

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget (Table 17)**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																
00 - 00	Statewide	Statewide	<p>Provides funding (\$13,139,882 SGF, \$1,879,519 IAT, \$2,172,930 SGR and \$3,285,126 Federal) for a 5% increase in OGB premiums for its members that will cost the state \$24.2 M (\$13.1 M SGF) and will increase the amount paid by its members. According to the Division of Administration (DOA), the 5% increase in premiums will result in a total revenue increase to the OGB in the amount of \$56.2 M. The DOA anticipates the \$56.2 M to come from: State agencies (\$24.2 M), participating employees (\$9.4 M) and participating school boards (\$22.6 M). OGB collected approximately \$1.2 B in revenues in calendar year 2013 of which 98% was attributed to premiums. OGB receives its funding from employee contributions (state employees &amp; participating local public school employees) and employer contributions (state agencies &amp; school boards). The additional revenues will be utilized to pay for medical claims payments and administrative costs. Based upon the OGB's calendar year 2013 financials, the agency expends approximately 6% of its total revenue collections on administrative costs and the remaining 94% on medical claims payments.</p> <p>For FYs 13 &amp; 14, the budget has included a premium decrease (7.11% in August 2012 and 1.77% in August 2013) that has resulted in fewer revenues available for OGB to expend, which has been one of many contributing factors to OGB's fund balance decreasing from approximately \$524.6 M in April 2011 to \$244.9 M as of December 2013.</p>	\$13,139,882	\$24,185,376	0																
00 - 00	Statewide	Statewide	<p>Provides funding (\$26,520,407 SGF, \$7,581,304 IAT, \$5,423,358 SGR, \$12,921,177 Statutory Dedications and \$7,674,569 Federal) for state employee performance adjustments for classified (\$57,562,236) and unclassified (\$2,558,579) employees. <b>Note:</b> This increase does not include Higher Education as Act 15 does not specifically delineate an amount of any potential performance adjustments for Higher Education in FY 15.</p>	\$26,520,407	\$60,120,815	0																
00 - 00	Statewide	Statewide	<p>Provides funding (\$35.5 M SGF, \$7.2 M IAT, \$10.5 M SGR, \$34.4 Statutory Dedications and \$17.3 M Federal) for LA State Employees' Retirement System (LASERS), Teachers Retirement System of LA (TRSL), and LA State Police Retirement System (STPOL) due to increased employer contribution rates. These increases include a base adjustment for LASERS and TRSL at a cost of \$11.8 M and a projected employer contribution rate increase for LASERS, TRSL and STPOL at a cost of \$93.1 M. The increase for LASERS, TRSL and STPOL is \$89.8 M, \$0.5 M, and \$2.8 M, respectively. <b>Note:</b> Higher Education is excluded from the cost estimates above. The FY 15 rates have not been approved by the Public Retirement Systems Actuarial Committee (PRSAC) and are subject to change.</p> <table border="1"> <thead> <tr> <th><b>System</b></th> <th><b>FY 14 Rate</b></th> <th><b>FY 15 Rate</b></th> <th><b>Increase</b></th> </tr> </thead> <tbody> <tr> <td>LASERS</td> <td>31.7%</td> <td>37.4%</td> <td>5.7%</td> </tr> <tr> <td>TRSL</td> <td>27.1%</td> <td>27.7%</td> <td>0.6%</td> </tr> <tr> <td>STPOL</td> <td>70.0%</td> <td>75.3%</td> <td>5.3%</td> </tr> </tbody> </table>	<b>System</b>	<b>FY 14 Rate</b>	<b>FY 15 Rate</b>	<b>Increase</b>	LASERS	31.7%	37.4%	5.7%	TRSL	27.1%	27.7%	0.6%	STPOL	70.0%	75.3%	5.3%	\$35,551,933	\$104,936,261	0
<b>System</b>	<b>FY 14 Rate</b>	<b>FY 15 Rate</b>	<b>Increase</b>																			
LASERS	31.7%	37.4%	5.7%																			
TRSL	27.1%	27.7%	0.6%																			
STPOL	70.0%	75.3%	5.3%																			
<b>Major Increases or Enhancements for Statewide</b>				<b>\$75,212,222</b>	<b>\$189,242,452</b>	<b>0</b>																

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01 - 107	Executive	Division of Administration	Additional SGR budget authority due to the opening of the Northeast LA State Office Building and Office of Public Health (OPH) Lab in FY 15. The additional \$3.25 M is anticipated rent collections from various agencies occupying these state facilities. DHH will occupy the OPH Lab while agency agreements with the Northeast LA State Office Building have not yet been finalized.	\$0	\$3,251,304	0
01 - 107	Executive	Division of Administration	Increases SGR (Disaster Recovery Program income) for various programs in FY 15. Approximately \$1.85 M will be utilized on housing, agriculture and economic revitalization of which a portion will be allocated to the Recovery Workforce Facilities Program at Southwest LA Technical Community College (SOWELA). The remaining \$12.15 M will be directed to the WISE Fund.  Program income is derived from the operation of the original HUD grant funds and can only be expended according to the requirements of the CDBG Program. According to the DRU, these specific funds were generated by the Farm & Agribusiness Recovery Programs (Gustav/Ike Recovery Programs).	\$0	\$14,000,000	0
01 - 107	Executive	Division of Administration	Increases SGR funding in the CDBG Program for Road Home Revitalization & Agricultural efforts.	\$0	\$32,965,286	0
01 - 109	Executive	Coastal Protection & Restoration	Increases funding from the statutorily dedicated Coastal Protection & Restoration Fund for the Department of Wildlife & Fisheries' Nutria Herbivory Survey. The survey, prepared annually, provides information on areas of wetlands damaged by nutrias and the impact the Nutria Control Program has on each area and whether it has improved or deteriorated.	\$0	\$89,720	0
01 - 111	Executive	Homeland Security & Emergency Prep	Provides funding from CDBG monies for Hazard Mitigation Pilot Reconstruction Project grant funds. GOSHEP currently administers the FEMA Pilot Reconstruction Program, which provides funding to eligible homeowners for expenditures related to the demolition and the reconstruction of buildings (including homes) as a result of hurricanes Katrina and Rita. Impacted individuals are allowed to receive up to \$150,000 in grant funding from GOSHEP's Hazard Mitigation Grant Program and another \$50,000 from these CDBG funds for the total maximum grant funds of \$200,000 for demolition and reconstruction.	\$0	\$6,157,835	0
01 - 112	Executive	Military Department	Provides SGR funding for the following: <b>\$38,800</b> - Increase due to 10 new 1,700 square feet residential homes at Camp Minden, which became occupied in December 2013. The original source of the SGR is from rental payments from home occupants, which will be utilized to pay for the maintenance and utilities of the homes. According to the Military Department, these are the only homes available at Camp Minden and were originally built with federal hurricane recovery funds.  <b>\$17,297</b> - Increase in the U.S. Marshals Lease Agreement of 1 year on Camp Beauregard. Military Department facilities are being leased by the U.S. Marshals. The lease agreement is based upon the consumer price index (CPI). According to the lease extension, the new lease rate will be based on CPI of July 2013, which results in additional rental expenditure increase of \$17,297.  <b>\$33,200</b> - Increase in various maintenance costs associated with maintaining Esler Regional Airport, which is a joint civil/military airport. The facility consists of 1,200 acres, 4 runways and navigational aids. The SGR resources come from various tenants including businesses, military operations and private/corporate aviation.	\$0	\$89,297	0
01 - 112	Executive	Military Department	Additional federal funding and 1 maintenance position at the Intermediate Staging Base at England Airpark in Alexandria. This position will provide electrical and welding support at various site installations.	\$0	\$43,000	1

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01 - 112	Executive	Military Department	Annualizes funding (\$61,114 SGF and \$61,114 Federal) for the operating cost at the Camp Minden Readiness Center. During the FY 14 budget development process, \$120,458 (\$60,229 SGF and \$60,229 Federal) was added to the department's budget for the operations of the center. The total projected annual cost to operate the facility is \$242,686 of which \$120,458 is included in FY 14 and the remaining \$122,228 is included in the FY 15 budget. This facility was originally funded under the FFY 2011 Federal Army National Guard budget. The state is responsible for the operating expenditures associated with the center. The costs incurred for the center will be federally reimbursed via the Sustainment, Restoration (SRM) Cooperative Agreement, which is 50% federal and 50% state.	\$61,114	\$122,228	0
01 - 112	Executive	Military Department	Increases IAT from the Department of Education, Food & Nutrition Program. This federal program is administered by the Department of Education (DOE). The DOE reimburses the Military Department for the cost of meals served to cadets (Youth Challenge Program). Included within the IAT agreement is a 5% rate increase per cadet, which equates to an additional \$177,283 for FY 15. The FY 14 anticipated costs for food is approximately \$1.1 M. The current year costs are based upon a per meal per cadet as follows: \$1.89 breakfast, \$2.65 lunch and \$0.80 snack.	\$0	\$177,283	0
01 - 112	Executive	Military Department	Provides federal funding to the Military Affairs Program to support debt service obligations. The department's FY 15 debt obligation is anticipated to be \$3,807,698. Total funding in FY 15 is \$3,807,698 (\$2,842,637 + \$965,061).	\$0	\$965,061	0
01 - 112	Executive	Military Department	Provides additional SGF for the Youth Challenge Activity in the Education Program due to an increase in funding by the National Guard Bureau. The SGF will be utilized as state match to draw down approximately \$2.1 M in Federal funds. The National Guard Bureau has increased the cost per cadet formula from \$15,000 to \$17,000. The department anticipates the \$700,000 being allocated as follows: personal services (\$125,000), operating services (\$350,000) and supplies (\$225,000). Total funding in FY 15 is \$5,978,723 SGF for the Youth Challenge Activity.	\$700,000	\$700,000	0
01 - 112	Executive	Military Department	Increases funding associated with the U.S. Department of Defense transition support and to help establish necessary infrastructure for the operating environment.	\$750,000	\$750,000	0
01 - 116	Executive	LA Public Defender Board	Increases funding from the statutorily dedicated LA Public Defender Fund for legal fees associated with the "Angola Five" defendants sentenced to death last year. Total funding for FY 15 is \$479,500. Prior year actuals "Angola Five" expenditures include: FY 12 - \$177,182, FY 13 - \$278,631 and FY 14 - \$147,932 (expended through February 2014).	\$0	\$79,500	0
01 - 124	Executive	LA Stadium & Exposition District	Increases funding (\$2,184,727 SGR and \$2,078,826 Statutory Dedications) to pay for ongoing contractual obligations of the district as well as maintenance costs of the Mercedes-Benz Superdome and Smoothie King Center. Specific statutorily dedicated fund increases include: \$800,000 New Orleans Sports Franchise Assistance Fund, \$838,826 Sports Facility Assistance Fund, \$100,000 New Orleans Sports Franchise Fund and \$340,000 LSED License Plate Fund.	\$0	\$4,263,553	0
01 - 124	Executive	LA Stadium & Exposition District	Provides additional Statutory Dedications budget authority for contractual obligations of the district. The increase is from the New Orleans Sports Franchise Fund (\$2.2 M) and Sports Facility Assistance Fund (\$200,000).	\$0	\$2,400,000	0

