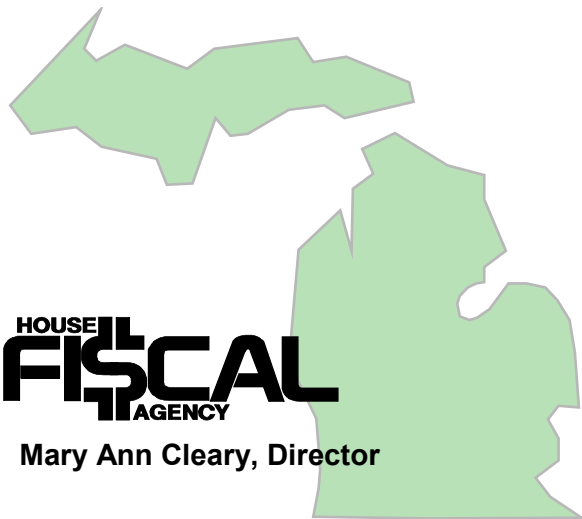


LINE ITEM AND BOILERPLATE SUMMARY

AGRICULTURE AND RURAL DEVELOPMENT

Fiscal Year 2014-15
Article I, Public Act 252 of 2014
House Bill 5313 as Enacted



September 2014

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GOVERNING COMMITTEE**

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Jase Bolger

Jim Stamas

Rashida Tlaib

Tim Greimel

David Rutledge

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HOUSE OF REPRESENTATIVES



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September 2014

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2014-15 appropriation acts. Each **Summary** contains line-by-line appropriation and revenue source detail, and a brief explanation of each boilerplate section in the appropriation bill.

In this report, line item vetoes are presented in the following manner: appropriation amounts shown in ~~strikeout~~ are those that appear in the enrolled bill; amounts shown directly below ~~strikeout~~ amounts reflect the effect of the veto.

This summary was prepared by Paul Holland, Fiscal Analyst. Budget responsibilities have since shifted and questions regarding the summary should now be directed to William E. Hamilton, Senior Fiscal Analyst.

Line Item Summaries are available on the HFA website (www.house.mi.gov/hfa), or from Kathryn Bateson, Administrative Assistant (373-8080 or kbateson@house.mi.gov).

A handwritten signature in black ink that reads "Mary Ann Cleary". The signature is written in a cursive, flowing style.

Mary Ann Cleary, Director

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GLOSSARY

STATE BUDGET TERMS

Gross Appropriations (Gross): The total of all applicable appropriations (statutory spending authorizations) in a budget bill.

Adjusted Gross Appropriations (Adjusted Gross): The net amount of all gross appropriations after subtracting interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).

Lapses: Appropriation amounts that are unspent/unobligated at the end of a fiscal year. Appropriations are automatically terminated at the end of a fiscal year unless otherwise provided by law.

Work Project: A statutorily-authorized account which allows a spending authorization to be carried over from one fiscal year to a succeeding fiscal year or years—i.e., allows funds to be spent over a period of years.

APPROPRIATION BILL TERMS

Line Item: Specific funding amount in an appropriation bill which establishes spending authorization for a particular program or function (may be for a single purpose or for multiple purposes).

Boilerplate: Specific language sections in an appropriation bill which direct, limit or restrict line item expenditures, express legislative intent, and/or require reports.

REVENUE SOURCES

General Fund/General Purpose (GF/GP): Unrestricted General Fund revenue available to fund any activity accounted for in the General Fund; unused GF/GP revenue lapses to the General Fund at the end of a fiscal year.

State Restricted (Restricted): State revenue restricted by state law or outside restriction that is available only for specified purposes; at year-end, unused restricted revenue remains in the restricted fund.

Federal Revenue: Federal grant or matchable revenue dedicated to specific programs.

Local Revenue: Revenue from local units of government.

Private Revenue: Revenue from non-government entities: rents, royalties or interest payments, payments from hospitals or individuals, and gifts and bequests.

Interdepartmental Grant (IDG): Revenue or funds received by one state department from another state department (usually for a service provided by the receiving department).

Intradepartmental Transfer (IDT): Transfers or funds being provided from one appropriation unit to another in the same department.

MAJOR STATE FUNDS

Budget Stabilization Fund (BSF): The countercyclical economic and budget stabilization fund; also known as the "rainy day" fund.

School Aid Fund (SAF): A restricted fund; the primary funding source for K-12 schools and Intermediate School Districts (ISDs).

General Fund: The General Fund (funded from taxes and other general revenue) is used to account for the ordinary operations of a governmental unit that are not accounted for in another fund.

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

The Department of Agriculture and Rural Development (DARD) is responsible for both the regulation and promotion of Michigan's agriculture and food industries. The stated priorities of DARD include assuring food safety, protecting animal and plant health, sustaining environmental stewardship, providing consumer protection, enabling rural development, and fostering efficient administrative operations. DARD performs its executive and statutory duties through collaboration with the Michigan Commission of Agriculture and Rural Development, governmental agencies, public universities, industry stakeholders, and citizens. DARD is organized into the following programmatic divisions: Animal Industry, Environmental Stewardship, Food and Dairy, Pesticide and Plant Pest Management, and Laboratory. Additionally, DARD administers the Office of Agriculture Development and financial assistance for county fairs, agriculture expositions, and horse racing.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	446.0	Full-time equated (FTE) positions in the state classified service.
GROSS APPROPRIATION	\$84,462,200	Total of all applicable line item appropriations.
Total interdepartmental grants/intradepartmental transfers	318,100	Total of all funds received from other departments and transfer of funds.
ADJUSTED GROSS APPROPRIATION	\$84,144,100	Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).
Total federal revenue	10,126,200	Total federal grant or matchable revenue.
Total local revenue	0	Total revenue from local units of government.
Total private revenue	98,300	Total private grant revenue.
Total state restricted revenue	28,003,400	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$45,916,200	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.
		GF/GP Subtotals: Ongoing 43,216,200 One-time 2,700,000

Emergency management – 2.0 FTE positions	601,900	Supports the Emergency Management and Administrative Law Program within the Executive Office, which collaborates with DARD staff and stakeholders to develop plans to prevent, respond to, and recover from food, agriculture, and animal emergencies and provides coordination with the Attorney General, responses to FOIA requests, representation in administrative hearings, and promulgation of administrative rules.
		Funding Source(s): Federal 325,000 GF/GP 276,900

Related Boilerplate Section(s): None

Accounting service center	968,100	Supports accounting services for DARD provided by the Bureau of Finance and Administration within the Michigan Department of Transportation (MDOT).
		Funding Source(s): GF/GP 968,100

Related Boilerplate Section(s): None

Building occupancy charges	622,500	Supports lease obligations of state-owned facilities occupied by DARD and managed by the Department of Technology, Management, and Budget (DTMB).
		Funding Source(s): Restricted 329,900 GF/GP 292,600

