks, Carson City, Egeler, Kinross, and Pugsley correctional facilities.

Gross	3,668,700
GF/GP	3,668,700

**Change From FY 2005-06
Initial Appropriation**

3. Public Act 3 of 2007

a. Health Care. The supplemental provided \$17.4 million for various outstanding liabilities incurred for hospital and specialty care services and prison clinics.	Gross	17,359,500
	GF/GP	17,359,500
b. Prisoner Reintegration Programs. The supplemental used the \$4.0 million for prisoner reintegration programs that had been provided in Public Act 153 of 2006 for a work project in order to offset the cost of additional health care expenditures.	Gross	(4,000,000)
	GF/GP	(4,000,000)
c. Information Technology and Policy and Strategic Planning. The supplemental provided information technology services and projects with \$2.2 million and policy and strategic planning with \$182,200 to cover outstanding liabilities. These costs were partially offset by various lapses throughout the appropriation totaling \$289,700.	Gross	2,088,300
	GF/GP	2,088,300

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

1. State Budget Office Letter 5-03-06

a. Correctional Facilities. This transfer provided \$880,000 for enhanced staffing at Thumb Correctional Facility. Additional custodial staff was needed due to the additional youthful offenders at the facility. Funding was available due to hiring-freeze vacancies and spending restrictions at Riverside Correctional Facility.	Gross	0
	GF/GP	0
b. Workload Alignment. This transfer provided \$3,150,000 to Baraga, Kinross, and Pugsley correctional facilities for additional beds, and for additional staffing needs at Baraga due to staff members' involvement in disciplinary and legal issues related to a recent escape. Funding was available from Gus Harrison, Lakeland, Riverside, and St. Louis correctional facilities due to hiring freeze vacancies, spending restrictions, and the delayed opening of new beds at these facilities.	Gross	0
	GF/GP	0

		Change From FY 2005-06 Initial Appropriation	
c. Inmate Legal Services. This transfer increased funding by \$390,000 for legal writer services pursuant to a Federal court order in the <i>Knop v. Johnson</i> case. This program provides minimal access to courts for prisoners who are unable to assist themselves in drafting and filing legal pleadings. Funding was available for transfer due to hiring-freeze vacancies, the delayed opening of a new housing unit, and spending restrictions at Lakeland Correctional Facility.	Gross	0	
	GF/GP	0	
d. Fuel and Utilities. This transfer provided \$1.2 million for increased fuel and utility costs at Alger, Kinross, and Mound correctional facilities. Funding was available for transfer due to the delayed opening of additional beds at Camp Branch, and due to spending restrictions and vacancy savings at Cooper Street and Parnall correctional facilities.	Gross	0	
	GF/GP	0	
2. State Budget Office Letter 9-11-06			
a. DeMarse Training Academy. This transfer provided \$175,200 for rent at the DeMarse Training Academy for office space used by correctional training staff. Although the DeMarse Training Academy has closed to allow the Michigan Department of Corrections (MDOC) to use the Michigan State Police training facilities, the staff had not yet moved to their office space in the General Office Building. Funding was available due to vacancies and purchasing restrictions in the academic/vocational programs line item.	Gross	0	
	GF/GP	0	
b. Extradition Services. This transfer provided \$160,000 for increased costs for extradition services. Funding was available due to lower workers' compensation costs.	Gross	0	
	GF/GP	0	
c. Staffing Costs. This transfer provided \$1,910,000 for increased overtime costs at Mound and Ryan correctional facilities and for transportation officer costs at Scott Correctional Facility. Mound and Ryan correctional facilities are responsible for providing correctional officers at hospitals in Detroit for admitted prisoners from those facilities and other southeastern Michigan facilities. Scott Correctional Facility required funding for transportation officer costs because the facility was not provided with funding for this purpose after Western Wayne Correctional Facility closed. Funding was available due to lower workers' compensation costs, academic/vocational program vacancies, and unneeded residential services funding.	Gross	0	
	GF/GP	0	
d. Telephone Fees and Commissions. This transfer moved \$100,000 in underused telephone fees and commissions revenue in the County Jail Reimbursement Program to residential services.	Gross	0	
	GF/GP	0	

		Change From FY 2005-06 Initial Appropriation	
e. Health Care. This transfer provided \$3,315,000 to meet the increase in health care caseloads and managed care costs due to the higher-than-anticipated prisoner population. Funding was available for transfer due to lower workers' compensation costs, and vacancies and spending restrictions for the Michigan Department of Community Health mental health services to the U.S. Department of Justice psychiatric plan and the inmate housing fund.	Gross	0	
	GF/GP	0	
3. State Budget Office Letter 9-14-06	Gross	0	
	GF/GP	0	
County Jail Reimbursement Program. The administrative transfer adjusted amounts between State restricted financing sources for the County Jail Reimbursement Program by using \$275,000 of available telephone fees and commissions to replace a shortfall in civil infraction fee revenue.			
4. State Budget Office Letter 11-01-06			
a. Detainer Expenses/Housing Inmates in Federal Institutions. This transfer provided \$1,131,000 for detainer payments to counties and payments to the Federal Bureau of Prisons for housing State inmates. Detainer expenses, which are payments for housing parole violators, had risen in 2006 due to an increase in parole violators. Expenses for housing inmates in Federal institutions have increased because the MDOC is housing fewer Federal inmates in Michigan prisons to offset the cost of the 29 Michigan inmates housed in Federal prisons. Funding was available due to lower workers' compensation costs, and due to spending restrictions and vacancy savings at Lakeland Correctional Facility.	Gross	0	
	GF/GP	0	
b. Records Retention Costs. This transfer provided \$150,000 for increased records retention costs. The MDOC now keeps paper prisoner files permanently, instead of retaining them for seven years following discharge. Funding was available due to spending restrictions at Oaks Correctional Facility.	Gross	0	
	GF/GP	0	

- c. **Increased Facility Costs/Salary Economics.** This transfer provided \$4,887,500 to Alger, Baraga, Chippewa, Marquette, Standish, Mound, Ryan, Scott, Brooks, Carson City, Handlon, Ionia Maximum, and Muskegon correctional facilities for increased fuel and utility costs, additional beds, and increased overtime costs related to hospital transportation and military leave use. Additionally, Human Resources received additional funds to cover the cost of unfunded salary economics. Funding was available due to departmentwide spending restrictions, vacancy savings, underuse of contracts for the Michigan Prisoner Re-entry Program, lower-than-anticipated billings from the Human Resources Optimization, decreases in loans to parolees, and underuse of residential services and community corrections comprehensive plans and services funds by awardees.

- d. **Field Agents in Detroit.** This \$411,500 transfer covered the cost of additional field agent after-hours checks of offenders in Detroit. Funding was available from the parole and probation special operations program due to fewer-than-anticipated billed hours from the Detroit Police Department and the Wayne County Sheriff's Office. Boilerplate language associated with Project Joshua restricted funds appropriated under the parole and probation special operations program to funding law enforcement office escorts for field agents making unscheduled visits to parolees and probationers in Detroit.

Change From FY 2005-06 Initial Appropriation	
Gross	0
GF/GP	0
Gross	0
GF/GP	0

DEPARTMENT OF EDUCATION

The initial appropriation was contained in Public Act 154 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	423.5	423.5
Gross	117,475,600	120,957,400
IDG	0	0
Federal	70,519,400	73,805,400
Local	5,444,000	5,444,000
Private	1,898,600	1,898,600
Restricted	23,513,200	23,709,000
GF/GP	16,100,400	16,100,400

**Change From FY 2005-06
Initial Appropriation**

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

Emergency Impact Aid. The supplemental appropriated \$3,286,000 in Federal funds to the Department to make emergency impact aid payments for the cost of educating public and nonpublic students displaced by Hurricane Katrina or Rita during school year 2005-2006.

Gross	3,286,000
Federal	3,286,000
GF/GP	0

2. Public Act 345 of 2006

Commodity Distribution Charge. The supplemental appropriated \$198,500 to the Grants Administration and School Support unit to comply with a court settlement regarding the payment of expenses of transporting commodities from their location to the Northern Food Service warehouse.

Gross	195,800
Restricted	195,800
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

DEPARTMENT OF ENVIRONMENTAL QUALITY

The initial appropriation was contained in Public Act 154 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	1,567.2	1,567.2
Gross	455,196,000	456,723,800
IDG	18,031,100	18,031,100
Federal	144,062,700	145,518,000
Local	0	0
Private	450,000	450,000
Restricted	260,842,600	260,915,100
GF/GP	31,809,600	31,809,600
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

- a. Ballast Water Projects.** Federal funding from the National Oceanographic and Atmospheric Administration was appropriated for improvements in implementation of ballast water best management practices. The Great Lakes Protection Fund provided matching dollars.
- b. Hazardous Waste Manifest.** Federal funding was provided to support infrastructure improvements for a multistate project to coordinate hazardous waste manifest data electronically.
- c. Homeland Security Grant.** Federal funding from the Department of Homeland Security was appropriated to improve the electronic data transfer of environmental, health, and safety information to law enforcement agencies nationwide.

Gross	45,000
Federal	22,500
Restricted	22,500
GF/GP	0
Gross	741,200
Federal	741,200
GF/GP	0
Gross	691,600
Federal	691,600
GF/GP	0

2. Public Act 345 of 2006

- a. Water Quality Evaluation.** Funding from the Water Quality Protection Fund was appropriated to support grants to local units of government to evaluate the presence of phosphorus and E.coli in water.

