

FINAL LEGISLATIVE TRANSFER PACKAGE

 <p>Mary Ann Cleary, Director Viola Bay Wild, Transfer Coordinator Compiled by Tumai Burris, Budget Assistant</p>	<p>Summary Sheet</p> <p>SBO LETTER: 2015-6 September 9, 2015</p>	
--	--	--

Department	Analyst	Page	Total Transfer
Agriculture and Rural Development	William E. Hamilton	1	\$140,000
Health and Human Services – Health Services	Sue Frey Kevin Koorstra	2	\$80,000,000
Health and Human Services – Human Services	Viola Bay Wild	3-4	7,650,000
Licensing and Regulatory Affairs	Paul Holland	5-7	437,000
Military and Veterans Affairs	Perry Zielak	8-12	2,909,600
Natural Resources	Austin Scott	13	320,000
State	Perry Zielak	14	500,000
State Police	Paul Holland	15	1,000,000
Technology, Management and Budget	Perry Zielak	16	500,000
Treasury	Ben Gielczyk	17-18	434,400
Total			\$93,891,000

FY 2014-15 Legislative Transfers: Request 2015-6

Budget	Year-to-Date Total Approps	Standard Transfers (Within Existing Budget)						TOTAL	% of Budget Shifted
		IDG	Federal	Local	Private	Restricted	GF/GP		
Agriculture and Rural Development	84,052,200					140,000		140,000	0.17%
Community Health	19,101,921,900	0	50,007,000	0	0	0	29,993,000	80,000,000	0.42%
Human Services	5,702,811,500	0	5,100,000	0	0	0	2,550,000	7,650,000	0.13%
Licensing and Regulatory Affairs	542,388,200	0	0	0	0	80,000	0	80,000	0.01%
Military and Veterans Affairs	173,439,400	0	0	0	0	0	800,000	800,000	0.46%
Natural Resources	394,155,400	0	0	0	0	320,000	0	320,000	0.08%
State Police	649,741,900	0	0	0	0	0	1,000,000	1,000,000	0.15%
Technology, Management and Budget*	1,361,809,900	0	0	500,000	0	0	0	500,000	0.04%
Treasury - Operations	554,336,400	0	0	0	0	0	250,000	250,000	0.05%
Treasury - Revenue Sharing	1,226,312,400	0	0	0	0	184,400	0	184,400	0.02%
TOTAL**	\$53,933,540,300	\$0	\$55,107,000	\$500,000	\$0	\$584,400	\$34,593,000	\$90,924,400	0.17%

*Transfers IDG funding into Local funding

**Includes budget areas not affected by transfers

Budget	Year-to-Date Total Approps	Contingency Fund Transfers (Increases Budget)						TOTAL	% Budget Increased
		IDG	Federal	Local	Private	Restricted	GF/GP		
Licensing and Regulatory Affairs	542,388,200	0	0	0	0	357,000	0	357,000	0.07%
Military and Veterans Affairs	173,439,400	0	1,036,400	0	0	1,073,200	0	2,109,600	1.22%
State	227,424,900	0	0	0	0	500,000	0	500,000	0.22%
TOTAL*	\$53,933,540,300	\$0	\$1,036,400	\$0	\$0	\$1,930,200	\$0	\$2,966,600	0.01%

*Includes budget areas not affected by transfers

LEGISLATIVE TRANSFER

BUDGET AREA: **AGRICULTURE AND RURAL DEVELOPMENT**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$140,000**

S.B.O. LETTER: NA
 S.B.O. REQUEST: NA
 ANALYST: **William Hamilton**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/16/15	BALANCE AVAILABLE AS OF 9/16/15	PROPOSED ACTION	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 110. FAIRS AND EXPOSITIONS						
Thoroughbred breeders' awards	358,600	57,910	300,690	(80,000)	(80,000)	(80,000)
Funding source:						
Agriculture equine industry development fund	358,600	57,910	300,690	(80,000)	(80,000)	(80,000)
Thoroughbred supplements – licensed tracks	385,900	265,925	119,975	(60,000)	(60,000)	(60,000)
Funding source:						
Agriculture equine industry development fund	385,900	265,925	119,975	(60,000)	(60,000)	(60,000)
TO: SEC. 110. FAIRS AND EXPOSITIONS						
Thoroughbred sire stakes	244,800	184,800	60,000	140,000	140,000	140,000
Funding source:						
Agriculture equine industry development fund	244,800	184,800	60,000	140,000	140,000	140,000

