



Telephone: (517) 373-2768  
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Senate Bill 82 (S-2 as reported)

Throughout this document Senate means Subcommittee.

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 SENATE SUBCOMM.	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	7,370.1	6,538.3	(831.8)	(11.3)
<b>GROSS</b> .....	<b>4,518,092,400</b>	<b>4,344,788,600</b>	<b>(173,303,800)</b>	<b>(3.8)</b>
Less:				
Interdepartmental Grants Received .....	1,099,669,700	1,131,997,400	32,327,700	2.9
<b>ADJUSTED GROSS</b> .....	<b>3,418,422,700</b>	<b>3,212,791,200</b>	<b>(205,631,500)</b>	<b>(6.0)</b>
Less:				
Federal Funds .....	50,045,400	46,668,300	(3,377,100)	(6.7)
Local and Private .....	16,029,500	16,001,200	(28,300)	(0.2)
<b>TOTAL STATE SPENDING</b> .....	<b>3,352,347,800</b>	<b>3,150,121,700</b>	<b>(202,226,100)</b>	<b>(6.0)</b>
Less:				
Other State Restricted Funds .....	2,200,175,500	2,174,373,700	(25,801,800)	(1.2)
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>1,152,172,300</b>	<b>975,748,000</b>	<b>(176,424,300)</b>	<b>(15.3)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>1,630,580,900</b>	<b>1,675,975,400</b>	<b>45,394,500</b>	<b>2.8</b>

\*As of February 8, 2021.

**See Individual Highlight Sheet for Department Detail**

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

1. **Extent Permissible.** The **Governor** included the phrase "to the extent permissible under statute" to the sections related to Buy American, ensuring business in deprived areas, and out-of-State travel. The **Senate** did not include. (Secs. 205, 206, 207)
2. **Communications with Legislators.** The **Governor** deleted the prohibition against departments' taking disciplinary action against employees communicating with legislators or their staff. The **Senate** retained the section. (Sec. 206)
3. **Budget Stabilization Fund.** The **Governor/Senate** recommended zero deposits into the BSF. (Sec. 210)
4. **FTE Quarterly Report.** The **Governor** deleted the quarterly report on FTEs and remote work. The **Senate** retained the section. (Sec. 216)
5. **Work Project Prioritization.** The **Governor** deleted the requirement that work project appropriation be used before new appropriations. The **Senate** retained the section. (Sec. 217)
6. **State Administrative Board Transfers.** The **Governor** deleted the section that allows the Legislature to vote in concurrent to funds transferred by the State Administrative Board. The **Senate** retained the section. (Sec. 218)
7. **Retention of Report.** The **Governor** deleted the section requiring departments to retain copies of reports. The retained the section. (Sec. 219)
8. **Policy Change Reporting Requirement.** The **Governor** deleted a report due April 1 that requires each department to specify policy changes made to implement enacted legislation. The **Senate** retained the section. (Sec. 220)
9. **General Fund Prioritization.** The **Governor** deleted the prohibition on the departments from using General Fund appropriations where Federal and Private Funds are available. The **Senate** retained the section. (Sec. 221)
10. **Coronavirus Work Project Notification.** The **Governor** deleted a notification by the Budget Director on any changes in planned spending for work projects containing coronavirus relief funds. The **Senate** retained the section. (Sec. 222)
11. **Coronavirus Relief Fund Deposit.** The **Governor/Senate** deleted a section that deposits any unspent coronavirus funds on December 30 into the Unemployment Compensation Fund. (Sec. 223)
12. **Auditor General.** The **Governor** deleted the requirement that departments report within six months after an audit with implementation of any identified initiatives related to savings and efficiencies found by the Auditor General and required the Auditor General to conduct another audit on any noncompliant departments and charge the corresponding department for the cost of performing another audit. The **Senate** retained the section. (Sec. 229)
13. **Contingency Plan.** The **Governor** removed the requirement that the State Budget Director issue a report that includes a contingency plan if Federal funding reduces \$10.0 million or a 10%. The **Senate** retained the section. (Sec. 235)
14. **Return on Taxpayer Investment.** The **Governor** deleted the requirement that the State Budget Director list new or increase programs over \$500,000 in the Governor's budget recommendation, establish metrics for measuring the programs listed, and providing an update on the metrics of those programs in two years. The **Senate** retained the section. (Sec. 240)
15. **Modified Boilerplate.** The **Senate** modified a number of sections to connect boilerplate sections to part 1 appropriations. (Secs. 204, 205, 206, 207, 209, 211, 212, 215, 216, 217, 218, 219, 220, 221, 222)
16. **Technical Modification.** The **Governor** made a number of technical adjustments such as revised dates, spending totals, definitions, and moving department budgets to individual articles. (Secs. 201, 203, 204, 209, 210, and 212)

Date Completed: 4-21-21

Fiscal Analysts: Cory Savino, Joe Carrasco, Jr.,  
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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.



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Senate Bill 82 (S-2 as reported)  
Committee: Appropriations

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FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 SENATE SUBCOMM.	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	537.4	517.1	(20.3)	(3.8)
<b>GROSS</b> .....	<b>106,828,600</b>	<b>106,254,700</b>	<b>(573,900)</b>	<b>(0.5)</b>
Less:				
Interdepartmental Grants Received .....	35,285,800	35,083,600	(202,200)	(0.6)
<b>ADJUSTED GROSS</b> .....	<b>71,542,800</b>	<b>71,171,100</b>	<b>(371,700)</b>	<b>(0.5)</b>
Less:				
Federal Funds .....	9,906,100	9,868,400	(37,700)	(0.4)
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING</b> .....	<b>61,636,700</b>	<b>61,302,700</b>	<b>(334,000)</b>	<b>(0.5)</b>
Less:				
Other State Restricted Funds .....	20,488,300	20,390,800	(97,500)	(0.5)
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>41,148,400</b>	<b>40,911,900</b>	<b>(236,500)</b>	<b>(0.6)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$106,828,600</b>	<b>\$41,148,400</b>

**Changes from FY 2020-21 Year-to-Date:**

- |   |             |             |
|---|-------------|-------------|
| 1. <b>Clean Slate for Michigan.</b> The <b>Governor</b> included \$560,000 GF/GP for costs related to recently passed criminal records expungement legislation. The <b>Senate</b> concurred.  | 560,000     | 560,000     |
| 2. <b>Address Confidentiality Program.</b> The <b>Governor</b> included \$500,000 GF/GP in one-time appropriations for an online system to assist crime victims in protecting their personal information. The <b>Senate</b> concurred.                                    | 500,000     | 500,000     |
| 3. <b>NextGen Case and Data Management.</b> The <b>Senate</b> included \$1.0 million GF/GP for the completion of the Prosecuting Attorneys Coordinating Council data management upgrade.  | 1,060,000   | 1,060,000   |
| 4. <b>General Fund Reductions.</b> The <b>Senate</b> reduced General Fund appropriations for a total reduction of \$2.1 million.  | (2,119,200) | (2,119,200) |
| 5. <b>FTE Reductions.</b> The <b>Senate</b> reduced FTEs by 1.0 Unclassified and 21.3 Classified FTEs.  | 0           | 0           |
| 6. <b>Unrolling of Operations Line.</b> The <b>Senate</b> unrolled the Operations line into an Operations line and six additional Bureau lines.   | 0           | 0           |
| 7. <b>Economic Adjustments.</b> Includes negative \$574,700 Gross and negative \$237,300 GF/GP for total economic adjustments, of which an estimated negative \$2,290,300 Gross and negative \$884,300 GF/GP is for legacy retirement costs (pension and retiree health). | (574,700)   | (237,300)   |

8. **Comparison to Governor's Recommendation.** The Senate is \$584,100 Gross and \$584,100 GF/GP under the Governor.

