

LINE ITEM AND BOILERPLATE SUMMARY

AGRICULTURE

**Fiscal Year 2005-06
Public Act 148 of 2005
Senate Bill 264**

As Enacted



Mitchell E. Bean, Director

December 2005

Prepared and Compiled by:

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December 2005

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2005-06 appropriation acts. Each **Summary** contains line-by-line detail, including the amount and purpose of each appropriation line and information regarding related boilerplate sections, for a specific appropriation act. Following the line item detail, a brief explanation of each boilerplate section in the appropriations bill is provided.

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.

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

A handwritten signature in black ink that reads "Mitchell E. Bean".

Mitchell E. Bean, Director

TABLE OF CONTENTS

DEPARTMENT OF AGRICULTURE.....	1
Executive	2
Departmentwide.....	4
Food and Dairy	5
Animal Industry	6
Pesticide and Plant Pest Management	7
Environmental Stewardship	8
Laboratory Program	10
Agriculture Development.....	12
Fairs and Expositions.....	14
Office of Racing Commissioner	16
Information Technology	17
 BOILERPLATE SECTION INFORMATION	 19

GLOSSARY: State Budget Terms

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

A five-member Commission of Agriculture, appointed by the Governor with the consent of the Senate, heads the Department. Commission members are appointed for terms of four years. The Commission appoints a director to serve as chief administrative officer of the Department.

The Department of Agriculture promotes agricultural interests of the state and develops safeguards to protect the public from disease and unsanitary conditions in connection with food production and food handling, product labeling, dairy products, animals, and plants. The Department's responsibilities in the field of consumer protection include enforcement of laws relating to food, standard weights and measures, farm produce storage, and dairy products; animal health; control of plant pests and diseases; and inspection of beans and perishable fruits and vegetables. Department is also charged with regulating Michigan's pari-mutuel horse racing industry through the Office of the Racing Commissioner, a type I agency located in the Department.

The Department's mission is: "To serve, promote and protect the agricultural interests of the people of the State of Michigan." Department responsibilities include ensuring that consumers receive safe and wholesome food and agricultural products; protecting the public, the food supply, and the environment from toxic substance contamination; and protecting and enhancing the land and water resource base. Department also promotes the development of food- and agriculture-based businesses and markets, and is charged with regulating the pari-mutuel horse racing industry.

In its dual role as regulator and marketer, the Department provides Michigan citizens with quality services and information by working cooperatively with many agencies and organizations including: U.S. Department of Agriculture; U.S. Environmental Protection Agency; Food and Drug Administration; the Michigan Departments of Community Health, Natural Resources, Labor and Economic Growth, and Michigan State Police; Michigan State University; the food and agriculture industry; and private businesses.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	691.0	Full-time equated (FTE) positions in the state classified service.
GROSS APPROPRIATION	\$119,198,400 \$119,178,400	Total of all expenditure line item appropriations.
Total interdepartmental grants/ intradepartmental transfers	10,368,200	Total of all funds received from other departments and transfer of funds.
ADJUSTED GROSS APPROPRIATION	\$108,830,200 \$108,810,200	Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).
Total federal revenue	32,581,700	Total federal grant or matchable revenue.
Total local revenue	0	Total revenue from local units of government.
Total private revenue	138,700	Total private grant revenue.
Total state restricted revenue	47,747,100 47,727,100	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$28,362,700	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

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Statistical reporting service – 4.0 FTE positions	345,600	Maintain Department database; prepare crop and livestock production estimates, commodities and local market prices, value of farm products, and other information; provide accurate, current, and historical data for commodities; under formal agreement between U.S. Department of Agriculture National Agricultural Statistics Service and Department, Agricultural Statistics is responsible for the database. Funding Source(s): GF/GP 345,600 <i>Related Boilerplate Section(s): None</i>
Emergency management – 2.5 FTE positions	226,200	Coordinate preparation for and response to emergencies that impact the state's food and agriculture industries. Funding Source(s): Restricted 226,200 <i>Related Boilerplate Section(s): None</i>
Human resources optimization user charges	29,500	Access to Michigan Human Resources Service Center. Funding Source(s): GF/GP 29,500 <i>Related Boilerplate Section(s): None</i>
GROSS APPROPRIATION	\$4,761,300	Total of all applicable line item appropriations.
Total interdepartmental grants/ intradepartmental transfers	0	Total of all funds received from other departments and transfer of funds.
Total state restricted revenue	885,600	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$3,875,700	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 103: DEPARTMENTWIDE

This appropriation unit provides funding for rent and related property management charges.