Gross	50,000
Restricted	50,000
GF/GP	0

Change From FY 2005-06 Initial Appropriation	
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b. Pollution Prevention Fund Shift. The Waste Reduction Fund receives revenue under certain hazardous waste reporting requirements. Revenue to the Fund has been declining and was insufficient to support the appropriation. Revenue of \$100,300 from the Small Business Pollution Prevention Revolving Loan Fund was used to offset a reduction in the appropriation from the Waste Reduction Fund.

Gross	0
Restricted	0
GF/GP	0

c. Land and Water Management Fund Shift. Land and water permit fees are collected for a number of different types of permits, such as dredging, activities involving wetlands and floodplains, and inland lakes and stream projects. Revenue from these fees was insufficient to cover the appropriation. Funding of \$1.0 million from the Environmental Protection Fund was used to partially replace the permit fee appropriation and maintain the program level.

Gross	0
Restricted	0
GF/GP	0

3. Public Act 3 of 2007

Land and Water Management Fund Shift. Revenue from land and water permit fees was insufficient to cover the appropriation. Additional funding of \$300,000 from the Environmental Protection Fund was used to partially replace the permit fee appropriation and maintain the program level.

Gross	0
Restricted	0
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

1. State Budget Office Letter 5-3-06

a. Federal Hydrologic Studies. This transfer authorized additional Federal spending of \$100,000 in the water management program to support the development of various water flows at stream locations in Michigan and related hydrologic analyses.

Gross	0
Federal	0
GF/GP	0

b. Coastal Zone Management. This transfer allowed expenditure of additional coastal zone management Federal funds of \$160,000 to support wetlands and inland lakes and streams programs.

Gross	0
Federal	0
GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

2. State Budget Office Letter 9-11-06

Groundwater Withdrawal Support. Public Acts 33 to 37 of 2006 implemented a new groundwater withdrawal regulatory program. The FY 2006-07 budget includes funding of \$500,000 GF/GP and \$105,000 from restricted fees to support the operations of this new program. This transfer provided funds to support the program in the final months of FY 2005-06. State GF/GP funding of \$208,400 was available from the Water Pollution Control and Drinking Water Revolving Fund (the State Revolving Fund) because a decline in Federal funding for this loan program reduced the required State match.

Gross	0
Restricted	0
GF/GP	0

3. State Budget Office Letter 10-27-06

Information Technology Adjustment. An administrative transfer was made to allow the Department of Natural Resources to properly allocate information technology costs of \$10,000 to the appropriate U.S. Department of Defense grant instead of the Environmental Protection Agency.

Gross	0
Federal	0
GF/GP	0

4. State Budget Office Letter 11-1-06

a. Strategic Water Quality Initiatives Fund (SWQIF) Grant and Loan Administration. Public Act 254 of 2005 created a new grant program using \$40.0 million from the SWQIF to provide project planning grants to local units of government. The grant funding was appropriated in FY 2006-07, but administration of the program and review of grant applications began in FY 2005-06. The transfer moved \$54,000 from the loan appropriation to grant administration to cover the increased administrative costs due to the new grant program.

Gross	0
Restricted	0
GF/GP	0

b. Federal Funds Adjustment. The transfer adjusted the appropriation of Federal funds for central operations and information technology by \$10,000 to reflect actual allocation and expenditures.

Gross	0
Federal	0
GF/GP	0

EXECUTIVE OFFICE

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	74.2	74.2
Gross	5,375,500	5,375,500
IDG	0	0
Federal	0	0
Local	0	0
Private	0	0
Restricted	0	0
GF/GP	5,375,500	5,375,500
Change From FY 2005-06 Initial Appropriation		

- A. SUPPLEMENTAL APPROPRIATIONS - NONE**
- B. EXECUTIVE ORDERS - NONE**
- C. TRANSFERS - NONE**

HIGHER EDUCATION

The initial appropriation was contained in Public Act 154 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	1.0	1.0
Gross	1,733,943,900	1,734,443,900
IDG	0	0
Federal	3,500,000	3,500,000
Local	0	0
Private	0	0
Restricted	153,500,000	153,500,000
GF/GP	1,576,943,900	1,577,443,900
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 297 of 2005

Children of Veterans Tuition Grant Program. Public Act 248 of 2005 repealed a tuition grant program that had been administered by the Department of Military and Veterans Affairs since 1935, modified the previous program slightly to create a new program, and transferred its administration to the Department of Treasury. Annual expenditures for the tuition grants had been approximately \$1.0 million. For the first half of FY 2005-06, the Department of Military and Veterans Affairs administered the Children of Veterans Tuition Grant Program and funded it from the Michigan Veterans Trust Fund. When the Program was transferred to the Department of Treasury at mid-year, a GF/GP supplemental of \$500,000 was provided to fund the Program for the remainder of the year. Beginning in FY 2006-07, the Program will be funded by the revenue from a new Michigan income tax check-off for the Children of Veterans Tuition Grant Program.

Gross	500,000
GF/GP	500,000

B. EXECUTIVE ORDERS - NONE

**Change From FY 2005-06
Initial Appropriation**

C. TRANSFERS

State Budget Office Letter 05-03-06

Tuition Incentive Program (TIP). A 1996 audit of TIP resulted in the enforcement of the intent of the program to promise grants to middle and high school students to encourage them to graduate, rather than give grants to students who had already graduated from high school. Many of the students to whom grants had been promised are now coming out of the pipeline to attend college and this has caused an increase in the TIP caseload. In order to address the caseload increase, a transfer of \$2.7 million from unspent Merit Award Program appropriations to TIP was approved by the Senate and House Appropriations Committees on June 21 and June 22, 2006, respectively. The Merit Award Program is financed from the Merit Award Trust Fund, while TIP is funded by both the Merit Award Trust Fund and State GF/GP. With this transfer, FY 2005-06 total appropriations for TIP were \$14.7 million, \$9.3 million from the Merit Award Trust Fund and \$5.4 million from GF/GP. The FY 2005-06 year end appropriation for the Merit Award Program was \$123.7 million.

Gross	0
Restricted	0
GF/GP	0

DEPARTMENT OF HISTORY, ARTS, AND LIBRARIES

The initial appropriation was contained in Public Act 157 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	232.0	232.0
Gross	53,219,100	53,850,900
IDG	649,700	649,700
Federal	8,218,300	8,218,300
Local	0	0
Private	577,400	577,400
Restricted	2,583,600	2,583,600
GF/GP	41,190,100	41,821,900
<hr/> Change From FY 2005-06 Initial Appropriation <hr/>		

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 153 of 2006

Arts and Cultural Grants. Funding for this program was increased by \$631,800 GF/GP to a total of \$10,460,200. The Governor's line item vetoes in Public Act 157 of 2005 eliminated several projects with funding that totaled \$681,800. In her veto message, the Governor recommended that this amount be appropriated to State Aid to Libraries and Arts and Cultural Grants. This Act appropriated the amount that had been vetoed for Arts and Cultural Grants.

Gross	631,800
GF/GP	631,800

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

DEPARTMENT OF HUMAN SERVICES

The initial appropriation was contained in Public Act 147 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	10,281.0	10,384.2
Gross	4,427,975,000	4,530,483,500
IDG	2,439,200	1,109,800
Federal	3,213,153,000	3,233,593,300
Local	51,076,200	56,676,200
Private	8,918,600	8,918,600
Restricted	71,176,100	71,801,900
GF/GP	1,081,211,900	1,158,383,700
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

- a. Child Support Incentive Payments.** The Act in Section 1021(2) repealed Section 901 of Public Act 147 and included Section 254 to regulate the allocation of Federal money, known as Incentive Payments, retained by the State to be spent for legal support contracts, child support program expenses, and payments to the counties.
- b. Child Support Enforcement Operations.** The Act provided access to additional local bench warrant fees collected by the court. The funds are spent to enforce civil warrants related to child support.
- c. Children's Trust Fund Administration.** The Act provided additional restricted funding authority to cover unanticipated terminal leave expenses due to the director's retirement. The remaining cost was supported by a Federal grant award increase.

Gross	0
GF/GP	0
Gross	600,000
Restricted	600,000
GF/GP	0
Gross	87,600
Federal	61,800
Restricted	25,800
GF/GP	0

		Change From FY 2005-06 Initial Appropriation	
d. Children's Trust Fund Grants. The Act provided a Federal grant award funds increase to support the Trust Fund's activities.	Gross	210,100	
	Federal	210,100	
	GF/GP	0	
e. Domestic Violence Prevention and Treatment. The Act allocated funds to Barry County for services complying with the Domestic Violence Board standards. Section 251 of the Act provided Federal Temporary Assistance to Needy Families (TANF) funds allocated for this purpose.	Gross	25,000	
	GF/GP	25,000	
f. Child Protective Services (CPS). The Act provided half of the funding needed for 51.2 CPS positions; the other half of the funding was covered with funds transferred (State Budget Office Letter 3-13-06) from other Department accounts. The additional positions were intended to increase staffing ratios for conducting investigations and coordinating services to ensure child safety.	FTE	51.2	
	Gross	614,300	
	Federal	114,300	
	GF/GP	500,000	
g. Medicaid Eligibility Error Reduction Project. The Act provided funds for 32.0 positions to support a Medicaid eligibility error reduction project. The Act also made a technical reduction to redistribute funding authority to Contractual Services, Supplies and Materials, Payroll Taxes and Fringe Benefits and Travel accounts. The latter adjustment made no Gross or GF/GP impact on the overall budget.	FTE	32.0	
	Gross	2,047,400	
	IDG	(1,329,400)	
	Federal	1,023,600	
	GF/GP	2,353,200	
h. Fund Source Authority Transfer. The Act provided a technical adjustment to reflect the correct funding for outstationed eligibility worker positions; \$2,545,100 was transferred from the Field Staff, Salaries and Wages account to the Contractual Services, Supplies and Materials, Payroll Taxes and Fringe Benefits and Travel accounts.	Gross	0	
	Federal	0	
	Private	0	
	GF/GP	0	
i. Family Independence Program. The Act provided an increase in GF/GP support to replace Federal TANF funds that were not available due to the carry forward of fewer dollars from FY 2004-05.	Gross	0	
	Federal	(13,400,000)	
	GF/GP	13,400,000	
j. Day Care Services. The Act provided additional Federal Child Care Development Fund dollars for the provision of quality day care services.	Gross	1,937,000	
	Federal	1,937,000	
	GF/GP	0	
k. Indigent Burial. The Act in Section 252 allowed the conduct of a pilot program in selected counties in which a cap on burial payments would not apply.	Gross	0	
	GF/GP	0	