Related Boilerplate Section(s): None

GROSS APPROPRIATION	\$5,350,400	Total of all applicable line item appropriations.
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HHS-FDA	325,000	<u>Collected from:</u> U.S. Dept. of Health and Human Services, Food and Drug Administration & Centers for Disease Control and Prevention <u>Determined by:</u> Various project or formula grants or cooperative agreements <u>Expended for:</u> Various research, education, investigation, demonstration, testing, and verification activities and programs pertaining to food safety and security
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Private - commodity group revenue	77,600	<u>Collected from:</u> Institutional and industrial entities <u>Determined by:</u> DARD's costs to perform statistical analysis <u>Expended for:</u> Statistical analysis services
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Agriculture preservation fund	15,000	<u>Collected from:</u> Individuals repaying tax credits upon the termination or expiration of development rights agreements <u>Determined by:</u> Total amount of allocated tax credits over the last seven years of a terminated or expired development rights agreement <u>Expended for:</u> Administration and implementation of the farmland and open space preservation program and purchase of development rights to farmland or the acquisition of agricultural conservation easements
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Agriculture licensing and inspection fees	112,100	<u>Collected from:</u> Persons licensed or otherwise regulated under various state laws pertaining to plant nurseries, riding stables, livestock dealing, pesticides, fertilizers, animal health, fruits and vegetables, or commercial feed <u>Determined by:</u> Licensure and inspection fees and administrative and civil fines established in various statutes <u>Expended for:</u> Administration, implementation, and enforcement of those duties required by state law under various statutes
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Freshwater protection fund	22,200	<u>Collected from:</u> Persons required by statute to register pesticide or fertilizer products or obtain licensure to manufacture or distribute fertilizer products <u>Determined by:</u> Annual groundwater protection fees established in statute <u>Expended for:</u> Direct and indirect assistance to provide for the conservation and protection of freshwater resources, emergency response and removal of potential source of contamination, and administrative costs
Industry support funds	53,500	<u>Collected from:</u> Institutional and industrial entities <u>Determined by:</u> Voluntary contributions to DARD <u>Expended for:</u> Various DARD programs, initiatives, and events that support the agriculture and food industries
Nonretail liquor fees	27,800	<u>Collected from:</u> Manufacturers, wholesalers, warehousemen, and outstate sellers of beer, wine, and spirits <u>Determined by:</u> Nonretail liquor licensure fees established in statute <u>Expended for:</u> Administration and implementation of the responsibilities of the Grape and Wine Industry Council
Refined petroleum fund	220,300	<u>Collected from:</u> Persons selling refined petroleum products for resale or consumption in Michigan <u>Determined by:</u> 7/8 cent charge per gallon of refined petroleum sold for resale or consumption as measured by the capacity utilization of an underground storage tank system <u>Expended for:</u> Administration and implementation of the gasoline testing and inspection program under the Weights and Measures Act of 1964 and the Motor Fuels Quality Act of 1984
GENERAL FUND/ GENERAL PURPOSE	\$4,496,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 103: INFORMATION AND TECHNOLOGY

Appropriation unit provides funding for information technology services and projects within DARD provided through the Department of Technology, Management, and Budget (DTMB).

Information technology services and projects	\$1,460,000	Partially supports various information technology services and projects provided by the Department of Technology, Management, and Budget (DTMB) for DARD; individual programmatic line items also incur IT-related charges.
		Funding Source(s):
		IDG/IDT 3,200
		Restricted 149,400
		GF/GP 1,307,400

Related Boilerplate Section(s): None

GROSS APPROPRIATION	\$1,460,000	Total of all applicable line item appropriations.
IDG from LARA (LCC), liquor quality testing fees	3,200	<u>Collected from:</u> Department of Licensing and Regulatory Affairs <u>Determined by:</u> DARD's cost of analyzing alcoholic liquor products <u>Expended for:</u> Analyzing alcoholic liquor products offered for sale in Michigan
Agriculture preservation fund	200	<u>Collected from:</u> Individuals repaying tax credits upon the termination or expiration of development rights agreements <u>Determined by:</u> Total amount of allocated tax credits over the last seven years of a terminated or expired development rights agreement <u>Expended for:</u> Administration and implementation of the farmland and open space preservation program and purchase of development rights to farmland or the acquisition of agricultural conservation easements
Agriculture equine industry development fund	84,800	<u>Collected from:</u> Persons engaged in the horse racing industry and licensed under state law <u>Determined by:</u> 3.5% tax on money wagered on inter-track and interstate simulcast races, statutory licensure fees and fines, and uncashed winning tickets <u>Expended for:</u> Administration, implementation, and enforcement of horse racing regulations and purse supplements, breeders' awards, sire stakes, owners' awards, special purses, futurities, and cash premiums to support various horse breed programs
Agriculture licensing and inspection fees	32,400	<u>Collected from:</u> Persons licensed or otherwise regulated under various state laws pertaining to plant nurseries, riding stables, livestock dealing, pesticides, fertilizers, animal health, fruits and vegetables, or commercial feed <u>Determined by:</u> Licensure and inspection fees and administrative and civil fines established in various statutes <u>Expended for:</u> Administration, implementation, and enforcement of those duties required by state law under various statutes
Freshwater protection fund	100	<u>Collected from:</u> Persons required by statute to register pesticide or fertilizer products or obtain licensure to manufacture or distribute fertilizer products <u>Determined by:</u> Annual groundwater protection fees established in statute <u>Expended for:</u> Direct and indirect assistance to provide for the conservation and protection of freshwater resources, emergency response and removal of potential source of contamination, and administrative costs

Gasoline inspection and testing fund	31,400	<u>Collected from:</u> Distributors and retail dealers engaged in the transfer, sale, or dispensation of gasoline, diesel fuel, biodiesel, biodiesel blend, or hydrogen fuel <u>Determined by:</u> Licensure fees established in statute, civil fines ordered in enforcement proceedings, and funds made available by the federal government <u>Expended for:</u> Administration and implementation of the gasoline inspection and testing program and the vapor-recovery program
Nonretail liquor fees	500	<u>Collected from:</u> Manufacturers, wholesalers, warehousemen, and outstate sellers of beer, wine, and spirits <u>Determined by:</u> Nonretail liquor licensure fees established in statute <u>Expended for:</u> Administration and implementation of the responsibilities of the Grape and Wine Industry Council
GENERAL FUND/ GENERAL PURPOSE	\$1,307,400	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 104: FOOD AND DAIRY

Appropriation unit provides funding for the Food and Dairy Division, which strives to ensure the safety and sanitation of food and dairy products through the inspection and licensure of suppliers and the investigation of foodborne illness incidents.

Full-time equated classified positions	113.0	Full-time equated (FTE) positions in the state classified service.
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Food safety and quality assurance – 83.0 FTE positions	\$12,378,200	<p>Supports the staff and operations of the following regulatory and service programs within the Food and Dairy Division:</p> <p><u>Food Safety and Inspection</u>: Responsible for licensure, plan review, and direct inspections of food processors, warehouse, and distributors, grocery and convenience stores, and farmers markets and fair concessions. Also investigates consumer complaints, samples food commodities, certifies food products for export, responds to food emergencies, and enforces state law via administrative and judicial actions.</p> <p><u>Food Service</u>: Responsible for delegation of licensure, plan review, and inspections of food service establishments (e.g., restaurants, schools, hospitals, etc.) to local health departments who also investigate consumer complaints and respond to food emergencies. Funding provided through the Department of Community Health budget.</p> <p><u>Food Safety Planning and Response</u>: Responsible for DARD's response to outbreaks of foodborne illnesses (i.e., seizure, recall, and notification of contaminated food products) and the coordination and integration of local, state, and federal public health and food safety components.</p> <p><u>Pure Michigan FIT</u>: Responsible for providing nutritional and fitness information and education for families to incorporate healthy eating habits and physical activity into their lifestyles.</p>
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Funding Source(s):	Federal	1,255,000
	Restricted	3,432,000
	GF/GP	7,691,200

Related Boilerplate Section(s): 402

Milk safety and quality assurance – 30.0 FTE positions	4,219,200	<p>Supports the staff and operations of the Milk Safety and Quality Assurance Program, within the Food and Dairy Division, which is responsible for the licensure and inspection of dairy producers, processors, and haulers, as well as tanks, tankers, trucks, and other entities and facilities relevant to the dairy industry. Provides regulatory framework to facilitate export of dairy products in accordance with the national Pasteurized Milk Ordinance. Enforces state law via administrative and judicial actions, including seizure and recall of contaminated dairy products.</p>
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Funding Source(s):	Federal	55,000
	Restricted	253,200
	GF/GP	3,911,000