Rent and building occupancy charges	\$1,388,400	Building occupancy charges for state-owned office space (includes janitorial and other maintenance services); rent for leased, privately-owned facilities.
		Funding Source(s):
		Federal
		Restricted
		GF/GP
		174,800
		519,600
		694,000

Related Boilerplate Section(s): None

Agriculture equine industry development fund reimbursement	0	Transfer fund revenue (\$2.0 million restricted) from Agriculture Equine Industry Development Fund to General Fund during year-end closing.
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GROSS APPROPRIATION	\$1,388,400	Total of all applicable line item appropriations.
Total federal revenue	174,800	Total federal grant or matchable revenue.
Total state restricted revenue	519,600	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$694,000	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

This appropriation unit provides funding for a variety of food safety programs administered by the Department and for grants to local health departments for food safety inspection activities.

Full-time equated classified positions	107.0	Full-time equated (FTE) positions in the state classified service.									
Food safety and quality assurance – 107.0 FTE positions	\$10,830,300	<p><u>Food Product Safety Assurance</u>: assure consumers that Michigan food supply is safe and wholesome; enforce laws and regulations with inspection and compliance monitoring activities governing processing, packaging, transportation, storage, and sale of food and beverages at nearly 20,000 facilities.</p> <p><u>Food Service Sanitation</u>: oversee inspections of food service operations by 45 local health departments (with Michigan Local Public Health Accreditation Program); training and technical assistance to local health departments on food safety issues.</p> <p><u>Dairy</u>: ensure consumers have a safe/wholesome milk supply and all fluid milk for bottling meets stringent standards by regularly inspecting Michigan's 2,400 Grade A and 270 manufacturing grade milk-producing farms; check cheese factories, butter plants, and ice cream facilities for sanitation; analyze over 6,000 dairy product samples each year; protect public from false dairy product labeling.</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">Federal</td> <td style="text-align: right;">228,500</td> </tr> <tr> <td></td> <td>Restricted</td> <td style="text-align: right;">3,233,600</td> </tr> <tr> <td></td> <td>GF/GP</td> <td style="text-align: right;">7,368,200</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): 402, 403</i></p>	Funding Source(s):	Federal	228,500		Restricted	3,233,600		GF/GP	7,368,200
Funding Source(s):	Federal	228,500									
	Restricted	3,233,600									
	GF/GP	7,368,200									
Local public health operations	8,878,700	<p>Grants to local health departments for inspecting food service operations in the state; funds distributed based on a formula which includes the number of fixed, mobile, and temporary food service establishments.</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">IDG</td> <td style="text-align: right;">8,878,700</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): 401</i></p>	Funding Source(s):	IDG	8,878,700						
Funding Source(s):	IDG	8,878,700									
GROSS APPROPRIATION	\$19,709,000	Total of all applicable line item appropriations.									
Total interdepartmental grants/intrdepartmental transfers	8,878,700	Total of all funds received from other departments and transfer of funds.									
Total federal revenue	228,500	Total federal grant or matchable revenue.									
Total state restricted revenue	3,233,600	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.									
GENERAL FUND/ GENERAL PURPOSE	\$7,368,200	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.									

SECTION 105: ANIMAL INDUSTRY

This appropriation unit provides funding for preservation of the health of domestic animals, livestock, and pets, and assures the humane treatment of animals and provides diagnostic services for those needing assistance due to animal health problems.