The Michigan Department of Agriculture and Rural Development (MDARD) budget includes several line items that are used to supplement purses and awards made to various participants in Michigan horse racing. The fund source for these line items is the Agriculture Equine Industry Development Fund (AEIDF), a state-restricted fund that receives revenue primarily from a 3.5% tax on simulcast wagering; i.e. wagering on horse races that are broadcast between licensed racetracks in real-time. The use of AEIDF revenue for these purposes is provided for in the Horse Racing Act of 1995. Representatives of thoroughbred horse racing organizations requested this transfer between the above thoroughbred-related line items. This is a legislatively initiated transfer; it was not requested by the State Budget Office.

LEGISLATIVE TRANSFER

BUDGET AREA: **HEALTH AND HUMAN SERVICES - HEALTH**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$80,000,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Kevin Koorstra**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/11/15	BALANCE AVAILABLE AS OF 9/11/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 118. MEDICAL SERVICES						
Health plan services	4,819,542,400	4,432,994,563	386,547,837	(80,000,000)	(80,000,000)	(80,000,000)
Funding sources:						
Total federal revenues	3,210,380,500	2,952,894,304*	257,486,196*	(50,007,000)	(50,007,000)	(50,007,000)
State general fund/general purpose	381,040,400	350,479,336*	30,561,064*	(29,993,000)	(29,993,000)	(29,993,000)
TO: SEC. 118. MEDICAL SERVICES						
Pharmaceutical services	303,775,000	284,433,550	19,341,450	30,000,000	30,000,000	30,000,000
Funding sources:						
Total federal revenues	197,938,100	185,335,319*	12,602,781*	19,662,000	19,662,000	19,662,000
State general fund/general purpose	105,836,900	99,098,231*	6,738,669*	10,338,000	10,338,000	10,338,000
Federal Medicare pharmaceutical program	193,202,800	145,419,708	47,783,092	3,700,000	3,700,000	3,700,000
Funding source:						
State general fund/general purpose	193,202,800	145,419,708	47,783,092	3,700,000	3,700,000	3,700,000
Hospital services and therapy	1,164,127,800	1,030,140,555	133,987,245	46,300,000	46,300,000	46,300,000
Funding sources:						
Total federal revenues	767,754,900	679,388,860*	88,366,040*	30,345,000	30,345,000	30,345,000
State general fund/general purpose	44,559,300	39,430,672*	5,128,628*	15,955,000	15,955,000	15,955,000

This transfer shifts anticipated excess authorization from the Health Plan Services line item to other line items within the Medical Services Unit. Transfers to the Pharmaceutical Services and Hospital Services and Therapy line items reflect a technical need for increased authorization before anticipated negative book-closing accruals are posted after September 30, 2015. The transfer to the Federal Medicare Pharmaceutical Program line item reflects the anticipated need of \$3.7 million GF/GP to meet anticipated FY 2014-15 expenditures. This transfer is needed by September 30, 2015.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **DEPARTMENT OF HEALTH AND HUMAN SERVICES – HUMAN SERVICES**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$650,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Viola Bay Wild**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/10/15	BALANCE AVAILABLE AS OF 9/10/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 112. PUBLIC ASSISTANCE						
Emergency services local office allocations	10,357,600	6,906,281	3,451,319	(650,000)	(650,000)	(650,000)
Funding source:						
State general fund/general purpose	5,034,200	3,356,724*	1,677,476*	(650,000)	(650,000)	(650,000)
TO: SEC. 112. PUBLIC ASSISTANCE						
State supplementation	62,599,700	58,546,927	4,052,773	650,000	650,000	650,000
Funding source:						
State general fund/general purpose	62,599,700	58,546,927	4,052,773	650,000	650,000	650,000