Total Changes .....	(\$573,900)	(\$236,500)
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation .....</b>	<b>\$106,254,700</b>	<b>\$40,911,900</b>

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

- Litigation Expense Reimbursements.** The **Governor** revised the amount of funds appropriated from up to \$500,000 to \$1.0 million. The **Senate** retained. (Sec. 308)
- Reimbursements Report.** The **Governor** deleted a section requiring the Attorney General to report on the total amount of reimbursements received under Section 6 of the State Correctional Facility Reimbursement Act. The **Senate** retained. (Sec. 309a)
- Legacy Cost Estimates.** The **Governor** provided the following legacy cost estimates for FY 2021-22. Total legacy costs estimated at \$17,036,000. Of that total, \$9,544,500 is for pension-related legacy costs and \$7,491,500 is for retiree health care legacy costs for the fiscal year ending September 30, 2022. The **Senate** concurred. (Sec. 315)
- Notification of Lawsuit Settlements.** The **Governor** deleted and declared unenforceable language requiring the Department to provide notification when a lawsuit settlement has a fiscal impact of \$2.0 million or more and prohibiting the Attorney General from entering any lawsuits contrary to the laws of the State. The **Senate** modified the section to remove intent language and the language regarding lawsuits contrary to the laws of the State. (Sec. 317)
- Notification of Lawsuits Against Federal Government.** The **Governor** deleted and declared unenforceable language requiring the Department to provide notification to the chairs of the appropriations subcommittees upon entering a lawsuit against the Federal government and to estimate the costs of that action. The **Senate** retained the notification as a written report. (Sec. 318)
- Payroll Fraud Enforcement Report.** The **Senate** included language requiring the Department to make publicly available an annual report on the findings of the Payroll Fraud Enforcement Unit, including complaints received, a judgement as to their validity, and any enforcement actions taken. (Sec. 320)
- PACC Case Management System.** The **Senate** included language stating the purpose of the funds appropriated in part 1 for the replacement of the Prosecuting Attorneys Coordinating Council's case and data management system. (Sec 321)

Date Completed: 4-21-21

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			AMOUNT	PERCENT
FTE Positions .....	110.0	69.9	(40.1)	(36.5)
<b>GROSS</b> .....	<b>18,037,400</b>	<b>17,562,300</b>	<b>(475,100)</b>	<b>(2.6)</b>
Less:				
Interdepartmental Grants Received .....	299,800	298,900	(900)	(0.3)
<b>ADJUSTED GROSS</b> .....	<b>17,737,600</b>	<b>17,263,400</b>	<b>(474,200)</b>	<b>(2.7)</b>
Less:				
Federal Funds .....	2,868,200	2,850,700	(17,500)	(0.6)
Local and Private .....	18,700	18,700	0	0.0
<b>TOTAL STATE SPENDING</b> .....	<b>14,850,700</b>	<b>14,394,000</b>	<b>(456,700)</b>	<b>(3.1)</b>
Less:				
Other State Restricted Funds .....	58,500	58,500	0	0.0
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>14,792,200</b>	<b>14,335,500</b>	<b>(456,700)</b>	<b>(3.1)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$18,037,400</b>	<b>\$14,792,200</b>
<b>Changes from FY 2020-21 Year-to-Date:</b>		
1. <b>Transfer of Women's Commission to LEO.</b> The Governor included the transfer of the Women's Commission to LEO, in which the State's other commissions are housed. The Senate concurred.	(366,800)	(366,800)
2. <b>FTE Reduction.</b> The Senate reduced FTEs by 40.1.	0	0
3. <b>Unclassified Salaries.</b> The Senate did not include an increase to Unclassified Salaries but adjusted fund sources, resulting in a \$21,800 decrease to the General Fund/General Purpose appropriation.	(21,800)	(21,800)
4. <b>Economic Adjustments.</b> Includes a negative \$86,500 Gross and a negative \$68,100 GF/GP for total economic adjustments, of which an estimated negative \$330,700 Gross and a negative \$270,000 GF/GP is for legacy retirement costs (pension and retiree health).	(86,500)	(68,100)
5. <b>Comparison to Governor's Recommendation.</b> The Senate is \$21,800 Gross and \$21,800 GF/GP under the Governor.		
Total Changes .....	(\$475,100)	(\$456,700)
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation</b> .....	<b>\$17,562,300</b>	<b>\$14,335,500</b>

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

- Governor:** Moved boilerplate from the FY 2020-21 general sections that applied to all General Government budgets to the Article for the Department of Civil Rights. Changes to those items can be found in the highlight sheet for the General Sections.

2. **Contingency Funds.** The **Governor** increased funding for contingency funds for Federal and private funds. Federal funds limit increased from \$1.0 million to \$2.0 million and Private funds were increased from \$375,000 to \$750,000. The **Senate** removed this section. (CL Sec. 401)
3. **Legacy Cost Estimates.** The **Governor** provided the following Legacy Costs estimates for FY 2021-22: Total legacy costs estimated at \$2,420,300. Of that total, \$1,356,000 is for pension-related legacy costs and \$1,064,300 is for retiree health care legacy costs for the fiscal year ending September 30, 2022. The **Senate** concurred. (CL Sec. 410)