Full-time equated classified positions	49.0	Full-time equated (FTE) positions in the state classified service.									
Animal health and welfare – 22.5 FTE positions	\$2,316,100	<p><u>Animal Industry Division</u>: protect public health and health of domestic animals, livestock, and pets; pseudorabies, eastern equine encephalitis, equine infectious anemia, rabies, tuberculosis, and various toxicities threaten Michigan livestock. <u>State Veterinarian</u>: oversee livestock and poultry disease programs and toxic substance contamination concerns related to animal health; work to eradicate animal diseases to help import and export of healthy livestock; monitor livestock where bovine tuberculosis is found in the deer population (coordinated with departments of Natural Resources and Community Health). <u>Animal Industry Division</u>: participate in an industry/state/ federal pseudorabies eradication program for swine and Market Cattle Identification Program (tests cattle after slaughter); safeguard animal health and welfare by licensing and regulating livestock dealers, pet shops, and riding stables.</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">Federal</td> <td style="text-align: right;">386,200</td> </tr> <tr> <td></td> <td>Restricted</td> <td style="text-align: right;">174,000</td> </tr> <tr> <td></td> <td>GF/GP</td> <td style="text-align: right;">1,755,900</td> </tr> </table> <p style="text-align: center;"><i>Related Boilerplate Section(s): None</i></p>	Funding Source(s):	Federal	386,200		Restricted	174,000		GF/GP	1,755,900
Funding Source(s):	Federal	386,200									
	Restricted	174,000									
	GF/GP	1,755,900									
Bovine tuberculosis program – 26.5 FTE positions	5,707,800	<p>Testing and surveillance in and out of the quarantine area, indemnification and disposal of infected animals, on-farm assistance, and fee basis testing by private veterinarians.</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">Federal</td> <td style="text-align: right;">933,600</td> </tr> <tr> <td></td> <td>Restricted</td> <td style="text-align: right;">2,297,600</td> </tr> <tr> <td></td> <td>GF/GP</td> <td style="text-align: right;">2,476,600</td> </tr> </table> <p style="text-align: center;"><i>Related Boilerplate Section(s): 212, 450, 451</i></p>	Funding Source(s):	Federal	933,600		Restricted	2,297,600		GF/GP	2,476,600
Funding Source(s):	Federal	933,600									
	Restricted	2,297,600									
	GF/GP	2,476,600									
GROSS APPROPRIATION	\$8,023,900	Total of all applicable line item appropriations.									
Total federal revenue	1,319,800	Total federal grant or matchable revenue.									
Total state restricted revenue	2,471,600	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.									
GENERAL FUND/ GENERAL PURPOSE	\$4,232,500	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

This appropriation unit provides funding for the implementation of programs, and the enforcement of laws concerning exotic and invasive pest management, pesticide and agrichemical sale and use, exporting commodities, and animal feed and drugs.

Full-time equated classified positions	231.8	FTE positions in the classified service of the state.												
Pesticide and plant pest management – 119.8 FTE positions	\$12,665,300	<p><u>Animal Feed/Drug Inspections</u>: ensure medicated animal feed and drugs used in food production systems meet or exceed standards for human and animal nutrition; inspect facilities that produce animal feeds and grain elevators.</p> <p><u>Exotic and Invasive Species</u>: keep exotic and invasive species out of Michigan; detect incoming exotic pests, delimit new infestations, and eradicate using science-based control methods.</p> <p><u>Pesticide and Agrichemical Inspections</u>: protect environment from adverse effects of pesticide and agrichemical use; regulate manufacture, sale, use, storage, and disposal of pesticides and agrichemicals; investigate alleged pesticide misuse; certify and license business operations.</p> <p><u>Plant Pest and Commodity Certification</u>: ensure plant/animal products meet quarantine/certification requirements to facilitate trade in Michigan-grown agricultural products; inspect and certify plants/plant products to meet phytosanitary requirements of international/interstate markets and quality grade standards.</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 10px;">Funding Source(s):</td> <td style="padding-right: 10px;">Federal</td> <td style="text-align: right;">3,613,100</td> </tr> <tr> <td></td> <td>Private</td> <td style="text-align: right;">138,700</td> </tr> <tr> <td></td> <td>Restricted</td> <td style="text-align: right;">4,503,400</td> </tr> <tr> <td></td> <td>GF/GP</td> <td style="text-align: right;">4,410,100</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): None</i></p>	Funding Source(s):	Federal	3,613,100		Private	138,700		Restricted	4,503,400		GF/GP	4,410,100
Funding Source(s):	Federal	3,613,100												
	Private	138,700												
	Restricted	4,503,400												
	GF/GP	4,410,100												
Emerald ash borer control program – 112.0 FTE positions	23,660,600	<p>Detect and control Emerald Ash Borer (EAB) and EAB infested materials; conduct surveys to detect outlier pest populations, eradicate pests, restore areas affected by EAB.</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 10px;">Funding Source(s):</td> <td style="padding-right: 10px;">Federal</td> <td style="text-align: right;">23,660,600</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): None</i></p>	Funding Source(s):	Federal	23,660,600									
Funding Source(s):	Federal	23,660,600												
Michigan State University	210,000	<p>Grant from U.S. Environmental Protection Agency to Michigan State University for research and education on environmental protection plans for pesticide use.</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 10px;">Funding Source(s):</td> <td style="padding-right: 10px;">Federal</td> <td style="text-align: right;">210,000</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): None</i></p>	Funding Source(s):	Federal	210,000									
Funding Source(s):	Federal	210,000												
GROSS APPROPRIATION	\$36,535,900	Total of all applicable line item appropriations.												
Total federal revenue	27,483,700	Total federal grant or matchable revenue.												
Total private revenue	138,700	Total private grant revenue.												
Total state restricted revenue	4,503,400	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.												
GENERAL FUND/ GENERAL PURPOSE	\$4,410,100	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.												

