Louisiana Legislative Fiscal Office

FISCAL HIGHLIGHTS

Fiscal Year 2010-2011

Presented to:

The Honorable Joel T. Chaisson,
President of the State Senate
The Honorable Jim Tucker,
Speaker of the House of Representatives
and Honorable Members of the Louisiana Legislature

Presented by:

H. Gordon Monk, Legislative Fiscal Officer
Robert E. Hosse, LFO Staff Director

September 2010

This public document was published at a cost of $4.44 per book. 250 copies of this public document were published in this first printing for a total cost of $1,111.25. This document was published for the LA Legislative Fiscal Office, Post Office Box 44097, Baton Rouge, LA 70804 by the Louisiana House of Representatives, Post Office Box 44062, Baton Rouge, LA 70804 in an effort to provide legislators, staff and the general public with an accurate summary of the 2010 Regular Session. This material was printed in accordance with the standard for printing by state agencies established pursuant to R.S. 43.31.

LEGISLATIVE FISCAL OFFICE STAFF

H. Gordon Monk, Legislative Fiscal Officer
Robert E. Hosse, Staff Director
Debbie Roussel, Executive Assistant

Economic Section
Gregory V. Albrecht, Chief Economist
Deborah Vivien, Economist/Fiscal Analyst

Education Section
Mary Kathryn Drago, Section Director
Charley Rome, Fiscal Analyst

General Government Section
Evan J. Brasseaux, Section Director
Stephanie C. Blanchard, Fiscal Analyst
Matthew LaBruyere, Fiscal Analyst
Travis McIlwain, Fiscal Analyst
Evelyn McWilliams, Fiscal Analyst

Health & Hospitals and Social Services Section
Shawn Hotstream, Section Director
Patrice Thomas, Fiscal Analyst
Jennifer Katzman, Fiscal Analyst

Information Services Section
Willie Marie Scott, Section Director

Administration
Rachael Feigley
Jean M. Pedersen

Phone:	(225) 342-7233
Fax:	(225) 342-7243
Address:	Post Office Box 44097; Baton Rouge, LA 70804 or 900 North Third Street; State Capitol Building, 18th Floor Baton Rouge, LA 70802
Web Site:	lfo.louisiana.gov

OVERVIEW OF THE LEGISLATIVE FISCAL OFFICE

The Legislative Fiscal Office is an independent agency created by statute to provide factual and unbiased information to both the House of Representatives and the State Senate. The Office provides assistance to individual legislators, committees of the Legislature and the entire Legislature. Legislators' individual requests are considered confidential and will remain confidential unless otherwise requested.

The Legislative Fiscal Officer is elected by a favorable vote of a majority of the elected members of both houses of the Legislature. He may be removed by a majority vote of the elected members of both houses of the Legislature.

The Legislative Fiscal Office duties and functions include, but are not limited to, the following:

Budget Analysis - To analyze budgets prepared by the executive branch and make recommendations to the Joint Legislative Committee on the Budget, other committees and the Legislature.

Revenue Forecasting - To make continuous short and long range projections on revenues and expenditures (i.e., economic forecasting).

Committee Support - To review and evaluate requests/amendments for appropriations during the legislative sessions and make presentations to the House Appropriations Committee, the Senate Finance Committee and the Legislature. Answer the fiscal information requests of committees and individual legislators.

Fiscal Notes - To evaluate legislation for fiscal effect and provide fiscal notes detailing the effect on revenues and expenditures of such proposed legislation.

BA-7s - To review on a monthly basis requests for budget adjustments from state agencies and make recommendations to the Joint Legislative Committee on the Budget as to the merits of such requests.

Louisiana Government Performance & Accountability Act - To provide performance progress report summaries to the Joint Legislative Committee on the Budget relative to the state agencies actual performance compared to set performance standards.

Interim Emergency Board - To evaluate requests submitted to the Interim Emergency Board and to make recommendations of approval or disapproval to the Legislature of those requests.

Fiscal & Economic Impact Statements - To review on a monthly basis rules and regulations as submitted by the executive branch and to inform the Legislature and the public as to the fiscal and economic impact of such proposed rules and regulations.

LEGISLATIVE FISCAL OFFICE
2010 FISCAL HIGHLIGHTS

TABLE OF CONTENTS

Section I

BUDGET COMPARISONS

TOTAL MEANS OF FINANCE BY DEPARTMENT

DEPARTMENT	Actual FY 09	Budgeted FY 10 (1)	Appropriated FY 11 (2)	Dollar Change	Percent Change
Executive (a)	$3,813,329,296	$7,456,592,162	$4,353,757,537	($3,102,834,625)	(41.6%)
Veterans Affairs	$44,265,542	$48,087,811	$49,760,550	$1,672,739	3.5%
State (a)	$77,158,349	$75,750,019	$80,221,718	$4,471,699	5.9%
Justice (a)	$48,696,389	$58,395,350	$81,518,114	$23,122,764	39.6%
Lt. Governor (a)	$9,986,532	$10,262,440	$8,906,897	($1,355,543)	(13.2%)
Treasury	$9,493,780	$12,401,100	$12,598,613	$197,513	1.6%
Public Service Commission	$11,310,330	$9,855,584	$9,209,548	($646,036)	(6.6%)
Agriculture & Forestry (a)	$114,258,033	$95,554,215	$76,164,860	($19,389,355)	(20.3%)
Insurance	$29,191,388	$29,444,151	$29,567,312	$123,161	0.4%
Economic Development (a)	$205,075,392	$262,182,788	$71,066,536	($191,116,252)	(72.9%)
Culture, Rec. & Tourism	$106,353,038	$111,435,132	$87,393,049	($24,042,083)	(21.6%)
Transp. & Development	$506,013,874	$565,744,113	$539,556,618	($26,187,495)	(4.6%)
Corrections Services	$554,411,308	$501,300,126	$506,477,429	$5,177,303	1.0%
Public Safety Services (a)	$346,112,731	$420,447,819	$659,665,502	$239,217,683	56.9%
Youth Services	$162,178,033	$156,338,422	$151,911,274	($4,427,148)	(2.8%)
Health & Hospitals	$7,880,548,109	$8,544,271,246	$8,089,594,478	($454,676,768)	(5.3%)
Children & Family Services (a)/(b)	$994,610,895	$1,246,836,059	$964,122,985	($282,713,074)	(22.7%)
Natural Resources (a)	$170,620,174	$381,352,076	$264,804,513	($116,547,563)	(30.6%)
Revenue	$91,152,182	$102,441,192	$95,421,801	($7,019,391)	(6.9%)
Environmental Quality (a)	$118,217,729	$151,148,429	$150,089,961	($1,058,468)	(0.7%)
LA Workforce Commission	$266,528,535	$328,148,893	$299,719,555	($28,429,338)	(8.7%)
Wildlife & Fisheries (a)	$132,380,671	$186,050,135	$208,122,283	$22,072,148	11.9%
Civil Service (a)	$17,151,457	$18,481,029	$20,637,269	$2,156,240	11.7%
Retirement Systems (a)	$0	$0	$1,761,453	$1,761,453	n/a
Higher Education	$2,983,105,353	$2,958,057,534	$2,957,884,548	($172,986)	(0.0%)
Special Schools & Comm.	$109,951,887	$119,472,536	$108,223,206	($11,249,330)	(9.4%)
Elem. & Secondary Ed	$5,226,871,914	$5,720,705,422	$5,475,132,115	($245,573,307)	(4.3%)
Health Care Srvc. Division (a)	$97,328,557	$79,348,705	$918,162,038	$838,813,333	1057.1%
Other Requirements	$993,267,233	$702,186,989	$730,739,229	$28,552,240	4.1%
General Appropriation Total	**$25,119,568,711**	**$30,352,291,477**	**$27,002,190,991**	**($3,350,100,486)**	**(11.0%)**
Ancillary	$1,502,891,923	$2,083,585,598	$1,605,308,535	($478,277,063)	(23.0%)
Judiciary	$135,597,511	$150,159,149	$154,368,338	$4,209,189	2.8%
Legislative	$87,940,039	$94,376,906	$88,802,689	($5,574,217)	(5.9%)
Capital Outlay - Cash Portion (a)	$1,160,477,734	$2,164,398,693	$978,337,943	($1,186,060,750)	(54.8%)
	$2,886,907,207	**$4,492,520,346**	**$2,826,817,505**	**($1,665,702,841)**	**(37.1%)**
Non-Approp. Required	**$500,503,413**	**$461,683,109**	**$523,891,041**	**$62,207,932**	**13.5%**
Grand Total	**$28,506,979,331**	**$35,306,494,932**	**$30,352,899,537**	**($4,953,595,395)**	**(14.0%)**

(1) Budgeted as of June 30, 2010.