Related Boilerplate Section(s): None

GROSS APPROPRIATION	\$16,597,400	Total of all applicable line item appropriations.
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HHS-FDA	1,175,800	<u>Collected from:</u> U.S. Dept. of Health and Human Services, Food and Drug Administration & Centers for Disease Control and Prevention <u>Determined by:</u> Various project or formula grants or cooperative agreements <u>Expended for:</u> Various research, education, investigation, demonstration, testing, and verification activities and programs pertaining to food safety and security
USDA, multiple grants	134,200	<u>Collected from:</u> U.S. Dept. of Agriculture, various agencies <u>Determined by:</u> Various project or formula grants, specialized or advisory services, or direct payments <u>Expended for:</u> Various federally-supported objectives, initiatives, and assistance pertaining to the agriculture, food, and forestry industries
Consumer and industry food safety education fund	318,700	<u>Collected from:</u> Persons engaged in the food industry and licensed or otherwise regulated under state law <u>Determined by:</u> Additional specific fees established in statute <u>Expended for:</u> Food safety training and education for consumers, employees of food service establishments, and agents of DARD who enforce the Food Law of 2000
Dairy and food safety fund	3,366,500	<u>Collected from:</u> Persons engaged in the food and dairy industries and licensed or otherwise regulated under state law <u>Determined by:</u> Licensure and other regulatory fees established in statute <u>Expended for:</u> Administration, implementation, and enforcement of the Food Law of 2000, the Grade A Milk Law of 2001, and the Manufacturing Milk Law of 2001
GENERAL FUND/ GENERAL PURPOSE	\$11,602,200	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 105: ANIMAL INDUSTRY

Appropriation unit provides funding for the Animal Industry Division, which works to mitigate and eradicate infectious and contagious diseases, toxic substance contamination, and inhumane treatment affecting both livestock and pets.

Full-time equated classified positions	60.0	Full-time equated (FTE) positions in the state classified service.
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Animal disease prevention and response – 60.0 FTE positions	\$8,836,600	<p>Supports the staff and operations of the following regulatory and service programs within the Animal Industry Division:</p> <p><u>Animal Disease Surveillance, Reporting, and Control</u>: Responsible for developing a list, conducting surveillance and monitoring, and investigating and responding to outbreaks of various reportable diseases affecting livestock, equine, and other domestic animals. Also oversees and regulates the transportation and importation of livestock, the distribution and administration of veterinary biological products, and the disposal of dead animals.</p> <p><u>Bovine Tuberculosis</u>: Responsible for satisfying USDA requirements to maintain the state's Bovine TB status and working towards eradicating Bovine TB through enhanced methods to monitor and respond to Bovine TB; including identification, testing, surveillance, depopulation, indemnification, and technical assistance.</p> <p><u>Aquaculture Control</u>: Responsible for the registration and inspection of aquacultural enterprises and the oversight and surveillance of aquaculture reportable diseases.</p> <p><u>Livestock Dealers</u>: Responsible for the licensing and regulatory oversight of entities engaged in the business of buying, selling, transporting, or negotiating the sale and transfer of livestock.</p> <p><u>Animal Shelter Grants</u>: Responsible for soliciting requests from and distributing funds to authorized entities for educational and promotional activities related to animal welfare and pet population control.</p>
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Funding Source(s):	Federal	565,400
	Restricted	257,800
	GF/GP	8,013,400

Related Boilerplate Section(s): 451, 453, 454, 456, 457, 458, 459

Indemnification – livestock depredation	50,000	Supports indemnification payments, at fair market value, to owners of livestock killed by wolves, coyotes, or cougars and related administrative costs.
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Funding Source(s):	GF/GP	50,000
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Related Boilerplate Section(s): 453

GROSS APPROPRIATION	\$8,886,600	Total of all applicable line item appropriations.
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HHS-FDA	45,900	<p><u>Collected from</u>: U.S. Dept. of Health and Human Services, Food and Drug Administration & Centers for Disease Control and Prevention</p> <p><u>Determined by</u>: Various project or formula grants or cooperative agreements</p> <p><u>Expended for</u>: Various research, education, investigation, demonstration, testing, and verification activities and programs pertaining to food safety and security</p>
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USDA, multiple grants	519,500	<p><u>Collected from</u>: U.S. Dept. of Agriculture, various agencies</p> <p><u>Determined by</u>: Various project or formula grants, specialized or advisory services, or direct payments</p> <p><u>Expended for</u>: Various federally-supported objectives, initiatives, and assistance pertaining to the agriculture, food, and forestry industries</p>
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Agriculture licensing and inspection fees	40,400	<u>Collected from:</u> Persons licensed or otherwise regulated under various state laws pertaining to plant nurseries, riding stables, livestock dealing, pesticides, fertilizers, animal health, fruits and vegetables, or commercial feed <u>Determined by:</u> Licensure and inspection fees and administrative and civil fines established in various statutes <u>Expended for:</u> Administration, implementation, and enforcement of those duties required by state law under various statutes
Animal welfare fund	217,400	<u>Collected from:</u> Individuals designating contributions from their state income tax refund <u>Determined by:</u> Amount designated by individuals on their income tax return <u>Expended for:</u> Promotion of sterilization and adoption of dogs and cats, education and training regarding the proper care of animals, care and protection of animals pursuant to anticruelty laws, and purchase of equipment and supplies via grants
GENERAL FUND/ GENERAL PURPOSE	\$8,063,400	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 106: PESTICIDE AND PLANT PEST MANAGEMENT

Appropriation unit provides funding for the Pesticide and Plant Pest Management Division, which manages plant pest and disease prevention and regulates seed, plant, grain, and feed products and storage and the manufacture and use of pesticides and fertilizers.

Full-time equated classified positions 86.0 Full-time equated (FTE) positions in the state classified service.

Pesticide and plant pest management – 81.0 FTE positions \$12,181,800

Supports the staff and operations of the following regulatory and service programs within the Pesticide and Plan Pest Management Division:

Animal Feed Safety and Agricultural Products Consumer Protection: Responsible for the sampling and analysis of animal feed ingredients and products; licensure of feed manufacturers and distributors; inspection of grain elevators and feed mills; and investigation of animal deaths or illnesses potentially caused by feed. Also samples and analyzes fertilizer and liming ingredients and products; licenses fertilizer manufacturers and registers products; and investigates complaints and conducts consultations to ensure proper storage and use.

Exotic and Invasive Pest Detection and Response: Responsible for the early detection of exotic and invasive pests of agriculture and forestry products via pathway analysis, risk-based trapping, and inspections for high-risk species and the management of these pests before they become established.

Plant Health and Export Certification: Responsible for the prevention of the introduction and dissemination of injurious insects and diseases and the facilitation of the importation and exportation of nursery stock, plants, and plant products through the detection, eradication, monitoring, and control of certain insects and diseases.

Pesticide Certification, Registration, and Enforcement: Responsible for the regulation of the distribution, sale, storage, usage, and disposal of pesticides to prevent or mitigate adverse effects of pesticides on health and the environment, including the registration of pesticide products, certification of pesticide applicators, licensure of pesticide dealers and applicators, inspection of pesticide manufacturers and warehouse, investigation of complaints of pesticide misuse, and enforcement via administrative and judicial actions.

Fruit and Vegetable Inspection: Responsible for inspection of imported and domestically-grown produce, certification of produce for export or government use, USDA food safety audits, licensure of controlled atmosphere storage, phytosanitary inspections, and organic cost share and registration.

Funding Source(s):	Federal	1,901,100
	Private	20,700
	Restricted	4,666,200
	GF/GP	5,593,800

Related Boilerplate Section(s): 301

Producer security/grain dealers– 5.0 FTE positions 646,700

Supports the staff and operations of the Producer Security Program, within the Pesticide and Plan Pest Management Division, which is responsible for the regulation of the storage, warehousing, and sale of farm produce via the licensure of grain dealers, the administration of insurance for farmers that are economically harmed by the financial failure of farm product dealers, and the review and approval of forms of producer security.