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			AMOUNT	PERCENT
FTE Positions .....	79.2	79.2	0.0	0.0
<b>GROSS</b> .....	<b>7,114,300</b>	<b>7,318,600</b>	<b>204,300</b>	<b>2.9</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS</b> .....	<b>7,114,300</b>	<b>7,318,600</b>	<b>204,300</b>	<b>2.9</b>
Less:				
Federal Funds .....	0	0	0	0.0
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING</b> .....	<b>7,114,300</b>	<b>7,318,600</b>	<b>204,300</b>	<b>2.9</b>
Less:				
Other State Restricted Funds .....	0	0	0	0.0
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>7,114,300</b>	<b>7,318,600</b>	<b>204,300</b>	<b>2.9</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$7,114,300</b>	<b>\$7,114,300</b>
<b>Changes from FY 2020-21 Year-to-Date:</b>		
1. <b>Economic Adjustments.</b> Includes \$204,300 Gross and \$204,300 GF/GP for total economic adjustments, of which an estimated \$0 Gross and \$0 GF/GP is for legacy retirement costs (pension and retiree health). The Senate concurred.	204,300	204,300
2. <b>Comparison to Governor's Recommendation.</b> The Senate is \$0 Gross and \$0 GF/GP over the Governor.		
<b>Total Changes</b> .....	<b>\$204,300</b>	<b>\$204,300</b>
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation</b> ....	<b>\$7,318,600</b>	<b>\$7,318,600</b>

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

1. There is no boilerplate for the Executive Office.

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			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS</b> .....	<b>202,453,800</b>	<b>205,052,600</b>	<b>2,598,800</b>	<b>1.3</b>
Less:				
Interdepartmental Grants Received .....	6,250,400	6,345,200	94,800	1.5
<b>ADJUSTED GROSS</b> .....	<b>196,203,400</b>	<b>198,707,400</b>	<b>2,504,000</b>	<b>1.3</b>
Less:				
Federal Funds .....	0	0	0	0.0
Local and Private .....	400,000	406,000	6,000	1.5
<b>TOTAL STATE SPENDING</b> .....	<b>195,803,400</b>	<b>198,301,400</b>	<b>2,498,000</b>	<b>1.3</b>
Less:				
Other State Restricted Funds .....	6,776,800	6,877,300	100,500	1.5
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>189,026,600</b>	<b>191,424,100</b>	<b>2,397,500</b>	<b>1.3</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$202,453,800</b>	<b>\$189,026,600</b>

**Changes from FY 2020-21 Year-to-Date:**

- |   |           |           |
|---|-----------|-----------|
| 1. <b>Capitol Security Improvements.</b> The <b>Governor</b> included one-time GF/GP funding of \$5.0 million for security improvements at the Capitol building. The <b>Senate</b> did not include.   | 0         | 0         |
| 2. <b>House Increase.</b> The <b>Governor</b> provided a 1.5% overall increase for the Michigan House of Representatives. The <b>Senate</b> concurred with Governor.  | 1,045,300 | 1,045,300 |
| 3. <b>Senate Increase.</b> The <b>Governor</b> provided a 1.5% overall increase for the Michigan Senate. The <b>Senate</b> concurred with Governor.   | 741,500   | 741,500   |
| 4. <b>Legislative Auditor General Increase.</b> The <b>Governor</b> provided a 1.5% overall increase for the Legislative Auditor General. The <b>Senate</b> concurred with Governor.  | 400,700   | 274,900   |
| 5. <b>Property Management.</b> The <b>Governor</b> provided an increase totaling \$312,000 that consists of \$185,500 for the Cora Anderson House Building and \$126,500 for the Binsfeld Office Building. The <b>Senate</b> concurred with Governor. | 312,000   | 312,000   |
| 6. <b>Legislative Council Increase.</b> The <b>Governor</b> provided a 1.5% overall increase for the Legislative Council. The <b>Senate</b> concurred with Governor.  | 283,000   | 277,000   |



7. <b>State Capitol Historic Site Increase.</b> The <b>Governor</b> provided an increase totaling \$121,500 that consists of an increase of \$70,700 for General Operations and an increase of \$50,800 for Restoration, Renewal, and Maintenance. The <b>Senate</b> concurred with Governor.	121,500	70,700
8. <b>Legislative Retirement System Increase.</b> The <b>Governor</b> provided a 1.5% overall increase for the Legislative Retirement System. The <b>Senate</b> concurred with Governor.	80,500	61,800
9. <b>Census Tracking.</b> The <b>Governor</b> removed the funding of \$170,000 for each the House of Representatives and the Michigan Senate for census tracking costs. The <b>Senate</b> concurred with Governor.	(340,000)	(340,000)
10. <b>Independent Citizens Redistricting Commission.</b> The <b>Governor</b> provided the statutorily required funding for the Commission resulting in a decrease of \$40,500. The State is required to provide funding equal to 25% of the GF/GP funding for the Department of State. The <b>Senate</b> funding for the Department of State for FY 2021-22 decreased by \$182,600; thus, a reduction of \$45,700 is required for the Commission.	(45,700)	(45,700)
11. <b>Comparison to Governor's Recommendation.</b> The Senate is \$5,005,200 Gross and \$5,005,200 GF/GP under the Governor.		
Total Changes .....	\$2,598,800	\$2,397,500
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation .....</b>	<b>\$205,052,600</b>	<b>\$191,424,100</b>

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

- 1. Governor:** Moved boilerplate from the FY 2020-21 general sections that applied to all General Government budgets to the Article for the Legislature. Changes to those items can be found in the highlight sheet for the General Sections.
- 2. Legacy Cost Estimates.** The **Governor** provided the following Legacy Costs estimates for FY 2021-22: total legacy costs estimated at \$28,091,700. Of that total, \$15,738,400 is for pension-related legacy costs and \$12,353,300 is for retiree health care legacy costs for the fiscal year ending September 30, 2022. The **Senate** concurred with Governor. (Sec. 615)
- 3. Senate Census Tracking and Reapportionment.** The **Governor** deleted language designating unspent funds for the Senate census tracking and reapportionment project as a work project appropriation and stating the purpose of the project. The **Senate** concurred with Governor. (Sec. 613)
- 4. House Census Tracking and Reapportionment.** The **Governor** deleted new language designating unspent funds for the House census tracking and reapportionment project as a work project appropriation and stating the purpose of the project. The **Senate** concurred with Governor. (Sec. 614)
- 5. Capitol Security Improvements.** The **Governor** included new language requiring the necessary improvements to implement a ban on weapons in any building under the control of the Michigan State Capitol Commission. The **Senate** did not include.
- 6. Confidential Information.** Legislative intent language allowing the Auditor General to access and examine confidential information and to remain subject to the same duty of confidentiality imposed by law. The Governor deleted the language. The **Senate** revised language as follows: The auditor general shall not be denied access to examine confidential information of any branch, department, office, board, commission, agency, authority, or institution of the state. The auditor general shall be subject to the same duty of confidentiality imposed by law on the entity providing the confidential information. (Sec. 625)