(2) Appropriated in Act 11 of 2010 Regular Session. Does not include carry-forward BA-7s.

(a) See Table of Footnotes on the following page.

(b) Formerly Department of Social Services (DSS)

TABLE OF FOOTNOTES

Executive – $3.25 B in disaster recovery funds was non-recurred in the FY 11 budget ($3 B Federal funds budget authority was non-recurred in the DOA/CDBG Program and $250 M in IAT authority related to Hazard Mitigation funds transferred from GOHSEP for home elevations). This will make the federal authority more in line with grant dollars remaining which is approximately $2.1 B in FY 11.

State – The $4.5 M increase in the total means of financing is attributed to a $7.7 M increase in SGF, a $1.2 M decrease in IAT, a $1.8 M increase in SGR and a $3.9 M reduction in Statutory Dedications. The change in SGF is primarily attributed to an $11.8 M increase in elections expenses. Other significant SGF reductions include reduced funding for salaries, removal of funding for special legislative projects such as the Southern Forest Heritage Museum, and removal of carry-forward funding. The changes in IAT and SGR are primarily attributed to means of financing substitution, replacing $1.2 M IAT with SGR. Other changes in SGR include increased funding for information technology projects. The reduction in Statutory Dedications is due to reduced HAVA funding resulting from removal of non-recurring carry-forwards and reduced funding for acquisitions.

Justice – The $23.1 M increase in the total means of financing is attributed to a $20.8 M increase in IAT, a $400,000 increase in SGF, a $1.6 M increase in Statutory Dedications and a $300,000 increase in Federal funds. The increase in IAT is primarily attributed to $25 M from the Oil Spill Coordinator's Office that provides for expenses related to the deepwater horizon litigation. Other significant IAT adjustments include removal of funding for non-recurring acquisitions, and a personnel reduction that includes the abolishment of 4 positions. The change in SGF is primarily due to additional salaries funding providing for 7 positions that were added in FY 10 to support on-line predator initiatives. No funding was appropriated for these positions. The change in Statutory Dedications is due to a $1 M increase in funding from the Tobacco Settlement Fund for arbitration proceedings concerning payments from the tobacco master settlement agreement, and a $1 M increase in funding for the Overcollections Fund for administrative expenses and civil legal services.

Lt. Governor – Decrease is due to the elimination of 14 vacant positions and associated funding in the amount of $993,295.

Agriculture & Forestry – The FY 11 appropriations bill creates a new agency within the Other Requirements Section (20-941) titled, "Agriculture & Forestry Pass Through Funds." The bill moves approximately $8.3 M from the department to this newly created agency within schedule #20-941. Also included within the FY 11 budget is a reduction of approximately $6.6 M of excess budget authority.

Economic Development – Each year, economic development projects receive one-time funding that is expended over multiple fiscal years. FY 10 included carry-forwards and FY 11 does not, some of these multi-year projects are not yet included in the FY 11 budget and some projects have been fully expended so will not require carry-forwards into FY 11. The Department reduced it's original budget by $174,281,168 due to non-recurring carry-forwards. The most notable of the multi-year projects are the mega-projects that have been funded through the Department's budget including Foster Farms ($50 M) and V-vehicle ($69 M). In addition, the appropriation for the Rapid Response Fund was reduced by $13.2 M.

Culture, Recreation & Tourism – Decrease is attributable to reduction in funding for New Orleans City Park ($1.3 M), 68 positions ($3.7 M), arts grants ($1.2 M), and non-recurring Hurricane Relief Grants ($3.9 M).

Public Safety Services – The $239.2 M increase in the total means of financing is attributed to a $15.9 decrease in SGF, a $8.2 M increase in IAT, a $3.9 M decrease in SGR, a $257.9 M increase in Statutory Dedications, and a $7.1 M decrease in Federal Funds. The reduced SGF is due to means of financing substitution, replacing SGF with SGR. The increase in IAT is due to increased IAT funding from DOTD due to the transfer of fixed site scales from DOTD to State Police along with increased IAT funding for mobile weights enforcement. Other changes contributing to increased IAT funding include the transfer of Capitol Police from the DOA and increased funding from the LA Commission on Law Enforcement. The decrease in SGR is due to the removal of nonrecurring funding for purchase of the Motor Vehicle mainframe computer system. The increase in Statutory Dedications is primarily due to the $295 M added to State Police's budget to provide funding for the Deepwater Horizon event. The Statutory Dedications funding is from the Oil Spill Contingency Fund ($245 M) and the Natural Resource Restoration Trust

Fund ($50 M). The reduced Federal funding is due to a reduction in anticipated expenditures for the Highway Safety Commission, along with the removal of non-recurring carry-forward funding.

Children & Family Services – The $282,713,074 reduction in total means of financing is attributable to: $96.1 M of one-time Federal funds from the Supplemental Social Services Block Grant (SSSBG) for disaster recovery due to hurricanes Katrina and Rita; $61.4 M in excess IAT budget authority no longer required due to the reorganization of the department; $61.5 M reduction in funding and the elimination of 325 positions due to transferring the functions and programs of LA Rehabilitation Services (LRS) to the LA Workforce Commission and the DHH as part of the reorganization of the department; $28.8 M of non-recurring carry-forwards; $11 M due to personnel reduction of 197 positions; $10 M to reduce funding through the Child Care Time & Attendance system as the result of implementing a new finger impression system; $6 M due to the elimination of Job Search eligibility for Child Care Assistance recipients as a result of a streamlining recommendation; $4.3 M reduction for the processing of Electronic Benefits Transfers (EBT) contract; $3.2 M of one-time Federal funds from the DOA from the SSBG for hurricane relief efforts; $1.1 M reduction to the integrate system of care with the DHH and the Office of Juvenile Justice to provide behavioral health services to youth as a result of a streamlining recommendation; $1 M of one-time funding from FEMA for reimbursement for equipment lost in hurricanes Katrina and Rita.

Natural Resources – Approximately $135 M and 109 positions were transferred from the Office of Coastal Restoration & Management within DNR to the Office of Coastal Protection & Restoration within the Executive Department.

Environmental Quality – The $1,058,468 reduction in the total means of financing is attributable to: the elimination of the remaining $1,203,925 of SGF in DEQ's budget through means of finance swaps with Environmental Trust Fund revenue. (In FY 10 $4,254,407 in SGF was appropriated to DEQ, however, $321,667 of this amount was reduced by a mid-year reduction pursuant to Executive Order BJ 2009-21 and $2,728,815 was reduced pursuant to Act 51, HB 1358, of 2010.); $12,665,805 year over year increase in Interagency Transfer revenue reflects a reduction of $1,111,401 in adjustments to non-recur FEMA monies from the Governor's Office of Homeland Security and Emergency Preparedness which were used for contract oversight of demolitions and landfill disposal in the aftermath of Hurricane Katrina, the non-recurrence of $767,364 in IAT monies budgeted through BA-7 in FY 10 from the Department of Public Safety and Corrections for activities related to oversight of remediation efforts in response to the Horizon Oil Rig incident, and the addition of $14,544,570 in IAT monies to address the aftermath of the Horizon Oil Rig incident in FY 11; $776,857 decrease in SGR is due to the non-recurrence of $200,000 in other charges for seminars DEQ no longer handles, a $99,385 means of financing substitution with Environmental Trust Funds to budget SGR funds at their projected level, a non-recurrence of $527,472 in SGR from the LA Land Trust (LLT) for demolition and landfill oversight of LLT owned properties, and the addition of $50,000 for DEQ's first Green Business Fair; $7,046,860 decrease in Statutory Dedications reflects a decrease of $6,268,890 to eliminate 86 positions, a net reduction of $1,137,970 for attrition, non-recurring of various funding, and means of finance swaps to replace SGF to reach the Executive Budget level, an increase of $60,000 for radiography exams, a restoration of $500,000 in Overcollections funds for rural water systems assistance, and a decrease of $200,000 in Waste Tire Management Funds to be consistent with anticipated collections; $4,696,631 reduction in federal funding which is primarily due to the non-recurrence of various federal grants.

Wildlife & Fisheries – Increase is due to additional funding from the Oil Spill Contingency Fund for expenditures associated with the Deepwater Horizon event.

Civil Service – $2.1 M increase in total funding is primarily due to a $0.7 M increase in SGF and a $1.4 M increase in IAT funding. The SGF increase is due to FY10 reductions for the Ethics Administration. FY 10 operating expenses were reduced in Ethics because of declining SGF revenues forecasted by the REC. The increased IAT is due to the transfer of Capitol Police from the DOA.