Funding Source(s):	Restricted	629,200
	GF/GP	17,500

Related Boilerplate Section(s): None

GROSS APPROPRIATION	\$12,828,500	Total of all applicable line item appropriations.
Department of interior	222,600	<u>Collected from:</u> U.S. Dept. of the Interior, Fish and Wildlife Service <u>Determined by:</u> Discretionary project grants <u>Expended for:</u> Fish and wildlife management activities that align with the conservation, restoration, and management goals and priorities of the U.S. Fish and Wildlife Conservation Offices
EPA, multiple grants	525,700	<u>Collected from:</u> U.S. Environmental Protection Agency <u>Determined by:</u> Project or formula grants or use of facilities or equipment <u>Expended for:</u> Restoration and maintenance of the chemical, physical, and biological integrity of the Great Lakes Basin Ecosystem and environmental priorities of the state and federal governments
HHS-FDA	320,700	<u>Collected from:</u> U.S. Dept. of Health and Human Services, Food and Drug Administration & Centers for Disease Control and Prevention <u>Determined by:</u> Various project or formula grants or cooperative agreements <u>Expended for:</u> Various research, education, investigation, demonstration, testing, and verification activities and programs pertaining to food safety and security
USDA, multiple grants	832,100	<u>Collected from:</u> U.S. Dept. of Agriculture, various agencies <u>Determined by:</u> Various project or formula grants, specialized or advisory services, or direct payments <u>Expended for:</u> Various federally-supported objectives, initiatives, and assistance pertaining to the agriculture, food, and forestry industries
Private - slow-the-spread foundation	20,700	<u>Collected from:</u> Slow the Spread Foundation, Inc. <u>Determined by:</u> Funds available from the Foundation <u>Expended for:</u> Precision, safety, and security inspections of aerial pesticide applicators' aircraft and spray systems
Agriculture licensing and inspection fees	3,818,700	<u>Collected from:</u> Persons licensed or otherwise regulated under various state laws pertaining to plant nurseries, riding stables, livestock dealing, pesticides, fertilizers, animal health, fruits and vegetables, or commercial feed <u>Determined by:</u> Licensure and inspection fees and administrative and civil fines established in various statutes <u>Expended for:</u> Administration, implementation, and enforcement of those duties required by state law under various statutes
Commodity inspection fees	437,100	<u>Collected from:</u> Producers, manufacturers, and distributors of a marketable agricultural commodity affected by a marketing program <u>Determined by:</u> Assessments established by commodity committees <u>Expended for:</u> Marketing program and administrative costs
Freshwater protection fund	151,900	<u>Collected from:</u> Persons required by statute to register pesticide or fertilizer products or obtain licensure to manufacture or distribute fertilizer products <u>Determined by:</u> Annual groundwater protection fees established in statute <u>Expended for:</u> Direct and indirect assistance to provide for the conservation and protection of freshwater resources, emergency response and removal of potential source of contamination, and administrative costs

Grain dealers fee fund	606,400	<u>Collected from:</u> Persons licensed as grain dealer facilities or vehicles and persons receiving proceeds from farm produce sold to grain dealers <u>Determined by:</u> Licensure fees and administrative fines established in statute, subject to annual inflation adjustment, or administration premiums established by the Farm Producer Insurance Authority <u>Expended for:</u> Administration, implementation, and enforcement of the Grain Dealers Act of 1939 and the Farm Produce Insurance Act of 2003
Horticulture fund	38,300	<u>Collected from:</u> Persons engaged in the plant nursery industry and licensed under state law <u>Determined by:</u> Licensure fees established by statute, subject to a \$70,000 annual limit <u>Expended for:</u> Research projects, training programs, and outreach materials to safeguard plants or plant products from unwanted plant pests
Industry support funds	243,000	<u>Collected from:</u> Institutional and industrial entities <u>Determined by:</u> Voluntary contributions to DARD <u>Expended for:</u> Various DARD programs, initiatives, and events that support the agriculture and food industries
GENERAL FUND/ GENERAL PURPOSE	\$5,611,300	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 107: ENVIRONMENTAL STEWARDSHIP

Appropriation unit provides funding for the Environmental Stewardship Division, which promotes resource sustainability and protects the natural environment in collaboration with various public and private entities, including conservation districts, drain commissioners, and landowners.

Full-time equated classified positions	55.0	Full-time equated (FTE) positions in the state classified service.
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Environmental stewardship – 8.0 FTE positions	\$1,246,100	Supports the Division Director and particular administrative positions within the Environmental Stewardship Division and specific grants to public and private entities for various state and federal environmental conservation and freshwater protection programs.
		Funding Source(s): Federal 210,400 Restricted 1,035,700

Related Boilerplate Section(s): 601, 604

Michigan agriculture environmental assurance program – 15.0 FTE positions	4,284,100	Supports the staff and operations of the Michigan Agriculture Environmental Assurance Program, within the Environmental Stewardship Division, which is responsible for the verification and re-verification of farm systems that have implemented environmentally sound practices required under the MAEAP; monitoring verified farm systems for continue compliance with MAEAP requirements; and administering grants to local conservation district for the provision of information and educational sessions, farm-specific technical assistance, and on-farm risk assessments.
		Funding Source(s): Restricted 2,936,300 GF/GP 1,347,800

Related Boilerplate Section(s): 605

Farmland and open space preservation – 7.0 FTE positions	905,700	Supports the staff and operations of the Farmland and Open Space Preservation Program, within the Environmental Stewardship Division, which is responsible for the administration, implementation and execution of farmland development rights agreements, conservation easement donations, designated open space easements, appeals of local open space easements, and the purchase of development rights.
		Funding Source(s): Restricted 584,000 GF/GP 321,700

Related Boilerplate Section(s): None

Qualified forest program – 9.0 FTE positions	2,535,000	Supports the staff and operations of the Qualified Forest Program, within the Environmental Stewardship Division, which is responsible for the review and approval of applications for property tax exemptions; oversight of activities pursuant to forest management plans, provision and verification of affidavits for landowners; audit of property tax receipts; and implementation of outreach, education, and technical assistance under the program.
		Funding Source(s): Restricted 35,000 GF/GP 2,500,000

Related Boilerplate Section(s): None

Commercial forestry audit program	150,000	Supports grant funding for a private nonprofit entity, associated with sustainable forestry initiatives, to collaborate with landowners, state employees, university faculty, and conservation groups to prepare an analysis and audit of statewide best management practices for water quality and the forest ecosystem. Funding Source(s): GF/GP 150,000 <i>Related Boilerplate Section(s): 609</i>
Local conservation districts	2,173,800	Supports grants to local conservation districts for the implementation of various state and federal environmental conservation and freshwater protection programs, including technical assistance and district training. Funding Source(s): Federal 1,132,800 Restricted 1,041,000 <i>Related Boilerplate Section(s): 603</i>
Migrant labor housing – 9.0 FTE positions	1,214,300	Supports the staff and operations of the Migrant Labor Housing Program, within the Environmental Stewardship Division, which is responsible for the licensure and inspection of housing provided to migrant farm workers; includes inspection of the structural, mechanical, plumbing, electrical, fire safety, egress suitability, hazardous material storage, and other aspects relevant to residential homes and farm operations. Funding Source(s): Restricted 164,600 GF/GP 1,049,700 <i>Related Boilerplate Section(s): None</i>
Right-to-farm – 3.0 FTE positions	569,000	Supports the staff and operations of the Right-to-Farm Program, within the Environmental Stewardship Division, which is responsible for the investigation and resolution of nuisance complaints pertaining to farm operations; assurance that new and expanding livestock facilities meet sound construction standards, follow environmental management plans, and are compatible with non-farm neighbors; annual reviews of Generally Accepted Agricultural and Management Practices; and the provision of education and technical assistance for biosolids management. Funding Source(s): IDG/IDT 101,400 GF/GP 467,600 <i>Related Boilerplate Section(s): None</i>
Intercounty drain – 4.0 FTE positions	475,100	Supports the staff and operations of the Intercounty Drains Program, within the Environmental Stewardship Division, which is responsible for the provision of administrative support for intercounty drainage district boards; including scheduling and chairing of board meetings; expediting processes to implement drainage, flood, and pollution controls; and creating and executing documents and orders affecting board decisions and contracts. Funding Source(s): GF/GP 475,100 <i>Related Boilerplate Section(s): 607</i>
GROSS APPROPRIATION	\$13,553,100	Total of all applicable line item appropriations.
IDG from MDEQ, biosolids	101,400	<u>Collected from:</u> Department of Environmental Quality <u>Determined by:</u> Statutory allocation of 10.0% of the revenue deposited into the Sewage Sludge Land Application Fund <u>Expended for:</u> Education and technical assistance relating to land application of sewage sludge and its derivatives