		Change From FY 2005-06 Initial Appropriation	
I. Social Services Block Grant (SSBG) Cap. The Act provided a shift from Federal fund authority to State fund authority to cover increased claimable Department local office staff costs for SSBG eligible activities.		Gross	0
		Federal	(15,300,000)
		GF/GP	15,300,000
m. Information Technology. The Act provided additional GF/GP support to replace unavailable Child Support incentive payments in order to prevent a budget shortfall in the Child Support Automation account.		Gross	0
		Federal	(3,397,400)
		GF/GP	3,397,400
2. Public Act 345 of 2006			
a. Child Care Fund. The Act provided increased GF/GP funds for reimbursement to counties for out-of-home placement services to State youth.		Gross	11,300,000
		GF/GP	11,300,000
b. Federal Family Planning Waiver. The Act provided funds to cover the cost of 15.0 positions to implement a federally approved waiver, which required eligibility determination in order to open and maintain the respective caseload.		FTE	15.0
		Gross	381,800
		Federal	190,900
		GF/GP	190,900
c. Food Assistance Program Benefits. The Act provided additional Federal funds for monthly average caseload increase.		Gross	35,000,000
		Federal	35,000,000
		GF/GP	0
d. Low-Income Home Energy Assistance Program. The Act provided additional Federal funding for services to low-income citizens.		Gross	17,000,000
		Federal	17,000,000
		GF/GP	0
e. Juvenile Justice Services. The Act provided additional county reimbursement authority for unavoidable expenditures in fuel, increased caseload, and federally mandated mental health and education services for the high-security and medium-security facilities.		Gross	2,600,000
		Local	2,600,000
		GF/GP	0
3. Public Act 3 of 2007			
a. Family Independence Program. Section 154(11) of the Act provided funds to cover appropriation overexpenditures for an increase in the caseload. The funding authorization provides payment to vendors for services already rendered by the State.		Gross	42,906,400
		GF/GP	42,906,400

Change From FY 2005-06 Initial Appropriation	
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b. Reductions to Offset Increased Authorization. The Act provided reductions to several programs to offset the need for further increased funding. The Adult and Family Services reduction to income support, employment training, homeless prevention, and disability determination services and payments is \$1,795,100 Gross, GF/GP. The Child and Family Services reduction to domestic violence, family preservation and prevention, Child Care Fund in-home and juvenile justice out-of-home placement services is \$1,665,500 Gross, GF/GP. The information and technology, child support enforcement, and administrative support services reduction is \$6,587,700 Gross, GF/GP. The reduction to executive, county department and licensing staff is \$2,152,600 Gross, GF/GP.

Gross	(12,200,900)
GF/GP	(12,200,900)

B. EXECUTIVE ORDERS – NONE

C. TRANSFERS

1. State Budget Office Letter 3-13-06

Child Protective Services. The transfer provided \$614,200 Gross, \$500,100 GF/GP for an increase of 51.2 CPS positions. The transfer supported half of the costs for the positions from savings in various Department accounts. The other half was provided in a supplemental appropriation, Public Act 153 of 2006. The funding transferred from the demonstration projects, rent and occupancy charge administrative accounts was available due to less spending in those accounts.

Gross	0
GF/GP	0

2. State Budget Office Letter 5-03-06

Child Support Distribution Computer System. The administrative transfer provided \$5,260,900 Gross, \$0 GF/GP to avoid overexpenditures for contract costs. The contract costs were not anticipated during the budget development process. The funding authority was available from legal support contracts and child support automation accounts because excess Federal authority was appropriated.

Gross	0
GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

3. State Budget Office Letter 5-03-06

<p>a. Training and Program Support. The transfer provided \$587,000 Gross, \$0 GF/GP for Department-provided local office staff training support that previously was provided by outsourced contracts. The funds were available from Families First and Family Reunification program accounts due to reduced spending in the accounts.</p>	<p>Gross 0 GF/GP 0</p>
<p>b. State Office of Administrative Hearings and Rules. The transfer provided \$200,000 Gross, \$96,000 GF/GP from the Office of Children and Adult Licensing (OCAL) to adjust the appropriation in order to cover the administrative hearing costs associated with the OCAL functions. When the appropriation line was created in FY 2005-06, funding authority was not transferred to the line to cover the OCAL share of the expenditures.</p>	<p>Gross 0 GF/GP 0</p>
<p>c. Bureau of Community Action and Economic Opportunity. The transfer provided \$424,100 Gross, \$0 GF/GP from the Community Services Block Grant and Weatherization assistance accounts to adjust the appropriation for administrative and staffing costs. When the appropriation line was created in FY 2005-06, insufficient funding authority was transferred from the accounts to the new line to cover the administrative expenditures.</p>	<p>Gross 0 GF/GP 0</p>
<p>d. Staff Payroll Shortfall. The transfer provided \$1,021,300 Gross, \$378,100 GF/GP from Executive and Child and Family Services contractual services, supplies and materials (CSS&M) and Adult and Family Services income support policy and administration accounts to cover staff payroll for Executive Operations and Child and Family Services. The funds were available for transfer due to a shift in the designated accounts that cover the staff costs and reduced spending in the CSS&M accounts.</p>	<p>Gross 0 GF/GP 0</p>
<p>e. Medical/Psychiatric Evaluations. The transfer provided \$2.1 million Gross, \$1,363,000 GF/GP from Inspector General salaries and wages, OCAL, and Occupancy charge accounts to cover increased expenditures. When the appropriation line was created in FY 2005-06, insufficient funding authority was transferred to the line.</p>	<p>Gross 0 GF/GP 0</p>

- f. **Donated Funds Positions.** The transfer provided \$724,300 Gross, \$0 GF/GP from Volunteer services and reimbursement and Field staff, salaries and wages accounts to shift more Federal and private funds authorization to the donated funds positions account where the staff expenditures are charged. The funds were available because in FY 2005-06 an insufficient combination of Federal and private authorization was transferred to the line when the county homemakers' positions were transferred to the Donated funds positions appropriation line.

- g. **Volunteer Services and Reimbursement.** The transfer provided \$83,700 Gross, \$0 GF/GP for a shift from Private donated funding to Federal funding authority. The private funds were not needed due to the transfer of a county homemaker program from this account.

- h. **Juvenile Justice Services.** The transfer provided \$2,572,300 Gross, \$1.0 million GF/GP to avoid overexpenditures related to high- and medium-security facilities' population increase and day treatment program services. The funds were available because Federal and local funds authority exceeded the spending needs in the Juvenile justice field staff, administration and maintenance and day program accounts.

- i. **County Juvenile Officers.** The transfer provided \$100,000 Gross, GF/GP for the cost of the statutory obligation for additional county officers in Livingston and Monroe Counties. The counties met the statutory population requirements to receive the additional funds. The funds were available from the Child Care Fund administration account because the appropriation was greater than actual expenditures.

- j. **Wage Employment Verification Reporting.** The transfer provided \$100,000 Gross, GF/GP from the Family Independence Program for the continuation, since FY 2004-05, of a pilot income and employment information service in the Department's county offices. The service gives Department employees the ability to obtain employment records directly from employers' payroll systems through a Social Security number search. The funds were transferred because an anticipated saving was expected from the ability to verify applicants' and recipients' actual income.

Change From FY 2005-06 Initial Appropriation	
Gross	0
GF/GP	0
Gross	0
GF/GP	0
Gross	0
GF/GP	0
Gross	0
GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

4. State Budget Office Letter 8-03-06

Juvenile Justice Services. The transfer provided \$1.6 million Gross, GF/GP for the increased operations expenditures related to an increase in the population in high- and medium-security facilities. The funds were available from the Local Office Staff and Operations Field staff, salaries and wages, Training and program support and the Disability Determination Services Medical consultation program accounts due to personnel hiring-freeze vacancies and lower-than-budgeted expenditures for the fiscal year.

Gross 0
GF/GP 0

5. State Budget Office Letter 9-11-06

a. Department Local Offices Arbitration Costs. The transfer provided \$200,000 Gross, GF/GP from the Field staff, salaries and wages account for Local Office Staff and Operations CSS&M for unavoidable overhead costs for arbitration fees and increased costs of postage and utilities. The funds were available due to personnel vacancies.

Gross 0
GF/GP 0

b. Medical/Psychiatric Evaluations. The transfer provided \$200,000 Gross, \$0 GF/GP from the Field staff, salaries and wages account to cover increased costs for the number of drug tests required by the courts. The funds were available due to personnel vacancies.

Gross 0
GF/GP 0

c. Workers' Compensation. The transfer provided \$500,000 Gross, \$100,000 GF/GP from the Central Support Account payroll taxes and fringe benefits account to cover the costs of increased claims submitted. The funds were available due to personnel vacancies.