Retirement Systems – Increase is due to the direct funding to Teacher's Retirement System that was provided for Supplemental Retirement Benefits for LSU Ag Center Extension retirees.

Health Care Services Division – $838.8 M increase in total funding is due to the inclusion of other Means of Financing for the LSU Health Care Services Division (HCSD) beginning with the FY 11 budget. Previously, the Executive Budget and general appropriations bill included only SGF for non-allowable costs at HCSD.

Capital Outlay – The reduction in capital outlay allocation is attributed to a $909.318 M reduction in SGF, a $6.76 M reduction in SGR, a $269.2 M reduction in Statutory Dedication, and a $10.6 M reduction in Federal funds. The decrease in SGF is attributed to one-time funding of FY 08 surplus funds.

TOTAL STATE EFFORT BY DEPARTMENT

(TOTAL STATE EFFORT = TOTAL MOF - IAT & FED)

DEPARTMENT	Actual FY 09	Budgeted FY 10 (1)	Appropriated FY 11 (2)	Dollar Change	Percent Change
Executive	$362,228,904	$414,683,254	$803,606,272	$388,923,018	93.8%
Veterans Affairs	$24,993,877	$23,269,421	$22,084,403	($1,185,018)	(5.1%)
State	$76,823,129	$52,405,400	$58,077,014	$5,671,614	10.8%
Justice	$26,463,021	$21,361,679	$23,392,769	$2,031,090	9.5%
Lt. Governor	$3,232,358	$1,504,825	$583,922	($920,903)	(61.2%)
Treasury	$8,057,659	$10,446,130	$10,643,643	$197,513	1.9%
Public Service Commisson	$11,310,330	$8,993,160	$9,209,548	$216,388	2.4%
Agriculture & Forestry	$94,797,904	$64,013,364	$54,489,017	($9,524,347)	(14.9%)
Insurance	$28,633,190	$28,838,425	$29,018,719	$180,294	0.6%
Economic Development	$131,403,119	$203,678,665	$67,706,301	($135,972,364)	(66.8%)
Culture, Rec. & Tourism	$95,013,620	$73,420,234	$54,008,119	($19,412,115)	(26.4%)
Transp. & Development	$486,450,790	$526,517,165	$519,347,875	($7,169,290)	(1.4%)
Corrections Services	$526,815,109	$491,380,729	$497,060,741	$5,680,012	1.2%
Public Safety Services	$290,829,202	$346,408,370	$584,516,756	$238,108,386	68.7%
Youth Services	$150,078,304	$139,035,651	$134,713,337	($4,322,314)	(3.1%)
Health & Hospitals	$2,032,294,487	$1,672,619,940	$2,195,745,698	$523,125,758	31.3%
Children & Family Services	$258,128,408	$190,851,000	$205,431,096	$14,580,096	7.6%
Natural Resources	$124,401,916	$171,948,975	$96,782,238	($75,166,737)	(43.7%)
Revenue	$93,908,891	$101,599,614	$94,430,223	($7,169,391)	(7.1%)
Environmental Quality	$97,800,695	$118,502,021	$109,474,379	($9,027,642)	(7.6%)
LA Workforce Commission	$102,713,455	$114,355,000	$105,723,728	($8,631,272)	(7.5%)
Wildlife & Fisheries	$73,209,652	$88,888,883	$87,838,801	($1,050,082)	(1.2%)
Civil Service	$5,335,489	$6,373,727	$7,121,984	$748,257	11.7%
Retirement Systems	$0	$0	$1,761,453	$1,761,453	n/a
Higher Education	$2,451,375,410	$2,143,154,954	$2,086,596,631	($56,558,323)	(2.6%)
Special Schools & Comm.	$88,996,602	$95,205,801	$85,728,726	($9,477,075)	(10.0%)
Elem. & Secondary Ed	$3,708,489,039	$3,505,304,326	$3,527,980,561	$22,676,235	0.6%
Health Care Srvc. Division	$97,328,557	$79,348,705	$159,448,316	$80,099,611	100.9%
Other Requirements	$941,077,840	$650,335,065	$674,783,955	$24,448,890	3.8%
General Appropriation Total	**$12,392,190,957**	**$11,344,444,483**	**$12,307,306,225**	**$962,861,742**	**8.5%**
Ancillary	$1,209,576,469	$1,746,737,932	$1,310,823,813	($435,914,119)	(25.0%)
Judiciary	$135,597,511	$141,489,149	$143,698,338	$2,209,189	1.6%
Legislative	$87,940,039	$94,376,906	$88,802,689	($5,574,217)	(5.9%)
Capital Outlay - Cash Portion	$973,169,579	$2,082,242,805	$892,765,267	($1,189,477,538)	(57.1%)
Other Approp. Bills' Total	**$2,406,283,598**	**$4,064,846,792**	**$2,436,090,107**	**($1,628,756,685)**	**(40.1%)**
Non-Approp. Required	**$500,503,413**	**$461,683,109**	**$523,891,041**	**$62,207,932**	**13.5%**
Grand Total	**$15,298,977,968**	**$15,870,974,384**	**$15,267,287,373**	**($603,687,011)**	**(3.8%)**

(1) Budgeted as of June 30, 2010.

(2) Appropriated in Act 11 of 2010 Regular Session. Does not include carry-forward BA-7s.

STATE GENERAL FUND BY DEPARTMENT

DEPARTMENT	Actual FY 09	Budgeted FY 10 (1)	Appropriated FY 11 (2)	Dollar Change	Percent Change
Executive	$133,532,025	$162,530,239	$143,596,830	($18,933,409)	-11.6%
Veterans Affairs	$12,641,652	$9,641,665	$7,780,946	($1,860,719)	-19.3%
State	$53,279,352	$20,871,985	$28,570,317	$7,698,332	36.9%
Justice	$17,427,602	$7,570,812	$8,002,466	$431,654	5.7%
Lt. Governor	$3,207,658	$1,354,825	$433,922	($920,903)	-68.0%
Treasury	$1,459,840	$545,374	$0	($545,374)	-100.0%
Public Service Commisson	$0	$0	$0	$0	0.0%
Agriculture & Forestry	$54,604,091	$18,842,466	$16,707,363	($2,135,103)	-11.3%
Insurance	$0	$0	$0	$0	0.0%
Economic Development	$28,233,420	$20,851,942	$19,661,030	($1,190,912)	-5.7%
Culture, Rec. & Tourism	$67,385,432	$30,676,375	$26,908,210	($3,768,165)	-12.3%
Transp. & Development	$0	$1,617,469	$0	($1,617,469)	-100.0%
Corrections Services	$483,724,134	$445,216,401	$455,180,921	$9,964,520	2.2%
Public Safety Services	$36,402,776	$33,471,648	$17,540,972	($15,930,676)	-47.6%
Youth Services	$146,557,538	$135,186,310	$132,269,830	($2,916,480)	-2.2%
Health & Hospitals	$1,704,216,301	$1,108,177,378	$1,102,179,023	($5,998,355)	-0.5%
Children & Family Services	$214,455,574	$164,055,483	$185,817,900	$21,762,417	13.3%
Natural Resources	$6,736,157	$4,427,185	$0	($4,427,185)	-100.0%
Revenue	$15,951,172	$4,559,535	$0	($4,559,535)	-100.0%
Environmental Quality	$9,361,666	$1,203,925	$0	($1,203,925)	-100.0%
LA Workforce Commission	$1,624,559	$1,264,450	$8,558,722	$7,294,272	576.9%
Wildlife & Fisheries	$90,000	$92,439	$0	($92,439)	-100.0%
Civil Service	$3,162,763	$4,001,048	$4,676,298	$675,250	16.9%
Retirement Systems	$0	$0	$1,761,453	$1,761,453	n/a
Higher Education	$1,553,361,149	$1,157,161,158	$1,073,864,094	($83,297,064)	-7.2%
Special Schools & Comm.	$50,902,904	$45,619,237	$43,755,633	($1,863,604)	-4.1%
Elem. & Secondary Ed	$3,359,495,934	$3,235,063,430	$3,244,983,136	$9,919,706	0.3%
Health Care Srvc. Division	$88,569,783	$78,811,810	$77,121,391	($1,690,419)	-2.1%
Other Requirements	$752,520,250	$486,609,439	$494,642,945	$8,033,506	1.7%
General Appropriation Total	**$8,798,903,732**	**$7,179,424,028**	**$7,094,013,402**	**($85,410,626)**	**-1.2%**
Ancillary	$0	$4,029,332	$0	($4,029,332)	-100.0%
Judiciary	$128,895,700	$132,362,434	$134,362,434	$2,000,000	1.5%
Legislative	$70,945,016	$68,012,744	$67,383,123	($629,621)	-0.9%
Capital Outlay - Cash Portion	$9,669,089	$909,318,000	$0	($909,318,000)	-100.0%
Other Approp. Bills' Total	**$209,509,805**	**$1,113,722,510**	**$201,745,557**	**($911,976,953)**	**-81.9%**
Non-Approp. Required	**$379,166,094**	**$379,883,109**	**$426,991,041**	**$47,107,932**	**12.4%**
Grand Total	**$9,387,579,631**	**$8,673,029,647**	**$7,722,750,000**	**($950,279,647)**	**-11.0%**

(1) Budgeted as of June 30, 2010.