Department of interior	120,600	<u>Collected from:</u> U.S. Dept. of the Interior, Fish and Wildlife Service <u>Determined by:</u> Discretionary project grants <u>Expended for:</u> Fish and wildlife management activities that align with the conservation, restoration, and management goals and priorities of the U.S. Fish and Wildlife Conservation Offices
EPA, multiple grants	305,600	<u>Collected from:</u> U.S. Environmental Protection Agency <u>Determined by:</u> Project or formula grants or use of facilities or equipment <u>Expended for:</u> Restoration and maintenance of the chemical, physical, and biological integrity of the Great Lakes Basin Ecosystem and environmental priorities of the state and federal governments
USDA, multiple grants	917,000	<u>Collected from:</u> U.S. Dept. of Agriculture, various agencies <u>Determined by:</u> Various project or formula grants, specialized or advisory services, or direct payments <u>Expended for:</u> Various federally-supported objectives, initiatives, and assistance pertaining to the agriculture, food, and forestry industries
Agriculture preservation fund	584,000	<u>Collected from:</u> Individuals repaying tax credits upon the termination or expiration of development rights agreements <u>Determined by:</u> Total amount of allocated tax credits over the last seven years of a terminated or expired development rights agreement <u>Expended for:</u> Administration and implementation of the farmland and open space preservation program and purchase of development rights to farmland or the acquisition of agricultural conservation easements
Freshwater protection fund	5,013,000	<u>Collected from:</u> Persons required by statute to register pesticide or fertilizer products or obtain licensure to manufacture or distribute fertilizer products <u>Determined by:</u> Annual groundwater protection fees established in statute <u>Expended for:</u> Direct and indirect assistance to provide for the conservation and protection of freshwater resources, emergency response and removal of potential source of contamination, and administrative costs
Migratory labor housing fund	164,600	<u>Collected from:</u> Persons operating agricultural labor camps within the state <u>Determined by:</u> Licensure fees and administrative fines established in statute <u>Expended for:</u> Administration, implementation, and enforcement of Part 124 of the Public Health Code of 1978
Private forestland enhancement fund	35,000	<u>Collected from:</u> Property owners receiving a property tax exemption for qualified forest property <u>Determined by:</u> Fee equivalent to 2 mills of the taxable value of that qualified forest property and penalties established in statute <u>Expended for:</u> Direct and indirect assistance to encourage, enhance investment in, and educate the public about the sustainable management of private forestland, and administrative costs
GENERAL FUND/ GENERAL PURPOSE	\$6,311,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 108: LABORATORY PROGRAM

Appropriation unit provides funding for the Laboratory Division, which tests and analyzes groundwater, plant seeds, livestock, food and dairy products, and motor fuels and verifies nutritional labeling and weighting and measuring devices.

Full-time equated classified positions	90.0	Full-time equated (FTE) positions in the state classified service.
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Laboratory services – 36.0 FTE positions	\$5,409,200	<p>Supports the staff and operations of the following testing and analysis programs within the W.C. Geagley Laboratory:</p> <p><u>Animal Disease Surveillance</u>: Responsible for the provision of analytical testing to certify that certain animals are free from specific diseases, also participates in university studies and assists with federal disease surveillance.</p> <p><u>Equine Drug Testing</u>: Responsible for the provision of animal drug testing for DARD, Michigan Gaming Control Board, fairs, shows, and exhibitions to foster public confidence, promote fair competition, and protect integrity.</p> <p><u>FDA Food Emergency Response Network</u>: Responsible for the provision of increased sample analysis capacity during the outbreak of foodborne illness or large-scale food adulteration or contamination emergency.</p> <p><u>Food and Dairy Microbiology</u>: Responsible for the provision of legally defensible analytic determination of compliance with state and federal food and dairy laws to assure products are safe for human consumption.</p> <p><u>Pesticide and Environment</u>: Responsible for the protection of human, animal, and plant health and the environment from the adverse effects of pesticides or misuse of pesticide products.</p> <p><u>Feed Safety Testing</u>: Responsible for the provision of analytical testing of animal feed to detect accidental or intentional contamination and prevent deficient or fraudulent nutritional and drug ingredient labeling.</p> <p><u>Food Safety Testing</u>: Responsible for the provision of analytical testing of food and beverage products and ingredients to detect the presence of prohibited, extraneous, deleterious, injurious, and filthy substances.</p> <p><u>Motor Fuel Quality Testing</u>: Responsible for the protection of consumers and industry from economic fraud by ensuring that gasoline does not contain prohibited fuel extenders, water, or sediment.</p>
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Funding Source(s):	IDG/IDT	213,500
	Federal	782,900
	Restricted	2,203,000
	GF/GP	2,209,800

Related Boilerplate Section(s): 301, 802

USDA monitoring program – 13.0 FTE positions	1,598,600	<p>Supports the staff and operations for the Pesticide Data Program, within the W.C. Geagley Laboratory, which is responsible for the provision of pesticide residue data on agricultural products, utilized by federal agencies to monitor regulatory compliance and determine appropriate regulations.</p>
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Funding Source(s):	Federal	1,598,600
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Related Boilerplate Section(s): None

Agriculture licensing and inspection fees	77,400	<u>Collected from:</u> Persons licensed or otherwise regulated under various state laws pertaining to plant nurseries, riding stables, livestock dealing, pesticides, fertilizers, animal health, fruits and vegetables, or commercial feed <u>Determined by:</u> Licensure and inspection fees and administrative and civil fines established in various statutes <u>Expended for:</u> Administration, implementation, and enforcement of those duties required by state law under various statutes
Gasoline inspection and testing fund	2,562,300	<u>Collected from:</u> Distributors and retail dealers engaged in the transfer, sale, or dispensation of gasoline, diesel fuel, biodiesel, biodiesel blend, or hydrogen fuel <u>Determined by:</u> Licensure fees established in statute, civil fines ordered in enforcement proceedings, and funds made available by the federal government <u>Expended for:</u> Administration and implementation of the gasoline inspection and testing program and the vapor-recovery program
Refined petroleum fund	3,691,700	<u>Collected from:</u> Persons selling refined petroleum products for resale or consumption in Michigan <u>Determined by:</u> 7/8 cent charge per gallon of refined petroleum sold for resale or consumption as measured by the capacity utilization of an underground storage tank system <u>Expended for:</u> Administration and implementation of the gasoline testing and inspection program under the Weights and Measures Act of 1964 and the Motor Fuels Quality Act of 1984
Renewable fuels fund	51,800	<u>Collected from:</u> Individuals designating contributions from their state income tax refund <u>Determined by:</u> Amount designated by individuals on their income tax return <u>Expended for:</u> Promotion of the production and use of alternative fuels and the sale of vehicles powered by renewable fuels, development of motor fuel quality stands for renewable fuels, and incentives to retailers selling renewable fuels
Testing fees	288,400	<u>Collected from:</u> Individuals and entities requesting or requiring laboratory analysis <u>Determined by:</u> Fee schedule developed by DARD <u>Expended for:</u> Laboratory analysis services
Weights and measures regulation fees	1,002,200	<u>Collected from:</u> Owners or operators of weights and measures requesting inspection, evaluation, or registration or requiring reinspection of weights or measures <u>Determined by:</u> Fee schedule developed by DARD and administrative and civil fines established by statute <u>Expended for:</u> Administration and implementation of weights and measures programs
GENERAL FUND/ GENERAL PURPOSE	\$2,210,400	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 109: AGRICULTURE DEVELOPMENT

Appropriation unit provides funding for the Office of Agriculture Development, which promotes international marketing; endeavors to attract, expand, and retain jobs and investment; and administers various grant programs.