Gross 0
GF/GP 0

d. Michigan State Disbursement Unit (SDU). The transfer provided \$1,838,600 Gross, \$0 GF/GP from the Legal support contracts account to cover start-up costs for new contract services and a contract change related to the debit card system, including a transition plan, redevelopment and implementation of a disaster recovery plan and systems modifications, and implementation of necessary changes to the web site. The funds were available due to contract renegotiation savings.

Gross 0
GF/GP 0

e. Electronic Benefit Transfer (EBT). The transfer provided \$800,000 Gross, \$400,000 GF/GP from the OCAL account to cover costs from the transition to a new vendor contract and continued services received from the former contracted provider. The funds were available due to personnel hiring delays.

Gross 0
GF/GP 0

		Change From FY 2005-06 Initial Appropriation	
f. State Office of Administrative Hearings and Rules. The transfer provided \$120,000 Gross, \$58,200 GF/GP from the Inspector General Salaries and wages account to cover the total billings submitted to the State office. The funds were available due to unfilled staff positions.		Gross	0
		GF/GP	0
6. State Budget Office Letter 9-13-06			
Family Independence Program. The transfer provided \$11.0 million Gross, \$6.0 million GF/GP to cover an increase of 2,200 average cases in the appropriated 78,200 average caseload. The funds were available from: the State disability assistance (SDA) payments and State supplementation accounts due to SDA, and Social Supplemental Security Income lower caseloads; indigent burial and Emergency services local office allocations due to fewer burials and lower expenditures; Food stamp reinvestment due to a waived 2001 Federal penalty; and Family preservation and prevention services administration, Family group decision making, Child safety and permanency planning, Teenage parent counseling, and Child protection/community partners accounts due to available excess authorization and unspent program allocations.		Gross	0
		GF/GP	0
7. State Budget Office Letter 11-01-06			
a. Low-Income Home Energy Assistance Program (LIHEAP). The transfer provided \$1.4 million Gross, \$0 GF/GP to cover a \$1.0 million increased need for summer emergency energy assistance support for low-income households and \$400,000 in the Home Heating Credit and LIHEAP Weatherization grant expenditures that were billed late in the fiscal year. The Federal Food Assistance Program authority was available for transfer due to a lower-than-budgeted caseload.		Gross	0
		GF/GP	0
b. AFC, Children's Welfare and Day Care Licensure. The transfer provided \$500,000 Gross, \$0 GF/GP to cover a shortfall in licensing fee revenue that supports licensing and regulation of day care, adult foster care, and child welfare facilities and organizations. The information technology services projects account's Federal authority was available due to expenditures below the appropriated level.		Gross	0
		GF/GP	0

- c. **Family Independence Program.** The transfer provided \$4,295,000 Gross, GF/GP to cover a shortfall in child support collections revenue used to support the program caseload. The Food Stamp reinvestment authority was available for transfer due to Food Stamp Program error rate reductions resulting in Federal penalty avoidance. The State supplementation, State supplementation administration, and Day care services funds were available due to lower-than-budgeted caseloads.
- d. **Demonstration Projects.** The transfer provided \$1.5 million Gross, \$0 GF/GP to cover increased expenditures in Department projects covered by Federal revenue, such as Child Abuse and Neglect grants and Supported Housing grants. The Committee on Juvenile Justice grants' Federal authority was available for transfer due to expenditures below the appropriated level.
- e. **Electronic Benefit Transfer (EBT).** The transfer provided \$100,000 Gross, GF/GP to adjust the financing from Federal to State funds and to cover an increased use by food stamp benefits recipients. The funds were available for transfer because expenditures were below the appropriated level.
- f. **Donated Funds Positions.** The transfer provided \$22,000 Gross, \$0 GF/GP to cover a private revenue shortfall due to a change in contract arrangements with private businesses where Department staff members are placed on the businesses' job sites to assist recipients of Department services. The Field staff, salaries and wages private funds were available for transfer because more authority was appropriated than needed.
- g. **Juvenile Justice Operations.** The transfer provided \$1.7 million Gross, GF/GP to cover increased costs for operations and services for youth and a shortfall in Federal and Private revenue. The funds were available from the Inspector General salaries and wages, Medical consultation program, and Child support automation accounts because expenditures were less than appropriated levels. The Travel and Rent GF/GP authority was available due to decreases in lease costs for State-owned vehicles and delays in maintenance projects as a result of budget constraints.

Change From FY 2005-06 Initial Appropriation	
Gross	0
GF/GP	0
Gross	0
GF/GP	0
Gross	0
GF/GP	0

		Change From FY 2005-06 Initial Appropriation	
h. Restore Juvenile Justice Funding Authority. The transfer provided \$825,000 Gross, GF/GP from the Domestic violence prevention and treatment and the Field staff, salaries and wages accounts to restore some of the \$1.0 million GF/GP funding authority removed by a transfer (State Budget Office Letter 5-03-06) and because the costs were greater than expected. The funds were available because account expenditures were lower than appropriated for domestic violence shelters and savings were available from local office staff vacancies.	Gross	0	
	GF/GP	0	
i. Federal Title IV-E Shortfall. The transfer provided \$1.2 million Gross, GF/GP to cover a shortfall in Federal revenue due to a decrease in the number of adoption subsidy cases that were eligible for Federal Title IV-E funds reimbursement to the State. The Rent and Medical/psychiatric evaluations funds were available for transfer due to delays in facility improvement and maintenance and expenditures lower than the appropriated level.	Gross	0	
	GF/GP	0	
j. Other Federal Revenue Shortfall. The transfer provided \$365,000 Gross, GF/GP to Child and Family Services for increased staff and CSS&M costs that could not be covered by the Social Services Block Grant, which is a capped revenue source, and other Federal revenue. The GF/GP funding authority from Community support services, domestic violence prevention and treatment, and Child Care Fund administration was available because expenditures were less than the appropriated levels.	Gross	0	
	GF/GP	0	
k. Child Safety and Permanency Plan. The transfer provided \$250,000 Gross, GF/GP to restore some of the \$1.5 million Gross, \$0 GF/GP that was removed by an earlier transfer (State Budget Office Letter 9-13-06) because costs were greater than expected. The Child protection/community partners' Federal funding authorization was available for transfer because expenditures were less than the appropriated level.	Gross	0	
	GF/GP	0	
l. Child Care Fund. The transfer provided \$7.7 million Gross, GF/GP to cover an increase in the number of cases that fall under a State mandate for 50% State reimbursement to counties for the costs of their eligible out-of-home placement services. The GF/GP funds from the Foster care and Wayne County foster care payments, and Day care accounts were available for transfer due to lower-than-appropriated caseloads.	Gross	0	
	GF/GP	0	

DEPARTMENT OF INFORMATION TECHNOLOGY

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	1,760.4	1,760.4
Gross	365,194,400	384,706,700
IDG	365,194,400	384,706,700
Federal	0	0
Local	0	0
Private	0	0
Restricted	0	0
GF/GP	0	0
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 153 of 2006

This supplemental appropriation adjusted the spending in individual department budgets to align them with Department of Information Technology appropriations as follows: Department of Agriculture (\$6,000), Department of Attorney General (\$16,400), Department of Civil Service (\$12,000), Department of Environmental Quality (\$207,100), Department of History, Arts, and Libraries (\$17,900), Department of Human Services \$17,776,800, Department of Management and Budget \$2.0 million, Department of Military and Veterans Affairs (\$100), Department of Natural Resources (\$141,800), Department of State (\$37,000), Department of State Police \$634,200, and Department of Transportation (\$460,400).

Gross	19,512,300
IDG	19,512,300
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

JUDICIARY

The initial appropriation was contained in Public Act 149 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	509.0	509.0
Gross	255,381,900	255,531,900
IDG	2,563,500	2,563,500
Federal	3,926,400	3,926,400
Local	3,419,100	3,419,100
Private	842,500	842,500
Restricted	87,015,900	87,165,900
GF/GP	157,614,500	157,614,500

**Change From FY 2005-06
Initial Appropriation**

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 153 of 2006. This Act appropriated additional revenue from filing and motion fees for Court of Appeals operations. The funds provided continued support of delay reduction in Court of Appeals cases.

Gross	150,000
Restricted	150,000
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

DEPARTMENT OF LABOR AND ECONOMIC GROWTH

The initial appropriation was contained in Public Act 156 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	4,351.5	4,357.5
Gross	1,273,315,300	1,739,797,800
IDG	10,822,400	10,822,400
Federal	842,527,600	882,877,600
Local	15,738,200	15,738,200
Private	3,990,600	4,000,600
Restricted	329,882,200	753,304,700
GF/GP	70,354,300	73,054,300
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 225 of 2005

21st Century Jobs Trust Fund. The supplemental and related legislation created the 21st Century Jobs Trust Fund program. This program securitized a portion of the State's future tobacco settlement revenue to generate \$400.0 million that could be spent for economic diversification activities. Public Act 225 appropriated \$394.0 million to the Michigan Strategic Fund. These initial appropriations consisted of \$72.5 million in specific allocations with the remaining \$321.5 million available to the Michigan Strategic Fund board for allocation among the allowable programs, including at least \$90.0 million for life sciences, investment programs, competitive edge technology grants and loans, loan enhancement programs, administration (up to 4.0% of the total appropriation), and business development and marketing (up to 5.0% of the total appropriation). The following expenditures were earmarked in the Public Act: \$26.0 million for the Michigan Forest Finance Authority; \$10.0 million for creation of a Defense Contract Coordination Center; \$3.0 million for the Van Andel Institute; \$6.0 million for an automotive technology accelerator; \$2.0 million to the Michigan Film Office; \$2.0 million for a program to transfer competitive edge technology from universities to private firms; \$15.0 million for the Michigan Promotion Program; \$5.0 million for the Agricultural Development Fund; and \$3.5 million for the Capital Access Program.