Farmland and open space preservation – 6.0 FTE positions	902,500	Preserve farmland and open space with farmland development rights agreements; purchase of development rights, agricultural preservation fund, local open space easement, and designated open space easement. Funding Source(s): Restricted 902,500
<i>Related Boilerplate Section(s): None</i>		
Cooperative resources management initiative program	1,000,000	Connects landowners and managers to partners who can implement landowner/managers goals, provide technical expertise to rural/suburban/urban landowners, and build on existing systems among federal, state, and local sources of assistance; coordinated team effort of federal, state, and local government agencies, and private sector conservation groups. Funding Source(s): IDG 1,000,000
<i>Related Boilerplate Section(s): None</i>		
Agriculture pollution prevention program	400,100	Implements provisions of 2001 PA 176. Funding Source(s): Federal 400,000 Restricted 100
<i>Related Boilerplate Section(s): None</i>		
Local conservation districts	1,516,800	Operational grants to state's 82 soil conservation districts; some funds allocated to assist private forest land development through a soil conservation district forester. Funding Source(s): GF/GP 1,516,800
<i>Related Boilerplate Section(s): 604</i>		
Migrant labor housing	100	Construction or improvement of migrant labor housing. Funding Source(s): GF/GP 100
<i>Related Boilerplate Section(s): 603</i>		
Aquifer protection program	50,000	New program in FY 2005-06. Funding Source(s): IDG 50,000
<i>Related Boilerplate Section(s):</i>		
GROSS APPROPRIATION	\$11,598,200	Total of all applicable line item appropriations.
Total interdepartmental grants/intrdepartmental transfers	1,303,600	Total of all funds received from other departments and transfer of funds.
Total federal revenue	824,500	Total federal grant or matchable revenue.
Total state restricted revenue	5,803,200	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$3,666,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 108: LABORATORY PROGRAM

This appropriation unit provides funding for analytical, diagnostic, and technical laboratory services to consumers, industry, and government agencies.

Full-time equated classified positions	148.0	Full-time equated (FTE) positions in the state classified service												
Laboratory services – 60.5 FTE positions	\$5,365,300	<p>Protect consumers, prevent/control animal/plant diseases and pests; promote agricultural products/markets; provide data for Department programs and to other state/federal agencies.</p> <p><u>Animal Disease Surveillance</u>: analyze animal blood for Michigan livestock owners required to meet state and federal statutes to assure disease-free animal movement in-state and to other countries; provide surveillance testing for reportable animal diseases through USDA cooperative agreement.</p> <p><u>Equine Drug Testing</u>: analytical/diagnostic/technical services to Office of Racing Commissioner and the Fairs, Expositions and Racing Division to ensure horses competing at licensed tracks and fairs do so without using illegal drugs.</p> <p><u>Food, Feed and Fertilizer</u>: work with Pesticide and Plant Pest Management Division to ensure animal feeds and fertilizer products meet quality standards and label guarantees; test animal feeds for prohibited materials and mycotoxins.</p> <p><u>Food, Dairy, and Microbiology</u>: ensure safety/quality of food industry products (analyze products for food-borne pathogens and other substances that make products unfit for human consumption; provide testing to support outbreak investigations.</p> <p><u>Motor Fuel Quality</u>: ensures quality of gasoline supply in the state; perform octane, alcohol, vapor pressure, and other tests.</p> <p><u>Pesticides and Environment</u>: monitor formulated pesticide products, application/misuse of licensed/unlicensed pesticide products; chemically-induced plant, animal, and/or human health problems; groundwater; and food residue.</p> <p><u>Antimicrobial</u>: cooperative agreement with EPA and other states to test EPA-registered antimicrobial products for effectiveness against pathogenic micro-organisms.</p> <p><u>Seed</u>: perform tests for farmers and seed dealers to check for purity and germination standards.</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">IDG</td> <td style="text-align: right;">183,100</td> </tr> <tr> <td></td> <td>Federal</td> <td style="text-align: right;">361,400</td> </tr> <tr> <td></td> <td>Restricted</td> <td style="text-align: right;">1,891,000</td> </tr> <tr> <td></td> <td>GF/GP</td> <td style="text-align: right;">2,929,800</td> </tr> </table>	Funding Source(s):	IDG	183,100		Federal	361,400		Restricted	1,891,000		GF/GP	2,929,800
Funding Source(s):	IDG	183,100												
	Federal	361,400												
	Restricted	1,891,000												
	GF/GP	2,929,800												