Full-time equated classified positions	14.0	Full-time equated (FTE) positions in the state classified service.
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Agriculture development – 11.0 FTE positions	\$3,579,500	<p>Supports the staff and operations of the following economic and rural development programs within the Office of Agriculture Development:</p> <p><u>Business Development</u>: Responsible for the facilitation of growth of and provision of assistance for the food and agriculture industry and workforce.</p> <p><u>Rural Development</u>: Responsible for addressing the needs of businesses and communities to encourage and promote development of rural areas.</p> <p><u>International Market Development</u>: Responsible for the provision of assistance for food and agriculture businesses to explore and exploit trade opportunities.</p> <p><u>Domestic Marketing</u>: Responsible for the increase of market access for a variety of Michigan-produced food and agriculture products.</p> <p><u>Commodity Coordination</u>: Responsible for the coordination of certain agriculture commodities, consisting of regulatory oversight duties.</p> <p><u>Grape and Wine Industry Council</u>: Responsible for the provision of staff support for the Council.</p> <p><u>Grants Administration</u>: Responsible for the administration of state and federal grant programs.</p>
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Funding Source(s):	Federal	2,280,000
	Restricted	106,800
	GF/GP	1,192,700

Related Boilerplate Section(s): 706

Food and agriculture industry growth initiative	1,000,000	<p>Supports the Food and Agriculture Industry Strategic Growth Initiative Grant Program, administered by the Office of Agriculture Development, which is intended to increase the economic impact of the food and agriculture industry by removing existing barriers, leveraging opportunities identified by stakeholders as critical to business development, and utilizing the latest technologies.</p>
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Funding Source(s):	GF/GP	1,000,000
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Related Boilerplate Section(s): 711

Grape and wine program – 3.0 FTE positions	828,500	<p>Supports the staff and operations of the Grape and Wine Industry Council, staffed by the Office of Agriculture Development, which is responsible for the provision of research on the making and marketing of wine, information relative to proper methods of wine making and marketing, market surveys and analysis, promotion of the sale of wine grapes and wine, and the administration of financial aid for wine grape growers.</p>
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Funding Source(s):	Restricted	828,500
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Related Boilerplate Section(s): 709

Rural development value-added grants	1,050,000	Supports the Value Added/Regional Food Systems Grant Program, administered by the Office of Agriculture Development, which is intended to establish, attract, retain, expand, and develop value added agricultural processing and regional food systems by enhancing or facilitating aggregation and distribution of Michigan-grown agricultural products.
		Funding Source(s): GF/GP 1,050,000
		<i>Related Boilerplate Section(s): 701</i>
GROSS APPROPRIATION	\$6,458,000	Total of all applicable line item appropriations.
USDA, multiple grants	2,300,000	<u>Collected from:</u> U.S. Dept. of Agriculture, various agencies <u>Determined by:</u> Various project or formula grants, specialized or advisory services, or direct payments <u>Expended for:</u> Various federally-supported objectives, initiatives, and assistance pertaining to the agriculture, food, and forestry industries
Industry support funds	131,900	<u>Collected from:</u> Institutional and industrial entities <u>Determined by:</u> Voluntary contributions to DARD <u>Expended for:</u> Various DARD programs, initiatives, and events that support the agriculture and food industries
Nonretail liquor fees	783,400	<u>Collected from:</u> Manufacturers, wholesalers, warehousemen, and outstate sellers of beer, wine, and spirits <u>Determined by:</u> Nonretail liquor licensure fees established in statute <u>Expended for:</u> Administration and implementation of the responsibilities of the Grape and Wine Industry Council
GENERAL FUND/ GENERAL PURPOSE	\$3,242,700	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 110: FAIRS AND EXPOSITIONS

Appropriation unit provides funding for the administration of various financial assistance programs to encourage horse racing, county fairs, and agriculture expositions in Michigan.

Full-time equated classified positions	1.0	Full-time equated (FTE) positions in the state classified service.	
Fairs and racing – 1.0 FTE position	\$356,700	Supports the administration of purses, supplements, awards, and stakes to encourage Standardbred, Thoroughbred, and light horse breeding and racing in Michigan and the collection of specimens from Standardbred horses at county fairs for drug testing.	
		Funding Source(s):	Restricted 356,700
		<i>Related Boilerplate Section(s): 801, 802, 803</i>	
Shows and expositions	50,000	Supports competitive grant program to promote and encourage equine, livestock, and other agricultural commodity shows and expositions in Michigan.	
		Funding Source(s):	GF/GP 50,000
		<i>Related Boilerplate Section(s): 806</i>	
County fairs capital improvement grants	320,000	Supports competitive grant program to promote and encourage investment in building and other capital improvements at county fairgrounds in Michigan.	
		Funding Source(s):	GF/GP 320,000
		<i>Related Boilerplate Section(s): 805</i>	
Purses and supplements – fairs/licensed tracks	708,300	Supports purse supplements for Standardbred horse races at county fairs and licensed racetracks, special purses for races of 2- and 3-year-old Standardbred horses at county fairs, payments to presiding judges and clerks of the course at county fairs, and the collection of specimens and conducting of tests.	
		Funding Source(s):	Restricted 708,300
		<i>Related Boilerplate Section(s): 802, 803</i>	
Licensed tracks – light horse racing	40,300	Supports purse supplements for races conducted exclusively for Michigan-bred Quarter, Appaloosa, Arabian, or American Paint horses.	
		Funding Source(s):	Restricted 40,300
		<i>Related Boilerplate Section(s): 802</i>	
Light horse racing – breeders' awards	20,000	Supports breeders' awards for Michigan-bred Quarter, Appaloosa, Arabian, or American Paint horses winning races at county fairs or licensed racetracks.	
		Funding Source(s):	Restricted 20,000
		<i>Related Boilerplate Section(s): 802</i>	
Standardbred breeders' awards	285,900	Supports breeders' awards for Michigan-bred Standardbred horses winning races at county fairs or licensed racetracks.	
		Funding Source(s):	Restricted 285,900
		<i>Related Boilerplate Section(s): 802, 803</i>	

Standardbred purses and supplements – licensed tracks	527,800	Supports purse supplements for Standardbred horse races at county fairs and licensed racetracks and for special 4-year-old filly and colt Standardbred horse races at licensed racetracks. Funding Source(s): Restricted 527,800 <i>Related Boilerplate Section(s): 802, 803</i>
Standardbred sire stakes	239,000	Supports purses for races conducted exclusively for 2- and 3-year-old Michigan-sired Standardbred horses at licensed racetracks. Funding Source(s): Restricted 239,000 <i>Related Boilerplate Section(s): 802, 803</i>
Thoroughbred supplements – licensed tracks	385,900	Supports purse supplements for races conducted exclusively for Michigan-bred Thoroughbred horses and for 4-year-old and older filly and colt Thoroughbred horse races at licensed racetracks. Funding Source(s): Restricted 385,900 <i>Related Boilerplate Section(s): 802, 803</i>
Thoroughbred breeders' awards	358,600	Supports breeders' awards for Michigan-bred Thoroughbred horses winning races at county fairs or licensed race tracks. Funding Source(s): Restricted 358,600 <i>Related Boilerplate Section(s): 802, 803</i>
Thoroughbred sire stakes	244,800	Supports purses for races conducted exclusively for 2- and 3-year-old Michigan-sired Thoroughbred horses at licensed race tracks and awards for owners of Michigan-sired horses or stallions. Funding Source(s): Restricted 244,800 <i>Related Boilerplate Section(s): 802, 803</i>
GROSS APPROPRIATION	\$3,537,300	Total of all applicable line item appropriations.
Agriculture equine industry development fund	3,167,300	<u>Collected from:</u> Persons engaged in the horse racing industry and licensed under state law <u>Determined by:</u> 3.5% tax on money wagered on inter-track and interstate simulcast races, statutory licensure fees and fines, and uncashed winning tickets <u>Expended for:</u> Administration, implementation, and enforcement of horse racing regulations and purse supplements, breeders' awards, sire stakes, owners' awards, special purses, futurities, and cash premiums to support various horse breed programs
GENERAL FUND/ GENERAL PURPOSE	\$370,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 111: ONE-TIME BASIS ONLY

Appropriation unit includes all FY 2014-15 appropriations intended by the Legislature to be one-time allocations which are not intended to be reauthorized for future fiscal years.