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01 - 129	Executive	LA Commission on Law Enforcement	Increases federal funding for the following new grants from the U.S. Department of Justice. The award amounts are for only one year. <u>The National Instant Criminal Background Check System (NICS)</u> discretionary grant in the amount of \$1,128,631 is to improve the data quality of criminal history records and reporting of mental health records by increasing the number of courts reporting felony convictions and mental health records, providing standardized charge code files for use statewide by District Attorneys, and establish a NICS Records Improvement Task Force to work with DHH to begin reporting legacy mental health information. <u>Improving the Completeness of Firearms Background Checks</u> discretionary grant in the amount of \$670,180 will be used by State Police and the LA Supreme Court to create an interface framework to connect their respective databases and to enable each of the 48 city and municipal court systems in LA to upgrade their record management systems to allow the uploading of charges and disposition information to the state databases.	\$0	\$1,798,811	0
01 - 129	Executive	LA Commission on Law Enforcement	Increases funding from the statutorily dedicated Crime Victims Reparation Fund as a result of increased carryover amount. The funds will be used to increase Peace Officer Standards Training (P.O.S.T.) program mandated activities of basic, correctional and advance Peace Officer training.	\$0	\$200,000	0
01 - 129	Executive	LA Commission on Law Enforcement	Increases funding from the statutorily dedicated Innocence Compensation Fund by \$498,000. There are currently 20 individuals that are owed compensation. Of the 20 individuals, 19 are owed \$25,000 and 1 individual is owed \$23,424 for a total of \$498,424 (19 individuals x \$25,000 + \$23,424).	\$0	\$498,000	0
01 - 129	Executive	LA Commission on Law Enforcement	Increases SGF and adds 1 position to provide law enforcement training for human trafficking. The funding and position is pursuant to Act 564 of 2014, which creates the crime of unlawful purchase of commercial sexually exploited children and provides for penalties. In addition, the legislation also requires the Council on Peace Officer Standards & Training to provide a training for law enforcement agencies in addressing human trafficking.	\$250,000	\$250,000	1
01 - 133	Executive	Elderly Affairs	Increases funding for the Parish Councils on Aging (PCOA). Funds to the PCOAs are discretionary and can be used for administrative cost or services. In the 2007 Legislative Session, the PCOA formula set the minimum per parish funding at \$37,500 and the maximum level of \$100,000. In FY 15, total funding for the PCOAs is \$7,927,918. The \$5 M increase may be distributed equally among the 64 PCOAs (\$78,125 per parish) or added to the PCOA formula.	\$5,000,000	\$5,000,000	0
01 - 255	Executive	Financial Institutions	Increases SGR for various increases in operating services. Those expenditure increases are as follows: \$1,500 - printing brochures, \$65,000 - annual maintenance of the STAR "commercial off-the-shelf" (COTS) solution which is the financial regulatory system, which will complete migration from the Microsoft Visual FoxPro System, \$9,150 - licensing software, \$2,268 - dues & subscriptions increase (news clipping service cost increase), \$920 - postage, \$4,200 - data lines & internet circuits and \$5,580 - various communication services.	\$0	\$88,618	0
<b>Major Increases or Enhancements for Executive</b>				<b>\$6,761,114</b>	<b>\$73,889,496</b>	<b>2</b>

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03 - 130	Veterans' Affairs	Dept. Veterans' Affairs	Increases funding (\$152,217 SGF and \$42,000 Federal) for operational costs of SE LA State Veterans Cemetery in Slidell. The cemetery opened in June 2014 with a staff of 4. Once the cemetery becomes operational, the T.O. will increase from 4 to 8, similar to the other state cemeteries. The additional T.O. added would be 4 horticultural attendants. The cost of salaries and related benefits for these 4 T.O. would be approximately \$152,000. The federal funding is a result of the department being reimbursed \$700 by the U.S. Department of Veterans Affairs for each burial.	\$152,217	\$194,217	4
03 - 131	Veterans' Affairs	LA War Veterans' Home	Increases funding (\$22,179 SGR and \$29,800 Federal) to pay for a medicare billing contract (\$29,800) and the cost of the internal auditor position (\$22,179) which is shared by all 5 veteran's homes. The medicare billing contractor provides billing service to receive medicare payments and private insurance payments. The home has an IAT agreement with the Northeast LA War Veterans Home to cover the salary and benefits for the internal audit position.	\$0	\$51,979	0
03 - 135	Veterans' Affairs	Northwest LA War Veterans' Home	Increases funding (\$8,046 SGR and \$21,754 Federal) to pay for a medicare billing contract. The medicare billing contractor provides billing service to receive medicare payments and private insurance payments.	\$0	\$29,800	0
03 - 135	Veterans' Affairs	Northwest LA War Veterans' Home	Increases projected collections of resident fees associated with care & maintenance (\$103,000 SGR) and increase in the daily per diem from the Federal Veterans Administration (\$90,000 Federal) for increased costs associated with pharmaceutical, X-ray and lab work.	\$0	\$193,000	0
<b>Major Increases or Enhancements for Veterans' Affairs</b>				<b>\$152,217</b>	<b>\$468,996</b>	<b>4</b>
04a - 139	State	Secretary of State	Increases funding for election expenses, including ballot printing. Adjustment includes funding in the amount of \$8,707,075 for actual election expenses and \$758,516 for ballot printing. The increase is due to two statewide elections, including an open primary (11/04/2014) and a general/congressional election (12/06/2014). In addition to the statewide elections, there are scheduled dates for a municipal primary (03/28/2015) and municipal general (05/02/2015) elections. The total budget for scheduled elections is \$16.9 M, which includes the cost of ballot printing.	\$9,465,591	\$9,465,591	0
04a - 139	State	Secretary of State	Provides additional SGR funding for the Commercial Online Registration Application (CORA) System. All files located online will be mobile enabled. Also, additional documents and filing types will be available online. Notary address changes and duplicate Corporation amendment certificates will be added.	\$0	\$460,000	0
04a - 139	State	Secretary of State	Provides SGR funding for the One-Stop Shop Portal project. This is a joint project with the LA Workforce Commission (LWC) and the LA Department of Revenue (LDR) to streamline businesses filing paperwork in order to do business in LA. The portal is funded by filing and annual reporting fee increases in the Commercial Program according to Act 316 of 2013. The SOS is in the process of awarding a vendor the contract to begin development of the portal with an anticipated go-live date of 2/1/2015.  Projected expenditures include the following: consulting services for application development and ongoing maintenance (\$1,975,750); consulting services for each department to retrofit new system in current environment (\$105,000); software (\$14,328); Corporations Section telecommunications support including 2 job appointments (\$121,338); and up to 3 WAE (when actually employed) positions formerly employed by LDR and LWC to assist with program development (\$159,450).	\$0	\$2,375,866	0
04a - 139	State	Secretary of State	Provides SGF for the state's portion (50%) of merits and training series for employees of the Registrar of Voters Offices. R.S. 18:59 requires the Secretary of State to pay 50% of merits for classified employees in registrars offices. Of the \$1,531,012, \$655,467 is for retirement base adjustment and \$875,545 is for merit and step increases for employees of the registrar of voters offices.	\$1,531,012	\$1,531,012	0
<b>Major Increases or Enhancements for State</b>				<b>\$10,996,603</b>	<b>\$13,832,469</b>	<b>0</b>

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04b - 141	Justice	Attorney General	Increase in SGR corrects a technical error that occurred during the FY 14 budget process. At the January JLCB meeting, a BA-7 in the amount of \$3.48 M was approved to correct the error. The adjustment is not mentioned in the Existing Operating Budget (EOB) as a result of the EOB freeze date set as of 12/1/2013. This adjustment maintains the proper level of budget authority in the Civil Program based on the approved BA-7.	\$0	\$3,480,272	0
04b - 141	Justice	Attorney General	Increases IAT (\$184,833), SGR (\$312,011) and funding from the statutorily dedicated Insurance Fraud Investigation Fund (\$14,704) to meet legal services provided by the Attorney General to various state and non-state agencies. IAT is received from state agencies and SGR is received from non-state agencies (boards and commissions). These agencies and boards and commissions pay the Attorney General to provide legal services throughout the year.	\$0	\$511,548	0
04b - 141	Justice	Attorney General	Adds one positions to the Criminal Law & Medicaid Fraud Program due to Act 631 of 2014. The department has the funds available in the statutorily dedicated Sex Offender Technology Registry Fund to pay for the position and expenses in the amount of \$100,000.	\$0	\$0	1
<b>Major Increases or Enhancements for Justice</b>				<b>\$0</b>	<b>\$3,991,820</b>	<b>1</b>
04d - 147	Treasury	State Treasury	Increases funding from the statutorily dedicated Crescent City Amnesty Refund (CCAR) Fund pursuant to Act 762 of 2014. Act 762 transfers \$128,681 from the Crescent City Connection Transition Fund into the CCAR Fund. All funds transferred into the CCAR Fund will be distributed as unclaimed property through 6/30/2015 and the balance will be appropriated to specified purposes on 7/1/2015. Pursuant to Act 274 of 2013, DOTD established a toll violation amnesty program for all persons alleged to have failed to pay a toll on the Crescent City Connection Bridge prior to 1/1/2013. At that time, outstanding toll violations in this category totaled to \$351,926 and outstanding fines/penalties totaled to \$9.4 M. Anyone availing themselves of the amnesty program during the period of 8/1/2013 to 10/1/2013 would fulfill all payment obligations by paying the toll violation alone with the fines/penalties being forgiven.	\$0	\$128,681	0
<b>Major Increases or Enhancements for Treasury</b>				<b>\$0</b>	<b>\$128,681</b>	<b>0</b>
04g - 165	Insurance	Commissioner of Insurance	Provides for an increase in SGR budget authority for professional services for the Office of Financial Solvency-Financial Examinations to add self-insurance groups, the LA Citizens Property Corporation and the Office of Group Benefits to the current examination schedule. Act 794 of 2010 added group self-insurance funds to the current examination schedule, but limited resources prevented the Office of Financial Solvency from fully complying with the Act. As per current practice, the company examined pays the cost of conducting the examination. The increased funding level will bring the Commissioner of Insurance into compliance with statutory requirements with regard to the examination of insurance companies at least once in every 5-year period.	\$0	\$380,000	0
<b>Major Increases or Enhancements for Insurance</b>				<b>\$0</b>	<b>\$380,000</b>	<b>0</b>

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05 - 251	Economic Development	Office of Secretary	Increases IAT for the LA FastStart Program to recruit high demand occupations such as engineering and information technology. The source of the IAT funds are Federal funds from the Community Development Block Grant (CDBG) Program.	\$0	\$2,400,000	0
05 - 251	Economic Development	Office of Secretary	Increases SGF for the LA FastStart Program to fund training associated with the CGI project in Lafayette. CGI, an information technology and business process services firm, selected the University of LA at Lafayette's Research Park for the establishment of a technology center that will create 400 direct jobs.	\$500,000	\$500,000	0
05 - 252	Economic Development	Business Development	Provides federal funding for LA's Master Plan for International Commerce from the U. S. Department of Commerce Economic Development Administration Award to LED.	\$0	\$200,000	0
05 - 252	Economic Development	Business Development	Provides funding for economic development in support of communities that are impacted by the mission and population fluctuations at military installations affected by the Federal Base Realignment and Closure Commission including, but not limited to, Fort Polk, Barksdale Air Force Base, the Naval Air Station Joint Reserve Base and Marine Forces Reserve located in Belle Chasse.	\$525,000	\$525,000	0
<b>Major Increases or Enhancements for Economic Development</b>				<b>\$1,025,000</b>	<b>\$3,625,000</b>	<b>0</b>
06 - 262	Culture, Recreation & Tourism	State Library	Increases funding from the statutorily dedicated Overcollections Fund for state aid to public libraries. State aid is used to strengthen public libraries in the areas of technology and collections. Traditionally, funding for state aid has been included in the State Library's budget, but this funding was removed 2 years ago due to reductions in SGF. In FY 12, approximately \$736,335 in SGF was allocated to the Office of State Library for state aid to public libraries.	\$0	\$1,400,000	0
06 - 265	Culture, Recreation & Tourism	Cultural Development	Provides IAT funding from the Department of Education for CODOFIL.	\$0	\$300,000	0
06 - 267	Culture, Recreation & Tourism	Tourism	Provides funding from the statutorily dedicated Mega Project Development Fund for the NOLA Motorsports Park for Indy Car.	\$4,000,000	\$4,000,000	0
06 - 267	Culture, Recreation & Tourism	Tourism	Provides funding for the Bayou Classic (\$250,000) and the New Day Foundation for the 2014 National Baptist Convention, U.S.A., Inc. (\$100,000).	\$350,000	\$350,000	0
<b>Major Increases or Enhancements for Culture, Recreation &amp; Tourism</b>				<b>\$4,350,000</b>	<b>\$6,050,000</b>	<b>0</b>