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			AMOUNT	PERCENT
FTE Positions .....	1,586.0	1,306.0	(280.0)	(17.7)
<b>GROSS</b> .....	<b>254,297,500</b>	<b>244,243,600</b>	<b>(10,053,900)</b>	<b>(4.0)</b>
Less:				
Interdepartmental Grants Received .....	20,000,000	20,000,000	0	0.0
<b>ADJUSTED GROSS</b> .....	<b>234,297,500</b>	<b>224,243,600</b>	<b>(10,053,900)</b>	<b>(4.3)</b>
Less:				
Federal Funds .....	1,460,000	1,460,000	0	0.0
Local and Private .....	50,100	50,100	0	0.0
<b>TOTAL STATE SPENDING</b> .....	<b>232,787,400</b>	<b>222,733,500</b>	<b>(10,053,900)</b>	<b>(4.3)</b>
Less:				
Other State Restricted Funds .....	220,189,900	210,318,600	(9,871,300)	(4.5)
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>12,597,500</b>	<b>12,414,900</b>	<b>(182,600)</b>	<b>(1.4)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>1,041,800</b>	<b>1,343,800</b>	<b>302,000</b>	<b>29.0</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$254,297,500</b>	<b>\$12,597,500</b>

**Changes from FY 2020-21 Year-to-Date:**

- |   |             |           |
|---|-------------|-----------|
| 1. <b>Motorcycle Safety Fund Fee Increase.</b> The <b>Governor</b> increased the funding authority from this fund due to increased revenue receipts resulting from the fee increase in 2017. The <b>Senate</b> concurred with Governor.   | 300,000     | 0         |
| 2. <b>Reinstatement Fee Revenue Adjustment.</b> The <b>Governor</b> reduced funding because of decreased revenue receipts resulting from the elimination of driver responsibility fees and recent criminal justice reforms. The <b>Senate</b> concurred with Governor.  | (1,204,300) | 0         |
| 3. <b>Transportation Administration Collection Fund (TACF) Shortfall.</b> The <b>Governor</b> included a \$4 increase in the look-up fees from \$11 to \$15 per record. The additional revenue would alleviate a shortfall in the TACF of an estimated \$7.9 million in FY 2021-22. The fee increase would hold the General Fund harmless. The <b>Senate</b> did not include the \$4 increase in the fee and reduced Branch Operations by \$5,135,000 and Customer Delivery Services \$2,765,000. | (7,900,000) | 0         |
| 4. <b>Economic Adjustments.</b> Includes a negative \$1,228,900 Gross and a negative \$161,900 GF/GP for total economic adjustments, of which an estimated negative \$3,976,000 Gross and a negative \$290,800 GF/GP is for legacy retirement costs (pension and retiree health).   | (1,228,900) | (161,900) |
| 5. <b>Unclassified Salaries.</b> The <b>Governor</b> included an increase of \$20,700 for unclassified salaries. The <b>Senate</b> did not include.   | (20,700)    | (20,700)  |

6. **Comparison to Governor's Recommendation.** The Senate is \$7,920,700 Gross and \$20,700 GF/GP under the Governor.

Total Changes .....	(\$10,053,900)	(\$182,600)
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation....</b>	<b>\$244,243,600</b>	<b>\$12,414,900</b>

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

1. **Governor:** Moved boilerplate from the FY 2020-21 general sections that applied to all General Government budgets to the Article for the Department of State. Changes to those items can be found in the highlight sheet for the General Sections.
2. **Contingency Funds.** The **Governor** increased funding for contingency funds for Federal, State restricted funds, local funds, and private funds. Federal funds limit increased from \$500,000 to \$2.0 million; State restricted increased from \$500,000 to \$7.5 million; Local increased from \$25,000 to \$50,000; and Private funds were increased from \$50,000 to \$100,000. The **Senate** deleted all contingency funds. (Sec. 701)
3. **Record Look-Up Fees.** The **Governor** increased the look-up fee from \$11 per record to \$15 per record. The increased fee is estimated to bring in additional revenues totaling \$19.0 million annually. The **Senate** did not include fee increase. (Sec. 703)
4. **NEW. Allowing the Sale of Records in Bulk. Senate:** Added new language allowing the department to contract for the sale of lists of driver and motor vehicle records and other records maintained under the Motor Vehicle Code in bulk, in addition to those lists distributed at cost or at no cost under this section for purposes permitted by and described in section 208c(3) of the Motor Vehicle Code. (**NEW** Sec. 703a)
5. **Branch Office Closure Notification.** The **Governor** deleted all language requiring the Department to give at least a 180-day notice to the Legislature before any branch offices are closed, relocated, or consolidated. The **Senate** retained current law. (Sec. 714)
6. **Gifts, Donations, or Contributions.** The **Governor** added new language stating that revenue received may be used for the departmental functions relating to licensing, regulation, or safety. The **Senate** added a **new subsection (3)** disallowing the use of any gifts received for election costs or the purchase, update, or replacement of any election equipment, elections materials, or software. (Sec. 717)
7. **NEW. Election-Related Contracts.** The **Senate** added new language stating that not later than July 1, the secretary of state shall provide a report to the legislature detailing each contract the secretary of state has entered into with an entity for an election related activity or service. (**NEW** Sec. 717a)
8. **NEW. Federal Funding for Election Purposes.** The **Senate** added new language stating that If the department receives or is eligible to receive federal funds that must be used for election-related purposes, and the federal funds may be received or expended only after satisfying certain conditions placed by the federal government, the federal funds must not be expended except upon appropriation in a budget act. If the federal funds described in this subsection are not appropriated in a budget act within 90 days after the department receives the federal funds, the federal funds must be returned to the federal government. (**NEW** Sec. 719a)
9. **Redistricting Commission Report.** The **Governor** deleted the report detailing the Department's expenditures associated with the role of the Secretary of State serving as the secretary of the Commission. The **Senate** retained current law. (Sec. 721)
10. **Voter Registration Report.** The **Governor** deleted the report required detailing the Department's expenditures associated with voter registrations. The **Senate** retained current law. (Sec. 721a)
11. **Legacy System Replacements.** The **Governor** deleted language requiring the Department to modernize and expand the entire system and remove existing programs from the legacy mainframes. The **Senate** retained current law. (Sec. 722)
12. **Legacy Cost Estimates.** The **Governor** provided the following Legacy Costs estimates for FY 2021-22: total legacy costs estimated at \$29,398,500. Of that total, \$16,470,600 is for pension-related legacy costs and \$12,927,900 is for retiree health care legacy costs for the fiscal year ending September 30, 2022. The **Senate** concurred with Governor. (Sec. 725)

Date Completed: 4-21-21

Fiscal Analyst: Joe Carrasco, Jr.

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.

Senate Bill 82 (S-2 as reported)  
Committee: Appropriations

Throughout this document Senate means Subcommittee.

