

HOUSE BILL No. 4634

May 11, 2011, Introduced by Reps. Segal, Lane, Byrum, Santana, Oakes, McCann and Smiley and referred to the Committee on Appropriations.

A bill to amend 1984 PA 431, entitled
"The management and budget act,"
by amending sections 323, 348, 363, and 367 (MCL 18.1323, 18.1348, 18.1363, and 18.1367), sections 363 and 367 as amended by 1999 PA 8.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 323. The governor shall establish and maintain an
2 executive budget function through a state budget director. The
3 governor shall develop and present to the legislature an executive
4 budget proposal for the following fiscal period. The executive
5 budget proposal shall include proposed appropriations for state
6 program services and estimated or proposed revenue and resources
7 for all state operating funds **PRESENTED IN A LINE-ITEM FORMAT**
8 **PROVIDING THE PROPOSED EXPENDITURE AMOUNT FOR EACH PROGRAM OR OTHER**

1 **FUNCTION AUTHORIZED IN STATE LAW OR FUNDED THROUGH FEDERAL REVENUE**
2 **CONDUCTED BY EACH STATE AGENCY.** Proposed appropriations shall not
3 exceed the estimated financing in a state operating fund. The
4 executive budget function shall include the management and
5 execution of the state budget ~~which~~**THAT** is enacted into law to
6 deliver intended services within actual levels of financing in the
7 state operating funds.

8 Sec. 348. The executive budget submitted to the legislature
9 shall **IDENTIFY BY LINE ITEM AND** represent financing for all state
10 agency programs provided by the resources of state operating funds.
11 Recommendations for expenditures from each state operating fund
12 shall not exceed the estimated beginning balance of ~~such~~**THAT** fund
13 plus the fund's estimated revenue. Additional and new sources of
14 revenue may be proposed in the executive budget to meet the
15 proposed expenditures. In balancing the budget of each state
16 operating fund, the state budget director shall consider proposed
17 open-end appropriations and tax and spending limitations as
18 provided by law.

19 Sec. 363. Within 30 days after the legislature convenes in
20 regular session, except in a year in which a newly elected governor
21 is inaugurated into office when 60 days shall be allowed, the
22 governor shall transmit to each member of the legislature and the
23 fiscal agencies the budget in **LINE-ITEM APPROPRIATION** detail as
24 provided in this act, accompanied by ~~such~~**THE** explanations and
25 recommendations relative ~~thereto~~**TO THE BUDGET** as the governor
26 considers necessary **TO EXPLAIN THE PROPOSED EXPENDITURE.** At the
27 time the budget is transmitted to the legislature, the director

1 shall **ALSO** transmit line-item appropriation detail to the fiscal
2 agencies using a computer software application that is compatible
3 with the budget tracking computer systems used by the respective
4 fiscal agencies.

5 Sec. 367. (1) Concurrent with transmitting the state budget
6 **PROPOSAL** to the legislature, the governor shall submit to the
7 legislature and the fiscal agencies executive budget bills **FOR EACH**
8 **BRANCH OF STATE GOVERNMENT AND EACH FUNCTION OF THAT BRANCH**
9 containing itemized statements of estimated state spending to be
10 paid to local units of government, individual line item amounts,
11 including the number of FTE positions to be funded by each
12 individual line item amount, for the proposed expenditures and any
13 necessary bills for additional revenue to provide financing for the
14 proposed expenditures.

15 (2) One executive budget bill and 1 enacted budget bill shall
16 contain all of the following:

17 (a) The estimated revenue for each state operating fund in
18 sufficient detail to provide for comparison with actual revenue.

19 (b) Summary totals for each state operating fund to reflect
20 that recommended expenditures for each fund are within proposed and
21 estimated resources.

22 (c) A statement of estimated state spending to be paid to
23 units of local government, total state spending from state sources
24 of financing, and the state-local proportion derived from ~~that~~
25 **THOSE** data.