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08A -	Corrections	Department Wide	Increases T.O. by an additional 24 positions. The positions are medical in nature and are associated with DOC taking over off-site medical care for offenders in FY 14. The positions were job appointments in FY 14 since DOC did not have any available T.O. Total salaries and related benefits for these positions is \$1.3 M. The positions are located at Corrections Administration (10), LA State Penitentiary (8) and Elayn Hunt Correctional Center (6).	\$0	\$0	24
<b>Major Increases or Enhancements for Corrections</b>				<b>\$0</b>	<b>\$0</b>	<b>24</b>
08B - 419	Public Safety	State Police	Increases funding from the statutorily dedicated Transportation Trust Fund for the Traffic Enforcement Program to fund a 50-man State Police cadet class in accordance with Act 399 of 2013. The cadet class will begin in September 2014 and the cost will be approximately \$5 M. The bulk of the cost is associated with cadet salaries and related benefits, which make up 70% (\$3.55 M) of the academy cost. Operating expenditures for the academy total approximately \$150,000 and include travel, uniforms, office and automotive supplies and automotive maintenance. Additional expenses include \$1.3 M in academy costs for cadets, which include dormitory costs, classroom costs, facility rental and ammunition.	\$0	\$5,000,000	0
08B - 419	Public Safety	State Police	The Office of State Police pay grid is increasing \$4,432,500 to pay for salary increases and the subsequent increase in related benefits (retirement and Medicare). The related benefits are factored in at 71.45% (70% retirement costs + 1.45% Medicare costs) of the raise amount. Under the proposed amendment, state troopers would receive \$2.58 M in salary increases and \$1.85 M would be used to cover in the increase related benefits.  Currently, the salary and related benefits for 969 state troopers is \$92.6 M (\$54 M salaries + \$38.6 M related benefits). The average salary for state troopers is \$56,299. With the additional \$4.4 M, salaries would increase by an average of \$2,695, or 4.8%, to \$58,994. In addition to the increase in salaries, the increase in benefits would be an average of \$1,927. The total amount paid on average for related benefits would be \$42,149 (\$40,222 current related benefit amount + \$1,927 increase). As a result of the increase in salaries and related benefits, the personnel expense for state troopers would be \$97 M.	\$4,432,500	\$4,432,500	0
08B - 419	Public Safety	State Police	Increases funding from the statutorily dedicated Concealed Handgun Permit Fund to provide for acquisitions and database programming changes.	\$0	\$117,102	0
08B - 420	Public Safety	Motor Vehicles	Increase in federal budget authority as a result of receiving the 2013 Commercial Driver's License Program Implementation Grant in the amount of \$1.5 M in FY 14. The agency will expend approximately \$700,000 of the grant in FY 14. This increase of \$800,000 will allow OMV to complete the grant in FY 15. This grant is awarded annually to OMV and is used for improving conviction reporting by upgrading to the CDL driver court reporting systems, upgrading CDL testing communications network, providing staff support for help desk resources, and meeting medical certification requirements.	\$0	\$800,000	0
08B - 422	Public Safety	State Fire Marshal	Increases funding from the statutorily dedicated LA Manufactured Housing Fund for 5 part-time positions to perform manufactured housing installation inspections and investigations. The increase includes \$158,534 for personnel expenses, \$21,190 in operating expenses, \$30,300 in IAT expenses and \$97,250 in acquisitions for office furniture, computers and printers, and automobiles. The personnel hired will collect license fees which will offset the cost of the part-time employees and related expenses.	\$0	\$307,274	0
08B - 422	Public Safety	State Fire Marshal	Adds 6 positions to eliminate the backlog of various inspections and increases associated funding from the statutorily dedicated State Fire Marshal Fund for salaries and related benefits. The average salary for the Senior Deputy positions is \$51,252 and the average related benefits is \$29,447 for a total of \$80,699.	\$0	\$484,195	6
<b>Major Increases or Enhancements for Public Safety</b>				<b>\$4,432,500</b>	<b>\$11,141,071</b>	<b>6</b>

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
08C - 403	Youth Services	Juvenile Justice	Increases funding for operating costs of Columbia Center for Youth that opened in May 2013. Including this adjustment, total funding for Columbia Center for Youth is approximately \$5.1 M (\$3.9 M personnel services and \$1.2 M operational expenditures) in FY 15.	\$1,232,536	\$1,232,536	0
<b>Major Increases or Enhancements for Youth Services</b>				<b>\$1,232,536</b>	<b>\$1,232,536</b>	<b>0</b>
09 - 301	Health & Hospitals	Florida Parishes Human Services Authority	Increases SGR budget authority for service fee collections from offenders enrolled in the Adult Drug Treatment Court per the Memorandum of Understanding between the 22nd Judicial District Court and the Authority. The services are based on a 100% cost-reimbursement model.	\$0	\$339,337	0
09 - 301	Health & Hospitals	Florida Parishes Human Services Authority	Provides an increase in SGF budget authority for the Individual & Family Support Program. This adjustment seeks to supplement historical base-level funding to account for behavioral health and developmental disability service expenditure needs within the Florida Parishes Human Services Authority geographic footprint. Total SGF funding for FY 15 is \$11,604,992.	\$490,000	\$490,000	0
09 - 302	Health & Hospitals	Capital Area Human Services District	Provides an increase in SGF budget authority for the Individual & Family Support Program. This adjustment seeks to supplement historical base-level funding to account for behavioral health and developmental disability service expenditure needs within the Capital Area Human Services District geographic footprint. Total SGF funding for FY 15 is \$18,284,942.	\$555,000	\$555,000	0
09 - 305	Health & Hospitals	Medical Vendor Administration	Increases funding (\$1,853,706 SGF and \$1,853,706 Federal) for contract services related to Applied Behavior Analysis (ABA) services in Medicaid. The source of Federal funds is Medicaid Administration federal financial participation. Information provided by the Department of Health and Hospitals indicates this funding will be utilized to contract with a vendor (likely Magellon) to manage ABA service eligibles in Medicaid. The vendor will enroll ABA providers in Medicaid, serve a prior authorization function to determine ABA allowable services to clients, manage the services of clients and pay claims to ABA providers. The additional position is anticipated to be a Program Manager 1. The function of the position will be to ensure vendor compliance with the ABA Program and monthly reporting for ABA services (which is a new state plan service).	\$1,853,706	\$3,707,412	1
09 - 305	Health & Hospitals	Medical Vendor Administration	Increase in the Third Party Liability (TPL) contract to ensure Medicaid is the payor of last resort (\$367,303 SGF and \$367,304 Federal). The source of Federal funds is Medicaid Administration federal financial participation. The Department of Health & Hospitals is increasing contracted services funding for TPL collections. TPL collections are identified and recovered through DHH's TPL vendor, HMS. TPL is an obligation of a third party entity (insurance, individuals or other programs) to pay part or all of a Medicaid recipient's medical expenses. Third party payment resources are applied to recipient costs before Medicaid is billed. The Medical Vendor Payments budget reflects a \$6.3 M SGF savings associated with increasing these contracted services.	\$367,303	\$734,607	0
09 - 305	Health & Hospitals	Medical Vendor Administration	Enhanced funding (\$219,342 SGF and \$219,343 Federal) for actuarial services to develop a waiver to allow LA to establish a payment program to certain providers per HCR 122 of 2013. HCR 122 directed the Department of Health & Hospitals to submit to the Centers for Medicare & Medicaid Services (CMS) an application for a Section 1115 Medicaid Demonstration Waiver that will allow federal reimbursement for cost not otherwise matchable for state and local health programs, and authorizes all hospitals and other health care providers in the state to participate, including rural and critical access hospitals.	\$219,342	\$438,685	0

**Note:** An 1115 demonstration waiver allows CMS to approve an experimental (demonstration) project to promote a state's Medicaid Program. States are granted flexibility as certain Medicaid provisions are 'waived'. An 1115 demonstration waiver is typically used by states to expand Medicaid coverage to individuals not considered Medicaid eligible, provide services not ordinarily covered by Medicaid, or to make system changes (such as managed care). These waivers must be budget neutral to the federal government (cost of the waiver must be same or less than cost to the federal government in the absence of a waiver).

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																																										
09 - 306	Health & Hospitals	Medical Vendor Payments	Act 327 of 2007 mandates Department of Health & Hospitals to rebase the inpatient per diem rates for rural hospitals every 2 years. The source of Federal funds is Title 19 federal financial participation. This request is projected to annualize rebased rural hospital rate amounts effective 7/1/2014. The rebase is based on the number of bed days in FY 13.	\$783,457	\$2,064,989	0																																										
			<table border="0"> <tr> <td></td> <td align="center">FY 13</td> <td align="center">FY 12</td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td align="center"><u>Rate @ 7/1/2012</u></td> <td align="center"><u>Rate 6/30/2012</u></td> <td align="center"><u>Rate Change</u></td> <td align="center"><u>FY 13 Paid Days</u></td> <td align="center"><u>Annual Amount</u></td> </tr> <tr> <td>Acute</td> <td align="right">\$1,722.88</td> <td align="right">\$1,587.47</td> <td align="right">\$135.41</td> <td align="right">18,253</td> <td align="right">\$2,471,639</td> </tr> <tr> <td>Psyc Unit</td> <td align="right">\$861.64</td> <td align="right">\$862.31</td> <td align="right">(\$0.67)</td> <td align="right">630</td> <td align="right">(\$422)</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td align="right"><u>\$2,471,217</u></td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td align="right">Claim Lag</td> <td align="right">(\$406,228)</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td align="right"><u>\$2,064,989</u></td> </tr> </table>		FY 13	FY 12					<u>Rate @ 7/1/2012</u>	<u>Rate 6/30/2012</u>	<u>Rate Change</u>	<u>FY 13 Paid Days</u>	<u>Annual Amount</u>	Acute	\$1,722.88	\$1,587.47	\$135.41	18,253	\$2,471,639	Psyc Unit	\$861.64	\$862.31	(\$0.67)	630	(\$422)						<u>\$2,471,217</u>					Claim Lag	(\$406,228)						<u>\$2,064,989</u>			
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09 - 306	Health & Hospitals	Medical Vendor Payments	Increases funding (\$10 M in SGF and \$16,357,406 Federal) to fill previously frozen waiver slots in FY 14 (including New Opportunities Waiver slots), and for the addition of new waiver slots. The source of Federal funds is Title 19 federal financial participation. Information from the Department indicates this funding will be utilized to decrease the statewide waiting list for all waiver services (and will not be specifically targeted to NOW waiver), based on the specific needs of the individual clients that will receive waiver services. The number of slots projected to be filled/phased in by specific waiver in FY 15 is unknown, and will depend on a department assessment of need and assignment of specific waiver service to the eligible recipient. The statewide waiting list and average cost per slot are reflected in the Budgetary Overviews Section on page 100.	\$10,000,000	\$26,357,406	0																																										
09 - 306	Health & Hospitals	Medical Vendor Payments	Provides additional funding (\$9.3 M SGF and \$15,212,388 Federal) for Applied Behavioral Analysis (ABA) services. The source of Federal funds is Title 19 federal financial participation. The increased funding represents Medicaid claims payments for these specific services that are mandated by a court order (Chisholm v Kliebert) to be provided by LA Medicaid to persons with Pervasive Developmental Disorder or an Autism Spectrum Disorder. Services must be provided by a Board Certified Behavior Analyst. ABA services are intended to target and modify certain behaviors in order to foster certain social development. The Department of Health & Hospitals requested approximately \$81.3 M in the agency budget request. The Executive Budget reflects a portion of the funding level request, or \$24.5 M in FY 15. Reimbursement to ABA providers will be based on a rate paid per unit (or 15 minute intervals) by provider type.	\$9,300,000	\$24,512,388	0																																										
09 - 306	Health & Hospitals	Medical Vendor Payments	Provides additional funding (\$1,391,029 SGF and \$2,275,363 Federal) for the Children's Choice Waiver based on the FY 14 projected expenditures. The source of Federal funds is Title 19 federal financial participation. The increased funding represents additional Medicaid claims payments to allocate sufficient funding for projected waiver spending. The Medicaid Monthly Financial Report as of January 2014 reflects \$13.1 M in projected FY 14 expenditures The adjustment is based on the following calculations:	\$1,391,029	\$3,666,392	0																																										
			<table border="0"> <tr> <td>\$12,747.28</td> <td>Average annual costs per recipient</td> </tr> <tr> <td>x 1,245</td> <td>Projected number of recipients</td> </tr> <tr> <td><u>\$15,870,363</u></td> <td>FY 15 projected spending on Children's Choice Waivers</td> </tr> <tr> <td><u>-\$12,203,971</u></td> <td>FY 14 Budget (initial projected budget spread)</td> </tr> <tr> <td><u>\$3,666,392</u></td> <td>Total Adjustment</td> </tr> </table>	\$12,747.28	Average annual costs per recipient	x 1,245	Projected number of recipients	<u>\$15,870,363</u>	FY 15 projected spending on Children's Choice Waivers	<u>-\$12,203,971</u>	FY 14 Budget (initial projected budget spread)	<u>\$3,666,392</u>	Total Adjustment																																			
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			Children's Choice Waiver offers support to developmentally disabled in home setting, and are eligible for medically necessary Medicaid services, including case management, respite, home adaptations, and family training.																																													