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 SENATE SUBCOMM.	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	3,133.0	2,641.6	(491.4)	(15.7)
<b>GROSS</b> .....	<b>1,674,955,000</b>	<b>1,635,792,800</b>	<b>(39,162,200)</b>	<b>(2.3)</b>
Less:				
Interdepartmental Grants Received .....	1,024,720,900	1,057,196,200	32,475,300	3.2
<b>ADJUSTED GROSS</b> .....	<b>650,234,100</b>	<b>578,596,600</b>	<b>(71,637,500)</b>	<b>(11.0)</b>
Less:				
Federal Funds .....	8,389,300	5,129,800	(3,259,500)	(38.9)
Local and Private .....	2,472,300	2,463,400	(8,900)	(0.4)
<b>TOTAL STATE SPENDING</b> .....	<b>639,372,500</b>	<b>571,003,400</b>	<b>(68,369,100)</b>	<b>(10.7)</b>
Less:				
Other State Restricted Funds .....	123,046,400	121,018,600	(2,027,800)	(1.6)
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>516,326,100</b>	<b>449,984,800</b>	<b>(66,341,300)</b>	<b>(12.8)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$1,674,955,000</b>	<b>\$516,326,100</b>

**Changes from FY 2020-21 Year-to-Date:**

- |  |            |            |
|--|------------|------------|
| 1. <b>IT Adjustments.</b> The <b>Governor</b> included \$33.1 million in IDG adjustments to align IT support costs. The <b>Senate</b> concurred.   | 33,138,500 | 0          |
| 2. <b>Advanced Persistent Cyber Threats.</b> The <b>Governor</b> included \$20.0 million GF/GP in one-time appropriations for cyber security improvements. The <b>Senate</b> included \$12.0 million GF/GP.  | 12,000,000 | 12,000,000 |
| 3. <b>Information Technology Investment Fund.</b> The <b>Governor</b> included \$2.5 million GF/GP in ongoing appropriations to restore ITIF appropriations to previous levels, as well as \$15.0 million GF/GP in one-time funding for ITIF projects. The <b>Senate</b> did not include this funding. | 0          | 0          |
| 4. <b>State Psychiatric Hospital Special Maintenance.</b> The <b>Governor</b> included \$15.0 million GF/GP for special maintenance projects at State psychiatric hospitals. The <b>Senate</b> did not include this funding.   | 0          | 0          |
| 5. <b>Green Revolving Fund.</b> The <b>Governor</b> included \$5.0 million GF/GP to capitalize a Green Revolving Fund for energy efficiency and renewable energy projects at State facilities. The <b>Senate</b> included a \$100 placeholder.   | 100        | 100        |
| 6. <b>Legal Services Funding.</b> The <b>Governor</b> included \$5.0 million GF/GP in one-time appropriations for potential litigation costs involving State agencies. The <b>Senate</b> did not include this funding.   | 0          | 0          |

7. <b>SIGMA Data Storage and Agency Services.</b> The <b>Governor</b> included \$1.7 million GF/GP to maintain funding for ongoing data storage and other agency costs. The <b>Senate</b> concurred.	1,650,000	1,650,000
8. <b>Veterans Homes Accounting Services.</b> The <b>Governor</b> included \$1.0 million in interdepartmental grant funding and 8.0 FTEs to align accounting services provided to Veterans Homes. The <b>Senate</b> concurred.	1,051,900	0
9. <b>Deferred Compensation.</b> The <b>Governor</b> included \$400,000 in Deferred Compensation funds for the administration of Defined Contribution plans by the Office of Retirement Services (ORS). The <b>Senate</b> concurred.	400,000	0
10. <b>Vendor Data Tracking.</b> The <b>Senate</b> included \$300,000 GF/GP for the continued maintenance of a comprehensive supplier risk and information subscription used for the Pre-contract Risk Assessment program authorized in Public Act 107 of 2017.	300,000	300,000
11. <b>Office of the Children's Ombudsman.</b> The <b>Governor</b> included \$200,000 GF/GP for the Office. The <b>Senate</b> did not include the increase and reduced the line by \$9,800 GF/GP.	(9,800)	(9,800)
12. <b>Transfer of Radio Leases from MSP.</b> The <b>Governor</b> included \$157,500 GF/GP in the Michigan Public Safety Communications System line item for radio leases that support public safety agencies including the Michigan State Police. The <b>Senate</b> made an overall reduction to MPSCS of \$4.6 million GF/GP.	(4,547,500)	(4,547,500)
13. <b>Survivor Benefits for Public Safety Officers.</b> The <b>Governor</b> included \$43,000 GF/GP to provide benefits for survivors of public safety officers killed in the line of duty under Public Act 284 of 2016. The <b>Senate</b> concurred. The Senate included a \$6,700 increase in the line.	6,700	6,700
14. <b>SBA Rent Adjustments.</b> The <b>Governor</b> made net-to-zero adjustments to align State Building Authority rent appropriations with expenditures.	0	0
15. <b>Removal of Venture Michigan II Line Item.</b> The <b>Governor</b> removed the \$37.2 million GF/GP line item included in FY 2020-21 for the Venture Michigan Fund II voucher purchases.	(37,200,000)	(37,200,000)
16. <b>Removal of FY 2020-21 One-Time Funding.</b> The <b>Governor</b> removed \$31.4 million Gross and \$29.3 million GF/GP in one-time funding appropriated in FY 2020-21.	(34,655,000)	(29,305,000)
17. <b>Statewide Cost Allocation Plan Adjustments (SWCAP).</b> The <b>Governor</b> made annual SWCAP adjustments resulting in a Gross reduction of \$212,600. The <b>Senate</b> concurred.	0	(212,600)
18. <b>Supplemental MSP Retirement Payments.</b> The <b>Governor</b> adjusted spending on Michigan State Police retirement system supplemental payments with a \$27,000 GF/GP reduction. The <b>Senate</b> concurred.	(27,000)	(27,000)
19. <b>GF/GP Reductions.</b> The <b>Senate</b> made GF/GP reductions to numerous line items within the Department for a total reduction of \$8.8 million GF/GP.	(8,797,600)	(8,797,600)
20. <b>Economic Adjustments.</b> Includes negative \$2,444,100 Gross and negative \$186,900 GF/GP for total economic adjustments, of which an estimated negative \$11,037,100 Gross and negative \$2,060,300 GF/GP is for legacy retirement costs (pension and retiree health).	(2,472,500)	(198,600)
21. <b>Comparison to Governor's Recommendation.</b> The Senate is \$63,977,000 Gross and \$63,960,300 GF/GP under the Governor.		
<b>Total Changes</b> .....	<b>(\$39,162,200)</b>	<b>(\$66,341,300)</b>
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation</b> .....	<b>\$1,635,792,800</b>	<b>\$449,984,800</b>

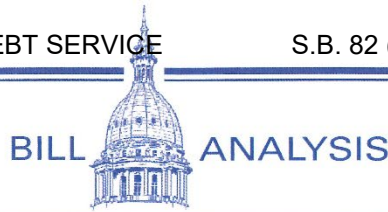
**Boilerplate Changes from FY 2020-21 Year-to-Date:**