Related Boilerplate Section(s): 304

USDA Monitoring – 18.0 FTE positions	1,990,000	<p><u>Pesticide Data Program</u>: data on pesticide residue in fresh and processed fruits/vegetables and other food products including grain, dairy products, and poultry.</p> <p><u>Microbiological Data Program</u>: data on pathogens and indicator organisms in fresh produce such as celery, tomatoes, lettuce, cantaloupe, parsley, and sprouts.</p> <p><u>Food Emergency Response Network</u>: analytical capability to test for microbiological threat agents in food.</p> <p>U.S. Department of Agriculture funds.</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td>Federal</td> <td style="text-align: right;">1,990,000</td> </tr> </table>	Funding Source(s):	Federal	1,990,000
Funding Source(s):	Federal	1,990,000			

Related Boilerplate Section(s): None

Consumer protection program – 69.5 FTE positions	4,883,800	<p><u>Motor Fuels Quality</u>: ensures gasoline sold in the state meets all applicable quality/purity standards set by state/federal statutes; license, inspect, and regulate more than 5,000 retail gasoline outlets in the state; investigate complaints of motor fuel fraud.</p> <p><u>Weights and Measures</u>: ensure honesty/accuracy of all weighing and measuring devices, packaged commodities, and point of sale transactions in the state.</p> <p><u>Metrology Laboratory</u>: ensure Michigan's official weights and measures standards are traceable to national standards; provide fee-based calibration service to industry and official net content and dimension analysis of commodities samples; weights and measures fraud investigations.</p> <p>Funding Source(s): Restricted 4,883,800</p>
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Related Boilerplate Section(s): 304

GROSS APPROPRIATION	\$12,239,100	Total of all applicable line item appropriations.
Total interdepartmental grants/ intradepartmental transfers	183,100	Total of all funds received from other departments and transfer of funds.
Total federal revenue	2,351,400	Total federal grant or matchable revenue.
Total state restricted revenue	6,774,800	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$2,929,800	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 109: AGRICULTURE DEVELOPMENT

This appropriation unit provides funding for the Marketing and Communications Division which includes all programs related to the marketing and promotion of Michigan food and agricultural products; programs related to public information, crisis communications, media relations, special event coordination; and coordination of the Commission of Agriculture meetings.