(2) Appropriated in Act 11 of 2010 Regular Session. Does not include carry-forward BA-7s.

INTERAGENCY TRANSFERS BY DEPARTMENT

DEPARTMENT	Actual FY 09	Budgeted FY 10 (1)	Appropriated FY 11 (2)	Dollar Change	Percent Change
Executive	$65,109,391	$456,197,617	$305,132,456	($151,065,161)	-33.1%
Veterans Affairs	$0	$462,431	$844,371	$381,940	82.6%
State	$335,220	$23,344,619	$22,144,704	($1,199,915)	-5.1%
Justice	$18,096,350	$30,802,839	$51,642,723	$20,839,884	67.7%
Lt. Governor	$373,147	$2,250,584	$2,324,206	$73,622	3.3%
Treasury	$1,436,121	$1,954,970	$1,954,970	$0	0.0%
Public Service Commisson	$0	$0	$0	$0	0.0%
Agriculture & Forestry	$7,159,451	$14,416,509	$13,343,848	($1,072,661)	-7.4%
Insurance	$0	$0	$0	$0	0.0%
Economic Development	$72,863,277	$51,486,873	$3,360,235	($48,126,638)	-93.5%
Culture, Rec. & Tourism	$2,379,829	$24,419,575	$23,638,388	($781,187)	-3.2%
Transp. & Development	$6,372,273	$13,029,481	$5,462,545	($7,566,936)	-58.1%
Corrections Services	$25,734,337	$6,747,267	$7,313,352	$566,085	8.4%
Public Safety Services	$25,401,117	$33,661,704	$41,826,979	$8,165,275	24.3%
Youth Services	$11,663,316	$16,699,550	$16,408,449	($291,101)	-1.7%
Health & Hospitals	$483,455,143	$655,182,352	$565,160,503	($90,021,849)	-13.7%
Children & Family Services	$110,059,958	$123,313,878	$22,746,566	($100,567,312)	-81.6%
Natural Resources	$11,122,356	$19,181,743	$18,301,882	($879,861)	-4.6%
Revenue	$771,920	$447,578	$597,578	$150,000	33.5%
Environmental Quality	$1,726,569	$2,228,765	$14,894,570	$12,665,805	568.3%
LA Workforce Commission	$15,214,031	$17,276,860	$13,645,538	($3,631,322)	-21.0%
Wildlife & Fisheries	$3,697,835	$12,201,154	$33,908,131	$21,706,977	177.9%
Civil Service	$11,815,968	$12,107,302	$13,515,285	$1,407,983	11.6%
Retirement Systems	$0	$0	$0	$0	0.0%
Higher Education	$402,698,424	$627,026,389	$705,523,760	$78,497,371	12.5%
Special Schools & Comm.	$20,946,796	$24,181,649	$22,409,394	($1,772,255)	-7.3%
Elem. & Secondary Ed	$460,027,041	$669,322,791	$562,694,025	($106,628,766)	-15.9%
Health Care Srvc. Division	$0	$0	$679,320,420	$679,320,420	n/a
Other Requirements	$52,189,393	$51,851,924	$52,054,014	$202,090	0.4%
General Approp. Total	**$1,810,649,263**	**$2,889,796,404**	**$3,200,168,892**	**$310,372,488**	**10.7%**
Ancillary	$293,315,454	$336,847,666	$294,484,722	($42,362,944)	-12.6%
Judiciary	$0	$8,670,000	$10,670,000	$2,000,000	23.1%
Legislative	$0	$0	$0	$0	0.0%
Capital Outlay - Cash Portion	$172,962,155	$40,132,530	$54,177,455	$14,044,925	35.0%
Other Approp. Bills' Total	**$466,277,609**	**$385,650,196**	**$359,332,177**	**($26,318,019)**	**-6.8%**
Non-Approp. Required	**$0**	**$0**	**$0**	**$0**	**0.0%**
Grand Total	**$2,276,926,872**	**$3,275,446,600**	**$3,559,501,069**	**$284,054,469**	**8.7%**

(1) Budgeted as of June 30, 2010.

(2) Appropriated in Act 11 of 2010 Regular Session. Does not include carry-forward BA-7s.

SELF GENERATED REVENUE BY DEPARTMENT

DEPARTMENT	Actual FY 09	Budgeted FY 10 (1)	Appropriated FY 11 (2)	Dollar Change	Percent Change
Executive	$95,999,857	$113,318,879	$111,834,523	($1,484,356)	-1.3%
Veterans Affairs	$12,255,091	$13,327,756	$13,909,896	$582,140	4.4%
State	$17,730,283	$16,581,054	$18,418,619	$1,837,565	11.1%
Justice	$379,131	$3,311,091	$3,286,647	($24,444)	-0.7%
Lt. Governor	$0	$150,000	$150,000	$0	0.0%
Treasury	$6,280,868	$7,579,339	$8,372,226	$792,887	10.5%
Public Service Commisson	$0	$0	$0	$0	0.0%
Agriculture & Forestry	$5,962,065	$10,791,584	$6,278,193	($4,513,391)	-41.8%
Insurance	$27,543,899	$27,713,242	$27,893,536	$180,294	0.7%
Economic Development	$1,958,016	$18,102,237	$3,105,710	($14,996,527)	-82.8%
Culture, Rec. & Tourism	$23,100,942	$38,958,878	$23,130,736	($15,828,142)	-40.6%
Transp. & Development	$40,692,178	$44,526,691	$45,760,556	$1,233,865	2.8%
Corrections Services	$35,450,358	$44,627,543	$41,825,820	($2,801,723)	-6.3%
Public Safety Services	$117,113,091	$133,213,194	$129,346,050	($3,867,144)	-2.9%
Youth Services	$615,030	$674,341	$2,068,507	$1,394,166	206.7%
Health & Hospitals	$52,281,961	$75,155,373	$115,527,840	$40,372,467	53.7%
Children & Family Services	$16,401,486	$17,440,123	$17,464,798	$24,675	0.1%
Natural Resources	$506,198	$365,875	$345,875	($20,000)	-5.5%
Revenue	$73,278,380	$95,588,319	$93,781,873	($1,806,446)	-1.9%
Environmental Quality	$55,764	$916,857	$140,000	($776,857)	-84.7%
LA Workforce Commission	$0	$0	$0	$0	0.0%
Wildlife & Fisheries	$53,109	$138,500	$221,347	$82,847	59.8%
Civil Service	$595,018	$664,728	$712,062	$47,334	7.1%
Retirement Systems	$0	$0	$0	$0	0.0%
Higher Education	$735,538,898	$831,895,205	$866,755,029	$34,859,824	4.2%
Special Schools & Comm.	$1,436,403	$1,028,474	$2,686,258	$1,657,784	161.2%
Elem. & Secondary Ed	$6,189,602	$8,290,735	$8,814,526	$523,791	6.3%
Health Care Srvc. Division	$0	$0	$82,026,925	$82,026,925	n/a
Other Requirements	$225,668	$288,034	$6,208,205	$5,920,171	2055.4%
General Appropriation Total	**$1,271,643,296**	**$1,504,648,052**	**$1,630,065,757**	**$125,417,705**	**8.3%**
Ancillary	$1,197,074,146	$1,462,526,692	$1,203,742,413	($258,784,279)	-17.7%
Judiciary	$0	$0	$10,000	$10,000	n/a
Legislative	$16,995,023	$19,714,162	$21,419,566	$1,705,404	8.7%
Capital Outlay - Cash Portion*	$84,775,000	$70,892,036	$60,746,128	($10,145,908)	-14.3%
Other Approp. Bills' Total	**$1,298,844,169**	**$1,553,132,890**	**$1,285,918,107**	**($267,214,783)**	**-17.2%**
Non-Approp. Required	**$0**	**$0**	**$0**	**$0**	**0.0%**
Grand Total	**$2,570,487,465**	**$3,057,780,942**	**$2,915,983,864**	**($141,797,078)**	**-4.6%**

(1) Budgeted as of June 30, 2010.