1. **Contingency Funds.** The **Governor** doubled the amount appropriated in contingency funds. The Senate deleted the section. (Sec. 801)
2. **Maintenance and Services Carryforward.** The **Governor** modified this section to permit the carryforward of funds collected from user fees for certain maintenance and operations services provided to other agencies and entities. The **Senate** retained current language. (Sec. 802)
3. **IT Contract Amendments Report.** The **Governor** modified language requiring the Department to report on IT contract amendments causing cost changes in excess of \$250,000 to in excess of \$500,000. The **Senate** retained. (Sec. 808)
4. **Appropriation of Earned Federal and State Funds - Maintenance (NEW).** The **Governor** restored language appropriating Federal and State restricted funds up to the amounts that are earned from maintenance and remodeling initiatives undertaken with part 1 appropriations and requiring the Department to report those appropriations within 10 days of effectuation. The **Senate** did not include. (Sec. 815)
5. **Tail-Spend Pilot Program. (NEW)** The **Senate** included language requiring DTMB to conduct a 12-month pilot program for the purpose of reducing tail spend. (Sec. 815)
6. **Request for Proposal (RFP) Privatization Factors.** The **Governor** deleted and declared unenforceable a section requiring an RFP issued for the purposes of privatization to include all factors for determining price. The **Senate** retained and modified to a list of factors rather than all. (Sec. 816)
7. **Appropriation of Earned Federal and State Funds - IT (NEW).** The **Governor** restored language appropriating Federal and State restricted funds up to the amounts that are earned from enterprisewide IT initiatives undertaken with part 1 appropriations. The **Senate** did not include. (Sec. 816)
8. **ORS Report.** The **Governor** deleted a section requiring the ORS to produce a report on various State retirement systems. The **Senate** retained. (Sec. 821)
9. **Rates and Fees Report.** The **Governor** deleted a section requiring the Department to report on its fee and rate schedules used by State departments and agencies, which are available online. The **Senate** retained. (Sec. 820d)
10. **New RFPs.** The **Governor** deleted a section requiring all new requests for proposal to be posted online. The **Senate** retained. (Sec. 820n)
11. **Center for Shared Solutions Report.** The **Governor** deleted a required report on funding sources and expenditures related to agreements made by the DTMB to supply spatial information and technology services to the State and local governments or other entities. The **Senate** retained. (Sec. 822)
12. **IT Expenditures by Agency Report.** The **Governor** modified the report due date from 30 to 45 days after the end of the fiscal quarter. The **Senate** concurred. (Sec. 826)
13. **Enterprise Portfolio Management Office (EPMO) Report.** The **Governor** deleted a section requiring the Enterprise Portfolio Management Office to make a quarterly report detailing key information on projects. The **Senate** retained. (Sec. 828)
14. **Child Support Enforcement System Penalty Reporting.** The **Governor** deleted a section requiring the DTMB to report on Federal penalties related to the system as the system received full certification in 2003. The **Senate** concurred. (Sec. 832)
15. **ITIF Intent Language.** The **Governor** deleted a section stating that ITIF funds should be used to provide the modernization of State IT systems and customer interface improvements. The **Senate** retained. (Sec. 834)
16. **Procurement Contract Procedures.** The **Governor** deleted a section requiring the DTMB to develop policies and procedures to include performance targets and performance-related liquidated damages for procurement contracts. The **Senate** concurred as the language is in statute. (Sec. 838)
17. **EPMO Metrics.** The **Governor** deleted a section on metrics used by the EMPO. The **Senate** retained. (Sec. 835)
18. **Broadband Work Group.** The **Senate** included language requiring the DTMB to establish a work group to review strategic approaches to developing a statewide broadband infrastructure program. (Sec. 836)

19. **Statewide Broadband Grants.** The **Governor** deleted a section detailing the statewide broadband grant program that received a one-time appropriation in FY 2020-21. The **Senate** concurred. (Sec. 841)
20. **Capital Outlay Project Status Report.** The **Governor** deleted a required report on the status of previously authorized capital outlay projects. The **Senate** retained. (Sec. 843)
21. **Green Revolving Fund.** The **Governor** included language for the creation and capitalization of a green revolving fund in the Department of Treasury to facilitate energy efficiency and renewable energy projects. The **Senate** included the language but revised the amount to a \$100 placeholder. (Sec. 901)

Date Completed: 4-21-21

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Senate Bill 82 (S-2 as reported)  
Committee: Appropriations

Throughout this document Senate means Subcommittee.

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 SENATE SUBCOMM.	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS</b> .....	<b>113,735,000</b>	<b>99,064,000</b>	<b>(14,671,000)</b>	<b>(12.9)</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS</b> .....	<b>113,735,000</b>	<b>99,064,000</b>	<b>(14,671,000)</b>	<b>(12.9)</b>
Less:				
Federal Funds .....	0	0	0	0.0
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING</b> .....	<b>113,735,000</b>	<b>99,064,000</b>	<b>(14,671,000)</b>	<b>(12.9)</b>
Less:				
Other State Restricted Funds .....	0	0	0	0.0
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>113,735,000</b>	<b>99,064,000</b>	<b>(14,671,000)</b>	<b>(12.9)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$113,735,000</b>	<b>\$113,735,000</b>
<b>Changes from FY 2020-21 Year-to-Date:</b>		
1. <b>Great Lakes Water Quality Bond.</b> The <b>Governor/Senate</b> increased debt service payments to this bond because of projected new bond issuances for FY 2021-22. This would increase total debt service payments to \$71,983,000.	24,383,000	24,383,000
2. <b>Clean Michigan Initiative.</b> The <b>Governor/Senate</b> reduced debt service payments to this bond because of changes to existing debt service payments. This would decrease total debt service payments to \$23,771,000.	(25,743,000)	(25,743,000)
3. <b>Quality of Life Bond.</b> The <b>Governor/Senate</b> reduced debt service payments to this bond because of changes to existing debt service payments. This would decrease total debt service payments to \$3,310,000.	(13,311,000)	(13,311,000)
4. <b>Comparison to Governor's Recommendation.</b> The Senate is \$0 Gross and \$0 GF/GP over/under the Governor.		
<b>Total Changes</b> .....	<b>(\$14,671,000)</b>	<b>(\$14,671,000)</b>
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation</b> .....	<b>\$99,064,000</b>	<b>\$99,064,000</b>

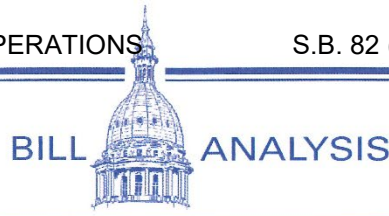
**Boilerplate Changes from FY 2020-21 Year-to-Date: None**

Date Completed: 4-21-21

Fiscal Analyst: Cory Savino

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.





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Senate Bill 82 (S-2 as reported)  
Committee: Appropriations

Throughout this document Senate means Subcommittee.