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Provides additional funding (\$9,898,745 SGF and \$16,191,780 Federal) for projected Long Term Care Personal Care Services (LT-PCS). The source of Federal funds is Title 19 federal financial participation. The increased funding represents additional Medicaid claims payments for a projected enrollment increase in the LT-PCS Program. The Department of Health &amp; Hospitals (DHH) requested approximately \$66.2 M in the agency budget request to aligns the LT-PCS budget with FY 13 actual expenditures and FY 14 projected growth. Act 15 allocates a portion of the funding level request, or \$26.1 M in FY 15. DHH's request is based on the following calculations reflected below:</p> <p>\$227,137,428    FY 13 LT-PCS Actual Expenditures</p> <p>\$216,318,820    FY 14 LT PCS Budget</p> <p><u>\$282,606,420</u>    FY 15 Projected LT-PCS Claims Payments</p> <p><u>\$66,287,600</u>    Requested Medicaid Expenditures for FY 15</p> <p>Projections are based on 165 new enrollees a month phased in over 12 months.</p>	\$9,898,745	\$26,090,525	0																
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Provides funding (\$871,822 SGF and \$1,426,075 Federal) for 12 new Federally Qualified Health Centers (FQHCs) and 5 new Rural Health Clinics (RHCs) projected to enroll in the Medicaid Program in FY 15. The source of Federal funds is Title 19 federal financial participation. The increased funding represents Medicaid claims payments for projected Medicaid eligible encounters at these health centers that will phase in over 12 months in FY 15.</p> <p>Projected annualized costs are based on an average payment per month to providers (\$19,754 for RHCs and \$17,051 for FQHCs) phased in over 12 months of FY 15. These safety net providers offer primary care services/supplies in areas that are considered medically under served as designated by the federal government.</p> <p>As of 2/2014</p> <table border="0"> <tr> <td>Existing Rural Health Clinics</td> <td align="center">123</td> <td>Existing Federally Qualified Health Center</td> <td align="center">107</td> </tr> <tr> <td>Projected RHCs by 6/30/2014</td> <td align="center">124</td> <td>Projected FQHCs by 6/30/14</td> <td align="center">5</td> </tr> <tr> <td>RHCs to enroll in FY 15</td> <td align="center">5</td> <td>New FQHCs to enroll in FY 15</td> <td align="center">12</td> </tr> <tr> <td>Total RHCs in FY 15</td> <td align="center">129</td> <td>Total FQHCs in FY 15</td> <td align="center">124</td> </tr> </table>	Existing Rural Health Clinics	123	Existing Federally Qualified Health Center	107	Projected RHCs by 6/30/2014	124	Projected FQHCs by 6/30/14	5	RHCs to enroll in FY 15	5	New FQHCs to enroll in FY 15	12	Total RHCs in FY 15	129	Total FQHCs in FY 15	124	\$871,822	\$2,297,897	0
Existing Rural Health Clinics	123	Existing Federally Qualified Health Center	107																			
Projected RHCs by 6/30/2014	124	Projected FQHCs by 6/30/14	5																			
RHCs to enroll in FY 15	5	New FQHCs to enroll in FY 15	12																			
Total RHCs in FY 15	129	Total FQHCs in FY 15	124																			
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Provides additional funding (\$26,610,350 Statutory Dedications and \$43,527,632 Federal) for rebasing nursing homes rates and increasing Hospice Room &amp; Board rates. The source of the Statutory Dedications is revenue from the Medicaid Trust Fund for the Elderly. The source of Federal funds is Title 19 federal financial participation.</p> <p>\$59,561,779    Nursing Home Rebase</p> <p><u>\$10,576,203</u>    Hospice Room &amp; Board</p> <p>\$70,137,982    Nursing Home and Hospice FY 15 adjustment</p> <p>Nursing Home rates are anticipated to increase from an average daily rate of \$161.59 in FY 14 to \$168.80 in FY 15, and total nursing home expenditures are estimated to be \$952.4 M in FY 15.</p> <p><b>Note:</b> The state match source utilized for the Hospice Room &amp; Board increase is revenue from the Medicaid Trust Fund for the Elderly. <i>It is not clear if these revenues are authorized to be used for Hospice payments. See "Medicaid Trust Fund for the Elderly" issue on page 122.</i></p>	\$0	\$70,137,982	0																

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																				
09 - 306	Health & Hospitals	Medical Vendor Payments	Provide additional funding (\$17,600,433 SGF and \$33,767,462 Federal) for projected increase in pharmacy utilization in fee for service Medicaid. The source of federal funds is Title 19 federal financial participation. Information in the Department of Health & Hospital budget request documents indicate the projection for additional expenditures is based on overall enrollee growth in Medicaid, projected inflationary growth in the program, and a reduction in pharmacy rebate revenues used in the program. Act 15 funds approximately 93% or \$51,367,895 of the request. The requested increase is based on the following calculation:	\$17,600,433	\$51,367,895	0																				
			<table border="1"> <thead> <tr> <th></th> <th><u>FY 14</u></th> <th><u>FY 15</u></th> <th><u>Difference</u></th> </tr> <tr> <th></th> <th><u>Budget Spread</u></th> <th><u>Projected</u></th> <th></th> </tr> </thead> <tbody> <tr> <td>Total Pharmacy Rebates</td> <td>\$479,327,337</td> <td>\$517,534,299</td> <td>\$38,206,962</td> </tr> <tr> <td>Net</td> <td>(\$392,627,298)</td> <td>(\$375,323,589)</td> <td>\$17,303,709</td> </tr> <tr> <td></td> <td></td> <td></td> <td><u>\$55,510,671</u></td> </tr> </tbody> </table>		<u>FY 14</u>	<u>FY 15</u>	<u>Difference</u>		<u>Budget Spread</u>	<u>Projected</u>		Total Pharmacy Rebates	\$479,327,337	\$517,534,299	\$38,206,962	Net	(\$392,627,298)	(\$375,323,589)	\$17,303,709				<u>\$55,510,671</u>			
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			<u>\$55,510,671</u>																							
			<b>Note:</b> The decrease in pharmacy rebates to the program may result from an increase in managed care or the use of less brand pharmaceuticals (increase in generic usage).																							
09 - 306	Health & Hospitals	Medical Vendor Payments	Additional funding (\$6,371,433 SGF and \$10,422,012 Federal) for projected Medicaid services utilization in the Private Providers Program for FY 15. The source of Federal funds is Title 19 federal financial participation.	\$6,371,433	\$16,793,445	0																				
09 - 306	Health & Hospitals	Medical Vendor Payments	Annualization of funding (\$819,125 SGF and \$1,339,875 Federal) for 150 Community Choices Waiver slots that were approved and phased in for FY 14. The source of Federal funds is Title 19 federal financial participation. The waiver serves individuals 65 or older that meet nursing facility admission criteria or age 22-65 and meet SSI disability criteria. Services provided under this adjustment are for permanent supportive housing. FY 15 annualized costs are based on an average per week costs of \$508, and all 150 slots in FY 14 phasing in by February 2014.	\$819,125	\$2,159,000	0																				
09 - 306	Health & Hospitals	Medical Vendor Payments	Provides annualized funding (\$802,004 SGF and \$1,311,869 Federal) for claims payments to 9 rural health clinics (RHCs) and 10 federally qualified health centers (FQHCs) that enrolled in FY 14. The source of Federal funds is Title 19 federal financial participation. The increased funding represents Medicaid claims payments for Medicaid eligible encounters at these health centers. Projected annualized costs are based on an average payment per month to providers (\$19,754 for RHCs and \$17,051 for FQHCs) and the number of additional months needed to fund (annualize) from FY 14. These safety net providers offer primary care services/supplies in areas that are considered medically underserved as designated by the federal government.	\$802,004	\$2,113,873	0																				
09 - 306	Health & Hospitals	Medical Vendor Payments	Annualization of funding (\$4,259,188 SGF and \$6,966,927 Federal) for reimbursement of Medicaid covered services to adults currently eligible for but not enrolled in Medicaid. The source of the Federal funds is Title 19 federal financial participation. This increase in enrollment is the result of a "woodwork" effect, in which certain individuals will enroll in Medicaid due to the national attention to increased access to health coverage for lower income individuals. The currently eligible but not enrolled individuals that are anticipated to enroll in greater numbers include parents with income at or below 11% of the Federal Poverty Level. The number of individuals that fall in this category in LA is estimated to be 36,416. This annualized adjustment assumes 40% of this eligible population will enroll in FY 15.	\$4,259,188	\$11,226,115	0																				
09 - 306	Health & Hospitals	Medical Vendor Payments	Annualization of funding (\$815,333 SGF and \$1,333,673 Federal) for physical and occupational therapy rates for 12 months. The annualization is part of compliance with the court order in Chisholm v. Kliebert for Applied Behavioral Analysis. The source of Federal funds is Title 19 federal financial participation.	\$815,333	\$2,149,006	0																				
			\$752,152 Adjustment in Prepaid Managed Care																							
			<u>\$1,396,854</u> Adjustment in Shared Savings Plan and Fee-For-Service (legacy) Medicaid																							
			<u>\$2,149,006</u>																							

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Additional funding (\$558,186 SGF and \$913,048 Federal) for a mandated rate increase for Hospice services. The source of the Federal funds is Title 19 federal financial participation. Funding represents additional claims for Hospice in Medicaid, which is a medically directed program providing a continuum of home, outpatient and homelike inpatient care for the terminally ill patient. The estimated increase is based on the following calculation:</p> <table border="0"> <tr> <td>\$8,240,015</td> <td>FY 14 Hospice budget</td> </tr> <tr> <td>\$9,711,249</td> <td>FY 15 Projected expenditures including rate increase</td> </tr> <tr> <td><u>\$1,471,234</u></td> <td>FY 15 Adjustment</td> </tr> </table>	\$8,240,015	FY 14 Hospice budget	\$9,711,249	FY 15 Projected expenditures including rate increase	<u>\$1,471,234</u>	FY 15 Adjustment	\$558,186	\$1,471,234	0										
\$8,240,015	FY 14 Hospice budget																					
\$9,711,249	FY 15 Projected expenditures including rate increase																					
<u>\$1,471,234</u>	FY 15 Adjustment																					
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Provides funding (\$222,763 SGF and \$364,383 Federal) for the Medicare Economic Index (MEI) rate adjustment for Federally Qualified Health Centers (FQHCs) and Rural Health Clinics (RHCs). The source of Federal funds is Title 19 federal financial participation. This funding will cover the annualized costs of inflation on prospective payment system rates as determined by the published MEI. The MEI is a measure of inflation for physicians and used for determining allowable charges for physicians services. The MEI is updated annually, and is based on a formula that factors physician practice costs, medical equipment costs and general wage levels. The estimated increase is based on MEI percentage of 1.16% for RHCs and FQHCs)</p> <table border="0"> <tr> <td></td> <td>FY 14 Budget</td> <td>MEI</td> <td>FY 15 Adjustment</td> </tr> <tr> <td>FQHC</td> <td>\$19,972,822</td> <td>1.16%</td> <td>\$231,685</td> </tr> <tr> <td>RHC</td> <td>\$30,643,176</td> <td>1.16%</td> <td><u>\$355,461</u></td> </tr> <tr> <td>Adjustment</td> <td></td> <td></td> <td><u>\$587,146</u></td> </tr> </table>		FY 14 Budget	MEI	FY 15 Adjustment	FQHC	\$19,972,822	1.16%	\$231,685	RHC	\$30,643,176	1.16%	<u>\$355,461</u>	Adjustment			<u>\$587,146</u>	\$222,763	\$587,146	0
	FY 14 Budget	MEI	FY 15 Adjustment																			
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Adjustment			<u>\$587,146</u>																			
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Provides DSH funding (\$8 M in SGF, \$11 M in IAT and \$31,065,876 Federal) The source of Federal funds is Title 19 federal financial participation. Provides \$50 M in uncompensated care costs (UCC) payments to the Biomedical Research Foundation (partner in Shreveport), <u>in addition to the appropriated UCC paid under the public/private partnerships.</u> Act 15 indicates these payments are for healthcare services, and shall not be made until such time as the Biomedical Research Foundation and the LSU Health Sciences Center at Shreveport finalize all outstanding contractual agreements related to the Biomedical Research Foundation's operation of such hospital and its associated clinics. Information from the DHH indicates these payments will be made directly to various non-partner hospitals.</p>	\$8,000,000	\$50,065,876	0																
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Additional funding (\$134,681 IAT, \$10,698,119 Statutory Dedications and \$20,486,290 Federal) for Bayou Health. Significant adjustments from FY 14 include adjusting the Per Member Per Month capitated rate to account for the ACA mandated health insurer excise tax, additional shared savings administrative payments due to increased enrollment in the shared savings plans (shifting from full risk), and shared savings plan pay-outs. The source of Federal funds is Title 19 federal financial participation. The source of Statutory Dedication is revenue generated from a premium tax on managed care plans under Title 22 of the Insurance Code and deposited into the Medical Assistance Trust Fund. The IAT is revenue generated from LaChip Phase V (Affordable Plan) enrollees collected by the Office of Group Benefits. See "Bayou Health" issue on pages 119 - 121.</p>	\$0	\$31,319,090	0																