Full-time equated classified positions	8.0	Full-time equated (FTE) positions in the state classified service.									
Agricultural development – 5.0 FTE positions	\$868,800	<p><u>Agriculture Development</u>: improve sustainability/viability of food and agriculture industry; strengthen/enhance food/agriculture support businesses and production opportunities; encourage alternative technologies/practices; promote community-based development; expand food/agricultural value-added processing, sustainable agriculture, and promote composting.</p> <p><u>Marketing</u>: coordinate/provide promotional, marketing, economic development opportunities for Michigan food/agriculture industry; oversee 15 legislatively-mandated commodity organizations; conduct required referenda.</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">Federal</td> <td style="text-align: right;">199,000</td> </tr> <tr> <td></td> <td>Restricted</td> <td style="text-align: right;">450,700</td> </tr> <tr> <td></td> <td>GF/GP</td> <td style="text-align: right;">219,100</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): 703</i></p>	Funding Source(s):	Federal	199,000		Restricted	450,700		GF/GP	219,100
Funding Source(s):	Federal	199,000									
	Restricted	450,700									
	GF/GP	219,100									
Grape and wine program – 3.0 FTE positions	662,600	<p>Nonretail liquor fees provide research, education, and promotion for Michigan’s wine/grape industry.</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">Restricted</td> <td style="text-align: right;">662,600</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): None,</i></p>	Funding Source(s):	Restricted	662,600						
Funding Source(s):	Restricted	662,600									
Export market development program	50,000	<p>Main contact for Michigan food and agricultural companies that seek assistance in international sales.</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">GF/GP</td> <td style="text-align: right;">50,000</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): 705</i></p>	Funding Source(s):	GF/GP	50,000						
Funding Source(s):	GF/GP	50,000									
Michigan agricultural surplus system	630,500	<p>Grant to Food Bank Council of Michigan for processing donated food items for distribution to local food banks.</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">GF/GP</td> <td style="text-align: right;">630,500</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): 702</i></p>	Funding Source(s):	GF/GP	630,500						
Funding Source(s):	GF/GP	630,500									
Future farmers of America	80,000	<p>Awards and leadership activities by Michigan State University College of Agriculture and Natural Resources to encourage farming and agriculture as a career.</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">Restricted</td> <td style="text-align: right;">80,000</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): 704</i></p>	Funding Source(s):	Restricted	80,000						
Funding Source(s):	Restricted	80,000									
Michigan 4-H foundation	20,000	<p>Grant to Michigan 4-H Foundation.</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 20px;">Funding Source(s):</td> <td style="padding-right: 20px;">Restricted</td> <td style="text-align: right;">20,000</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): None</i></p>	Funding Source(s):	Restricted	20,000						
Funding Source(s):	Restricted	20,000									
GROSS APPROPRIATION	\$2,311,900	Total of all applicable line item appropriations.									
Total federal revenue	199,000	Total federal grant or matchable revenue.									

Total state restricted revenue	1,213,300	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$899,600	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

This appropriation unit provides funding for the operations of the Upper Peninsula State Fair, and the Fairs and Racing Unit. Funding is also provided for grants for horse racing at pari-mutuel tracks and county fairs. State matching assistance is provided in this unit for awards/premiums at county and state fairs.

Full-time equated classified positions	16.5	Full-time equated (FTE) positions in the state classified service.	
Upper Peninsula state fair – 7.0 FTE positions	\$1,328,500	Administer and operate Upper Peninsula State Fair at Escanaba.	1,328,500
		Funding Source(s):	Restricted
		<i>Related Boilerplate Section(s): None</i>	
Fairs, racing and producer security – 9.5 FTE positions	4,077,400 1,057,400	Fairs and Racing Unit in Department; producer security section regulates storage, purchase, and sale of various grains. The Governor's veto of Section 816 reduced spending authority by \$20,000 from the amount in the enrolled bill.	1,057,400
		Funding Source(s):	Restricted
		<i>Related Boilerplate Section(s): 806, 816</i>	
Building and track improvement – county and state fairs	963,200	Matching grants to fairs for capital improvements, maintenance, and repair.	963,200
		Funding Source(s):	Restricted
		<i>Related Boilerplate Section(s): None</i>	
Premiums – county and state fairs	1,614,000	State matching funds for exhibit awards/premiums at fairs.	1,614,000
		Funding Source(s):	Restricted
		<i>Related Boilerplate Section(s): 808, 809</i>	
Purses and supplements – fairs/licensed tracks	3,031,700	State matching funds for purses at county fairs and parimutual tracks that conduct standardbred horse racing.	3,031,700
		Funding Source(s):	Restricted
		<i>Related Boilerplate Section(s): 807</i>	
Quarter horse programs	40,900	State match for breeder awards to Michigan-bred horses and purse supplements for quarter horse racing programs.	40,900
		Funding Source(s):	Restricted
		<i>Related Boilerplate Section(s): None</i>	
Licensed tracks – light horse racing	130,000	State matching funds for purses at races comprised of only Michigan-bred light horses.	130,000
		Funding Source(s):	Restricted
		<i>Related Boilerplate Section(s): None</i>	
Standardbred breeders' awards	1,273,000	State match for awards to breeders of Michigan-bred standardbred horses who win races at Michigan fairs and licensed racetracks.	1,273,000
		Funding Source(s):	Restricted
		<i>Related Boilerplate Section(s): None</i>	