(2) Appropriated in Act 11 of 2010 Regular Session. Does not include carry-forward BA-7s.

*Inclusive of Reappropriated Cash in FY 10 ($3,389,206) and FY 11 ($32,763,807) and Reappropriated Interest Earnings in FY 11 ($719,321).

STATUTORY DEDICATIONS BY DEPARTMENT

DEPARTMENT	Actual FY 09	Budgeted FY 10 (1)	Appropriated FY 11 (2)	Dollar Change	Percent Change
Executive	$136,080,732	$138,537,060	$548,174,919	$409,637,859	295.7%
Veterans Affairs	$97,134	$300,000	$393,561	$93,561	31.2%
State	$5,813,494	$14,952,361	$11,088,078	($3,864,283)	(25.8%)
Justice	$8,656,288	$10,479,776	$12,103,656	$1,623,880	15.5%
Lt. Governor	$24,700	$0	$0	$0	0.0%
Treasury	$316,951	$2,321,417	$2,271,417	($50,000)	(2.2%)
Public Service Commisson	$11,310,330	$8,993,160	$9,209,548	$216,388	2.4%
Agriculture & Forestry	$34,231,748	$34,379,314	$31,503,461	($2,875,853)	(8.4%)
Insurance	$1,089,291	$1,125,183	$1,125,183	$0	0.0%
Economic Development	$101,211,683	$164,724,486	$44,939,561	($119,784,925)	(72.7%)
Culture, Rec. & Tourism	$4,527,246	$3,784,981	$3,969,173	$184,192	4.9%
Transp. & Development	$445,758,612	$480,373,005	$473,587,319	($6,785,686)	(1.4%)
Corrections Services	$7,640,617	$1,536,785	$54,000	($1,482,785)	(96.5%)
Public Safety Services	$137,313,335	$179,723,528	$437,629,734	$257,906,206	143.5%
Youth Services	$2,905,736	$3,175,000	$375,000	($2,800,000)	(88.2%)
Health & Hospitals	$275,643,392	$488,756,022	$978,038,835	$489,282,813	100.1%
Children & Family Services	$27,271,348	$9,355,394	$2,148,398	($7,206,996)	(77.0%)
Natural Resources	$117,159,561	$167,155,915	$96,436,363	($70,719,552)	(42.3%)
Revenue	$756,710	$839,650	$648,350	($191,300)	(22.8%)
Environmental Quality	$88,383,265	$116,381,239	$109,334,379	($7,046,860)	(6.1%)
LA Workforce Commission	$101,088,896	$113,090,550	$97,165,006	($15,925,544)	(14.1%)
Wildlife & Fisheries	$73,066,543	$88,657,944	$87,617,454	($1,040,490)	(1.2%)
Civil Service	$1,577,708	$1,707,951	$1,733,624	$25,673	1.5%
Retirement Systems	$0	$0	$0	$0	0.0%
Higher Education	$162,475,363	$154,098,591	$145,977,508	($8,121,083)	(5.3%)
Special Schools & Comm.	$36,657,295	$48,502,302	$39,286,835	($9,215,467)	(19.0%)
Elem. & Secondary Ed	$342,803,503	$261,950,161	$274,182,899	$12,232,738	4.7%
Health Care Srvc. Division	$7,500,000	$370,000	$300,000	($70,000)	(18.9%)
Other Requirements	$187,961,817	$163,281,997	$173,932,805	$10,650,808	6.5%
General Appropriation Total	**$2,319,323,298**	**$2,658,553,772**	**$3,583,227,066**	**$924,673,294**	**34.8%**
Ancillary	$12,502,323	$280,181,908	$107,081,400	($173,100,508)	(61.8%)
Judiciary	$6,701,811	$9,126,715	$9,325,904	$199,189	2.2%
Legislative	$0	$6,650,000	$0	($6,650,000)	(100.0%)
Capital Outlay - Cash Portion	$873,891,862	$1,101,247,769	$832,019,139	($269,228,630)	(24.4%)
Other Approp. Bills' Total	**$893,095,996**	**$1,397,206,392**	**$948,426,443**	**($448,779,949)**	**(32.1%)**
Non-Approp. Required	**$121,337,319**	**$81,800,000**	**$96,900,000**	**$15,100,000**	**18.5%**
Grand Total	**$3,333,756,613**	**$4,137,560,164**	**$4,628,553,509**	**$490,993,345**	**11.9%**

(1) Budgeted as of June 30, 2010.

(2) Appropriated in Act 11 of 2010 Regular Session. Does not include carry-forward BA-7s.

INTERIM EMERGENCY BOARD FUNDS DISTRIBUTED BY DEPARTMENT

DEPARTMENT	Actual FY 09	Budgeted FY 10 (1)	Appropriated FY 11 (2)	Dollar Change	Percent Change
Executive	$538,919	$909,186	$0	($909,186)	(100.0%)
Veterans Affairs	$0	$0	$0	$0	0.0%
State	$0	$0	$0	$0	0.0%
Justice	$0	$0	$0	$0	0.0%
Lt. Governor	$0	$0	$0	$0	0.0%
Treasury	$0	$0	$0	$0	0.0%
Public Service Commisson	$0	$0	$0	$0	0.0%
Agriculture & Forestry	$0	$0	$0	$0	0.0%
Insurance	$0	$0	$0	$0	0.0%
Economic Development	$0	$0	$0	$0	0.0%
Culture, Rec. & Tourism	$0	$0	$0	$0	0.0%
Transp. & Development	$0	$0	$0	$0	0.0%
Corrections Services	$0	$0	$0	$0	0.0%
Public Safety Services	$0	$0	$0	$0	0.0%
Youth Services	$0	$0	$0	$0	0.0%
Health & Hospitals	$152,833	$531,168	$0	($531,168)	(100.0%)
Children & Family Services	$0	$0	$0	$0	0.0%
Natural Resources	$0	$0	$0	$0	0.0%
Revenue	$0	$0	$0	$0	0.0%
Environmental Quality	$0	$0	$0	$0	0.0%
LA Workforce Commission	$0	$0	$0	$0	0.0%
Wildlife & Fisheries	$0	$0	$0	$0	0.0%
Civil Service	$0	$0	$0	$0	0.0%
Retirement Systems	$0	$0	$0	$0	0.0%
Higher Education	$0	$0	$0	$0	0.0%
Special Schools & Comm.	$0	$55,788	$0	($55,788)	(100.0%)
Elem. & Secondary Ed	$0	$0	$0	$0	0.0%
Health Care Srvc. Division	$1,258,774	$166,895	$0	($166,895)	(100.0%)
Other Requirements	$370,105	$155,596	$0	($155,596)	(100.0%)
General Appropriation Total	**$2,320,631**	**$1,818,633**	**$0**	**($1,818,633)**	**(100.0%)**
Ancillary	$0	$0	$0	$0	0.0%
Judiciary	$0	$0	$0	$0	0.0%
Legislative	$0	$0	$0	$0	0.0%
Capital Outlay - Cash Portion	$4,833,628	$785,000	$0	($785,000)	(100.0%)
Other Approp. Bills' Total	**$4,833,628**	**$785,000**	**$0**	**($785,000)**	**0.0%**
Non-Approp. Required	**$0**	**$0**	**$0**	**$0**	**0.0%**
Grand Total	**$7,154,259**	**$2,603,633**	**$0**	**($2,603,633)**	**(100.0%)**

(1) Budgeted as of June 30, 2010.

(2) Appropriated in Act 11 of 2010 Regular Session. Does not include carry-forward BA-7s.