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 SENATE SUBCOMM.	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	1,924.5	1,924.5	0.0	0.0
<b>GROSS</b> .....	<b>758,483,500</b>	<b>661,503,100</b>	<b>(96,980,400)</b>	<b>(12.8)</b>
Less:				
Interdepartmental Grants Received .....	13,112,800	13,073,500	(39,300)	(0.3)
<b>ADJUSTED GROSS</b> .....	<b>745,370,700</b>	<b>648,429,600</b>	<b>(96,941,100)</b>	<b>(13.0)</b>
Less:				
Federal Funds .....	27,421,800	27,359,400	(62,400)	(0.2)
Local and Private .....	13,088,400	13,063,000	(25,400)	(0.2)
<b>TOTAL STATE SPENDING</b> .....	<b>704,860,500</b>	<b>608,007,200</b>	<b>(96,853,300)</b>	<b>(13.7)</b>
Less:				
Other State Restricted Funds .....	447,428,300	447,713,000	284,700	0.1
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>257,432,200</b>	<b>160,294,200</b>	<b>(97,138,000)</b>	<b>(37.7)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>247,351,800</b>	<b>306,634,700</b>	<b>59,282,900</b>	<b>24.0</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$758,483,500</b>	<b>\$257,432,200</b>

**Changes from FY 2020-21 Year-to-Date:**

- |  |            |            |
|--|------------|------------|
| <p>1. <b>Unfunded Liability Matching Grants.</b> The <b>Senate</b> included \$50.0 million Gross and GF/GP to provide matching grants to municipalities that provide extra payments to pension systems that are less than 40% funded.</p>  | 50,000,000 | 50,000,000 |
| <p>2. <b>Wrongful Imprisonment Compensation Fund.</b> The <b>Governor</b> increased deposits into the Wrongful Imprisonment Compensation Fund from \$3.0 million GF/GP to \$10.0 million GF/GP in FY 2021-22.<br/>The <b>Senate</b> maintained the deposit of \$3.0 million in FY 2021-22.</p> | 0          | 0          |
| <p>3. <b>Recreational Marijuana Grants.</b> The <b>Governor/Senate</b> increased the appropriations from the Marijuana Regulation Fund for grants to locals from \$23.4 million to \$30.0 million in FY 2021-22.</p>   | 6,600,000  | 0          |
| <p>4. <b>Local First Responder Training and Recruitment Grants.</b> The <b>Governor</b> included \$5.0 million GF/GP in one-time appropriations to support local efforts to recruit and improve training for first responders.<br/>The <b>Senate</b> did not include.</p>                      | 0          | 0          |
| <p>5. <b>Michigan Infrastructure Council.</b> The <b>Senate</b> included a \$3.0 million Gross and GF/GP increase to the Michigan Infrastructure Council.</p>  | 3,000,000  | 3,000,000  |
| <p>6. <b>Unisys Mainframe and Servers.</b> The <b>Governor</b> included \$2.6 million GF/GP in Information Technology and Services to support increased costs associated with mainframe and maintenance costs.<br/>The <b>Senate</b> did not include.</p>                                      | 0          | 0          |

7. <b>Payments in Lieu of Taxes.</b> The <b>Governor/Senate</b> increased Payments in Lieu of Taxes \$2,183,200 Gross and \$1,774,500 GF/GP to align with estimated payments to locals in FY 2021-22.	2,183,200	1,774,500
8. <b>Primary Information Technology System Support.</b> The <b>Governor</b> included \$2.0 million GF/GP to support replacement of Treasury's legacy collections systems. The <b>Senate</b> did not include.	0	0
9. <b>Senior Citizen Cooperative Housing.</b> The <b>Governor/Senate</b> increased this line item \$500,000 GF/GP to account for two new qualified facilities in the City of Detroit and Farmington.	500,000	500,000
10. <b>Dual Enrollment Payments.</b> The <b>Governor/Senate</b> included an increase of \$167,400 GF/GP to align with estimated costs.	167,400	167,400
11. <b>Home Heating Assistance.</b> The <b>Governor/Senate</b> reversed an economic decrease to the Home Heating Assistance program to maintain funding.	2,000	0
12. <b>Unclassified Salaries.</b> The <b>Senate</b> did not include economic increases to Unclassified Positions.	0	0
13. <b>Compulsive Gaming Prevention Fund.</b> The <b>Governor/Senate</b> transferred the distribution to the Compulsive Gaming Prevention Fund to boilerplate resulting in a \$2.0 million Gross decrease in part 1 appropriations.	(2,000,000)	0
14. <b>FY 2020-21 One-Time and Supplemental Removal.</b> The <b>Governor/Senate</b> removed \$156,325,000 Gross and \$152,300,000 GF/GP in FY 2020-21 one-time and supplemental appropriations.	(156,325,000)	(152,300,000)
15. <b>Economic Adjustments.</b> Includes an adjustment of negative \$1,108,000 Gross and \$279,900 GF/GP for total economic adjustments, of which an estimated negative \$5,595,200 Gross and \$914,200 GF/GP is for legacy retirement costs (pension and retiree health).	(1,108,000)	(279,900)
16. <b>Comparison to Governor's Recommendation.</b> The <b>Senate</b> is \$36,367,200 Gross and \$36,380,000 GF/GP over the Governor.		
<b>Total Changes</b> .....	<b>(\$96,980,400)</b>	<b>(\$97,138,000)</b>
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation .....</b>	<b>\$661,503,100</b>	<b>\$160,294,200</b>

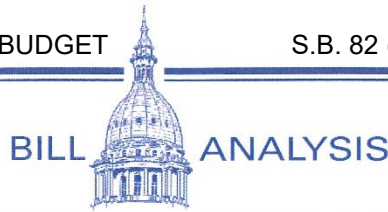
**Boilerplate Changes from FY 2020-21 Year-to-Date:**

- Deleted Sections.** The **Governor/Senate** deleted a number of sections, including 949L (Historic Preservation Tax Credit implementation), 949m (blight elimination grants), 949n (school district debt relief grants), 949o (disaster relief grants), 949p (teacher COVID-19 grants), 949q (school support staff COVID-19 grants).
- Retained Sections.** The **Governor** deleted and **Senate** retained two sections, including 934 (Michigan Finance Authority report) and 947 (Financial Independence Team cooperation requirement).
- Contingency Funds.** The **Governor** doubled the contingency fund amounts for the Federal, Local, and Private funds. The **Senate** deleted the section. (Sec. 901)
- Notification of Revenue Administrative Bulletins.** The **Governor** modified the notification to the Legislature on Revenue Administrative Bulletins from the same day to five days after the guidance is posted. The **Senate** maintained current language. (Sec. 921)
- Good Jobs for Michigan Fund.** The **Governor/Senate** included a new section that requires that the funds in the Good Jobs for Michigan Fund be distributed in accordance with statute. (Sec. 949b)
- Farmland and Open Space Preservation Program.** The **Senate** included a new section to require that the department coordinate with the Department of Agriculture and Rural Development to improve the processing and issuance of tax credits from the Michigan Farmland and Open Space Preservation Program. (Sec. 949c)