Standardbred purses and supplements – licensed tracks	2,305,700	State match for special races comprised of only four-year-old, Michigan-bred or sired standardbred horses. Funding Source(s): Restricted 2,305,700
<i>Related Boilerplate Section(s): 802</i>		
Standardbred sire stakes	1,040,000	State match for purses at special stakes races comprised of only two- and three-year-old, Michigan-sired standardbreds. Funding Source(s): Restricted 1,040,000
<i>Related Boilerplate Section(s): None</i>		
Thoroughbred sire stakes	1,063,100	State match for purses at special stakes races comprised of only two- and three-year-old, Michigan-sired standardbred and thoroughbred horses. Funding Source(s): Restricted 1,063,100
<i>Related Boilerplate Section(s): None</i>		
Standardbred training and stabling	44,900	State match for reimbursement to fair associations for providing training and stabling facilities for standardbred horses. Funding Source(s): Restricted 44,900
<i>Related Boilerplate Section(s): None</i>		
Thoroughbred program	3,092,400	State match for breeders awards, purse supplements, and yearling shows for thoroughbred horses. Funding Source(s): Restricted 3,092,400
<i>Related Boilerplate Section(s): 803</i>		
Thoroughbred owners' awards	159,900	Develop a program to provide thoroughbred owners' awards for horses that finish first in certain races. Funding Source(s): Restricted 159,900
<i>Related Boilerplate Section(s): 804</i>		
Distribution of outstanding winning tickets	700,000	Authorizes receiving outstanding winning ticket revenue. Funding Source(s): Restricted 700,000
<i>Related Boilerplate Section(s): 811</i>		
GROSS APPROPRIATION	\$17,864,700 \$17,844,700	Total of all applicable line item appropriations.
Total state restricted revenue	17,864,700 17,844,700	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 111: OFFICE OF RACING COMMISSIONER

This appropriation unit provides funding for the Office of Racing Commissioner, which oversees the activities of the pari-mutuel horse racing industry in Michigan.

Full-time equated classified positions	31.7	Full-time equated (FTE) positions in the state classified service.
Office of racing commissioner – 31.7 FTE positions	\$3,296,400	Regulatory activities; allocate racing dates; issue track, race meeting, and occupational licenses; collect license and tax revenue; appoint stewards and veterinarians to represent the state; approve track officials; conduct equine and human drug testing; and investigate any irregularities in racing. Funding Source(s): Restricted 3,296,400
<i>Related Boilerplate Section(s): 801, 901</i>		
GROSS APPROPRIATION	\$3,296,400	Total of all applicable line item appropriations.
Total state restricted revenue	3,296,400	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 112: INFORMATION TECHNOLOGY

This appropriation unit contains funds for information technology services and projects administered by the Department of Information Technology.

Information technology services and projects	\$1,469,600	Technology costs; funded from Department of Agriculture and administered by Department of Information Technology.
		Funding Source(s):
		IDG 2,800
		Restricted 1,180,900
		GF/GP 285,900

Related Boilerplate Section(s): 219, 220

GROSS APPROPRIATION	\$1,469,600	Total of all applicable line item appropriations.
Total interdepartmental grants/ intradepartmental transfers	2,800	Total of all funds received from other departments and transfer of funds.
Total state restricted revenue	1,180,900	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$285,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

BOILERPLATE SECTION INFORMATION

Sec. 201. Total State Payments and Report to Locals

Itemizes payments to locals from the funds appropriated.

Sec. 202. Management and Budget Act

Subjects authorized appropriations to the Management and Budget Act.

Sec. 203. Abbreviations

Defines abbreviations.

Sec. 204. Civil Service Charge

Requires Department of Civil Service to bill departments at the end of the first fiscal quarter for 1% charge authorized in the Constitution; requires payment by the end of the second fiscal quarter.

Sec. 205. Hiring Freeze

Imposes a hiring freeze on state classified civil service.

Sec. 208. Internet Reporting

Requires Department to use the internet to fulfill reporting requirements.

Sec. 209. Buy American

Prohibits purchase of foreign goods and services when competitively-priced American goods and services are available. Encourages use of Michigan-produced agricultural products.

Sec. 210. Depressed Communities

Requires director to ensure that businesses in depressed communities contract and subcontract with Department and its vendors.

Sec. 212. Indemnification Payments

Authorizes Department to provide for indemnity, limits indemnification orders to \$100,000, and requires report on reason for, amount of, and person to whom the indemnification is to be paid. Authorizes Department to indemnify for livestock killed by wolves or coyotes, and expend funds received from Department of Natural Resources (DNR) for indemnification payments made pursuant to this section.