This transfer requests \$650,000 of additional GF/GP authorization for the State Supplementation line item based upon a projected increase in the average caseload and the average monthly cost per case from the May 2015 Consensus Agreement. The State is federally mandated to provide state supplemental payments to persons that receive federal Supplemental Security Income (SSI) payments. There is a sufficient year-end balance in the Emergency Services Local Office Allocations line item to cover this transfer. This transfer is requested by September 30, 2015.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **DEPARTMENT OF HEALTH AND HUMAN SERVICES – HUMAN SERVICES**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$7,000,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Viola Bay Wild**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/10/15	BALANCE AVAILABLE AS OF 9/10/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 109. LOCAL OFFICE STAFF AND OPERATIONS						
Field staff, salaries and wages	297,533,300	261,215,955	36,317,345	(5,100,000)	(5,100,000)	(5,100,000)
Funding source:						
Social security act, temporary assistance for needy families	60,801,700	53,380,157*	7,421,543*	(5,100,000)	(5,100,000)	(5,100,000)
SEC. 107. CHILD WELFARE SERVICES						
Serious emotional disturbance – waiver program	3,351,600	0	3,351,600	(1,900,000)	(1,900,000)	(1,900,000)
Funding source:						
State general fund/general purpose	3,351,600	0	3,351,600	(1,900,000)	(1,900,000)	(1,900,000)
TO: SEC. 107. CHILD WELFARE SERVICES						
Child care fund	177,850,100	121,629,210	56,220,890	7,000,000	7,000,000	7,000,000
Funding sources:						
Social security act, temporary assistance for needy families	84,206,800	57,587,859*	26,618,941*	5,100,000	5,100,000	5,100,000
State general fund/general purpose	90,715,300	62,038,932*	28,676,368*	1,900,000	1,900,000	1,900,000

This transfer requests a transfer of \$5.1 million Temporary Assistance for Needy Families (TANF) authorization from the Field Staff, Salaries and Wages line item and \$1.9 million in GF/GP authorization from the Serious Emotional Disturbance- Waiver Program line item to the Child Care Fund line item. The Child Care Fund (CCF) is a cooperative effort between the State of Michigan and county circuit courts and is used to support programs that serve neglected, abused, and delinquent youth. Through the CCF, the State reimburses counties for 50% of all eligible CCF expenses. Caseload projections within this line item are anticipated to be higher than the May 2015 Consensus Agreement and, based on current projections, the Department is anticipating a funding shortfall and is requesting this transfer to address the higher caseload costs.

There is a sufficient year-end federal TANF balance in the Field Staff, Salaries and Wages line item to cover this transfer, due to a FY 2014-15 hiring freeze. There is a sufficient year-end GF/GP balance in the Serious Emotional Disturbance – Waiver Program line item to cover this transfer due to programmatic changes for service expansion that are in process, but not yet fully implemented. This transfer is requested by September 30, 2015.

*Year-to-date (YTD) expenditures, encumbrances, and balances by revenue source are estimates.

LEGISLATIVE TRANSFER

BUDGET AREA: **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$182,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Paul B.A. Holland**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/11/15	BALANCE AVAILABLE AS OF 9/11/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: PUBLIC ACT 252 OF 2014, ARTICLE XIII, SEC. 223(2)						
Contingency funds	25,000,000	NA	NA	(182,000)	(182,000)	(182,000)
Funding source:						
Total state restricted revenues	25,000,000	NA	NA	(182,000)	(182,000)	(182,000)
TO: SEC. 102. DEPARTMENTAL ADMINISTRATION						
Executive director programs	4,638,400	3,177,500	1,460,900	182,000	182,000	182,000
Funding source:						
Licensing and regulation fund	166,600	198,417	(31,817)	145,000	145,000	145,000
Radiological health fees	5,000	30,624	(25,624)	37,000	37,000	37,000

The Director of LARA maintains the discretion to either classify or unclassify deputy director positions and the decision was made earlier in FY 2014-15 to designate deputy directors as classified positions. Consequently, LARA is requesting that spending authorization to support the salaries of the deputy directors be included within the Executive Director Programs line item to accommodate the reclassification of the three currently filled deputy director positions from unclassified to classified positions.

However, in addition to reclassifying the deputy director positions, LARA is reallocating the fund sources used to support the positions to more accurately align charges with deputy directors' workloads. Because, there is no appropriation from the Licensing and Regulation Fund for the Unclassified Salaries line item and the appropriation from Radiological Health Fees for the Unclassified Salaries line item is insufficient, LARA is requesting a contingency transfer with the explicit expectation that equivalent appropriations from other state restricted funds for the Unclassified Salaries line item will lapse at the close of the fiscal year.