Gross	394,000,000
Restricted	394,000,000
GF/GP	0

		Change From FY 2005-06 Initial Appropriation	
2. Public Act 226 of 2005		Gross	1,000,000
		GF/GP	1,000,000
	Tobacco Settlement Finance Authority. The supplemental provided \$1.0 million GF/GP to the Tobacco Settlement Finance Authority for administrative expenses related to securitization of a portion of the Tobacco Settlement Revenue.		
3. Public Act 4 of 2006		Gross	21,500,000
		Restricted	21,500,000
		GF/GP	0
	Low Income Energy Efficiency Fund. The appropriation for this Fund was increased from \$60.0 million to \$81.5 million. A December 2005 order by the Michigan Public Service Commission provided for contributions to the Fund from Consumer's Energy of approximately \$27.0 million annually, in addition to previously established payments from DTE of an estimated \$39.8 million annually.		
4. Public Act 153 of 2006			
a. Public Service Commission.	The supplemental provided 2.0 FTEs and \$122,500 in additional restricted funding for administration of the new private wastewater regulation. The supplemental also increased funding for the Energy Office by \$10,000 of restricted revenue to match Federal funds on a project to promote combined heat and power technology.	FTE	2.0
		Gross	132,500
		Private	10,000
		Restricted	122,500
		GF/GP	0
b. Office of Financial and Insurance Services.	The supplemental authorized \$550,000 and 4.0 FTEs to implement the Deferred Presentment Service Transaction Act (payday lending), Public Act 244 of 2005.	FTE	4.0
		Gross	550,000
		Restricted	550,000
		GF/GP	0
c. Unemployment Programs.	The supplemental increased the Federal expenditure authority for Federal Reed Act funds, creating a work project to hold money to pay for updating computer systems.	Gross	32,600,000
		Federal	32,600,000
		GF/GP	0
d. 21st Century Jobs Trust Fund.	The supplemental appropriated an additional \$7.0 million from the 21 st Century Jobs Trust Fund to the Michigan Strategic Fund. The specific allocations consisted of \$1.0 million for a private research institute (the Van Andel Research Institute), \$1.0 million for development of web laboratory space, and \$5.0 million for the Agriculture Development Fund. This increased total appropriations from the 21 st Century	Gross	7,000,000
		Restricted	7,000,000
		GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

Jobs Trust Fund from \$394.0 million to \$401.0 million, a \$1.0 million overappropriation. All earmarked programs were funded and the unallocated balance of the 21st Century Jobs Trust Fund was reduced by \$1.0 million.

e. Economic Development Job Training Grants. Funding for this Michigan Strategic Fund program was increased by \$1.6 million, of which \$800,000 was allocated each to Kirtland Community College and the Michigan Technical Education Center at Montcalm Community College.

Gross	1,600,000
GF/GP	1,600,000

5. Public Act 345 of 2006

Michigan Promotion Program. The supplemental provided \$100,000 to the Michigan Promotion Program within the Michigan Strategic Fund to promote the Detroit Zoological Institute.

Gross	100,000
GF/GP	100,000

6. Public Act 3 of 2007

Community Development Block Grants. The supplemental provided \$8.0 million in additional Federal expenditure authority for these pass-through funds.

Gross	8,000,000
Federal	8,000,000
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

1. State Budget Office Letter 3-13-06

Welfare-to-Work Federal Fund Source Shift. The administrative transfer reallocated unused Federal expenditure authority, reducing the U.S. Department of Agriculture, Employment and Training funds by \$1,240,554 and increasing the Federal Reed Act funds by the same amount. This transfer provided available Federal funds to the Welfare-to-Work program.

Gross	0
Federal	0
GF/GP	0

2. State Budget Office Letter 5-3-06

a. Occupational Safety and Health. The legislative transfer reduced unused Federal expenditure authority for the U.S. Department of Labor, Multiple Grants for Safety and Health by \$250,000, and increased Safety Education and Training Fund by a like amount. This permitted additional grants to be awarded for Safety, Education, and Training.

Gross	0
Federal	(250,000)
Restricted	250,000
GF/GP	0

		Change From FY 2005-06 Initial Appropriation	
b. Michigan Broadband Development Authority. The legislative transfer reduced the appropriation for administration by \$14,000 and increased the appropriation for Executive Assistant--13 by \$14,000. This moved funding based on the actual costs of the position.		Gross	0
		GF/GP	0
3. State Budget Office Letter 5-3-06			
a. Financial Evaluation. The administrative transfer adjusted the fund sources for Financial Evaluation, within the Office of Financial and Insurance Services, to reflect anticipated areas of activity. The use of bank fee revenue was reduced by \$260,000 and credit union fee revenue was increased by \$260,000.		Gross	0
		GF/GP	0
b. Policy Conduct and Consumer Assistance. The administrative transfer aligned revenue with the actual activities related to Policy Conduct and Consumer Assistance within the Office of Financial and Insurance Services. The use of securities fees was increased by \$620,000 to reflect the costs of securities regulation and the insurance licensing and regulation fees were reduced by the same amount.		Gross	0
		GF/GP	0
c. Office of Workforce Development. The administrative transfer adjusted Federal fund sources to reflect available revenue. The U.S. Department of Labor funds were reduced by \$30,000 and Perkins Act funding was increased by the same amount.		Gross	0
		GF/GP	0
d. Code Enforcement and Fire Safety. The administrative transfer adjusted funding sources to provide appropriate resources for the creation of a separate Bureau of Fire Safety. Funding from the Construction Code Fund was reduced by \$2,018,800 and replaced by \$2,018,800 from corporation fees that could be used for the new Bureau.		Gross	0
		GF/GP	0
4. State Budget Office Letter 9-14-06			
a. Administrative Hearings and Rules. The transfer adjusted the interdepartmental grants that reimburse the State Office of Administrative Hearings and Rules for services received by various State departments. The transfer reduced anticipated charges to the Department of Education by \$305,000 and increased those to the Department of Human Services by \$140,000, the Department of Corrections by \$140,000, and the Department of Management and Budget by \$25,000 to reflect the actual and projected caseloads of each department.		Gross	0
		GF/GP	0

		Change From FY 2005-06 Initial Appropriation	
b. Job Training Program Subgrantees. The administrative transfer shifted Federal expenditure authority for the program that supports Michigan Works! Agencies. Revenue was not available from Federal Reed Act funding; thus, this expenditure authority was reduced by \$5.0 million and replaced with \$5.0 million of additional expenditure authority for Workforce Investment Act funds.	Gross	0	
	GF/GP	0	
5. State Budget Office Letter 10-27-06			
Welfare to Work Programs. The administrative transfer shifted Federal expenditure authority to account properly for prior-year expenditures attributable to FY 2004-05. The transfer reduced U.S. Department of Agriculture employment and training funds by \$3.0 million and increased Federal Reed Act funds by \$3.0 million.			
6. State Budget Office Letter 11-1-06			
a. Department Grants Adjustment. This legislative transfer adjusted appropriations to reflect actual Federal funds available for workforce training. The appropriation for Adult Basic Education was reduced by \$6.0 million to a level near the actual Federal funds received. Similarly, the appropriation for Carl D. Perkins grants was reduced by \$6.0 million. The appropriation for Job Training Programs Subgrantees was increased by \$12.0 million to permit expenditure of the additional Federal funds received in this area.	Gross	0	
	GF/GP	0	
b. Contingent Fund Penalty and Interest. This legislative transfer reduced the appropriation for the Department's workers' compensation by \$10,400, which permitted the transfer of \$10,400 of Contingent Fund Penalty and Interest revenue to the appropriation for Employment Services, to support training programs for the populations including the recently unemployed, the underemployed, veterans, or migrant and seasonal farm workers.	Gross	0	
	GF/GP	0	

LEGISLATURE

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	N/A	N/A
Gross	129,731,900	129,939,900
IDG	2,301,500	2,301,500
Federal	0	0
Local	0	0
Private	400,000	400,000
Restricted	2,356,500	2,356,500
GF/GP	124,673,900	124,881,900
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

- a. Census Tracking/Reapportionment.** The supplemental included funding for the commencement of work on reapportionment plans for 2010.
- b. Correctional Facilities Evaluation.** The supplemental included additional funding for the Legislative Council to hire a private firm to evaluate the management, efficiency, and effectiveness of State correctional facilities.

Gross	208,000
GF/GP	208,000
Gross	500,000
GF/GP	500,000

2. Public Act 345 of 2006

This supplemental eliminated the funding and boilerplate language related to the correctional facilities evaluation appropriation contained in Public Act 153 of 2006 (Item 2b above).

Gross	(500,000)
GF/GP	(500,000)

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

DEPARTMENT OF MANAGEMENT AND BUDGET

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	745.0	745.0
Gross	231,914,100	234,880,800
IDG	153,786,800	153,786,800
Federal	0	0
Local	0	0
Private	0	0
Restricted	42,909,400	45,876,100
GF/GP	35,217,900	35,217,900
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 153 of 2006

- Vision Office of Retirement Services (ORS) Project.** The supplemental included funding for information technology services to support ongoing operational costs of the Vision ORS project as components of the system move from development to production. The project is replacing outdated technology and manual ORS systems. The project is funded entirely from Pension Trust Funds.
- State Fair.** The supplemental included \$587,400 for State Fair Operations, \$332,000 for budgetary recognition of depreciation, \$35,000 for compensated absences, and \$12,300 for an adjustment to support a salary increase for the manager of the State Fair as established by the Michigan Exposition and Fairgrounds Authority.
- Boilerplate Language.** Section 351 permitted the Department of Management and Budget to charge State agencies for fuel cost increases that exceeded the average retail cost per gallon of unleaded gasoline of \$2.27. The section provided that revenue collected from the charges was appropriated upon receipt.