Sec. 214. Grants Reporting

Requires ten-day notice to House and Senate appropriations subcommittees on Agriculture when a grant is made from any line item other than a grant line item.

Sec. 219. Information Technology

Requires Department to pay user fees to Department of Information Technology (DIT) subject to provisions of interagency agreement.

Sec. 220. Information Technology Work Projects

Authorizes carry-forward of funds for technology projects.

Sec. 223. Out-of-state Travel Restriction

Requires a report and places limits on all out-of-state travel.

Sec. 224. Employee Discipline

Prohibits disciplinary action against an employee for communicating with a member of the legislature.

Sec. 301. Commission and Boards

Sets the per diem rates for commodity boards.

Sec. 302. Miscellaneous Expenditures

Allows Department to receive/expend revenue to cover expenses related to publications, audits, sales, inspections, and other Department functions.

Sec. 304. Motor Fuel Quality Inspector

Specifies appropriations be used to hire additional field and laboratory staff for the motor fuel quality program.

Sec. 401. Restaurant Inspection and Licensing

Requires Department to monitor restaurant inspection and licensing activities conducted by locals and to report to Legislature.

Sec. 402. Food Safety

Requires Department to provide reports on food-borne outbreaks and emergencies related to food safety.

Sec. 403. Local Programs

Requires that local units of government obtain permission from the Department prior to moving or reallocating program funds appropriated in section 104.

Sec. 450. Bovine Tuberculosis (TB)

Requires Department to reimburse DNR for mutually-agreed-to bovine tuberculosis costs.

Sec. 451. Bovine Tuberculosis – Split State Status

Requires Department to pay for all whole-herd and individual-animal testing costs to maintain split-state status.

Sec. 603. Migrant Labor Housing

Requires Department to apply for any available federal funds to support the migrant labor housing program.

Sec. 604. Local Soil Conservation Districts

Allocates appropriations for local conservation districts.

Sec. 702. Food Bank

Allows the Food Bank Council to expend unused funds for direct food purchase.

Sec. 703. Northwest Horticultural Research Station

Provides \$30,000 for program activities.

Sec. 704. FFA – Indirect Costs

Prohibits indirect costs from being charged against the grant to FFA.

Sec. 705. Export Market

Directs state funding to be used to leverage export marketing programs offered by the federal government.

Sec. 801. State Simulcasting Tax Revenue Report

Requires Department to submit a monthly report on state simulcasting tax revenue and license fees.

Sec. 802. Horse Race Purses and Supplements

Outlines segregation of purses and supplements-licensed tracks appropriation; outlines division of light horse racing appropriation.

Sec. 803. Thoroughbred Program

Allocates \$30,500 of the thoroughbred program line item appropriation to the Michigan United Thoroughbred Breeders and Owners Association to conduct a thoroughbred yearling show.

Sec. 804. Thoroughbred Owners Awards

Provides funding for thoroughbred owners' awards.

Sec. 805. Agriculture Equine Fund Reduction Report

Requires Department to notify Legislature ten days prior to reductions in appropriations, allocations, or expenditures from the agriculture equine industry development fund.

Sec. 806. Fairs

Requires fairs to publish rules and guidelines for exhibits eligible for state premiums; establishes grievance procedures.

Sec. 807. Purse Supplements

Provides for overnight purse supplements.

Sec. 808. Horse Show

Allocates \$91,400 from premiums line for grants for large livestock and equine exhibitors; Michigan Horse Show Association's Fall Youth Show.

Sec. 809. Youth in Agriculture

Allocates \$40,000 from the premiums line for a grant to promote youth involvement in the animal agriculture industry, and establishes guidelines for eligibility to receive grants.

Sec. 811. Outstanding Unclaimed Tickets

Prohibits using funds for distribution of outstanding winning tickets until they are deposited in the agriculture equine industry development fund. Department is to provide ten-day notice before funds are spent.

Sec. 816. CANTER Program – VETOED

Provides \$20,000 to the Communications Alliance to Network Thoroughbred Ex-racehorses to support racehorse rehabilitation programs.

Sec. 817. Agriculture Equine Fund Lapse

Requires any unexpended funds from the Building and Track Improvement – Licensed Tracks program lapse to the Michigan Agriculture Equine Industry Development Fund.

Sec. 901. Criminal Activity Information Rewards

Allows racing commissioner to pay rewards up to \$5,800 to individuals who provide information on criminal activity involving the horse racing industry.



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December 2005



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