7. **Marihuana Regulation and Taxation.** The **Governor/Senate** included a new section that requires that revenue generated from the Michigan Regulation and Taxation Act be distributed pursuant to the initiated law. (Sec. 949i)
8. **Unfunded Liability Matching Grant.** The **Senate** included a new section to provide matching grants to local units of government retirement pension systems that are less than 40% funded. The local unit of government must provide excess contributions to the pension system before the Department approves a 100% match. The amount is capped at the amount necessary to get the pension system up to 40% funded. (Sec. 949f)
9. **Horse Racing Regulatory Costs.** The **Governor** removed the directives if funding is higher or lower than the amount needed for the regulatory costs of conducting horse racing. The **Senate** maintained current language. (Sec. 978)
10. **Millionaire Party Oversight Report.** The **Governor** removed the millionaire party oversight report. The **Senate** maintained current language. (Sec. 979)
11. **Local First Responder Recruitment and Training Grants.** The **Governor** included a new section that appropriates the \$5.0 million for local first responder recruitment and training to support efforts to expand recruitment, improve training, and provide professional development and support to first responders. The section includes a cap of \$100,000 on the amount that a single applicant or program can receive. The **Senate** did not include. (Sec. 1201)
12. **Modified Boilerplate.** The **Senate** modified a number of sections to connect boilerplate sections to part 1 appropriations. (Sec. 902a, 902b, 920, 937, 941, 944, 945, 947)
13. **Technical Modification.** The **Governor/Senate** updated amounts to reflect changes to appropriation in part one, dates, and the legacy cost estimates for FY 2021-22. (Secs. 915, 926, 948)

Date Completed: 4-21-21

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Senate Bill 82 (S-2 as reported)  
Committee: Appropriations

Throughout this document Senate means Subcommittee.

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 SENATE SUBCOMM.	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS</b> .....	<b>1,382,187,300</b>	<b>1,367,996,900</b>	<b>(14,190,400)</b>	<b>(1.0)</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS</b> .....	<b>1,382,187,300</b>	<b>1,367,996,900</b>	<b>(14,190,400)</b>	<b>(1.0)</b>
Less:				
Federal Funds .....	0	0	0	0.0
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING</b> .....	<b>1,382,187,300</b>	<b>1,367,996,900</b>	<b>(14,190,400)</b>	<b>(1.0)</b>
Less:				
Other State Restricted Funds .....	1,382,187,300	1,367,996,900	(14,190,400)	(1.0)
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>1,382,187,300</b>	<b>1,367,996,900</b>	<b>(14,190,400)</b>	<b>(1.0)</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation</b> .....	<b>\$1,382,187,300</b>	<b>\$0</b>

**Changes from FY 2020-21 Year-to-Date:**

- |   |              |   |
|---|--------------|---|
| <p>1. <b>Constitutional Revenue Sharing.</b> The <b>Governor</b> and <b>Senate</b> recommended \$867,302,100 for constitutional revenue sharing for FY 2021-22, a 2.8% decrease from the January 2021 consensus revenue estimate for FY 2020-21.</p>  | (24,831,200) | 0 |
| <p>2. <b>City, Village, and Township Revenue Sharing.</b> The <b>Governor</b> and <b>Senate</b> recommended a total of \$266,245,100 in FY 2021-22 for nonconstitutional or "statutory" payments to CVTs, a 2.0% increase from FY 2020-21. <b>Governor:</b> Designated the increased amount as one-time funding. <b>Senate:</b> Designated the increased amount as ongoing funding.</p>   | 5,220,500    | 0 |
| <p>3. <b>County Revenue Sharing and County Incentive Program.</b> The <b>Governor</b> and <b>Senate</b> recommended \$231,516,700 for total payments to counties. This would be paid through two line items: \$188,097,900 for County Revenue Sharing and \$43,418,800 for the County Incentive Program. The Governor recommended increases of \$358,300 for County Revenue Sharing and \$89,500 for the County Incentive Program to cover the first full-year cost of Leelanau County, which re-entered State-paid revenue sharing in 2021. All counties would receive 106.6435% of statutory funding, a 2.0% increase from FY 2020-21. The <b>Governor</b> designated the 2.0% increase as one-time funding. The <b>Senate</b> designated the 2.0% increase as ongoing funding.</p> | 4,987,300    | 0 |

4. **Coronavirus Relief Local Government Grants (CRLGG) Reimbursement.** The **Senate** recommended \$433,000 in FY 2021-22 to reimburse 107 local units who returned some portion of the CRLGG funds received in FY 2019-20. 433,000

5. **Comparison to Governor's Recommendation.** The **Senate** is \$433,000 Gross and \$0 GF/GP over the Governor.

Total Changes .....	(\$14,190,400)	\$0
<b>FY 2021-22 Senate Appropriations Subcommittee Recommendation....</b>	<b>\$1,367,996,900</b>	<b>\$0</b>

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

1. **CVT Revenue Sharing.** The **Governor/Senate** set the amount that an eligible local government can receive at 102.0% of its payment under Sec. 952(1) of PA 166 of 2020. (Sec. 952(1)). The **Governor** removed the requirement that any CVT with a retirement benefit system that was in underfunded status must dedicate any CVT Revenue Sharing increase to that system. (Sec. 952(6)). The **Senate** retained the requirement that any CVT with a retirement benefit system that was in underfunded status must dedicate any CVT Revenue Sharing increase to that system. (Sec. 952(6))
2. **County Revenue Sharing.** The **Governor/Senate** recommended that payments in FY 2021-22 be 106.6435% of the payments for which counties are eligible under the Glen Steil State Revenue Sharing Act, increased from 104.5619% in FY 2020-21 (Sec. 955(1)). The **Governor** removed the requirement that any county with a retirement benefit system that was in underfunded status must dedicate any County Revenue Sharing increase to that system. (Sec. 955(3)). The **Senate** retained the requirement that any county with a retirement benefit system that was in underfunded status must dedicate any County Revenue Sharing increase to that system. (Sec. 955(3))
3. **Financially Distressed Cities, Villages, or Townships.** The **Governor** removed "reduction of unfunded accrued liability" and "reduction in debt obligations" from the list of eligible projects. (Sec. 956). The **Senate** retained existing language. (Sec. 956)
4. **Coronavirus Relief Local Government Grant Reimbursement.** The **Senate** added language to specify that CRLGG reimbursement funds are to be distributed to local units that returned some amount of CRLGG funds, in the amount that was returned.

Date Completed: 4-21-21

Fiscal Analyst: Ryan M. Bergan