Gross	2,000,000
Restricted	2,000,000
GF/GP	0
Gross	966,700
Restricted	966,700
GF/GP	0

B. EXECUTIVE ORDERS - NONE

**Change From FY 2005-06
Initial Appropriation**

C. TRANSFERS

State Budget Office Letter 11-01-06

State Fair Fairgrounds. This transfer of \$150,000 allowed a one-time payment for emergency maintenance expenses at the Michigan State Fair fairgrounds due to insufficient revenue from non-Fair revenue.

Gross	0
IDG	0
Federal	0
Restricted	0
GF/GP	0

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	1,016.0	1,016.0
Gross	117,699,400	122,635,600
IDG	1,656,800	1,656,800
Federal	49,537,200	53,279,400
Local	0	0
Private	1,355,800	1,430,800
Restricted	27,360,500	26,579,500
GF/GP	37,789,100	39,689,100
Change From FY 2005-06 Initial Appropriation		

The initial appropriation was contained in Public Act 145 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

a. Additional Restricted Revenue for State Veterans Homes. Public Act 153 provided authority to spend additional realized restricted revenue from the Military Family Relief Fund for the Grand Rapids Veterans Home (\$183,300) and the D.J. Jacobetti Veterans Home (\$35,700).

Gross	219,000
Restricted	219,000
GF/GP	0

b. Federal Funds. Public Act 153 provided authority to spend additional available Federal funds from the National Guard Bureau for Military Training Sites and Support Facilities (\$2,050,000) and the Star Base elementary education program (\$206,600).

Gross	2,256,600
Federal	2,256,600
GF/GP	0

2. Public Act 345 of 2006

Additional Support for Veterans Homes. Public Act 345 provided additional operational support of \$1,250,000 for the Grand Rapids Veterans Home (\$350,600 Federal, \$75,000 Private, \$1.9 million GF/GP and adjustment reduction for Restricted of \$1.0 million) and additional Federal support for the D.J. Jacobetti Home (\$435,000).

Gross	1,760,600
Federal	785,600
Private	75,000
Restricted	(1,000,000)
GF/GP	1,900,000

3. Public Act 3 of 2007

End of Year Budget Balancing. Public Act 3 provided additional Federal funding of \$700,000 for the Grand Rapids Veterans Home to prevent an overexpenditure.

Gross	700,000
Federal	700,000
GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

1. State Budget Office Letter 9-11-06

- | | | |
|---|-------|---|
| <p>a. Higher Fuel and Maintenance Costs. The transfer shifted \$600,000 in available Federal fund authorization from Special Maintenance - Federal to Headquarters and Armories to help pay for higher-than-anticipated operational costs.</p> | Gross | 0 |
| | GF/GP | 0 |
| <p>b. Starbase Program Expansion. The transfer moved \$225,000 in available Federal fund authorization from Military Training Sites and Support Facilities to the Starbase program to use for expansion of the elementary school educational program to the Battle Creek area.</p> | Gross | 0 |
| | GF/GP | 0 |
| <p>c. Military Retirement Costs. The transfer moved \$110,000 from Military Training Sites and Support Facilities and \$35,000 from Headquarters and Armories in available GF/GP authorization to the appropriations for Military Retirement to meet the projected costs for FY 2005-06.</p> | Gross | 0 |
| | GF/GP | 0 |

2. State Budget Office Letter 10-27-06

- | | | |
|--|-------|---|
| <p>Workers' Compensation. The administrative transfer shifted \$150,000 in available GF/GP funds from Military Training Sites and Support Facilities to Departmentwide Accounts to cover higher-than-anticipated workers' compensation costs.</p> | Gross | 0 |
| | GF/GP | 0 |

3. State Budget Office Letter 11-1-06

- | | | |
|---|-------|---|
| <p>a. Higher Departmentwide Operational Costs. The transfer moved available GF/GP funding of \$20,000 from Headquarters and Armories to Departmentwide appropriations to cover higher-than-anticipated departmental operational costs.</p> | Gross | 0 |
| | GF/GP | 0 |
| <p>b. Telecommunications and Other Costs. The transfer shifted \$115,000 in available National Guard Bureau fund authorization from Departmentwide Accounts to Headquarters and Armories to pay for higher-than-anticipated telecommunications and other operational costs for FY 2005-06.</p> | Gross | 0 |
| | GF/GP | 0 |
| <p>c. Starbase Program Expansion. This transfer moved \$30,000 in available National Guard Bureau funds from Departmentwide Accounts to the Starbase program to assist the expansion of the educational program into the Battle Creek area.</p> | Gross | 0 |
| | GF/GP | 0 |

DEPARTMENT OF NATURAL RESOURCES

The initial appropriation was contained in Public Act 154 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	2,073.5	2,073.5
Gross	272,943,100	280,991,100
IDG	3,691,200	3,691,200
Federal	38,990,200	41,930,200
Local	0	0
Private	2,090,100	2,090,100
Restricted	202,578,400	207,336,400
GF/GP	25,593,200	25,943,200
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

<p>a. Water Withdrawal Assessment Tool. Public Act 34 of 2006 required the Groundwater Conservation Advisory Council in the Department of Natural Resources to design a water withdrawal assessment tool to be used to protect and conserve the waters of the State and the water-dependent natural resources of the State. The assessment tool may be used by a person to determine whether a proposed groundwater withdrawal would cause an adverse impact on the waters or the water-dependent natural resources of the State. The funding was provided from the Clean Michigan Initiative - Clean Water Fund</p>	<p>Gross</p>	500,000 <p>Restricted</p>	500,000 <p>GF/GP</p>	0
<p>b. Camping Fee Increase. As a temporary measure to compensate for declining revenue in the Park Improvement Fund, which supports State parks, the Natural Resources Commission increased camping fees at high-volume campgrounds and increased transaction fees for online reservations. A long-term proposal is anticipated in 2007. Additional revenue from the increased fees is included in the FY 2006-07 operations budget.</p>	<p>Gross</p>	3,325,000 <p>Restricted</p>	3,325,000 <p>GF/GP</p>	0
<p>c. Youth Hunting and Fishing. Additional State restricted funding from the Youth Hunting and Fishing Fund was appropriated to support educational programs for Michigan youth.</p>	<p>Gross</p>	250,000 <p>Restricted</p>	250,000 <p>GF/GP</p>	0

		Change From FY 2005-06 Initial Appropriation	
d. Shooting Range Repairs. Federal funds passed through the Park Improvement Fund and were made available to support repairs at the Pontiac Lake and Ortonville public shooting ranges.	Gross	83,000	
	Restricted	83,000	
	GF/GP	0	
e. Marine Safety Grants. Additional Federal funding became available for enforcement activities on waterways. A portion of the money was distributed as grants to county sheriffs for local enforcement and equipment needs.	Gross	1,470,000	
	Federal	1,470,000	
	GF/GP	0	
f. Marine Enforcement. Half of the additional Federal revenue that became available for enforcement activities on waterways was appropriated for marine enforcement activities by State conservation officers.	Gross	1,470,000	
	Federal	1,470,000	
	GF/GP	0	
g. Purchased Land Payments in Lieu of Taxes. A reduction to General Fund appropriations for purchased land payments in lieu of taxes was enacted in the initial budget to meet reduced revenue estimates. The funding was restored in a supplemental appropriation, although full payments were made before this appropriation was available.	Gross	350,000	
	GF/GP	350,000	
2. Public Act 345 of 2006			
a. Forest Fire Protection. A high number of wildfires in the spring resulted in additional overtime expenses for forest fire officers. Revenue from the Forest Development Fund was appropriated to pay for these expenses.	Gross	400,000	
	Restricted	400,000	
	GF/GP	0	
b. Timber Treatments. Additional funds from the Forest Development Fund were appropriated to support increases in timber marking contracts primarily due to higher transportation costs.	Gross	200,000	
	Restricted	200,000	
	GF/GP	0	
B. EXECUTIVE ORDERS - NONE			
C. TRANSFERS			
1. State Budget Office Letter 5-3-06			
a. Administration Spending Alignment. This transfer aligned appropriations with program effort as a correction from a previous bill structure. An adjustment of \$151,100 from Education and Outreach to Executive Direction was made.	Gross	0	
	Restricted	0	
	GF/GP	0	

