



Senate Fiscal Agency
P. O. Box 30036
Lansing, Michigan 48909-7536

BILL ANALYSIS



Telephone: (517) 373-2768
Fax: (517) 373-1986
TDD: (517) 373-0543

Senate Bill 1093 (S-1, Draft 1 as reported)
Committee: Appropriations

FY 2005-06 Year-to-Date Gross Appropriation \$117,699,400

Changes from FY 2005-06 Year-to-Date:

- 1. **Challenge Program.** Local school aid funds of \$1,253,100 are added to the program to supplant existing GF/GP (\$753,100) and to increase overall funding to provide for two 150 pupil classes for FY 2006-07, rather than two 100 pupil classes, as is the case in FY 2005-06. 500,000
- 2. **Military Retirement.** GF/GP funds are added to pay for anticipated payments to retired Michigan Army and Air National Guard per P.A. 150 of 1967. 166,800
- 3. **Grand Rapids Veterans Home.** A shift from restricted revenue (\$1,200,000) to GF/GP due to depletion of Home's Income and Assessments reserve funds. 0
- 4. **Human Resources Service Center Charges.** An adjustment to reflect projected FY 2006-07 Department of Management and Budget Human Resources Service Center charges. 31,400
- 5. **Human Resources Optimization.** A reduction to reflect projected Departmental human resources cost efficiencies. (72,400)
- 6. **Additional Restricted and Private Revenue.** Included is \$75,000 in private and \$250,000 in restricted revenue for the State veteran homes to reflect expected receipt of funds. 325,000
- 7. **Additional Federal Revenue.** Included is \$260,000 in additional Federal funds for the Starbase Educational Program. 260,000
- 8. **Economic Adjustments.** Adjustments include a GF/GP total of \$2,278,400. 3,992,400
- 9. **Comparison to Governor's Recommendation.** The bill is \$585,000 over the Governor (\$260,000 Federal and \$250,000 Restricted).

Total Changes \$5,203,200

FY 2006-07 Senate Appropriations Subcommittee Gross Appropriation \$122,902,600

Changes from FY 2005-06 Year to Date:

1. **Challenge Program.** New language provides for two 150-pupil classes and utilization of funding from the School Aid Fund. (Sec. 303)
2. **Veterans Service Organizations.** Language added to existing report requirement that research into redundancy of veterans services to be studied. (Sec. 501)
3. **Michigan Veterans Trust Fund.** Language added to existing report requirement that plans for corpus repayment be included. (Sec. 703)

Date Completed: 5-22-06

Fiscal Analyst: Bruce Baker