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Increases SGF for "Clawback" funding. The Clawback represents payments that are made by LA Medicaid to the federal Medicare Program as required by the Centers for Medicare &amp; Medicaid (CMS) on a monthly basis to cover the cost of the Medicare Prescription Drug Program, Part D. As of January 2006, dual eligibles receive prescription drug benefits from Medicare and not Medicaid. The amount that each state is designed to pay is based on what a state would pay if a dual eligible Medicaid enrollee would have continued to receive their prescription drug benefit from Medicaid. Dual enrollees are enrolled in both Medicaid and Medicare. This funding is the result of a projected increase in enrollees and a projected increase in the "Per Capita Phasedown Amount" (monthly payment). Quarterly Clawback payments have increased since 9/30/2011. The adjustment is based on the following:</p> <table border="0"> <tr> <td></td> <td align="right">Payments per Quarter</td> </tr> <tr> <td>July - Sept 14</td> <td align="right">\$34,925,369</td> </tr> <tr> <td>Oct - Dec 14</td> <td align="right">\$36,218,611</td> </tr> <tr> <td>Jan - Mar 14</td> <td align="right">\$38,098,593</td> </tr> <tr> <td>Apr - Jun 15</td> <td align="right">\$39,788,942</td> </tr> <tr> <td>Total FY 15</td> <td align="right">\$149,031,515</td> </tr> <tr> <td>FY 14 Approp.</td> <td align="right">\$138,172,357</td> </tr> <tr> <td>Adjustment Amt.</td> <td align="right">\$10,859,158</td> </tr> </table>		Payments per Quarter	July - Sept 14	\$34,925,369	Oct - Dec 14	\$36,218,611	Jan - Mar 14	\$38,098,593	Apr - Jun 15	\$39,788,942	Total FY 15	\$149,031,515	FY 14 Approp.	\$138,172,357	Adjustment Amt.	\$10,859,158	\$10,859,158	\$10,859,158	0
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09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Additional funding (\$1,172,856 SGF and \$1,918,487 Federal) for LA Behavioral Health Partnership Health Plan as a result of the federally mandated Health Insurer Excise Tax on managed care plans. The source of Federal funds is Title 19 federal financial participation. The Affordable Care Act provides for an excise tax on managed care plans (2.5% on managed care premiums). Under the LA Behavioral Health Partnership (LBHP), monthly premiums paid to Magellan (behavioral health plan insurer) are taxed at a 2.5% rate. This adjustment increases the budget (payments to Magellan) to cover the cost of the excise tax on the insurer. The Per Member Per Month payments to Magellan will be adjusted to capture this payment increase in FY 15. The estimate is based on 2.5% tax on PMPM's for an estimated client population of 271,792 in FY 15.</p>	\$1,172,856	\$3,091,343	0																
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Additional funding (\$5,098,951 SGF and \$8,340,561 Federal) for prenatal care and services for pregnant women between 134 and 200% of the Federal Poverty Level. The source of Federal funds is Title 19 federal financial participation</p> <table border="0"> <tr> <td>\$8,735,683</td> <td>Restoration to Private Provider Program</td> </tr> <tr> <td>\$4,703,829</td> <td>Restoration to Buy-in Program (managed care)</td> </tr> <tr> <td><u>\$13,439,512</u></td> <td>FY 15 Restoration funding</td> </tr> </table> <p>Medicaid coverage related to pregnancy (prenatal care, labor, delivery, and certain care 60 days post partum) for pregnant women to 133% of the Federal Poverty Level (FPL) are mandatory services under federal law. Prior to FY 14, the Department of Health &amp; Hospitals (DHH) extended this coverage (pregnancy related services) to an optional population, or pregnant women up to 200% of the FPL. DHH eliminated funding for these services for pregnant women from 133% to 200% beginning 1/1/2014 (funding reduction built into FY 14 budget), based on availability of coverage in Health Insurance Exchanges (based on pregnancy being a qualifying event), which will provide subsidized insurance to individuals from 100% to 400% of the FPL. The FY 15 budget reflects a restoration of funding for prior year budget cuts.</p>	\$8,735,683	Restoration to Private Provider Program	\$4,703,829	Restoration to Buy-in Program (managed care)	<u>\$13,439,512</u>	FY 15 Restoration funding	\$5,098,951	\$13,439,512	0										
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**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>																				
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Provides federal funding for federally qualified rate changes to Medicare premiums and for a projected increase in the number of dual eligibles (low-income seniors and disabled individuals who qualify for both Medicare and Medicaid) who enroll in the Medicare Savings Program. Medicaid pays the Medicare premiums for low income beneficiaries that qualify (Medicaid Buy-Ins to the Medicare Program). The payment for this buy in group (termed Q1) is reimbursed 100% by the federal government.</p> <p>Part B premium increase from \$104.90 to \$110.70 in January 2015                      Part B Medicare enrollees increasing from 17,213 (July 2013) to 17,994 (June 2015)</p> <p>\$22,959,785    EOB for premiums                      \$23,604,776    FY 15 Projected premium costs  <u>\$644,991</u>      Adjustment</p>	\$0	\$644,991	0																				
09 - 306	Health & Hospitals	Medical Vendor Payments	<p>Additional funding (\$37,570,269 SGF and \$45,801,240 Federal) in Disproportionate Share Hospital (DSH) payments for uncompensated care costs for the Public/Private hospital partners. The source of Federal funds is federal financial participation.</p> <table border="1" style="margin-left: 40px;"> <thead> <tr> <th></th> <th>Act 14 Allocated</th> <th>Act 15 Allocation</th> <th>Difference</th> </tr> </thead> <tbody> <tr> <td>Title XIX claims</td> <td>\$177,999,183</td> <td>\$150,003,674</td> <td>(\$27,995,509)</td> </tr> <tr> <td>UPL</td> <td>\$279,559,909</td> <td>\$263,857,238</td> <td>(\$15,702,671)</td> </tr> <tr> <td>UCC</td> <td>\$653,163,908</td> <td>\$736,535,417</td> <td><b>\$83,371,509</b></td> </tr> <tr> <td><b>Total</b></td> <td><b>\$1,110,723,000</b></td> <td><b>\$1,150,396,329</b></td> <td><b>\$39,673,329</b></td> </tr> </tbody> </table>		Act 14 Allocated	Act 15 Allocation	Difference	Title XIX claims	\$177,999,183	\$150,003,674	(\$27,995,509)	UPL	\$279,559,909	\$263,857,238	(\$15,702,671)	UCC	\$653,163,908	\$736,535,417	<b>\$83,371,509</b>	<b>Total</b>	<b>\$1,110,723,000</b>	<b>\$1,150,396,329</b>	<b>\$39,673,329</b>	\$37,570,269	\$83,371,509	0
	Act 14 Allocated	Act 15 Allocation	Difference																							
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<b>Total</b>	<b>\$1,110,723,000</b>	<b>\$1,150,396,329</b>	<b>\$39,673,329</b>																							
09 - 310	Health & Hospitals	Northeast Delta Human Services District	<p>The Northeast Delta Human Services District will realize a net increase of \$6,053,471 (\$11,656,544 SGF, -\$8,315,662 IAT, \$2,664,300 SGR and \$48,289 Federal) in FY 15 as it transitions to operating independently from the Office of Behavioral Health (OBH). The District will non-recur IAT funds used in its first year of operation and supplant them with a direct appropriation for projected FY 15 operating expenses. The adjustment transfers budget authority from the Office of the Secretary (\$297,000 SGF), Office of Citizens with Development Disabilities (\$2,638,508 SGF) and Office of Behavioral Health (\$8,721,036 SGF, \$2,664,300 SGR, \$48,289 Federal and 1 non-TO position) to the District. The position eliminated at OBH is an Auditor 3. The position to be created at the District will be determined based upon agency need on 7/1/2014. This adjustment non-recurs IAT funding (\$8,315,662) from the 3 referenced entities to provide for the first year funding of the District. The net increase in funding is associated primarily with contracted services that were retained by OBH during FY 14, but for which the District will take over as the contractor of record in FY 15. The District's total recommended funding level for FY 15 is \$16.6 M.</p>	\$11,656,544	\$6,053,471	0																				
09 - 320	Health & Hospitals	Aging & Adult Services	<p>Increases IAT funding from the Medical Vendor Administration (\$100,000) and funds from the statutorily dedicated Nursing Home Resident Trust Fund (\$100,000). The source of the statutorily dedicated funds is civil penalties levied against nursing homes as a result of licensing violations. Funding is used for quality improvement projects in LA's nursing homes. The projects selected advance residents quality of care. In FY 14 approximately 11 projects have been funded for a total cost of \$158,210.</p> <p><u>FY 14 Projects</u>                      Interactive, Therapeutic Computer Program (\$107,886 for 7 projects)                      Perfect Pitch Music Program (\$19,000 for 1 project)                      Read Foods First Snack Program (\$13,928 for 1 project)                      Resident Satisfaction Program (\$12,396 for 1 project)                      Theater Room/Snack Bar Program (\$5,000 for 1 project)</p>	\$0	\$200,000	0																				

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 - 326	Health & Hospitals	Public Health	Increases SGF for Federally Qualified Health Centers (FQHCs). These funds will provide services to the uninsured in FQHCs. The funding will be allocated to FQHCs based on the number of uninsured patient visits for each clinic qualified to receive funding (excluding federally qualified health clinics in the Greater New Orleans Community Health Connection (GNOCHC). Traditionally, FQHCs are reimbursed on a per visit basis under a Prospective Payment System (PPS) with Title 19 Medicaid funds through Medical Vendor Payments Program.	\$6,075,000	\$6,075,000	0
09 - 326	Health & Hospitals	Public Health	Increases SGR from the LSU Medical School in Shreveport. <i>The LFO has requested further details regarding the use of these funds in OPH for FY 15.</i>	\$0	\$11,000,000	0
09 - 330	Health & Hospitals	Behavioral Health	Provides funding (\$63,730 SGF and \$191,190 Federal) for an increase in clients referred for screening for mental illness through the Pre-Admission Screening & Resident Review (PASRR) Level II process as the Office of Aging & Adult Services (OAAS) identifies clients for potential discharge that no longer meet the level of care requirements. The Federal funds are provided via a Federal Community Development Block Grant. As these clients are discharged they will be referred to OBH for mental illness screenings and services provided through the Statewide Management Organization (SMO). OBH must also develop transition/discharge plans for these clients in order to return them to the community while maintaining continued necessary services through the LA Behavioral Health Partnership.	\$63,730	\$254,920	0
09 - 330	Health & Hospitals	Behavioral Health	Provides budget authority to the Eastern LA Mental Health System (ELMHS) to increase the current Grace Outreach Contract by 6 female Forensic Supervised Transitional Residential and Aftercare (FSTRA) beds. Under federal consent decree, ELMHS must admit a client for competency restoration within 30 days of a court order. Female Forensic clients are treated at the Intermediate Treatment Units (ITU) for competency restoration and the facility is currently overcrowded. ELMHS must be able to transition clients to community based beds in order to free ITU beds for incoming clients in order to meet the mandates of the federal consent decree.	\$229,950	\$229,950	0
09 - 330	Health & Hospitals	Behavioral Health	Provides additional federal block grant funding for mental health and substance abuse services.	\$0	\$991,850	0
09 - 340	Health & Hospitals	Office for Citizens w/ Developmental Disabilities	Provides funding to the LA Assistive Technology Access Network (LATAN), a non-governmental organization. This represents total funding in FY 15. LATAN provides assistive devices, technology, and aids which enable individuals with disabilities and older persons achieve independence in employment, school, and community living as well as perform the daily activities of life such as getting out of bed, going to work or school, reading or communicating. For example, people who are blind may use software that reads text on the screen in a computer-generated voice, people with low vision may use software that enlarges screen content, people who are deaf may use a TTY (text telephone), or people with speech impairments may use a device that speaks out loud as they enter text via a keyboard.	\$250,000	\$250,000	0
09 - 375	Health & Hospitals	Imperial Calcasieu Human Services District	The Imperial Calcasieu Human Services District will realize a net increase of \$3,711,535 (\$8,252,153 SGF, -\$6,700,307 IAT, \$2,140,563 SGR and \$19,126 Federal) in FY 15 as it transitions to operating independently from the Office of Behavioral Health (OBH). The District will non-recur IAT funds used in its first year of operation and supplant them with a direct appropriation for projected FY 15 operating expenses. The adjustment transfers budget authority from the Office of the Secretary (\$297,000 SGF), Office of Citizens with Development Disabilities (\$2,505,729 SGF), and Office of Behavioral Health (\$5,449,424 SGF, \$2,140,563 SGR, \$19,126 Federal and 1 non-TO position) to the District. The position eliminated at OBH is an Auditor 3. The position to be created at the District will be determined based upon agency need on 7/1/2014. This adjustment non-recur IAT funding (\$6,700,307) transferred from the 3 referenced entities to provide for first year funding of the District. The net increase in funding is associated primarily with legacy contracted services that were retained by OBH during FY 14, but for which the District will take over as the contractor of record in FY 15. The District's recommended funding level for FY 15 is \$12.4 M.	\$8,252,153	\$3,711,535	0