		Change From FY 2005-06 Initial Appropriation	
b. Wildlife Spending Alignment. This transfer aligned appropriations with program effort as a correction from a previous bill structure. An adjustment of \$96,400 from Wildlife Administration and Natural Resources Heritage to Wildlife Management was made.	Gross	0	
	Restricted	0	
	GF/GP	0	
c. Avian Influenza. This transfer moved spending authorization to allow additional Federal funds of \$100,000 to be used to address avian influenza surveillance and testing.	Gross	0	
	Federal	0	
	GF/GP	0	
d. State Fire Assistance Plan. Additional Federal funding of \$480,000 was available for the State Fire Assistance National Fire Plan and the Roscommon Equipment Center. This transfer moved spending authorization for this training and technology funding.	Gross	0	
	Federal	0	
	GF/GP	0	
e. State Wildlife Grant. This transfer increased authority for the State Wildlife Grants Program and the Landowner Incentive Program by \$900,000 to implement a multidivision plan to spend down Federal fund balances in the programs.	Gross	0	
	Federal	0	
	GF/GP	0	
f. Forest Legacy. This transfer allowed expenditure of available Federal revenue of \$240,000 to support assistance to private landowners under the Forest Legacy, Forest Stewardship, and Urban Forestry programs.	Gross	0	
	Federal	0	
	GF/GP	0	
g. Forest Stewardship Grants. By shifting spending authorization, this transfer allowed expenditure of additional Federal funding of \$245,000 for pass-through grants to private landowners under the Forest Stewardship, Forest Legacy, and Forest Land Enhancement programs.	Gross	0	
	Federal	0	
	GF/GP	0	
h. Accessibility Recreation Projects. The Kellogg Foundation provided a gift of \$450,000 to the Department of Natural Resources for the development and construction of universally accessible recreation projects in State parks. This transfer aligned spending authority for the Parks and Recreation Division to implement the program.	Gross	0	
	Private	0	
	GF/GP	0	
2. State Budget Office Letter 9-11-06			
Tax Reverted Property Payments. Pursuant to court settlements, the Department of Natural Resources is required to refund money for five parcels of tax reverted land sold during the 1990s. According to the settlements, the original owners of these parcels were not properly notified of the land transactions and ownership of the land will be returned to them. These refunds occur regularly, but the settlements were larger in FY 2005-06 than usual. While court settlements may be paid out of any line item with available funding, the transfer moved the additional \$101,900 necessary for the payments to the program that oversees land transactions.	Gross	0	
	GF/GP	0	

**Change From FY 2005-06
Initial Appropriation**

3. State Budget Office Letter 11-1-06

- a. Forest Stewardship.** Federal Forest Stewardship grants from the U.S. Department of Agriculture are used to provide technical and financial assistance to eligible landowners who agree to develop and follow forest stewardship management plans. Eligible landowners may be State or local units of government, private organizations, or individuals. Additional Federal funding of \$75,000 was available and this transfer aligned spending authorization for the program.

- b. Wildfire Protection.** Wildfires on the Keweenaw Peninsula in August 2006 necessitated overtime for fire-fighting personnel. This transfer moved \$50,000 of available funding from the Forest Development Fund from equipment to personnel. Selected equipment purchases were delayed to make funding available for fire suppression activities.

Gross	0
Federal	0
GF/GP	0
Gross	0
Restricted	0
GF/GP	0

NATURAL RESOURCES TRUST FUND

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	0	0
Gross	37,339,500	39,357,900
IDG	0	0
Federal	0	0
Local	0	0
Private	0	0
Restricted	37,339,500	39,357,900
GF/GP	0	0
Change From FY 2005-06 Initial Appropriation		

The initial appropriations for the Michigan Natural Resources Trust Fund projects for FY 2005-06 were contained in Public Act 153 of 2006.

A. INITIAL APPROPRIATIONS

Public Act 153 of 2006

Article IX, Section 35 of the Michigan Constitution specifies that expenditures from the Michigan Natural Resources Trust Fund must be divided such that not more than 25% is for development projects and not less than 25% is for acquisition projects. The appropriation from the Fund provided funding for 21 acquisition projects and 30 development projects, in accordance with constitutional requirements.

Gross	37,339,500
Restricted	37,339,500
GF/GP	0

B. SUPPLEMENTAL APPROPRIATIONS

Public Act 176 of 2006

Walloon Lake Access Project. Funding was appropriated as a matching grant to Bear Creek Township in Emmet County for the acquisition of 333 feet of frontage on Walloon Lake. The Township will create a public park, including a public boat launch and beach.

Gross	2,018,400
Restricted	2,018,400
GF/GP	0

C. EXECUTIVE ORDERS - NONE

D. TRANSFERS - NONE

SCHOOL AID

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	0.0	0.0
Gross	12,757,151,300	12,700,614,500
IDG	0	0
Federal	1,392,587,300	1,392,587,300
Local	0	0
Private	0	0
Restricted	11,301,850,000	11,245,313,200
GF/GP	62,714,000	62,714,000
Change From FY 2005-06 Initial Appropriation		

The initial appropriation was contained in Public Act 155 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 342 of 2006

Due to revised data, costs for FY 2005-06 declined by over \$56.5 million from the initially appropriated levels. Specifically, pupil memberships fell by more than 6,500 from initial estimates, taxable values increased by more than \$400.0 million, and special education costs declined, yielding savings for the State.

Gross	(56,536,800)
Restricted	(56,536,800)
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

1. State Budget Office Letter 10-27-06

Court Settlements. A transfer of \$1,160,000 from the Renaissance Zones line item was necessary to make the final court-ordered payment to the Benton Harbor school district for costs associated with its desegregation case. Funding was available because reimbursements under the Renaissance Zones line item were lower than estimated and appropriated.

Gross	0
GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

2. State Budget Office Letter 11-1-06

- a. Special Education Foundations and Proposal A Obligation Payment.** Transfers of \$1,964,000 into Special Education Foundations and \$5,282,000 into Proposal A Obligation Payment were necessary in order to fully fund foundation allowance payments, which were estimated based on data received after the fiscal year ended. Funding for these transfers was available in a number of line items, most notably Renaissance Zones, which transferred out \$4,367,000, available because payments were less than estimated.

- b. Renaissance Zones and Payment in Lieu of Taxes (PILT).** Transfers adjusting fund sources between these two lines were necessary because the Renaissance Zones line item needed additional General Fund dollars (available in PILT) to make statutorily required reimbursement to the School Aid Fund. Then, equal available School Aid funds were transferred from the Renaissance Zones line item to the PILT line to ensure full funding.

Gross	0	
GF/GP	0	
Gross	0	
GF/GP	0	

DEPARTMENT OF STATE

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	1,853.8	1,853.8
Gross	197,378,400	209,078,400
IDG	20,000,000	31,000,000
Federal	2,943,300	3,443,300
Local	0	0
Private	100	100
Restricted	160,937,200	154,637,200
GF/GP	13,497,800	19,997,800
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

Motorcycle Safety Education Grants. The supplemental increased appropriations for motorcycle safety education grants from \$1.2 million to \$1.4 million based on available restricted funding.

Gross	200,000
Restricted	200,000
GF/GP	0

2. Public Act 176 of 2006

Reissuance of Registration Plates. Public Act 177 of 2006 requires the Department of State, beginning January 1, 2007, to offer a new standard design reflectorized registration plate. The supplemental provided funding from the Michigan Transportation Fund for costs associated with the new plate. Boilerplate language (Section 403) was included to authorize the carry forward of funds to complete the project.

Gross	11,000,000
IDG	11,000,000
GF/GP	0

3. Public Act 345 of 2006

a. Transportation Administration Collection Fund (TACF). Revenue collections for the TACF were substantially below the FY 2005-06 initial appropriation of \$82,962,700. This supplemental shifted \$6.5 million from the TACF to the State General Fund to offset a portion of the revenue shortfall.

Gross	0
Restricted	(6,500,000)
GF/GP	6,500,000

Change From FY 2005-06 Initial Appropriation	
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b. **Help America Vote Act.** This supplemental appropriated available Federal funding from Health and Human Services that supports costs related to voting access for individuals with disabilities.

Gross	500,000
Federal	500,000
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

1. State Budget Office Letter 10-27-06

TACF Revenue Transfer. This administrative transfer of \$35.2 million moved Look-Up fee revenue received from the sale of driving records to the Transportation Administration Collection Fund as required by Section 803 of Public Act 146 of 2005.

Gross	0
IDG	0
Federal	0
Restricted	0
GF/GP	0

2. State Budget Office Letter 11-01-06

Voter Registration. This transfer of \$40,000 was made to reflect accurately the actual costs of reimbursement to local county clerks for the costs associated with processing voter registration forms.

Gross	0
IDG	0
Federal	0
Restricted	0
GF/GP	0

DEPARTMENT OF STATE POLICE

The initial appropriation was contained in Public Act 159 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	2,897.0	2,897.0
Gross	550,810,100	562,460,500
IDG	20,736,300	20,695,900
Federal	182,821,000	184,031,900
Local	5,597,900	6,597,900
Private	11,200	75,000
Restricted	106,282,100	115,712,900
GF/GP	235,361,600	235,346,900
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

a. Additional Fee Revenue. Public Act 153 provided authority to spend additional realized restricted revenue for Auto Theft Prevention (\$2,150,400 in auto insurance policy fees), Criminal Justice Information Center (\$3.0 million in user fees), Traffic Safety (\$80,000 in traffic crash revenue), Forensic Sciences (\$60,000 in user fees) and Information Technology (\$1.0 million in Michigan Public Safety Communication System local subscriber fees).	Gross Local Restricted GF/GP	6,290,400 1,000,000 5,290,400 0
b. Federal Funds. Public Act 153 provided authority to spend additional Federal funds that became available, including funds for Management Services (\$160,000 from the U.S. Department of Transportation) and Forensic Sciences (\$1,050,900 from the U.S. Department of Justice).	Gross Federal GF/GP	1,210,900 1,210,900 0
c. Other Funds. Public Act 153 provided authority to spend other additional funds that became available, including funds for the Criminal Justice Information Center (\$500,000 GF/GP) and for Operational Support (\$63,800 in private donations for the canine unit).	Gross Private GF/GP	563,800 63,800 500,000

**Change From FY 2005-06
Initial Appropriation**

2. Public Act 345 of 2006

Fund Shift. Public Act 345 provided a shift in fund support for At-post Troopers of \$4.1 million from GF/GP support to the Traffic Law Enforcement and Safety Fund.

Gross	0
Restricted	4,100,000
GF/GP	(4,100,000)

3. Public Act 3 of 2007

End of Year Budget Balancing. Public Act 3 provided funding for budgetary lines that had been spent beyond their authorized appropriations, thus allowing outstanding payments to vendors to be made. The supplemental appropriation provided GF/GP funds for Fleet Leasing (\$1,651,300), Emergency Management (\$30,000), and Information Technology (\$1,908,400), and reduced GF/GP funds (\$4,400) for Human Resources.