LEGISLATIVE TRANSFER

BUDGET AREA: **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$80,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Paul B.A. Holland**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/11/15	BALANCE AVAILABLE AS OF 9/11/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 102. DEPARTMENTAL ADMINISTRATION						
Unclassified salaries	4,768,700	3,746,931	1,021,769	(80,000)	(80,000)	(80,000)
Funding sources:						
Corporation fees	905,100	709,761	195,339	(10,000)	(10,000)	(10,000)
Securities fees	1,195,100	937,937	257,163	(70,000)	(70,000)	(70,000)
TO: SEC. 102. DEPARTMENTAL ADMINISTRATION						
Executive director programs	4,638,400	3,177,500	1,460,900	80,000	80,000	80,000
Funding sources:						
Corporation fees	227,000	174,364	52,636	10,000	10,000	10,000
Securities fees	180,600	184,435	(3,835)	70,000	70,000	70,000

The Director of LARA maintains the discretion to either classify or unclassify deputy director positions and the decision was made earlier in FY 2014-15 to designate deputy directors as classified positions. Consequently, LARA is requesting that spending authorization to support the salaries of the deputy directors be transferred from the Unclassified Salaries line item to the Executive Director Programs line item to accommodate the reclassification of the three currently filled deputy director positions from unclassified to classified positions.

LEGISLATIVE TRANSFER

BUDGET AREA: **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$175,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Paul B.A. Holland**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/11/15	BALANCE AVAILABLE AS OF 9/11/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: PUBLIC ACT 252 OF 2014, ARTICLE XIII,, SEC. 223 (2)						
Contingency funds	25,000,000	NA	NA	(175,000)	(175,000)	(175,000)
Funding sources:						
Total state restricted revenues	25,000,000	NA	NA	(175,000)	(175,000)	(175,000)
TO: SEC. 110. DEPARTMENT GRANTS						
Remonumentation grants	7,300,000	7,296,784	3,216	175,000	175,000	175,000
Funding sources:						
Survey and remonumentation fund	7,300,000	7,296,784	3,216	175,000	175,000	175,000

The State Survey and Remonumentation Act of 1990 requires LARA to reimburse, over a period of at least ten years, any county that expended or borrowed money prior to June 12, 2014 to expedite the completion of its Monumentation and Remonumentation Plan (Plan). These reimbursements are in addition to the statutorily-required annual grants to counties to implement their Plans. In January 2013, Ottawa County entered into an agreement with LARA for reimbursement of expenditures made to expedite its Plan over a period not less than ten years. As of September 2014, LARA had reimbursed Ottawa County for \$119,776 of the total \$1.87 million expended to expedite its Plan. This contingency transfer would provide spending authorization to support additional reimbursement. The Survey and Remonumentation Fund created by the State Survey and Remonumentation Act of 1990 to support annual grants to and reimbursements of counties currently has a balance of \$2.23 million, subsequent to awarding the FY 2014 -15 annual grants.

LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$800,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Perry Zielak**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/15/15	BALANCE AVAILABLE AS OF 9/15/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 102. MILITARY						
Departmental and national guard operations	69,542,100	50,419,429	19,122,671	(800,000)	(800,000)	(800,000)
Funding source:						
State general fund/general purpose	14,233,800	8,553,872	5,679,928	(800,000)	(800,000)	(800,000)
TO: SEC. 103. MICHIGAN VETERANS AFFAIRS AGENCY						
Veterans' homes	66,567,900	62,444,888	4,123,012	800,000	800,000	800,000
Funding source:						
State general fund/general purpose	22,093,000	20,653,482	1,439,518	800,000	800,000	800,000

This transfer is needed to provide additional authorization to address a deficit in the Grand Rapids Home for Veterans due to the inability of veterans to pay the maximum assessment and declining veterans' homes member census. National Guard Tuition Assistance Program authorization is available due to lower than anticipated demand during the first year of the program. Additional transfer requests are anticipated to fully address a projected FY 2014-15 shortfall in the veterans' homes line. This transfer is needed by the end of the fiscal year.

LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$1,055,400**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Perry Zielak**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/15/15	BALANCE AVAILABLE AS OF 9/15/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: PUBLIC ACT 252 OF 2014, ARTICLE XIV, SEC. 206(2)						
Contingency funds	2,000,000	NA	NA	(1,055,400)	(1,055,400)	(1,055,400)
Funding source:						
Total state restricted revenues	2,000,000	NA	NA	(1,055,400)	(1,055,400)	(1,055,400)
TO: SEC. 103. MICHIGAN VETERANS AFFAIRS AGENCY						
Veterans' homes	66,567,900	62,444,888	4,123,012	1,055,400	1,055,400	1,055,400
Funding source:						
Income and assessments	14,048,900	13,377,430	671,470	1,055,400	1,055,400	1,055,400

This transfer is needed to align authorization with higher than anticipated state restricted income and assessments revenues at the Grand Rapids Home for Veterans. Pursuant to PA 6 of 2015, state restricted income and assessment authorization was reduced by \$3.3 million, requiring the use of contingency authorization to recognize available state restricted revenues. Authorization is available from state restricted contingency revenues in accordance with PA 252 of 2014, Article XIV, section 206(2). This transfer would maintain lower state restricted income and assessments authorization than was originally appropriated in PA 252 of 2014, Article XIV, but higher than the current authorization. This transfer is needed by the end of the fiscal year.

LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$200,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Perry Zielak**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/15/15	BALANCE AVAILABLE AS OF 9/15/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: PUBLIC ACT 252 OF 2014, ARTICLE XIV, SEC. 206(1)						
Contingency funds	10,000,000	NA	NA	(200,000)	(200,000)	(200,000)
Funding source:						
Total federal revenues	10,000,000	NA	NA	(200,000)	(200,000)	(200,000)
TO: SEC. 102. MILITARY						
Departmental and national guard operations	69,542,100	50,419,429	19,122,671	200,000	200,000	200,000
Funding source:						
DOD-DOA-NGB	45,025,300	40,155,155	4,870,145	200,000	200,000	200,000

This transfer will provide increased authorization from the federal contingency fund to allow for expenditures from available federal Department of Defense revenue related to new cadre staff for the Michigan Youth ChalleNGe Academy. Funding is available from federal contingency revenues in accordance with PA 252 of 2014, Article XIV, section 206(1). This transfer is needed by the end of the fiscal year.

LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$836,400**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Perry Zielak**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/15/15	BALANCE AVAILABLE AS OF 9/15/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: PUBLIC ACT 252 OF 2014, ARTICLE XIV, SEC. 206(1)						
Contingency funds	10,000,000	NA	NA	(836,400)	(836,400)	(836,400)
Funding source:						
Total federal revenues	10,000,000	NA	NA	(836,400)	(836,400)	(836,400)
TO: SEC. 103. MICHIGAN VETERANS AFFAIRS AGENCY						
Veterans' homes	66,567,900	62,444,888	4,123,012	836,400	836,400	836,400
Funding source:						
DVA-VHA	26,844,700	26,417,910	426,790	836,400	836,400	836,400

This transfer will provide increased authorization from the federal contingency fund to allow for expenditures from available revenue at the D.J. Jacobetti Home for Veterans. The United States Department of Veterans Affairs is reimbursing the state veterans' homes at a higher than anticipated rate for service connected veterans. Funding is available from federal contingency revenues in accordance with PA 252 of 2014, Article XIV, section 206(1). This transfer is needed by September 15, 2015.

LEGISLATIVE TRANSFER

BUDGET AREA: **MILITARY AND VETERANS AFFAIRS**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$17,800**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Perry Zielak**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/15/15	BALANCE AVAILABLE AS OF 9/15/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: PUBLIC ACT 252 OF 2014, ARTICLE XIV, SEC. 206(2)						
Contingency funds	2,000,000	NA	NA	(17,800)	(17,800)	(17,800)
Funding source:						
Total state restricted revenues	2,000,000	NA	NA	(17,800)	(17,800)	(17,800)
TO: SEC. 103. MICHIGAN VETERANS AFFAIRS AGENCY						
Veterans' homes	66,567,900	62,444,888	4,123,012	17,800	17,800	17,800
Funding source:						
Lease revenue	12,200	0	12,200	17,800	17,800	17,800

This transfer will provide increased authorization from state restricted contingency funds to allow for expenditures from available restricted revenue at the Grand Rapids Home for Veterans. The lease revenue collected from tenants that provide clinical type services is higher than anticipated. Authorization is available from state restricted contingency revenues in accordance with PA 252 of 2014, Article XIV, section 206(2). This transfer is needed by the end of the fiscal year.