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 - 376	Health & Hospitals	Central LA Human Services District	The Central LA Human Services District will realize a net increase of \$6,920,532 in FY 15 as it transitions to operating independently from the Office of Behavioral Health (OBH). The District will non-recur IAT funds used in its first year of operation and supplant them with a direct appropriation for projected FY 15 operating expenses. The adjustment transfers budget authority from the Office of the Secretary (\$297,000 SGF), Office of Citizens with Development Disabilities (\$2,364,873 SGF), Office of Behavioral Health (\$7,639,932 SGF, \$2,002,783 SGR, \$48,358 Federal and 1 non-TO position) to the District. The position eliminated at OBH is an Auditor 3. The position to be created at the District will be determined based upon agency need on 7/1/2014. This adjustment non-recurs IAT funding (\$5,432,414) transferred from the 3 referenced entities in FY 14 by IAT to provide for the first year funding of the District. The net increase in funding is associated primarily with legacy contracted services that were retained by OBH during FY 14, but for which the District will take over as the contractor of record in FY 15. The District's recommended funding level for FY 15 is \$16.6 M.	\$10,301,805	\$6,920,532	0
09 - 377	Health & Hospitals	Northwest LA Human Services District	The Northwest LA Human Services District will realize a net increase of \$5,811,589 (\$10,109,465 SGF, - \$7,287,664 IAT, \$2,941,499 SGR and \$48,289 Federal) in FY 15 as it transitions to operating independently from the Office of Behavioral Health (OBH). The District will non-recur IAT funds used in its first year of operation and supplant them with a direct appropriation for projected FY 15 operating expenses. The adjustment transfers budget authority from the Office of the Secretary (\$297,000 SGF), Office of Citizens with Development Disabilities (\$2,839,527 SGF), Office of Behavioral Health (\$6,972,938 SGF, \$2,941,499 SGR and \$48,289 Federal and 1 non-TO position) to the District. The position eliminated at OBH is an Auditor 3. The position to be created at the District will be determined based upon agency need on 7/1/2014. This adjustment non-recurs IAT funding (\$7,287,664) transferred from the 3 referenced entities in FY 14 by IAT to provide for the first year funding of the District. The net increase in funding is associated primarily with legacy contracted services that were retained by OBH during FY 14, but for which the District will take over as the contractor of record in FY 15. The District's recommended funding level for FY 15 is \$16.9 M.	\$10,109,465	\$5,811,589	0
<b>Major Increases or Enhancements for Health &amp; Hospitals</b>				<b>\$176,818,750</b>	<b>\$483,550,660</b>	<b>1</b>
10 - 360	Children & Family Services	Children & Family Services	Increases funding (\$68,544 SGF and \$133,056 Federal) to replace teleconference equipment utilized by the Department of Children & Family Services teleworkers, specifically the centralized Child Care workers in the Child Welfare activity. On 7/31/2013, the department issued an Invitation to Bid (ITB) for voice-over services provided via the internet that allows remote staff to perform their assigned job duties with data, text, real-time voice communication and collaboration services. The lowest bidder was SKYPE. The SKYPE's bid was not in compliance with the ITB specifications. Therefore, the department reviewed the next lowest bid, Global Data Systems, which resulted in replacement of teleconference equipment.	\$68,544	\$201,600	0
10 - 360	Children & Family Services	Children & Family Services	Increases funding from the statutorily dedicated Fraud Detection Fund based on Revenue Estimating Conference (REC) projections as of 1/15/2014. Funds are used for the enhancement of fraud detection and recovery activities within public assistance programs administered by the Department of Children & Family Services (DCFS). The total funding recommended for FY 15 is \$827,192.	\$0	\$252,423	0
<b>Major Increases or Enhancements for Children &amp; Family Services</b>				<b>\$68,544</b>	<b>\$454,023</b>	<b>0</b>

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
11 - 435	Natural Resources	Coastal Management	Increases funding from the statutorily dedicated Coastal Resources Trust Fund for the Lake Hermitage Marsh Creation Project.	\$0	\$1,000,000	0
<b>Major Increases or Enhancements for Natural Resources</b>				<b>\$0</b>	<b>\$1,000,000</b>	<b>0</b>
12 - 440	Revenue	Office of Revenue	The SGR increase in the Tax Collection Program allows for an additional consumer use tax distribution to parishes to accommodate an anticipated increase in collections. The total amount appropriated for the parish consumer use distribution is \$789,055 in SGR for FY 15, which is 50% of the anticipated total collections. The parish distribution is made according to population. Though the consumer use tax is classified as SGF in the Treasury, LDR distributes the tax from its own SGR. LDR received no SGF appropriation in the FY 15 Executive Budget.	\$0	\$60,134	0
12 - 440	Revenue	Office of Revenue	The SGR increase in the Tax Collection Program allows for increased travel expenses for auditors upon closure of regional offices. Since the auditors now work from home, additional travel expenses are required to best accomplish their missions. This increase represents a reduction in, though not an elimination of, anticipated savings as a result of regional office closures that occurred in the FY 14 budget.	\$0	\$26,642	0
12 - 440	Revenue	Office of Revenue	The SGR increase in the Tax Collection Program is related to the contactual maintenance of GenTax, the integrated tax processing software. The GenTax system is integral to the efficient management of the tax collection program and requires typical annual adjustments to maintain system quality. Currently, the total budget for the GenTax system is about \$3.2 M.	\$0	\$150,000	0
12 - 440	Revenue	Office of Revenue	The SGR increase in the Tax Collection Program is related to out-sourced call center services to more efficiently handle taxpayer questions presumably leading to a higher voluntary payment rate. However, the FY 15 budget request presented by the department assumes savings of \$310,572 as a result of the reduction of 6 LDR positions (revenue tax analysts) leaving a net budget increase of \$1,989,428 for professional services. Act 15 allows for the savings but does not reduce the corresponding T.O. making it unclear how the actual savings within the agency will materialize. Subsequent budgets are expected to require the gross amount or \$2.3 M annually for this service.	\$0	\$1,989,428	0
12 - 440	Revenue	Office of Revenue	The SGR increase in the Tax Collection Program is related to a contractual arrangement in the Office of Debt Recovery (requested but not granted program status), specifically for professional services related to the acquisition of software and implementation of the financial data match component of the centralized collection effort. The financial data match is an agreement between the state and participating financial institutions to identify bank accounts from which delinquent taxes may be garnished.	\$0	\$4,000,000	0
12 - 440	Revenue	Office of Revenue	Increases SGR (\$916,624) and funding from the statutorily dedicated Tobacco Regulation Enforcement Fund (\$124,921) in the Alcohol & Tobacco Control Program for acquisitions related to an improved customer service system including online permit needs, integrated licensing and other workflow improvements (\$758,365); vehicles, protective equipment and software upgrades related to enforcement (\$213,515); and increased travel for training for legal and enforcement personnel for alcohol and tobacco control issues (\$69,665). The additional SGR is expected to materialize due to excess collections in FY 14, presuming the funds remain with the department in FY 15, as allowed in Act 15.	\$0	\$1,041,545	0
12 - 440	Revenue	Office of Revenue	Increases SGR funding for 25 additional auditors. This is an Alvarez & Marsal recommendation, though this activity was also recommended by the Streamlining Commission. An in-house BA-7 was approved on 4/11/2014 which authorized LDR funding for 25 auditors with an anticipated FY 15 cost of \$2.2 M. These are the same 25 auditors related to the BA-7, though the funding amount does not match the BA-7 estimate for an annualized FY 15 impact of \$2.2 M. According to LDR, the BA-7 positions are currently being filled since they were approved in FY 14. It is not clear how the additional SGR is expected to be generated in order to immediately fund the positions.	\$0	\$1,821,347	25
12 - 440	Revenue	Office of Revenue	Increases SGR for professional legal services. According to LDR, the funds will be used to hire outside counsel on an hourly basis to handle lawsuits related to disputed claims.	\$0	\$500,000	0

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
<b>Major Increases or Enhancements for Revenue</b>				<b>\$0</b>	<b>\$9,589,096</b>	<b>25</b>
14 - 474	Workforce Commission	Workforce Support & Training	Increases federal funding in the Office of Information Systems for the continued implementation of the HiRE (Helping Individuals Reach Employment) system. HiRE is the LA Workforce Commission's (LWC) enhanced self-service system. The HiRE system provides employment services that were formerly available in the LA Virtual One Stop as well as unemployment benefit services in an effort to help people quickly find employment and reduce unemployment claim duration. Implementation of the HIRE system began in FY 12 with 3 phases. The first of the 3 phases was implemented in March 2013 with the launch of the HiRE system website. The 2nd step, completed in January 2014, will add unemployment appeals and benefits processing features to the HiRE system website. The third phase, scheduled for early 2015, will enable employers to schedule job fairs, pay unemployment taxes, file appeals, and submit required forms and compliance reports.	\$0	\$2,059,644	0
14 - 474	Workforce Commission	Workforce Support & Training	Provides additional Statutory Dedicated funding from the Workers' Compensation Second Injury Fund for the Office of the 2nd Injury Board Program to reimburse insurance carriers for workers' compensation benefits when an eligible worker sustains a subsequent job related injury. This additional funding brings the total for this program to \$49,374,465 in FY 15. The amount of this additional funding is based on a weighted calculation of assessments over the 2 prior fiscal years and reviews of pending files.	\$0	\$3,500,000	0
<b>Major Increases or Enhancements for Workforce Commission</b>				<b>\$0</b>	<b>\$5,559,644</b>	<b>0</b>
16 - 512	Wildlife & Fisheries	Office of Secretary	Increases funding from the statutorily dedicated Conservation Fund for the Administrative Program due to the passage of Act 40 of 2013. The legislation increased certain fees related to the charter boat fishing industry. The increase in revenues will be used for expenditures related to the promotion of the LA Charter Boat Industry via the LA Charter Boat Association.	\$0	\$220,530	0
16 - 513	Wildlife & Fisheries	Office of Wildlife	Adjustment to increase SGR budget authority in the Wildlife Program to receive a grant from the National Fish and Wildlife Foundation for expenditures related to the creation of a new waterbird nesting island on the Mississippi River Delta. This will allow the program to restore and enhance marsh wetland growth, as well as create nesting habitat for the LA Brown Pelican.	\$0	\$600,000	0
16 - 513	Wildlife & Fisheries	Office of Wildlife	Increases funding from the statutorily dedicated Conservation Fund (\$1.175 M) and Federal (\$5.25 M) for the Wildlife Program due to an increase in the Pittman Robertson Wildlife Restoration Grants. The increase from the Fund will be used to match funds from the U.S. Fish & Wildlife Service federal excise tax allocation. This funding is used for the operation and maintenance of the state's Wildlife Management Areas (WMAs). With this adjustment, the total Pittman Robertson Grants budgeted in FY 15 is approximately \$18 M.	\$0	\$7,000,000	0
16 - 513	Wildlife & Fisheries	Office of Wildlife	Provides funding out of the Hunters for the Hungry Account for expenditures related to the Hunters for the Hungry Program. Hunters for the Hungry is a non-profit organization that allows hunters and fishermen to donate their bounty of wild game and fish in order to combat hunger. This funding will be utilized for processing and distribution of the game and fish donations.	\$0	\$100,000	0
16 - 514	Wildlife & Fisheries	Office of Fisheries	Increases funding from the statutorily dedicated Artificial Reef Development Fund for expenditures related to the LA Creel Program (\$500,000) and LA Wild Seafood Certification Program (\$1.5 M). The LA Creel Program expenditures are related to the collection of vital information used in the state mandated fisheries stock assessment. Total funding in FY 15 for the LA Creel Program is \$1.5 M. Additionally, funding will be used to support expenditures related to the the LA Wildlife Seafood Certification Program. This program allows for the certification of LA wild seafood products including wild-caught shrimp taken or harvested in LA to ensure certain market standards are met. Total funding in FY 15 for the LA Wildlife Seafood Certification Program is \$2.9 M.	\$0	\$2,000,000	0
<b>Major Increases or Enhancements for Wildlife &amp; Fisheries</b>				<b>\$0</b>	<b>\$9,920,530</b>	<b>0</b>