Food and agriculture industry growth initiative	\$2,000,000	<p>Supports the Strategic Growth Initiative (SGI) grant program, which is intended to increase the economic impact of the food and agriculture industry by removing barriers and leveraging opportunities. The FY 2013-14 DARD budget authorized DARD to receive and expend funds from the Michigan Economic Development Corporation (MEDC) which committed \$2.0 million for the SGI during FY 2013-14. MEDC funds are not available for FY 2014-15.</p> <p style="text-align: right;">Funding Source(s): GF/GP 2,000,000</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 1101</i></p>
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Muskegon farmers market	200,000	<p>Supports one-time appropriation for a grant award to the Muskegon Farmers Market, owned and operated by the City of Muskegon, for capital investment in a commercial kitchen facility.</p> <p style="text-align: right;">Funding Source(s): GF/GP 200,000</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): None</i></p>
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Ottawa county agriculture incubator	500,000	<p>Supports one-time appropriation for a grant award to Ottawa County to establish the nonprofit Ag-Tech Business Incubator and employ business analysts to provide customized services and direct assistance.</p> <p style="text-align: right;">Funding Source(s): GF/GP 500,000</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): None</i></p>
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GROSS APPROPRIATION	\$2,700,000	Total of all applicable line item appropriations.
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GENERAL FUND/ GENERAL PURPOSE	\$2,700,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.
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BOILERPLATE SECTION INFORMATION

GENERAL SECTIONS

Sec. 201. State Spending From State Resources and Payments to Local Units of Government

Specifies amount of state spending from state resources, and the amount to be paid to local units of government.

Sec. 202. Applicability of Management and Budget Act

Subjects appropriations in the article to the Management and Budget Act, 1984 PA 431.

Sec. 203. Definitions

Defines various terms and acronyms appearing in the article.

Sec. 205. Benchmarks for New Programs or Program Expansions

Requires DARD to submit reports to the Legislature identifying specific benchmarks intended to measure the performance or return on taxpayer investment of new programs or program expansions and updating the Legislature on the progress of the programs as measured by those benchmarks; stipulates that the Legislature intends that benchmarks be included with executive budget requests beginning with the FY 2015-16 budget.

Sec. 206. Contingency Funds

Permits appropriation of federal, state restricted, local, and private contingency funds up to specified amounts, subject to the legislative transfer process.

Sec. 207. Transparency Website

Requires DARD, working with DTMB, to maintain a searchable website accessible by the public at no cost, which includes various appropriation, expenditure, procurement, and staffing information.

Sec. 208. Internet Reporting Requirements

Outlines requirements regarding use of Internet to fulfill legislative reporting requirements.

Sec. 209. Buy American and Buy Michigan

Requires DARD to purchase goods and services made in America, preferably in Michigan and preferably by veterans, if competitively priced at comparable quality.

Sec. 210. Deprived and Depressed Communities

Requires DARD to reasonably ensure that businesses in "deprived and depressed" communities compete for and perform contracts for services and supplies.

Sec. 212. Record Retention

Requires DARD to retain all records in accordance with state and federal guidelines.

Sec. 215. Communications with the Legislature

Prohibits DARD from taking disciplinary action against an employee for communicating with a member of the Legislature or its staff.

Sec. 218. Out-of-State Travel

Requires DARD to submit a report pertaining to out-of-state travel for state employees, including the dates of each travel occurrence and the related expenses and fund sourcing of each travel occurrence.

Sec. 228. General Fund/General Purpose Lapse Report

Requires the State Budget Office to submit an annual report providing estimates of GF/GP lapses for DARD agencies and programs.

Sec. 229. Restricted Funds Report

Requires DARD to cooperate with the State Budget Office to submit a report to the Legislature pertaining to restricted fund revenues, expenditures, and balances for previous two fiscal years.

Sec. 230. Prohibits Purchase of Legal Services

Prohibits the purchase of legal services from third parties that are the responsibility of the Attorney General.

Sec. 231. Department Scorecard Website

Requires DARD to maintain a department scorecard website that identifies, updates, and tracks key metrics to monitor the department's performance.

BOILERPLATE SECTION INFORMATION

Sec. 232. Annual Legacy Costs

Identifies annual pension-related and retiree health care legacy costs for DARD pursuant to boilerplate Section 1202 of 2013 PA 59.

DEPARTMENTWIDE

Sec. 301. Miscellaneous Revenue and Expenditures

Authorizes DARD to receive revenue related to specified purposes and expend that revenue to cover necessary expenses; requires DARD to notify the Legislature of proposed changes to fees and submit a report to the Legislature detailing the fees charged under the section.

Sec. 302. Grants Reporting Requirements

Prohibits DARD from awarding grants, excluding line item grants, unless DARD provides notice to the Legislature at least 10 days prior to award and the grants are used for research and related activities to enhance Michigan agricultural industrials.

FOOD AND DAIRY

Sec. 402. Foodborne Illness Reporting Requirement

Requires DARD to submit a report to the Legislature describing significant foodborne illness outbreaks, including food safety enforcement actions taken during the previous fiscal year.

ANIMAL INDUSTRY

Sec. 451. Bovine Tuberculosis Split-State Status

Requires DARD to pay for whole herd and individual animal testing costs, including indemnity and compensation for injuries causing animal death or downer, in the modified accredited zone to maintain split-state status requirements.

Sec. 453. Livestock Indemnification Payments

Stipulates that DARD may expended up to \$100,000 per order from any line item for livestock indemnification provided that DARD reports the amount and the recipient to the Legislature and that indemnification payments shall be for fair market value for livestock killed by wolf, coyote, or cougar and shall be reported to the Legislature.

** In a signing letter dated June 30, 2014, the Governor asserts that subsection (2) of this boilerplate section is unenforceable.*

Sec. 454. Bovine Tuberculosis Eradication

Requires DARD to collaborate with the USDA to obtain TB-free status for the Lower Peninsula zoned as a modified accredited area and convene a workgroup to aggressively work toward eradicating Bovine TB in the zone.

Sec. 456. Electronic Animal Identification

Prohibits DARD from expending appropriations to enforce the mandatory electronic animal identification program for domestic animals other than cattle until guidelines are established in statute.

Sec. 457. Bovine Tuberculosis Program Report

Requires DARD to submit quarterly reports to the Legislature pertaining to DARD's progress toward meeting USDA requirements outlined in the March 2007 Bovine TB Program review.

Sec. 458. Aquaculture Facility Testing

Requires DARD to inspect and test aquaculture facilities and researchers and work with aquaculture facilities and researchers to identify, contain, and eradicate viral hemorrhagic septicemia.