LEGISLATIVE TRANSFER

BUDGET AREA: **NATURAL RESOURCES**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$320,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Austin Scott**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/9/15	BALANCE AVAILABLE AS OF 9/9/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 111. FOREST RESOURCES DIVISION						
Forest management and timber market development	32,053,900	23,105,321	8,948,579	(320,000)	(320,000)	(320,000)
Funding source: Forest development fund	28,208,700	22,104,511	6,104,189	(320,000)	(320,000)	(320,000)
TO: SEC. 111. FOREST RESOURCES DIVISION						
Wildfire protection	13,527,400	12,332,107	1,195,293	320,000	320,000	320,000
Funding source: Forest development fund	3,518,600	2,947,108	571,492	320,000	320,000	320,000

This transfer is needed to provide sufficient appropriation authority for increased overtime and related costs attributable to additional wildfire suppression and monitoring efforts needed for this active wildfire season. Funds are available due to prioritizing projects with available funding. This transfer is needed prior to the end of the fiscal year.

LEGISLATIVE TRANSFER

BUDGET AREA: STATE
 FISCAL YEAR: 2014-15
 TRANSFER AMOUNT: \$500,000

S.B.O. LETTER: 9/9/15
 S.B.O. REQUEST: 2015-6
 ANALYST: Perry Zielak

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/15/15	BALANCE AVAILABLE AS OF 9/15/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: PUBLIC ACT 252 OF 2014, ARTICLE VIII, SEC. 701(1)						
Contingency funds	6,850,000	NA	NA	(500,000)	(500,000)	(500,000)
Funding source:						
Total state restricted revenues	6,850,000	NA	NA	(500,000)	(500,000)	(500,000)
TO: SEC. 106(8) INFORMATION TECHNOLOGY						
Information technology services and projects	22,169,900	18,157,654	4,012,246	500,000	500,000	500,000
Funding source:						
Transportation administration collection fund	17,023,500	15,927,154	1,096,346	500,000	500,000	500,000

This request transfers \$500,000 in authorization from state restricted contingency funds to Information Technology Services and Projects to cover increased costs associated with DTMB support of their mainframe Unisys. The Unisys system is used to process branch office transactions and stores all vehicle and driver records. Funding is available from state restricted contingency funds in accordance with PA 252 of 2014, Article VIII, section 701(2). This transfer is requested to meet current payment obligations.

LEGISLATIVE TRANSFER

BUDGET AREA: **STATE POLICE**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$1,000,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Paul B.A. Holland**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/11/15	BALANCE AVAILABLE AS OF 9/11/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 105. SPECIALIZED SERVICES						
Disaster assistance	13,500,000	10,834,158	2,665,842	(1,000,000)	(1,000,000)	(1,000,000)
Funding source:						
State general fund/general purpose	11,000,000	8,336,217	2,663,783	(1,000,000)	(1,000,000)	(1,000,000)
TO: SEC. 105. SPECIALIZED SERVICES						
Disaster and emergency contingency fund	3,000,000	0	3,000,000	1,000,000	1,000,000	1,000,000
Funding source:						
State general fund/general purpose	3,000,000	0	3,000,000	1,000,000	1,000,000	1,000,000

If approved, this request would transfer \$1.0 million GF/GP from the Disaster Assistance line item created by 2014 PA 356 to the Disaster and Emergency Contingency Fund (DECF) resulting in a fund balance of \$4.0 million. The DECF was created by the Emergency Management Act of 1976 and is statutorily required to maintain a balance between \$1.0 and \$4.5 million which may be expended to offset emergency operation expenses of state agencies and, upon declaration of a disaster or emergency, provide assistance to local units of government.

PA 356 appropriated \$30.0 million GF/GP and \$2.5 million from the DECF to the Disaster Assistance line item for state disaster assistance expenditures related to the frost emergency in Northern Michigan and flood disaster in North-Western Lower Michigan and for state matching funds to secure approximately \$32.1 million in federal disaster assistance grants to 73,411 individuals affected by and state agencies responding to the flooding disaster in Southeastern Michigan.

In response to lower than anticipated demand for federal disaster assistance, Executive Order 2015-5 reduced the appropriation for the Disaster Assistance line item by \$16.0 million GF/GP while 2015 PA 6 transferred another \$3.0 million GF/GP from the Disaster Assistance line item to replenish the DECF.