FEDERAL FUNDS BY DEPARTMENT

DEPARTMENT	Actual FY 09	Budgeted FY 10 (1)	Appropriated FY 11 (2)	Dollar Change	Percent Change
Executive	$3,382,068,372	$6,585,711,291	$3,245,018,809	($3,340,692,482)	-50.7%
Veterans Affairs	$19,271,665	$24,355,959	$26,831,776	$2,475,817	10.2%
State	$0	$0	$0	$0	0.0%
Justice	$4,137,018	$6,230,832	$6,482,622	$251,790	4.0%
Lt. Governor	$6,381,027	$6,507,031	$5,998,769	($508,262)	-7.8%
Treasury	$0	$0	$0	$9,746,542	n/a
Public Service Commisson	$0	$862,424	$0	($862,424)	-100.0%
Agriculture & Forestry	$12,300,678	$17,124,342	$8,331,995	($8,792,347)	-51.3%
Insurance	$558,198	$605,726	$548,593	($57,133)	-9.4%
Economic Development	$808,996	$7,017,250	$0	($7,017,250)	-100.0%
Culture, Rec. & Tourism	$8,959,589	$13,595,323	$9,746,542	($3,848,781)	-28.3%
Transp. & Development	$13,190,811	$26,197,467	$14,746,198	($11,451,269)	-43.7%
Corrections Services	$1,861,862	$3,172,130	$2,103,336	($1,068,794)	-33.7%
Public Safety Services	$29,882,412	$40,377,745	$33,321,767	($7,055,978)	-17.5%
Youth Services	$436,413	$603,221	$789,488	$186,267	30.9%
Health & Hospitals	$5,364,798,479	$6,216,468,954	$5,328,688,277	($887,780,677)	-14.3%
Children & Family Services	$626,422,529	$932,671,181	$735,945,323	($196,725,858)	-21.1%
Natural Resources	$35,095,902	$190,221,358	$149,720,393	($40,500,965)	-21.3%
Revenue	$394,000	$394,000	$394,000	$0	0.0%
Environmental Quality	$18,690,465	$30,417,643	$25,721,012	($4,696,631)	-15.4%
LA Workforce Commission	$148,601,049	$196,517,033	$180,350,289	($16,166,744)	-8.2%
Wildlife & Fisheries	$55,473,184	$84,960,098	$86,375,351	$1,415,253	1.7%
Civil Service	$0	$0	$0	$0	0.0%
Retirement Systems	$0	$0	$0	$0	0.0%
Higher Education	$129,031,519	$187,876,191	$165,764,157	($22,112,034)	-11.8%
Special Schools & Comm.	$8,489	$85,086	$85,086	$0	0.0%
Elem. & Secondary Ed	$1,058,355,834	$1,546,078,305	$1,384,457,529	($161,620,776)	-10.5%
Health Care Srvc. Division	$0	$0	$79,393,302	$79,393,302	n/a
Other Requirements	$0	$0	$3,901,260	$3,901,260	n/a
General Appropriation Total	**$10,916,728,491**	**$16,118,050,590**	**$11,494,715,874**	**($4,613,588,174)**	**-28.6%**
Ancillary	$0	$0	$0	$0	0.0%
Judiciary	$0	$0	$0	$0	0.0%
Legislative	$0	$0	$0	$0	0.0%
Capital Outlay - Cash Portion	$14,346,000	$42,023,358	$31,395,221	($10,628,137)	-25.3%
Other Approp. Bills' Total	**$14,346,000**	**$42,023,358**	**$31,395,221**	**($10,628,137)**	**-25.3%**
Non-Approp. Required	**$0**	**$0**	**$0**	**$0**	**0.0%**
Grand Total	**$10,931,074,491**	**$16,160,073,948**	**$11,526,111,095**	**($4,624,216,311)**	**-28.6%**

(1) Budgeted as of June 30, 2010.

(2) Appropriated in Act 11 of 2010 Regular Session. Does not include carry-forward BA-7s.

ONE-TIME FUNDING FOR FY 11
(Exclusive of ARRA Funding)

	DEPARTMENT	TOTAL
a	Executive	$379,007,141
b	Veterans' Affairs	$93,561
	State	$50,000
	Justice	$1,057,285
	Lt. Governor	$0
	Treasury	$0
	Public Service Commission	$0
	Agriculture & Forestry	$0
	Insurance	$0
	Economic Development	$0
	Culture, Recreation & Tourism	$1,820,000
	Transportation & Development	$0
c	Corrections Services	$2,057,490
d	Public Safety Services	$314,823,752
	Youth Services	$0
e	Health & Hospitals	$542,722,731
f	Children & Family Services	$25,000
	Natural Resources	$2,375,717
	Revenue	$0
g	Environmental Quality	$20,344,570
	LA Workforce Commission	$0
h	Wildlife & Fisheries	$27,292,760
	Civil Service	$0
	Retirement Systems	$0
I	Higher Education	$8,483,000
j	Special Schools & Commissions	$1,355,000
k	Elementary & Secondary Education	$10,359,313
l	LSU Health Care Services Division	$300,000
	Other Requirements	$0
	General Appropriation Total	**$1,312,167,320**
	Ancillary	$0
	Judiciary	$0
	Legislature	$0
	Capital Outlay - Cash Portion	$12,500,000
	Other Approp. Bills' Total	**$12,500,000**
	Non-Approp. Required	**$0**
	Grand Total	**$1,324,667,320**

a Includes $360,000,000 from the Oil Spill Contingency Fund for expenditures related to the Barrier Island Project.
b $93,561 funding from Overcollections Fund
c $2,057,490 IAT from Deparment of Public Safety for Deepwater Horizion Event: $1,932,210 to Hunt Correction Center and $125,280 to Probation & Parole.
d $244,800,000 for the Deepwater Horizon event; $18,156,004 from the Overcollection Fund.
e Medical Vendor Payments contains the following significant one time revenue sources used for recurring expenditures: $351.5 M from the Overcollections Fund, $90 M from LSU HCSD cost reports, $41.1 M from the Medicaid Trust Fund for the Elderly, $28.2 M in revenues from the NOW Fund, and $11.2 M from prior year cost reports in DHH. Medical Vendor Administration contains $232,500 from the Overcollections Fund. Human Services Districts/Authorites include $285,000 Overcollections Fund and $2,136,972 from OCDD for services to citizens with developmental disabilities.
Office of Public Health - Funding from the Overcollections Fund the Bonnabel High School-Based Health Center of $75,000 and for the rural physician scholarship program of $500,000.
OCDD - Funding from the Overcollections Fund to the LA Assistive Technology Access Network (LATAN) of $250,000 and the Beauregard ARC of $15,000.
f DCFS - Funding from the Overcollections Fund to St. Tammany Children's Advocacy Center of $25,000.
g $14,544,570 IAT BP funds, $350,000 IAT Fema funds for demolition oversight, $5 M Federal Hurricane Relief Funds for damaged underground storage tank fields, $450,000 Federal Hurricane relief Air Quality monitoring grant.
h $27,217,760 from the Department of Public Safety for Deepwater Horizon events.
I Funding from Overcollections Fund for recurring expenditures: $7.258 M for the LSU System, $325,000 for the SU System, $600,000 for the UL System, and $300,000 for LCTCS.
j $355,000 from the Overcollections Fund and $1 M for LETA from BP to promote LA tourism.
k $136,539 IAT from Department of Public Safety for Deepwater Horizon events; $1 M from the Academic Improvement Fund for LA4; $9,015,274 from the Academic Improvement Fund for the Scholarship Program; $150 K SGF for legal fees in the RSD; and Overcollections Fund $57,500.
l Funding from the Overcollections Fund ($300,000).

THE AMERICAN RECOVERY & REINVESTMENT ACT (ARRA) FUNDING FOR FY 11

	DEPARTMENT	TOTAL
*/a	Executive	$23,750,555
	Veterans' Affairs	$0
*	State	$21,729,754
*	Justice	$6,235,062
*/b	Lt. Governor	$1,243,792
*	Treasury	$516,116
	Public Service Commission	$0
*	Agriculture & Forestry	$12,945,938
	Insurance	$0
	Economic Development	$0
*/c	Culture, Recreation & Tourism	$24,261,158
	Transportation & Development	$0
	Corrections Services	$0
*	Public Safety Services	$800,000
	Youth Services	$0
d	Health & Hospitals	$712,326,199
e	Children & Family Services	$79,338,185
f	Natural Resources	$42,749,850
	Revenue	$0
g	Environmental Quality	$1,336,828
h	LA Workforce Commission	$5,310,895
	Wildlife & Fisheries	$0
	Civil Service	$0
	Retirement Systems	$0
*/I	Higher Education	$290,092,480
	Special Schools & Commissions	$0
j	Elementary & Secondary Education	$321,490,688
	LSU Health Care Services Division	$0
	Other Requirements	$0
	General Appropriation Total	**$1,544,127,500**
k	Ancillary	$18,081,400
	Judiciary	$0
	Legislature	$0
	Capital Outlay - Cash Portion	$0
	Other Approp. Bills' Total	**$18,081,400**
	Non-Approp. Required	**$0**
	Grand Total	**$1,562,208,900**

* Federal ARRA funds ($362,819,112) originally received by DOA and allocated to statewide elected officials and other state agencies as shown above.

a DOA ($9,615,062), Office of Elderly Affairs ($181,545), and LA Commission on Law Enforcement ($13,953,948).

b Includes $1,243,792 IAT from DOA and $1,354,092 for existing and new AmeriCorps programs.

c Includes $21,785,122 IAT from DOA, $310,800 for the Arts in Education model school program, and $2,476,036 to accelerate broadband deployment in unserved, underserved and rural areas.

d Public Health ($1,513,794), OCDD ($2,954,509) and Medicaid ($707,857,896).

e Prevention and intervention services ($63,171,055) and community and family services ($16,167,130).

f Includes State Energy Program ($35,847,000) and Conservation Block Grants ($6,902,850).

g Includes $432,000 Diesel Emissions Inventory; $796,028 Leaking Underground Storage Tanks; and $108,800 for Water Quality.

h Vocational Rehabilitation Activity - $3,080,994 for vocational rehabilitation services and $2,229,901 for independent living.