Gross	3,585,300
GF/GP	3,585,300

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

State Budget Office Letter 10-27-06

Fund Source Correction. The transfer was authorized to reflect actual funds received for Departmentwide Appropriations by shifting \$40,000 from the appropriation source for IDG-Training Academy to Criminal Justice Information Center fees.

Gross	0
IDG	(40,000)
Restricted	40,000
GF/GP	0

DEPARTMENT OF TRANSPORTATION

The initial appropriation was contained in Public Act 158 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	3,022.3	3,031.3
Gross	3,387,807,500	3,424,910,200
IDG	0	0
Federal	1,197,594,100	1,210,650,300
Local	6,100,000	6,100,000
Private	0	0
Restricted	2,184,113,400	2,208,159,900
GF/GP	0	0
Change From FY 2005-06 Initial Appropriation		

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 153 of 2006

- a. Safe Routes to Schools.** Federal funding for road projects was reauthorized in an act called SAFETEA-LU. A new program was created to provide grants to governments and organizations to encourage children to walk or bicycle to school and to assist with planning and implementation of activities to improve the safety and routes to schools.
- b. Information Technology.** The initial budget reduced funding for information technology projects. The supplemental appropriation provided support for the maintenance of systems and networks.
- c. Multi-Modal Program Staff Restoration.** In order to restore 8.0 FTEs and funding of \$895,000, money was moved from other areas of the budget to Passenger Transportation Services. Of the total, \$200,000 from the Comprehensive Transportation Fund was moved from Specialized Planning Services and \$695,000 of Federal funding was moved from Service Initiatives.

Gross	3,040,200
Federal	3,040,200
GF/GP	0
Gross	2,000,000
Restricted	2,000,000
GF/GP	0
FTE	8.0
Gross	0
Federal	0
Restricted	0
GF/GP	0

**Change From FY 2005-06
Initial Appropriation**

- d. **Road Project Funds.** Vetoes of projects earmarking funds for roads and bridge projects removed funding from the initial appropriation. The supplemental act restored this money without the earmarks. The money will be used to support projects on the Department's five-year road project plan.
- e. **Amtrak Funding.** A language section in the initial appropriation act limited the State subsidy for Amtrak to \$6.1 million, with an additional \$1.0 million available if the maintenance facilities relocated to Michigan. In the supplemental appropriation act, the money was reappropriated with a revised language section authorizing a subsidy of \$7.1 million without the requirement for the maintenance facility.
- f. **Unclassified Salaries.** The unclassified positions within the Department of Transportation were unrolled and listed separately in the initial budget. This supplemental appropriation rolled the 6.0 positions into one line totaling \$531,800.

Gross	21,062,500
Federal	10,016,000
Restricted	11,046,500
GF/GP	0
Gross	0
Restricted	0
GF/GP	0
Gross	0
GF/GP	0

2. Public Act 176 of 2006

Reissuance of Registration Plates. The Secretary of State began the process of designing and issuing new vehicle registration plates to replace the blue-and-white plates. The new design will be easier to see with better reflective technology and the issuance of new plates will reduce vehicle registration fraud. This project is supported with revenue from the Michigan Transportation Fund, which is distributed by the Department of Transportation through the interdepartmental grant process.

Gross	11,000,000
Restricted	11,000,000
GF/GP	0

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

State Budget Office Letter 5-3-06

- 1. **Congestion Mitigation.** Federal funding for road projects was reauthorized in an act called SAFETEA-LU. The legislation expanded the allowable uses of the Federal Congestion, Mitigation, and Air Quality funds to include congestion mitigation. Costs associated with the Michigan Intelligent Transportation (MIT) Systems in Detroit and Grand Rapids now may be supported with this Federal funding. The transfer moved \$3,794,700 in Federal funding to the line item supporting MIT and moved an equal amount from the State Trunkline Fund to road and bridge construction. The total funding for both programs was not changed. This fund shift also is included in the FY 2006-07 budget.

Gross	0
Federal	0
Restricted	0
GF/GP	0

2. **Road Maintenance.** This transfer covered increased highway maintenance costs due to higher-than-anticipated salt use and higher diesel fuel prices. Maintenance activities totaling \$300,000 were performed by State employees through the State trunkline operations line item and maintenance activities of \$1,650,000 were performed through contracts.

3. **Program Component Adjustments.** The FY 2005-06 operating budget for the Department unrolled each program line item into three lines, entitled salaries and fringe benefits, travel, and other operational expenses. The amounts included in the budget were estimates based on expenses in prior years. The transfers made adjustments to appropriations to reflect actual expenditures in FY 2005-06. The transfers moved \$31,600 within the Freight and Safety Services Program and \$26,000 within the Passenger Transportation Services Program. The transfers did not change the total funding or fund sources for any program.

Change From FY 2005-06 Initial Appropriation	
Gross	0
Restricted	0
GF/GP	0
Gross	0
Restricted	0
GF/GP	0

DEPARTMENT OF TREASURY - DEBT SERVICE

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	0.0	0.0
Gross	89,001,400	89,001,400
IDG	0	0
Federal	0	0
Local	0	0
Private	0	0
Restricted	36,114,500	36,114,500
GF/GP	52,886,900	52,886,900
Change From FY 2005-06 Initial Appropriation		

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

- A. SUPPLEMENTAL APPROPRIATIONS - NONE**
- B. EXECUTIVE ORDERS - NONE**
- C. TRANSFERS - NONE**

DEPARTMENT OF TREASURY - OPERATIONS

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	1,691.5	1,706.5
Gross	665,375,400	650,725,300
IDG	13,456,400	13,456,400
Federal	35,405,400	35,405,400
Local	1,025,400	1,025,400
Private	0	0
Restricted	301,801,600	302,801,600
GF/GP	313,686,600	298,036,500
Change From FY 2005-06 Initial Appropriation		

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

A. SUPPLEMENTAL APPROPRIATIONS

1. Public Act 297 of 2005

State Sports Tourism. The supplemental appropriation from the Convention Facility Development Fund reimbursed the Super Bowl Host Committee for costs associated with security operations for the 2006 Super Bowl in Detroit.

Gross	1,000,000
Restricted	1,000,000
GF/GP	0

2. Public Act 153 of 2006

a. State Building Authority. The Act reduced the authorization for the State Building Authority to reflect savings in rent payments. The savings are a result of refinancing opportunities.

Gross	(19,100,000)
GF/GP	(19,100,000)

b. Telephone/Telegraph Appraisals. The Act contained \$2.7 million and 15.0 FTEs to implement Public Act 610 of 2002, which requires real property appraisals for telephone and telegraph companies.

FTE	15.0
Gross	2,700,000
GF/GP	2,700,000

c. Qualified Agricultural Loan Payments. The supplemental included \$749,900 for higher-than-expected qualified agricultural loan payments.

Gross	749,900
GF/GP	749,900

**Change From FY 2005-06
Initial Appropriation**

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS

1. State Budget Office Letter 10-28-05

Renaissance Zone Reimbursements. The transfer moved \$10,000 from senior citizen cooperative housing payments to Renaissance Zone reimbursements. Payments for senior citizen cooperative housing payments were lower than expected, while Renaissance Zone reimbursements were higher than estimated.

Gross	0
GF/GP	0

2. State Budget Office Letter 09-11-06

Qualified Agricultural Loan Payments. This transfer moved \$550,000 from the senior citizen cooperative housing tax exemption program line item to the qualified agricultural loan payments line item. Qualified agricultural loan payments were higher in the fourth quarter than expected, and authorization remained in the senior citizen cooperative housing tax exemption program due to fewer new applications than expected and decreases in the assessed values of several facilities.

Gross	0
GF/GP	0

DEPARTMENT OF TREASURY - REVENUE SHARING

	FY 2005-06 Initial Appropriation	FY 2005-06 Year-End Appropriation
FTE	N/A	N/A
Gross	1,116,612,000	1,103,626,325
IDG	0	0
Federal	0	0
Local	0	0
Private	0	0
Restricted	1,115,900,000	1,102,521,225
GF/GP	712,000	1,105,100
Change From FY 2004-05 Initial Appropriation		

The initial appropriation was contained in Public Act 146 of 2005. See the FY 2005-06 Appropriations Report Part II - Initial Appropriations published in November 2005 for a detailed description.

A. SUPPLEMENTAL APPROPRIATIONS

Public Act 153 of 2006

Michigan statute allows local units to conduct a "special census" in years more than three years before or after a Federal decennial census. If the population of the local unit has grown 10.0% or more since the last Federal decennial census, the local unit is eligible to receive additional payments to supplement the regular revenue sharing payment. Public Act 153 provided an additional \$393,100 in GF/GP revenue to fund special census payments to those local units eligible to receive payments during FY 2005-06. The initial appropriation allocated \$500,000 to special census payments.

Gross	393,100
GF/GP	393,100

B. EXECUTIVE ORDERS - NONE

C. TRANSFERS - NONE

D. OTHER ADJUSTMENTS

Revenue Adjustments

The initial revenue sharing appropriations were based on consensus sales tax estimates adopted at the May 2004 Consensus Revenue Estimating Conference. The appropriated levels represented the maximum amount that would be distributed for restricted revenue sharing. Actual sales tax collections were lower than predicted in the May 2004 estimate and thus the full appropriation could not be supported. Actual restricted fund revenue sharing distributions totaled \$1,102,521,225, or \$13,378,775 less than initially appropriated.

Gross	(13,378,775)
Restricted	(13,378,775)



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