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
17 - 562	Civil Service	Ethics Administration	Increases fees & self-generated revenue to increase interagency transfers to the Div. of Admin. Law.	\$0	\$11,906	0
17 - 565	Civil Service	Board of Tax Appeals	Transfers the Board of Tax Appeals (BTA) from the Executive Department to the Department of Civil Service and increases IAT (\$220,000) and SGR (\$55,500) appropriations, pursuant to Act 640 of 2014, and presumably Act 198 of 2014 also. The bill creates a new program within the BTA to handle local sales tax disputes and state payments under protest that would otherwise be settled in District Court. According to the bill, the local governments have agreed to give the BTA the first \$132,000 of local use tax, which is collected by the state and distributed annually to local governments by population. In addition, the Department of Revenue has agreed to IAT \$88,000 per year from its SGR to the BTA in lieu of filing fees. The \$55,500 in SGR is anticipated additional filing fees generated by the BTA from the new caseload.	\$0	\$275,500	2
<b>Major Increases or Enhancements for Civil Service</b>				<b>\$0</b>	<b>\$287,406</b>	<b>2</b>
19A - 600	Higher Education	LSU System	Provides for increases in tuition and mandatory fees per authority granted by the LaGrad Act (Act 741 of 2010). The following amounts by institution represent the maximum 10% increase authorized by the LaGrad Act and do not reflect reductions in tuition and fees from hardship waivers, fee exemptions, or other forms of student aid that diminish actual collections of tuition and mandatory fees: LSU A&M (\$23,705,000), LSU-A (\$812,403), LSU-E (\$351,676), LSU-S (\$1,643,795), LSU HSC-NO (\$3,432,045), LSU HSC-SHR (\$1,286,810) and Hebert Law Center (\$1,110,938).	\$0	\$32,342,667	0
19A - 600	Higher Education	LSU System	Increases SGR from tuition and mandatory fees at LSU-S for anticipated growth in enrollment.	\$0	\$1,000,000	0
19A - 600	Higher Education	LSU System	Increases IAT funding from DHH for LSU HSC Shreveport (SHR). The original source of the IAT funds transferred to LSU HSC SHR is SGF appropriated to DHH.	\$0	\$8,000,000	0
19A - 600	Higher Education	LSU System	Increases SGF funding from DHH for LSU HSC Shreveport (SHR). <i>The LFO was unable to ascertain the purpose of this appropriation after discussions with staff from LSU HSC SHR prior to publication of this report.</i> OPB reports that the original source of the IAT funds transferred to LSU HSC SHR is SGF appropriated to DHH.	\$3,000,000	\$3,000,000	0
19A - 615	Higher Education	SU System	Provides for increases in tuition and mandatory fees per authority granted by the LaGrad Act (Act 741 of 2010). The following amounts by institution represent the maximum 10% increase authorized by the LaGrad Act and do not reflect reductions in tuition and fees from hardship waivers, fee exemptions, or other forms of student aid that diminish actual collections of tuition and mandatory fees: SU A&M (\$2,412,346), SUNO (\$675,412) and SU Law Center (\$579,070).	\$0	\$3,666,828	0
19A - 615	Higher Education	SU System	Provides additional SGF for Southern A&M in Baton Rouge (SUBR). SUBR will utilize the additional funds to reduce the number of faculty and staff that the university would otherwise be required to terminate due to projected revenue reductions for FY 15. This funding will also assist the institution in its efforts to provide quality instruction and support for students, and with maintaining faculty and staff needed for accreditation.	\$2,400,000	\$2,400,000	0
19A - 615	Higher Education	SU System	Provides additional SGF for Southern Law Center in Baton Rouge (SULC). SULC will utilize the additional funds to support library improvements, clinical education program expansion, and building security and technology upgrades. This funding will also assist the institution in its efforts to provide quality instruction and support for law students, and assist with accreditation concerns.	\$1,500,000	\$1,500,000	0
19A - 615	Higher Education	SU System	Provides additional SGF for Southern - Shreveport (SUSLA). SUSLA will utilize the additional funds to mitigate faculty and staff furloughs and layoffs, and address some deferred maintenance and facilities needs. This funding will assist the institution in its efforts to maintain quality instruction and support for students, and assist with accreditation concerns.	\$300,000	\$300,000	0

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
19A - 615	Higher Education	SU System	Provides additional SGF for Southern - New Orleans (SUNO). SUNO will utilize the additional funds to support the faculty and staff required to ensure success of SUNO's New Forensic Science Program, to maintain quality instruction and support for students, and to assist with the increasing cost of general operations of the university.	\$300,000	\$300,000	0
19A - 620	Higher Education	UL System	Provides for increases in tuition and mandatory fees per authority granted by the LaGrad Act (Act 741 of 2010). The following amounts by institution represent the maximum 10% increase authorized by the LaGrad Act and do not reflect reductions in tuition and fees from hardship waivers, fee exemptions, or other forms of student aid that diminish actual collections of tuition and mandatory fees: UNO (\$4,179,473), Nicholls (\$2,083,355), Grambling (\$2,694,709), LA Tech (\$6,460,000), McNeese (\$3,696,749), ULM (\$3,333,167), NWS (\$3,973,773), SLU (\$6,393,607) and ULL (\$6,897,834).	\$0	\$39,712,667	0
19A - 649	Higher Education	LCTCS System	Provides for increases in tuition and mandatory fees per authority granted by the LaGrad Act (Act 741 of 2010). The following amounts by institution represent the maximum 10% increase authorized by the LaGrad Act and do not reflect reductions in tuition and fees from hardship waivers, fee exemptions, or other forms of student aid that diminish actual collections of tuition and mandatory fees: Sowela (\$557,500), Fletcher (\$445,000), Northshore (\$490,000), Central LA (\$386,000, BRCC (\$1,247,500), Delgado (\$3,742,500), Nunez (\$367,500), BPCC (\$1,512,500), SLCC (\$1,360,000), RPCC (\$485,000), LDCC (\$730,000) and LTC (\$677,500).	\$0	\$12,001,000	0
19A - 661	Higher Education	Student Financial Assistance	TOPS TUITION - Increases funding for TOPS awards as projected by the Office of Student Financial Assistance primarily due to tuition increases authorized by the LaGrad Act. Total TOPS funding for FY 15 is \$250 M.	\$32,462,621	\$32,462,621	0
19A - 671	Higher Education	Board of Regents	Provides funding to address equity for some schools that have experienced rapid growth in recent years. The Board of Regents reports that all \$6.1 M will be directed to the following LCTCS institutions at the following estimated amounts: Bossier Parish Community College (\$3,403,030), Delgado Community College (\$535,824), Fletcher Technical Community College (\$335,776), Nunez Community College (\$308,009), River Parishes Community College (\$358,320), Sowela Technical Community College (\$1,090,030), and Northshore Technical Community College (\$69,011).	\$6,100,000	\$6,100,000	0
19A - 671	Higher Education	Board of Regents	Provides funding for the Science, Technology, Engineering & Math (STEM) programs at universities in the Southern System and facility and technology upgrades at Grambling State University. The Board of Regents (BOR) reports that the Southern System and Grambling will each receive \$1 M. Act 15 of 2014 (General Appropriations Bill) requires the funds to be distributed in accordance with a plan developed and approved by the BOR and implemented by the Division of Administration. The Southern System will allocate \$700,000 to Southern - Baton Rouge and \$150,000 each to SUNO and Southern - Shreveport.	\$2,000,000	\$2,000,000	0
19A - 671	Higher Education	Board of Regents	Provides additional SGF for LSU Health Sciences Center in Shreveport to fund general operating expenses.	\$3,000,000	\$3,000,000	0

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
19A - 671	Higher Education	Board of Regents	Provides funding (\$16.85 M in SGF and \$12.15 M in IAT) for the Workforce & Innovation for a Stronger Economy (WISE) Initiative. The IAT is from the Community Development Block Grant (CDBG) Program. Additionally, there is a deposit of \$11 M from the Overcollections Fund into the WISE Fund contained in the Funds bill (Act 646 of 2014). These monies are appropriated in the capital outlay bill (Act 25 of 2014) for Library, Instructional and Scientific Equipment. The general appropriations bill (Act 15 of 2014 directs Regents to distribute the following amounts by institution from the \$40 M: Pennington (\$1.5 M), College of Engineering at LA Tech (\$1 M), and School of Pharmacy at ULM (\$1 M). Act 803 of 2014 creates the WISE Fund and allocates 80% of funding to institutions based on degree/certificate production leading to 4 and 5 STAR jobs as defined by the LA Workforce Commission; and the remaining 20% of funds based on federally funded research expenditures as defined by the National Science Foundation. The WISE Council also has authority to adjust the percentage of the distributions by no more than 10%. However, the distribution based on federally funded research expenditures shall not be reduced below 20%. To receive funds, institutions will have to receive a 20% private match in cash or in-kind, such as technology and equipment. However, in any fiscal year that the total appropriated funds from SGF and Statutory Dedications are less than the the prior year, the WISE Council may delay or waive the matching requirements.	\$16,850,000	\$29,000,000	0
<b>Major Increases or Enhancements for Higher Education</b>				<b>\$67,912,621</b>	<b>\$176,785,783</b>	<b>0</b>
19B - 662	Special Schools & Comm.	LA Educational Television Authority	Provides additional state support.	\$250,000	\$250,000	0
19B - 673	Special Schools & Comm.	New Orleans Center for Creative Arts-Riverfront	Increases funding, including \$445,680 IAT from the MFP, for additional classroom space, and operating expenses, including 7 new positions due to the implementation of the Academic Studio. Historically students attend NOCCA for 1/2 day for a concentration in the Arts. Beginning in FY 11 the school introduced the Academic Studio program which provides full time instruction for select students using a progressive curriculum model approved by BESE. Each year the school allots 70 slots for incoming freshmen; there are currently 175 students enrolled in the program. These additional funds provide for the final year of the first cohort of students in the program.	\$300,000	\$745,680	7
<b>Major Increases or Enhancements for Special Schools &amp; Comm.</b>				<b>\$550,000</b>	<b>\$995,680</b>	<b>7</b>
19D - 678	Elem. & Secondary Educ.	State Activities	Provides additional funding associated with legal expenses in Brumfield v. Dodd. The U.S. Dept of Justice (DOJ) claims the state's private schools are defying the long standing desegregation order and sued the state in August seeking an injunction to stop the Student Scholarship in Education Excellence Program (SSEEP). The lawsuit was later halted, but the DOJ continues to seek a broader role in monitoring the program. Court documents filed as recently as 2/7/2014 indicate the state and the DOJ may be close to an agreement on how to monitor the voucher assignments. At the January Board meeting, BESE noted that additional funding would be required for legal expenses related to this litigation.	\$650,000	\$650,000	0
19D - 678	Elem. & Secondary Educ.	State Activities	Provides funding from BESE 8g grant funds for the Globally Unique Identifier (GUID) system pursuant to Act 837 of 2014.	\$0	\$651,000	0
19D - 695	Elem. & Secondary Educ.	Minimum Foundation Program (MFP)	Increases funding for the Student Scholarships for Education Excellence Program (SSEEP) due to an estimated additional 1,355 students. With certain exceptions for Special Education students, tuition reimbursement amounts for non-public schools are capped at the MFP per pupil allocation for the student's home parish. There are 6,775 students currently enrolled in the program with an average tuition of \$5,311. The SSEEP is currently funded at \$43,147,500; however only \$35,547,000 will be expended. For FY 15, total student enrollment is projected at 8,130 with an average tuition amount of \$5,577; recommended funding totals \$46,184,552. <b>Note:</b> There is a corresponding adjustment reducing MFP funding by \$6,856,300 as a result of students moving out of public schools.	\$3,037,352	\$3,037,352	0