I Includes $289,592,480 IAT from DOA and $500,000 from the Broadband Technology Opportunity Grant.

j Title I funding ($144,288,856), IDEA funding ($164,672,987) and funding to enhance education through technology ($12,528,845).

k $18.1 M for the Municipal Facilities Revolving Loan Fund.

NUMBER OF POSITIONS BY DEPARTMENT

DEPARTMENT	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	Budgeted 2009-10	Approp. 2010-11	Change 2009-10 to 2010-11
Executive	1,580	1,718	1,889	2,065	2,361	1,951	2,046	2,064	2,114	2,327	2,187	2,108	2,312	204
Veterans Affairs (a)	0	0	0	0	0	410	556	554	642	830	809	816	825	9
State	273	277	291	291	283	229	285	290	328	348	342	337	335	(2)
Justice	426	439	442	452	456	431	516	509	524	531	521	507	503	(4)
Lt. Governor	7	8	9	9	9	9	13	13	14	28	28	25	11	(14)
Treasury	50	50	54	55	55	56	60	60	60	65	66	63	61	(2)
Public Service Commission	113	116	116	119	134	122	122	122	122	122	94	103	97	(6)
Agriculture & Forestry	839	839	788	824	831	822	831	805	798	829	785	710	685	(25)
Insurance	275	296	272	272	273	273	277	277	280	289	281	274	267	(7)
Economic Development	363	365	345	92	100	101	100	99	100	119	131	131	128	(3)
Culture, Rec., & Tourism	651	659	636	658	694	693	734	768	773	785	787	770	694	(76)
Transp. & Development	5,491	5,606	5,354	5,342	5,280	5,271	5,154	5,137	4,998	4,872	4,837	4,704	4,524	(180)
Corrections Services	7,473	8,017	8,234	8,130	8,039	6,423	6,352	6,113	6,172	6,517	6,124	5,985	5,761	(224)
Public Safety Services	2,959	3,028	2,808	2,802	2,872	2,940	2,854	2,837	2,844	2,936	2,889	2,812	2,862	50
Youth Services (b)	0	0	0	0	0	1,492	1,362	1,310	1,277	1,358	1,275	1,187	1,111	(76)
Health & Hospitals	13,335	13,573	12,574	12,715	12,780	12,857	12,274	12,078	12,064	12,324	11,634	11,306	9,398	(1,908)
Children & Family Services	6,537	6,523	5,845	5,788	5,515	5,323	5,269	5,193	5,169	5,242	5,057	4,928	4,395	(533)
Natural Resources	488	490	442	474	491	496	508	494	495	507	510	508	380	(128)
Revenue	1,020	1,053	1,015	1,020	977	942	929	928	934	947	877	857	820	(37)
Environmental Quality	1,063	1,060	1,063	1,054	1,002	1,018	1,021	1,020	986	994	933	933	847	(86)
LA Workforce Commission	1,262	1,263	1,240	1,168	1,206	1,208	1,208	1,196	1,107	1,091	1,063	928	1,219	291
Wildlife & Fisheries	823	832	809	797	792	786	797	798	795	802	800	783	775	(8)
Civil Service	179	182	183	180	181	176	175	174	167	172	187	189	189	0
Retirement Systems (c)	249	260	259	268	290	306	307	307	307	358	357	357	357	0
Higher Education (d)	37,132	39,058 (e)	40,049	40,308	41,110	41,658	42,079	39,578	38,607	40,423	40,142	39,950	41,784 (f)	1,834
Special Schools & Comm.	894	923	1,030	1,021	1,045	1,045	1,073	1,051	979	875	868	806	774	(32)
Dept. of Education	945	1,052	1,061	1,005	1,037	1,022	900	831	818	857	747	739	682	(57)
Approp. Bill Total	**84,427**	**87,687**	**86,808**	**86,909**	**87,813**	**88,060**	**87,802**	**84,606**	**83,474**	**86,548**	**84,331**	**82,816**	**81,796**	(1,020)
Ancillary Bill	968	1,027	961	950	958	837	966	968	958	984	956	903	769	(134)
Total with Ancillary	**85,395**	**88,714**	**87,769**	**87,859**	**88,771**	**88,897**	**88,768**	**85,574**	**84,432**	**87,532**	**85,287**	**83,719**	**82,565**	(1,154)

(a) FY 04 is Veterans Affairs first fiscal year as a department.
(b) Act 7 of the 2004 Regular Session created Youth Services as an independent organizational unit in the Department of Public Safety & Corrections.
(c) Funding for Retirement Systems operating budgets are no longer appropriated. Figures reflect positions budgeted by the systems.
(d) Colleges and universities do not have authorized position numbers. These figures are estimates, made by the colleges and universities, of the number of full-time equivalent unrestricted employees.
(e) Vo-Tech positions included in Higher Education total with the creation of the LCTCS effective July 1, 1999.
(f) All positions within Higher Education were transferred from off-budget to the authorized Table of Organization.

Capital Outlay Appropriation
Act 21 of 2010

Means of Finance Category	Appropriation Less Vetoed Items
Cash Section	
State General Fund (Direct)	$0
Interagency Transfers	$54,177,455
Self-Generated Revenues	$27,263,000
Statutory Dedications	
Overcollections Fund	$12,500,000
Unclaimed Property Leverage Fund	$15,000,000
Penalty and Interest Account	$1,169,600
LA State Parks Improvement & Repair Fund	$6,600,000
Transportation Mobility Fund	$0
Rockefeller Wildlife Refuge & Game Preserve Fund	$0
State Hwy Improvement Fund	$19,400,000
Transportation Trust Fund - Regular	$158,145,975
Transportation Trust Fund - TIMED	$0
Transportation Trust Fund - Federal	$617,200,000
Wildlife Habitat Natural Heritage Trust Fund	$2,000,000
Capital Outlay Escrow Replinishment Fund	$3,564
Total Statutory Dedications	**$832,019,139**
Federal Funds	$31,395,221
Reappropriated Cash	$32,763,807
Reappropriated Interest Earnings	$719,321
Revenue Bonds	$1,215,923,400
TOTAL CASH SECTION	**$2,194,261,343**
General Obligation Bond Section	
Priority 1	$1,553,335,000
Priority 2	$151,307,000
Priority 3	$0
Priority 4	$0
Priority 5	$793,343,000
TOTAL GENERAL OBLIGATION BONDS	**$2,497,985,000**
Bonds NRP/RBP (See Footnote on Page 16)	**$21,974,374**
Act 21 of 2010	**$4,714,220,717**

Capital Outlay Bill
Three-Year Comparison

Cash Section	Act 29 of 2008 FY 09	Act 20 of 2009 FY 10	Act 21 of 2010 FY 11	Difference FY 10 to 11
General Fund	$10,000,000	$794,318,000	$0	($794,318,000)
Reappropriated Cash	$2,189,574	$3,389,206	$32,763,807	$29,374,601
Interagency Transfer	$31,532,840	$24,112,530	$54,177,455	$30,064,925
Self-Generated Revenues	$79,225,664	$67,261,446	$27,263,000	($39,998,446)
Federal (Includes TTF-Federal)	$601,046,000	$834,935,400	$648,595,221	($186,340,179)
Transportation Trust Fund (TTF-Regular)	$178,212,952	$204,227,249	$158,145,975	($46,081,274)
Tran. Infra. Model for Econ. Dev. (TIMED)	$17,813,221	$20,210,090	$0	($20,210,090)
Other Statutory Dedication	$72,472,700	$66,735,000	$56,673,164	($10,061,836)
Revenue Bonds	$1,587,890,400	$1,258,353,400	$1,215,923,400	($42,430,000)
Reappropriations of Interest Earnings	$0	$0	$719,321	$0
Total Cash Section	**$2,580,383,351**	**$3,273,542,321**	**$2,194,261,343**	**($1,080,000,299)**

General Obligation (G. O.) Bond Section	Act 29 of 2008 FY 09	Act 20 of 2009 FY 10	Act 21 of 2010 FY 11	Difference FY 10 to 11
Priority I	$1,198,885,000	$1,535,945,000	$1,553,335,000	$17,390,000
Priority II	$57,795,000	$62,070,000	$151,307,000	$89,237,000
Priority III	$0	$2,500,000	$0	($2,500,000)
Priority IV	$0	$0	$0	$0
Priority V	$1,028,395,000	$600,215,000	$793,343,000	$193,128,000
Total G. O. Bond Section	**$2,285,075,000**	**$2,200,730,000**	**$2,497,985,000**	**$297,255,000**
NRP/RBP *	$6,663,523	$33,621,055	$21,974,374	($11,646,681)
Total Capital Outlay Bill Less Vetoes	**$4,872,121,874**	**$5,507,893,376**	**$4,714,220,717**	**($794,391,980)**

Notes:
The Capital Outlay Appropriations for each year above are net of items vetoed by the Governor.
The Federal means of finance category includes Federal Funds and Transportation Trust Funds-Federal.

