

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



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

TDD: (517) 373-1986 TDD: (517) 373-0543

House Bill 5643 (H-2 as passed by the House)

| Committee. | Appropriations |
|------------|----------------|
| | |

| FY 2002-03 Senate Passed Gross Appropriation | | \$536,495,700 |
|--|---|---------------|
| House Changes to Senate Passed | | |
| 1. | Vocation Rehabilitation Independent Living. The Senate provides a 2% increase to \$3,229,000. The House did not include this. | (63,300) |
| 2. | Personal Assistance Services. The Senate provides a 2% increase to \$471,200. The House did not include this. | (9,200) |
| 3. | Precollege Programs in Engineering and the Sciences. The Senate restores funding to \$1,044,700, the FY 2001-02 level prior to Executive Order reductions. The House did not include this. | (104,500) |
| 4. | Council of Michigan Foundations. The Senate recommends restoring the program to \$6,000,000. The House did not include these items. | (2,000,000) |
| 5. | Other Changes. The Senate adds a \$100 placeholder for possible Federal grants to the Michigan Virtual University and a (\$100) placeholder for early retirement savings. The House did not include these items. | 0 |
| 6. | \$100 Items of Difference. The House reduced all General Fund items by \$100 to create items of difference. | (\$1,600) |
| Total Changes | | (\$2,178,600) |
| FY 2002-03 House Gross Appropriation | | \$534,317,100 |



FY 2002-03 Senate Passed:

- 1. **Early Retirement Savings.** The Governor's revised recommendation (submitted after House action) recognizes savings from the State's early retirement program. It requires the State Budget Director to request legislative transfers by November 15, 2002 to apply early retirement savings to affected line items. The Senate concurs. The House did not include this. (Sec. 261)
- 2. **Work First Participation Requirements.** The Governor recommends that the participation requirement be set at 40 hours per week, deletes reporting requirements, deletes the requirement that DCD and the Family Independence Agency (FIA) should have joint guidelines on how educational programs count toward the work requirement. Instead, the bill provides that the guidelines should not conflict and should be presented to applicants at a joint orientation. The Governor also recommends deleting authorization for a participant to enroll in a second short-term training program, if the combined training does not exceed 6 months. The House sets the participation requirement at "up to 40" hours per week, requires consideration for transportation issues, retains the option for a second training program, and allows 1 year of a 2-year undergraduate program or the last year of a 4-year undergraduate program. The Senate sets participation requirement at "up to 40" hours per week, requires consideration for transportation issues, retains ability for a client to have a second short training program, maintains reporting requirements, eliminates requirement for FIA to have consistent guidelines, and adopts the other Governor's recommendations. (Sec. 305)
- 3. **Ticket to Work.** The Governor and House recommend deleting a requirement that DCD work with the Department of Community Health to establish a Medicaid buy-in program for disabled persons who work. The Senate retains the language. (Sec. 320)
- 4. **Created for Caring.** The Executive and Senate recommend deleting language that requires DCD and FIA to work together to assist Created for Caring to compete for Welfare-to-Work grants. The House maintains current law.
- 5. **Michigan Virtual University.** The Senate recommends that the Department use available resources to support technology-based workforce development and career planning and promote technology partnerships between public education and the business sector. The House did not include this. (Sec. 328)
- 6. **Work First Funding Distribution.** The Senate added language requiring the Department to maintain current funding distribution. The House did not include this. (Sec. 330)
- 7. **Focus HOPE**. The Senate adds reporting language for this grant allocation. The House did not include this. (Sec. 329)

Date Completed: 5-28-02 Fiscal Analyst: Maria Tyszkiewicz