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
19D - 695	Elem. & Secondary Educ.	Minimum Foundation Program (MFP)	Increases funding based on the 10/1/2013 and estimated 2/1/2014 student counts indicating a net increase of 9,472 students. The FY 14 MFP was funded at \$3,510,142,422 with a student enrollment of 676,690. The FY 15 budget is \$3,593,789,905 and a projected enrollment of 686,162. The base per pupil amount is \$3,961. <b>Note:</b> Act 15 reflects a net total increase of \$83,647,483 after all adjustments; \$6,856,300 reduction associated with the Scholarship Program, a \$15.5 M increase associated with the MFP Task Force recommendation and this \$75 M enrollment increase.	\$75,003,783	\$75,003,783	0
19D - 697	Elem. & Secondary Educ.	Non-public Education Assistance	Increases funding for the Required Services Program for reimbursement to nondiscriminatory state approved non-public schools. The program is intended to reimburse eligible schools for the actual cost of performing mandated services, administrative and clerical costs. Participation in the program requires that detailed records be maintained documenting the actual time dedicated to the performance of selected services. The FY 15 budget is \$14.3 M.	\$1,000,000	\$1,000,000	0
<b>Major Increases or Enhancements for Elem. &amp; Secondary Educ.</b>				<b>\$79,691,135</b>	<b>\$80,342,135</b>	<b>0</b>
19E - 610	LSU Health Care Services Division	LSU HSC-HCSD	Increases SGR for operating expenses (the Executive Administration & General Support Program was off-budget in FY 14), legacy costs after the implementation of the public-private partnerships, and support services that will be provided to the private partners. LSU HCSD estimates its legacy costs to total approximately \$40 M, covering expenditures for retiree group insurance costs (estimated at \$23 M), risk management premiums, unemployment costs, security services, debt service payments and ventilation of empty facilities. HCSD has committed to utilize \$30 M in reserve funds to cover a portion of these expenses in FY 15. DHH received a direct budget recommendation of \$10 M to pay for LSU HCSD's retiree group insurance premiums in FY 15. However, it is unclear how those funds may be transferred as the budget authority given to LSU HCSD is not IAT, but SGR.  LSU HCSD is currently negotiating with private partners to provide support services on a contract basis, such as Information Technology supports and services, billing, accountable care services, etc. Those services comprise some undetermined portion of the \$37.4 M balance of funds not delineated as legacy costs, but the final service and funding levels have not been determined. The LFO has requested detailed information regarding the composition of these expenditures but the department indicates the services to partners is under negotiation and not finalized. See "SGR Budget Authority and Public/Private Partnership Legacy Costs" on pages 122 - 123.	\$0	\$77,439,250	0
<b>Major Increases or Enhancements for LSU Health Care Services Division</b>				<b>\$0</b>	<b>\$77,439,250</b>	<b>0</b>
20 - 451	Other Requirements	Local Housing of State Adult Offenders	Adjustment provides for an increase in expenditures due to projected occupancy counts of state offenders being housed at local correctional facilities. Savings from Act 389 of 2013 have not materialized as projected. The legislation created an early release program for nonviolent offenders who are jailed on first and second time drug offenses and a diversion program for "new" offenders. FY 15 projections include an offender count of 17,313 for Local Housing of State Offenders and 3,623 in the Transitional Work Program.	\$6,590,114	\$6,590,114	0
20 - 451	Other Requirements	Local Housing of State Adult Offenders	Provides funding for housing parolees who are arrested pending their parole revocation hearing pursuant to Act 652 of 2014. Act 652 provides that the sheriff will also be reimbursed by the department at the same rate, less the sum of any monies received from the parish governing authority for the purpose of housing such persons, for any person committed to the department who is released on parole and who is subsequently arrested and housed in a parish jail from the time of arrest until the person either pleads guilty to the subsequent charge or until the committee on parole makes its determination regarding parole revocation. The maximum liability for such reimbursement increases costs to DPS&C by approximately \$15.25 M per year (\$20.89 per day x 2,000 x 365 days). Act 652 further provides that for FY 15, 50% of the amount would be paid and for FY 16 and thereafter, all would be reimbursed.	\$3,500,000	\$3,500,000	0

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
20 - 901	Other Requirements	State Sales Tax Dedications	The net increase in statutorily dedicated funds of various local hotel/motel sales tax collections distributed back to local entities is the result of non-recurring carryforwards (-\$721,088) and special legislative projects (-\$895,000) and increasing the appropriation to match the new official forecast of total revenue including any interest/earnings, sales tax receipts or other revenue sources (\$7,366,862). The forecast was adopted on 1/15/2014 by the Revenue Estimating Conference (REC) as a result of Act 419 of 2013. The forecast amounts are appropriated but may not be spent unless the funds are actually collected. Further, should actual collections surpass the official estimate, the REC must adopt an increased forecast before the surplus funds can be appropriated.	\$0	\$5,750,774	0
20 - 901	Other Requirements	State Sales Tax Dedications	Increases funding from statutorily dedicated funds in the St. Mary Parish Visitor Enterprise Fund. Appropriations from the fund include the following: Kemper Williams Park (\$100,000), Myette Point Landing Drainage (\$50,000), Keep St. Mary Beautiful (\$15,000), Patterson Cypress Sawmill Festival (\$15,000), Morgan City for the Shrimp & Petroleum Festival (\$35,000), St. Mary Parish Tourism Commission for signage (\$50,000), Berwick for Bayou Teche Paddle Race (\$15,000), Berwick for lighthouse maintenance (\$5,000), Franklin for improvements to Franklin Little League Park for tournaments (\$35,000), Franklin for the Harvest Moon and Black Bear Festivals (\$15,000), Franklin for Teche Theater HVAC system replacement (\$25,000), Franklin for the Center Theater rehabilitation project (\$25,000), Chitimacha Tribe of LA for tourism promotion (\$15,000), and Baldwin for the Baldwin Carnival Festival (\$10,000). The adjustment increases the total appropriation for FY 15 from the St. Mary Parish Visitor Enterprise Fund from \$700,000 to \$1.11 M. The funds are dedicated from the state sales tax on hotel/motel rentals originating in St. Mary Parish.	\$0	\$410,000	0
20 - 901	Other Requirements	State Sales Tax Dedications	Increases or decreases the appropriation for the following funds or activities: Pamoja Art Society for African American cultural activities in Shreveport (\$7,000), Ouachita Parish Visitor Enterprise Fund (\$600,000), Lake Charles Civic Center Fund (\$4,600,000), St. Mary Parish Visitor Enterprise Fund to Berwick for the Bayou Teche Paddle Race (-\$5,000) but adding Franklin for the Bayou Teche Paddle Race (\$10,000) and improvements to the Little League Park for tournaments (\$5,000) and Franklin for the Wooden Boat Festival (\$5,000), East Baton Rouge Parish Enhancement Fund (\$200,000), and the East Baton Rouge Parish Riverside Centroplex Fund (\$300,000) for a net increase of \$5.722 M. Further amendments allocate sales tax dedications from the Jefferson Parish Convention Center Fund to Westwego for the Westwego Fest (\$50,000), as well as undisclosed amounts from the Iberia Parish Tourist Commission Fund, East Carroll Visitor Enterprise Fund, Richland Parish Visitor Enterprise Fund, Madison Parish Visitor Enterprise Fund and East Baton Rouge Parish Community Improvement Fund to the St. George Fire Department for hazardous materials training and equipment.	\$0	\$5,722,000	0
20 - 903	Other Requirements	Parish Transportation	Increases funding from the statutorily dedications Transportation Trust Fund - Regular for the Off-system Roads & Bridges Match Program to FY 13 levels. The Off-system Roads & Bridges Match Program provides funds to match federal aid to perform replacement, rehabilitation and systematic preventive maintenance for off-system railroad crossings and bridges. The program was unfunded in FY 14.	\$0	\$3,000,000	0
20 - 925	Other Requirements	Unclaimed Property Leverage Fund Debt Service	Provides funding from the statutorily dedicated Unclaimed Property Leverage Fund and establishes a new agency through which the revenue stream is pledged \$112 M in bonds sold on 12/17/2013 to fund construction of portions of I-49 North (\$91 M) and I-49 South (\$21 M). The source of revenue is \$15 M in unclaimed property proceeds that were initially dedicated for direct-pay use on I-49 construction (half for I-49 North and half for I-49 South) and now pledged as debt service of appropriation debt as well as anticipated additional debt to be incurred later in 2014. The 2014 issue is expected to be directed to I-49 South efforts. The available appropriation from this fund is forecast at \$15 M for FY 15 by the Revenue Estimating Conference (REC) which does not include any anticipated earnings. Presumably, the appropriation of any amount over \$15 M would require recognition by the REC, per Act 419 of 2013. If collections of \$15 M do not materialize, the state must back the required debt service through other means, as agreed in the Cooperative Endeavor Agreement with the trustee. According to the Official Statement, debt service in FY 15 is expected to be about \$9.2 M (\$7.5 M for I-49 North and \$1.7 M for I-49 South) without consideration of additional bond sales in 2014.	\$0	\$15,000,000	0

**Major Increases or Enhancements in the FY 15 Budget Compared to the FY 14 Budget**

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
20 - 931	Other Requirements	LED Debt Service / State Commitments	This Statutory Dedications funding for economic development projects that the Department of Economic Development anticipates signing contracts for in FY 15. The source of the Statutory Dedications funding is from the Rapid Response Fund (\$2,961,711), LA Economic Development Fund (\$1,950,234) and Mega Project Development Fund (\$1,217,222).	\$0	\$6,129,167	0
20 - 932	Other Requirements	2% Fire Insurance Fund	Increases funding from the statutorily dedicated 2% Fire Insurance Fund to reflect Revenue Estimating Conference (REC) estimates. The 2% Fire Insurance Fund provides funding to local governmental entities to aid in fire protection. The total amount recommended for FY 15 is \$21.03 M.	\$0	\$2,607,158	0
20 - 945	Other Requirements	State Aid to Local Govt. Entities	Increase in the estimate initially put forward by the Revenue Estimating Conference. The increases are for the following statutorily dedicated funds: Beautification/Improvement New Orleans City Park Fund (\$227,169), Bossier Parish Truancy Fund (\$30,589), Calcasieu Parish Fund (\$82,611), Greater New Orleans Sports Foundation Fund (\$461), New Orleans Urban Tourism & Hospitality Training Fund (\$153,354), St. Landry Parish Excellence Fund (\$44,802), Algiers Economic Development Foundation Fund (\$304), Beautification Project for New Orleans Neighborhoods Fund (\$425) and Friends of NORD Fund (\$529).	\$0	\$540,244	0
20 - 950	Other Requirements	Special Acts/Judgments	Additional funding for various judgments including \$3,722,315 being deposited into the Adult Probation & Parole Officers Retirement Fund for FY 15 to be used to satisfy the judgment in the suit titled "LA Probation and Parole Officers Association versus the LA State Legislature".	\$12,222,315	\$12,222,315	0
20 - 977	Other Requirements	DOA Debt Service & Maintenance	Additional SGF to support the overall expenditures of the agency. A major revenue source of this agency is rental collections from state agencies housed in state buildings. These revenues are utilized to pay debt service on those buildings and to provide maintenance for those buildings. Due to the consolidation of various state agencies, the additional SGF is needed in order to replace lost rental revenues.	\$791,022	\$791,022	0
20 - 977	Other Requirements	DOA Debt Service & Maintenance	The SGF increase is due to the refinancing of the Transportation Infrastructure Finance & Innovation Act (TIFIA) loan debt that occurred in November 2013. According to DOTD, the LA1 debt was refinanced and the bonds and TIFIA loan were paid off with 2 new TIFIA loans and public market bonds. The new debt is backed by the state. Thus, the debt service will actually be appropriated in HB 1. The \$6.2 M increase is the anticipated FY 15 debt service payment. Beginning in FY 15, LA1 toll revenues will be considered a SGF revenue source that is included in the latest adopted state revenue forecast.	\$6,244,717	\$6,244,717	0
20 - XXX	Other Requirements	Funds	Provides for the transfer of \$498,000 of SGF resources into the Innocence Compensation Fund. This funding is being appropriated in the LA Commission on Law Enforcement (LCLE) in order to pay 20 individuals owed compensation. The purpose of this fund is to compensate individuals who are found to be factually innocent of a crime.	\$498,000	\$498,000	0
<b>Major Increases or Enhancements for Other Requirements</b>				<b>\$29,846,168</b>	<b>\$69,005,511</b>	<b>0</b>
<b>Major Increases or Enhancements of FY 2015</b>				<b>\$459,049,410</b>	<b>\$1,218,912,239</b>	<b>72</b>