Sec. 459. Bovine TB (Re)Testing Limitations

Stipulates that the Legislature intends that DARD shall conduct whole herd Bovine TB testing on any one herd within the TB-Free Zone more often than once every four years or retest a herd before all other herds in the same county are tested, subject to specified epidemiological occurrences.

ENVIRONMENTAL STEWARDSHIP

Sec. 601. Environmental Stewardship

Stipulates that DARD expend the appropriation for the environmental stewardship line item for agriculture pollution prevention programs, including groundwater and freshwater protection under 1994 PA 87 and implementing conservation grants available under the federal Farm Bill of 2014.

BOILERPLATE SECTION INFORMATION

Sec. 603. Local Conservation Districts Appropriation

Stipulates the allocation of funds to local conservation districts for environmental conservation and protection programs and training and limitations on the use of those funds.

Sec. 604. Appropriation of Excess Federal Revenues

Authorizes DARD to expend federal revenues in excess of the appropriation under section 107 in part 1 upon notification of the Legislature.

Sec. 605. MAEAP Expenditure Limitation

Prohibits expenditures for administration or implementation of the Michigan Agriculture Environmental Assurance Program (MAEAP) in amounts other than the amount appropriated.

Sec. 607. Intercounty Drainage Districts

Stipulates intent that DARD continue activities supporting intercounty drainage districts pursuant to Chapter 5 of The Drain Code of 1956 and work with representatives of intercounty drainage districts to fund associated costs.

Sec. 609. Commercial Forestry Audit Program

Stipulates legislative intent that DARD provides grant funding to the "Qualified Nonprofit Sustainable Forestry Initiative" to work with public and private forestland owners to conduct site visits, prepare an analysis, and audit statewide best management practices for a variety of environmental concerns in collaboration with state departments, universities, and conservation groups.

AGRICULTURE DEVELOPMENT

Sec. 701. Rural Development Value-Added Grant Program

Requires DARD to establish and administer the Rural Development Value-Added Grant Program and, in collaboration with a joint evaluation committee, award competitive grants to grantees proving a cash match; designates unexpended appropriation as work project and requires semiannual reports to the Legislature. Also stipulates a \$200,000 grant award for the Eastern Michigan Food Bank for completion of its "Food Hub" Facility.

Sec. 706. Agriculture Development Activity Report

Requires DARD to submit a report to the Legislature describing prior year agriculture development and export market development activities, including grant awards and resultant private and federal revenue availability.

Sec. 709. Grape and Wine Industry Council Report

Requires DARD to submit a report to the Legislature describing the activities of the Grape and Wine Industry Council, including prior year accomplishments, expenditures, and grant awards.

Sec. 711. Food and Agriculture Industry Growth Initiative

Requires DARD to establish and administer the Food and Agriculture Industry Growth Initiative which shall use a grant process to support efforts to remove barriers and leverage opportunities critical to business development and growth within the state; stipulates that DARD may receive and expend funds received from outside sources; requires the Director to establish a consortium of interested parties to develop priorities; requires grantees to identify measurable outcomes; stipulates that a joint evaluation committee selected by the Director shall evaluate grant applications and provide recommendations; and permits DARD to expend appropriation to administer the Initiative. Also, stipulates grant award of \$250,000 for a public-private partnership between Michigan Technological University and at least one pulp and paper manufacturer pertaining to combined heat and power co-located with sustainable agricultural food processing operations.

FAIRS AND EXPOSITIONS

Sec. 801. Agriculture Equine Industry Development Fund

Stipulates that all appropriations from the Agriculture Equine Industry Fund shall be spent on equine-related purposes without prior approval from the Legislature.

Sec. 802. Agriculture Equine Fund Reduction

Stipulates that appropriations from the Agriculture Equine Industry Development Fund (AEIDF), with specified exceptions, shall be proportionally reduced if revenues deposited into the AEIDF during the previous fiscal year are lower than the amounts appropriated.

BOILERPLATE SECTION INFORMATION

Sec. 803. Thoroughbred and Standardbred Escrow

Stipulates that if there is no live Standardbred or Thoroughbred race meets during the fiscal year, the program monies shall be held in escrow for up to 18 months or until race meet licenses are granted.

** In a signing letter dated June 30, 2014, the Governor asserts that this boilerplate section is unenforceable.*

Sec. 804. Michigan Gaming Control Board Costs

Stipulates legislative intent that the Michigan Gaming Control Board (MGCB) shall utilize actual expenditure data in determining the actual regulatory costs of conducting horse racing and shall provide that data to the Legislature and stipulates procedures to rectify regulatory costs with a certified horseman's organization funds and future race meets.

Sec. 805. County Fair Capital Grant Program

Requires DARD to establish a capital improvement grant program for county fairs; specifies procedures for a competitive matching grant program for such financial support; directs DARD to identify criteria, evaluate applications, and make recommendations; authorizes expenditure for administrative expenses; designates unexpended revenue as a work project; and requires annual report pertaining to the grant program.

Sec. 806. Shows and Expositions Grants

Stipulates that amounts appropriated for shows and expositions are to financially support equine, livestock, and other agricultural commodity expositions in Michigan; specifies procedures for a competitive matching grant program for such financial support; directs DARD to identify criteria, evaluate applications, and make recommendations; designates unexpended revenue as a work project; and requires annual report pertaining to grants for shows and expositions.

ONE-TIME BASIS ONLY APPROPRIATIONS

Sec. 1101. Food and Agriculture Industry Growth Initiative One-Time Appropriation

Stipulates that the one-time appropriation for the Food and Agriculture Industry Growth Initiative shall be expended in accordance with Section 711.

PART 2A: GENERAL SECTIONS

Sec. 1201. FY 2015-16 Appropriation

Stipulates legislative intent that the FY 2015-16 appropriations are anticipated to be the same as FY 2014-15 appropriations, except for adjustments for changes in caseloads, federal match rates, economic factors, and available revenue.



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 Kyle I. Jen, Deputy Director
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AREAS OF RESPONSIBILITY

Agriculture and Rural Development	William E. Hamilton
Attorney General	Perry Zielak
Auditor General	Benjamin Gielczyk
Bill Analysis	Chris Couch Edith Best; Joan Hunault; Josh Roesner; Sue Stutzky
Capital Outlay	Benjamin Gielczyk
Civil Rights	Perry Zielak
Community Colleges	Marilyn Peterson
Community Health: Medicaid, Physical and Mental Health	Kevin Koorstra; Steve Stauff; Kyle I. Jen
Public Health, Aging, Departmentwide Services	Susan Frey
Corrections	Robin R. Risko
Economic and Revenue Forecast	Jim Stansell; Adam Desrosiers
Education (Department)	Samuel Christensen
Environmental Quality	Austin Scott
Executive Office	Benjamin Gielczyk
Fiscal Oversight, Audit, and Litigation	Mary Ann Cleary
Higher Education	Marilyn Peterson
Human Services (Department)	Viola Bay Wild
Insurance and Financial Services	Paul Holland
Judiciary	Robin R. Risko
Legislature	Benjamin Gielczyk
Licensing and Regulatory Affairs	Paul Holland
Local Finance	Jim Stansell; Adam Desrosiers
Lottery	Benjamin Gielczyk
Michigan Strategic Fund	Benjamin Gielczyk
Military and Veterans Affairs	Perry Zielak
Natural Resources	Austin Scott
Natural Resources Trust Fund	Benjamin Gielczyk
Retirement	Bethany Wicksall; Kyle I Jen
Revenue Sharing/EVIP	Jim Stansell; Benjamin Gielczyk
School Aid	Bethany Wicksall; Samuel Christensen
State (Department)	Perry Zielak
State Police	Paul Holland
Supplementals	Kyle I. Jen
Tax Analysis	Jim Stansell; Adam Desrosiers
Technology, Management, and Budget	Perry Zielak
Transfers	Viola Bay Wild
Transportation	William E. Hamilton
Treasury	Benjamin Gielczyk



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