

FY 2011-12 SUPPLEMENTAL APPROPRIATIONS
Summary: House Floor Substitute
Senate Bill 364 (H-3)



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Budget Area	Executive		Senate		House	
	Gross	GF/GP	Gross	GF/GP	Gross	GF/GP
Human Services	\$0	\$0	\$35,000,000	\$0	\$35,000,000	\$0
Licensing and Regulatory	0	0	23,000,000	0	23,000,000	10,000,000
TOTAL	\$0	\$0	\$58,000,000	\$0	\$58,000,000	\$10,000,000

OVERVIEW

Senate Bill 364 (H-3) would appropriate \$48.0 million from the new Vulnerable Household Warmth Fund proposed in Senate Bill 864 and \$10.0 million in GF/GP. From the restricted fee revenue, \$35.0 million would be allocated to supplement the federally funded Low-income Home Energy Assistance Program (LIHEAP) within the Department of Human Services (DHS). Senate Bill 364 (H-3) would also allocate \$23.0 million to community agencies to provide heating/energy assistance.

These new funds would be used to replace the Low Income Home Energy Efficiency Fund (LIEEF). The Michigan Court of Appeals has questioned the Public Services Commission's authority to approve the collection of those funds, so LIEEF collections are currently in escrow.

FY 2011-12 Appropriation Items:

HUMAN SERVICES

1. State Emergency Relief Energy Services - DHS Allocation

Appropriates \$35.0 million, on a 1-time basis, in new restricted Vulnerable Household Warmth Funds for state emergency relief energy services. These funds would increase the amount of funding that is available in DHS for crisis energy assistance. The Vulnerable Household Warmth Fund would be created through Senate Bill 864.

	<u>Executive</u>	<u>Senate</u>	<u>House</u>
Gross	--	\$35,000,000	\$35,000,000
Restricted	--	35,000,000	35,000,000
GF/GP	--	\$0	\$0

LICENSING AND REGULATORY AFFAIRS

2. Vulnerable Household Warmth Assistance

Appropriates \$23.0 million, on a 1-time basis, for grants awarded by the Public Service Commission in docket no. U-13129 (e.g. Salvation Army, THAW, TrueNorth, MCAA, etc.) through LARA. These community agencies would use these funds to provide direct assistance with energy bills and shut-off prevention for low-income households. House appropriates \$10.0 million in GF/GP to offset the amount of funding needed to be collected in the Vulnerable Household Warmth Fund.

Gross	--	\$23,000,000	\$23,000,000
Restricted	--	23,000,000	13,000,000
GF/GP	--	\$0	\$10,000,000

FY 2011-12 Boilerplate Items:

HUMAN SERVICES

1. State Emergency Relief Energy Services

Allocates \$35.0 million, on a 1-time basis, for state emergency relief energy services.

<u>Executive</u>	<u>Senate</u>	<u>House</u>
--	Sec. 301	Sec. 301

LICENSING AND REGULATORY AFFAIRS

2. Vulnerable Household Warmth Assistance

Allocates \$23.0 million, on a 1-time basis, for grants awarded by the Public Service Commission in docket no. U-13129 (e.g. Salvation Army, THAW, TrueNorth, MCAA, etc.). States that grants shall not be made to DHS.

--	Sec. 350	Sec. 350
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