

**FY 2009-10 SUPPLEMENTAL APPROPRIATIONS**  
**American Recovery and Reinvestment Act**  
**Summary: As Passed by the Senate**  
**House Bill 5404 (S-1)**



HFA Director: Mitchell E. Bean  
 Supplemental Coordinator: Kyle I. Jen

| Budget Area    | Executive*         |            | House              |            | Senate             |            |
|----------------|--------------------|------------|--------------------|------------|--------------------|------------|
|                | Gross              | GF/GP      | Gross              | GF/GP      | Gross              | GF/GP      |
| Agriculture    | \$22,300           | \$0        | \$22,300           | \$0        | \$22,300           | \$0        |
| Human Services | 2,250,000          | 0          | 2,250,000          | 0          | 2,250,000          | 0          |
| Transportation | 2,590,000          | 0          | 0                  | 0          | 2,590,000          | 0          |
| <b>TOTAL</b>   | <b>\$4,862,300</b> | <b>\$0</b> | <b>\$2,272,300</b> | <b>\$0</b> | <b>\$4,862,300</b> | <b>\$0</b> |

\*Reflects State Budget Office letters of 10/21/09, 11/17/09, and 1/12/10. Request for Department of Transportation was received following House action on the bill.

**OVERVIEW**

As of January 19, 2010, FY 2009-10 supplemental appropriation requests from the State Budget Office (SBO) totaling \$4.9 million, funded from funds received under the federal American Recovery and Reinvestment Act (ARRA), are pending before the Legislature. Appropriations for those items are included in the Senate-passed version of House Bill 5404.

Consistent with previous supplemental bills containing ARRA funds, boilerplate language is included that (1) states that ARRA funds are temporary in nature, (2) appropriates any additional funds awarded to Michigan through recalculation of formulas, (3) provides for the carry-forward of unexpended funds into subsequent fiscal years, and (4) requires subrecipients of funds to comply with all applicable federal requirements.

**FY 2009-10 Appropriation Items:**

**AGRICULTURE**

**1. Animal Industry (Animal Health and Welfare – ARRA)**

Recognizes US Department of Agriculture stimulus funds available for aquaculture programs. Specifically, the Recovery Act authorized Commodity Credit Corporation funds for grants to states to provide assistance to eligible aquaculture producers for losses associated with high feed input costs during the 2008 calendar year. (10/21/09 SBO letter)

|              | <u>Executive</u> | <u>House</u>    | <u>Senate</u>   |
|--------------|------------------|-----------------|-----------------|
| <b>Gross</b> | <b>\$22,300</b>  | <b>\$22,300</b> | <b>\$22,300</b> |
| Federal      | 22,300           | 22,300          | 22,300          |

**HUMAN SERVICES**

**2. ARRA Transitional Housing Grants**

Increases federal ARRA funding by \$2.0 million to provide transitional housing and related support services for individuals who are homeless. Funds will be available for individuals fleeing a situation of domestic violence, sexual abuse, or stalking. (11/17/09 SBO letter)

|              | <u>Executive</u>   | <u>House</u>       | <u>Senate</u>      |
|--------------|--------------------|--------------------|--------------------|
| <b>Gross</b> | <b>\$2,000,000</b> | <b>\$2,000,000</b> | <b>\$2,000,000</b> |
| Federal      | 2,000,000          | 2,000,000          | 2,000,000          |

**3. ARRA Faith-based Grant Funds**

Increases federal ARRA funding by \$250,000 to fund 2.0 FTEs and to help faith-based and neighborhood organizations with training and technical assistance through the Michigan Capacity-building Recovery Program. A 20% match is required but there is sufficient funding to match these ARRA funds already in the volunteer services and reimbursement line item. (11/17/09 SBO letter)

|              | <u>Executive</u> | <u>House</u>     | <u>Senate</u>    |
|--------------|------------------|------------------|------------------|
| FTEs         | 2.0              | 2.0              | 2.0              |
| <b>Gross</b> | <b>\$250,000</b> | <b>\$250,000</b> | <b>\$250,000</b> |
| Federal      | 250,000          | 250,000          | 250,000          |

**FY 2009-10 Appropriation Items:****4. ARRA Bus Capital Grant**

Appropriates additional federal transit funds made available as a result of the ARRA. This request is for a specific bus capital project involving the purchase of four diesel-electric hybrid buses by the Thunder Bay Transportation Authority. The Thunder Bay Transportation Authority is a public transportation authority formed by the City of Alpena, and Alpena, Alcona, and Montmorency counties. The State Budget Office indicates that legislative action is need for this request by March 12, 2010 in order to comply with the federal grant application. (1/12/10 SBO letter; request received following House action on the bill)

|              | <b><u>Executive</u></b> | <b><u>House</u></b> | <b><u>Senate</u></b> |
|--------------|-------------------------|---------------------|----------------------|
| <b>Gross</b> | <b>\$2,590,000</b>      | --                  | <b>\$2,590,000</b>   |
| Federal      | 2,590,000               | --                  | 2,590,000            |

**FY 2009-10 Boilerplate Items:****GENERAL****1. Temporary Nature of ARRA Funds**

States that ARRA funds are temporary in nature and that program funding levels and state employees supported by the funds will not be continued.

| <b><u>Executive</u></b> | <b><u>House</u></b> | <b><u>Senate</u></b> |
|-------------------------|---------------------|----------------------|
| --                      | Sec. 203            | Sec. 203             |

**2. Boilerplate Appropriation of Additional Funds**

Appropriates any additional ARRA funds awarded to Michigan through recalculation of formulas or under federal redistribution provisions; requires report to Legislature.

|    |          |          |
|----|----------|----------|
| -- | Sec. 210 | Sec. 210 |
|----|----------|----------|

**3. Carry-Forward Authority**

Provides for the carry-forward of unexpended ARRA funds into the succeeding fiscal year in conformance with Section 451a of the Management and Budget Act (work project provisions).

|    |          |          |
|----|----------|----------|
| -- | Sec. 211 | Sec. 211 |
|----|----------|----------|

**4. Federal Requirements Incorporated by Reference**

Requires subrecipients of ARRA funds appropriated to comply with all federal requirements regarding certification, assurances, accountability, and transparency.

|    |          |          |
|----|----------|----------|
| -- | Sec. 212 | Sec. 212 |
|----|----------|----------|

**HUMAN SERVICES****5. Indigent Burial Pilot Project**

Allows Department of Human Services to work with funeral directors to establish a pilot program to allow for direct cremation of bodies of indigent persons that are not claimed by a responsible party. (Same language is included in Enrolled version of House Bill 5403.)

|    |          |    |
|----|----------|----|
| -- | Sec. 301 | -- |
|----|----------|----|

**STATE****6. Branch Office Bathrooms**

States intent that each Secretary of State branch office have a handicap-accessible bathroom available for public use.

|    |          |    |
|----|----------|----|
| -- | Sec. 401 | -- |
|----|----------|----|