Of the \$13.5 million (\$11.0 million GF/GP and \$2.5 million from the DECF) still appropriated to the Disaster Assistance line item, \$1.7 million GF/GP would remain unexpended subsequent to the approval of this transfer; the MSP has requested a work project designation for the remaining appropriation to support future disaster assistance activities.

LEGISLATIVE TRANSFER

BUDGET AREA: **TECHNOLOGY, MANAGEMENT AND BUDGET**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$500,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Perry Zielak**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/10/15	BALANCE AVAILABLE AS OF 9/10/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 107(8) CIVIL SERVICE COMMISSION						
Agency services	12,601,900	8,515,839	4,086,061	(500,000)	(500,000)	(500,000)
Funding source:						
IDG, 1% special funds	1,039,300	519,005	520,295	(500,000)	(500,000)	(500,000)
TO: SEC. 107(8) CIVIL SERVICE COMMISSION						
Agency services	12,601,900	8,515,839	4,086,061	500,000	500,000	500,000
Funding source:						
Local funds 1%	658,100	600,000	58,100	500,000	500,000	500,000

The transfer is needed in order to adjust financing sources for civil service assessment revenue based on actual revenue collections per PA 252 of 2014, section 850(2). The line items are estimates of what the Civil Service Commission will collect from other agencies and departments. A higher number of agencies paid the CSC out of local funds than anticipated, which resulted in the needed transfer request.

LEGISLATIVE TRANSFER

BUDGET AREA: **TREASURY**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$250,000**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Ben Gielczyk**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/4/15	BALANCE AVAILABLE AS OF 9/4/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC.108(18) ONE-TIME BASIS ONLY APPROPRIATIONS						
Personal property tax reform	20,800,000	7,526,604	13,273,396	(250,000)	(250,000)	(250,000)
Funding source:						
State general fund/general purpose	20,800,000	7,526,604	13,273,396	(250,000)	(250,000)	(250,000)
TO: SEC.108(9) GRANTS						
May election administration	10,000,000	0	10,000,000	250,000	250,000	250,000
Funding source:						
State general fund/general purpose	10,000,000	0	10,000,000	250,000	250,000	250,000

This request transfers \$250,000 in authorization from Personal Property Tax Reform one-time basis only appropriations to May Election Administration in Grants to cover final costs associated with the Special May 2015 Election. Additional general funds are available in the Personal Property Tax Reform due to actual payments being less than anticipated. Based on an August 31, 2015 memo from the Department of State to the Department of Treasury, the total reimbursement amount certified was \$10,134,795.44. Due to several local jurisdictions billing very late, with two subsequent submissions after the first installment of payments, at the last presidential primary, the Department of Treasury is requesting the \$250,000 transfer to ensure that all billings are paid in full.

LEGISLATIVE TRANSFER

BUDGET AREA: **TREASURY**
 FISCAL YEAR: **2014-15**
 TRANSFER AMOUNT: **\$184,400**

S.B.O. LETTER: **9/9/15**
 S.B.O. REQUEST: **2015-6**
 ANALYST: **Ben Gielczyk**

TRANSFER ITEMS	Y-T-D AUTH.	Y-T-D EXPEND. & ENCUMB. AS OF 9/4/15	BALANCE AVAILABLE AS OF 9/4/15	GOV'S REC. 9/9/15	HOUSE ACTION 9/22/15	SENATE ACTION 9/16/15
FROM: SEC. 108(14) REVENUE SHARING						
City, village, and township revenue sharing	243,040,000	242,560,951	479,049	(184,400)	(184,400)	(184,400)
Funding source:						
Sales tax	243,040,000	242,560,951	479,049	(184,400)	(184,400)	(184,400)
TO: SEC. 108(14) REVENUE SHARING						
Financially distressed cities, villages, or townships	5,000,000	4,772,407	227,593	184,400	184,400	184,400
Funding source:						
Sales tax	5,000,000	4,772,407	227,593	184,400	184,400	184,400

Section 952(5) of 2014 PA 252 states that unexpended funds appropriated for the city, village, and township revenue sharing program shall be available for expenditure under the financially distressed cities, villages, or townships grant program. City, village, and township revenue sharing funds are available due to 19 eligible local units not meeting requirements and forfeiting CVT Revenue Sharing funds. The financially distressed cities, villages, or townships grant program supports grant funding to cities, villages, or townships with one or more conditions that indicate probable financial distress to pay for specific projects, services, or strategies that move a city, village, or township toward financial stability.