*NRP (Not Requiring a Priority) is the allocation of previously sold bonds.
*RBP (Reimbursement Bond Proceeds) is the appropriation of funding made available from prepayments of reimbursement bond contracts.

Section II

FISCAL ACTIONS

2010 REGULAR SESSION

Actions Affecting Major State Tax, License and Fee Estimates and Estimates of Net Available State General Fund Revenue

2010 Regular Session

Instrument	Description	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
	SESSION ACTIONS - REVENUE						
Sales Tax - General							
Act 795 Regular Session SB 611	Creates a tax increment financing district in Baton Rouge, the River Park Development District. Effectively dedicates sales taxes from business sales diverted into the district's businesses from competing businesses outside the district. Effective upon governor's signature.			DECREASE	DECREASE	DECREASE	DECREASE
Tobacco Excise Tax							
Regular Session HCR 216	Suspends the excise tax on cigars and smoking tobacco when these products are given away. Intended to eliminate the tax liability of attendees to the International Premium Cigar and Pipe Retailers Association convention to be held in New Orleans in August 2010. Effective for specific days, August 10, 2010 through August 13, 2010.		($45,000)				
Severance Tax							
Act 1006 Regular Session SB 624	Allows existing and new mega-projects to receive rebates of the estimated amount of state severance associated with natural gas used directly or indirectly by the project.		DECREASE	DECREASE	DECREASE	DECREASE	DECREASE
Royalty Receipts							
Act 971 Regular Session SB 724	Dedicates State royalty receipts generated from gas production in White Lake back to the Vermillion Parish school fund. Retroactive to July 1, 2007, but proceeds attributable to fiscal years 2008 - 2010 are subject to appropriation. Proceeds for FY11 and subsequent years will be automatically allocated as proceeds from other 16th section lands.		($27,108)	($23,042)	($19,585)	($16,647)	($14,150)
	Total Adjustments To Major State Tax, License And Fee Estimates	**$0**	**($72,108)**	**($23,042)**	**($19,585)**	**($16,647)**	**($14,150)**

Actions Affecting Major State Tax, License and Fee Estimates and Estimates of Net Available State General Fund Revenue

2010 Regular Session

Instrument	Description	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
	SESSION ACTIONS - DEDICATIONS						
Mineral and Energy Operation Fund							
Act 773 Regular Session SB 184	Expands the dedication of judgements & settlements from mineral underpayments to include actual costs expended from the fund plus any attorney fees incurred by the fund. Interpreted by DNR to apply to the costs of outside legal counsel involving royalty claims.		**$100,000**	**$100,000**	**$100,000**	**$100,000**	**$100,000**
Department of Justice Legal Support Fund							
Act 1033 Regular Session HB 1065	Increases the maximum fund balance of this Fund from $1 million to $10 million. Deposits to the Fund come from proceeds recovered by the attorney general on behalf of the state, and would be recognized as state general fund revenue in the absense of this dedication. Deposits don't typically reach the $1 million level, but should large proceeds be recovered in the future, a greater amount will be deposited to this fund and foregone by the general fund. Effective July 1, 2010.		INCREASE	INCREASE	INCREASE	INCREASE	INCREASE
	Adjustments To Dedications of Major State Tax, License, and Fee Estimates	**$0**	**$100,000**	**$100,000**	**$100,000**	**$100,000**	**$100,000**
	TOTAL ADJUSTMENTS TO OFFICIAL NET AVAILABLE STATE GENERAL FUND-DIRECT REVENUE FORECAST	**$0**	**($172,108)**	**($123,042)**	**($119,585)**	**($116,647)**	**($114,150)**
	OTHER ITEMS OF INTEREST						
Mineral Production Swap Agreements Advisory Committee							
Act 948 Regular Session HB 1397	Establishes a committee to advise the REC of any findings and recommendations concerning the commitment of some portion of the State's mineral revenue to contracts that provide more certainty to the flow of revenue associated with production in the state. The authority to enter into such contracts is provided by Act 817 of 1999 but has not been exercised to date.		The advisory committee established by this bill does not directly affect mineral revenue receipts.				

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
01 -100	Executive	Executive Office	Provides IAT funding transferred from the Department of Public Safety (DPS) to the Coastal Activities Program for expenditures associated with the Deepwater Horizon Event, including a non-T.O. FTE position. The source of the IAT is the Oil Spill Contingency Fund.	$0	$100,000	0
01 -102	Executive	Inspector General	Provides IAT funding transferred from the DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$48,000	0
01 -107	Executive	Division of Administration	Increases Federal funding within the CDBG Program from the State Broadband Data & Development Grant, as funded by the American Recovery & Reinvestment Act (ARRA) of 2009. According to the DOA, 95% of these funds will be used for professional services which include broadband service provider outreach, service and network data collection, data validation, geospatial mapping, and web mapping application development. This program is designed to gather comprehensive and accurate state-level broadband mapping data, develop state-level broadband maps, aid in the development and maintenance of a national broadband map, and fund statewide initiatives for broadband planning.	$0	$381,396	0
01 -107	Executive	Division of Administration	Increases IAT funding due to an increase in charges to various state agencies that receive accounting services from the Office of Finance & Support Services (OFSS). The DOA has performed an evaluation of agencies which utilize the DOA's accounting personnel and has determined that an increase in the allocation of these costs is necessary for various state agencies. The increases are attributable to the following agencies: Board of Regents ($15,000); Group Benefits ($52,203); Risk Management ($32,966); Telecommunications Management ($61,281); LA Property Assistance Agency ($25,525); LA Federal Property Agency ($18,113); Aircraft Services ($9,207); Office Facilities Corp. ($53,407); Administrative Services ($30,271); and Board of Cosmetology (-$59,325). The Board of Cosmetology is now off-budget and is not utilizing the services of OFSS.	$0	$238,648	0
01 -107	Executive	Division of Administration	Increases IAT funding from various agencies for human resource and payroll services provided by the Office of Human Resources. The DOA has performed an evaluation of agencies which utilize the DOA's HR/payroll personnel and has determined that an increase in the allocation of these costs is necessary for various state agencies. The increases are attributable to the following agencies: Board of Cosmetology ($35,000); BESE ($9,705); Board of Regents ($55,700); Risk Management ($98,552); Administrative Services ($38,823); LA Property Assistance Agency ($31,357); LA Federal Property Assistance Agency ($8,959); Aircraft Services ($67,941) and Patients Compensation Fund ($32,850).	$0	$378,887	0
01 -107	Executive	Division of Administration	Adjustment provides for an increase in professional services to fund an approximate 5% increase in the janitorial and grounds contract with Prison Enterprises ($60,888 IAT and $60,888 SGR). This contract includes cleaning of the Capitol Park complex buildings and grounds and lawn care as well as 52 weekend details and 25 one-time details that will be used on an as-needed basis. FY 10 contract amount for Prison Enterprises was $2,252,419. This increase in the FY 11 contract amount is a result of increased costs for Prison Enterprises to provide these services.	$0	$121,776	0
01 -107	Executive	Division of Administration	Provides IAT funding (capital outlay) for the Executive Administration Program for moving expenses.	$0	$951,383	0
01 -107	Executive	Division of Administration	Provides IAT funding transferred from the DPS for the CDBG Program for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$300,000	0
01 -109	Executive	Coastal Protection & Restoration	Provides IAT funding transferred from the DPS for expenditures associated with the Deepwater Horizon Event, including 7 non-TO FTE positions. The source of the IAT is the Oil Spill Contingency Fund.	$0	$10,002,715	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
01 -109	Executive	Coastal Protection & Restoration	Provides IAT funding for the Coastal Protection & Restoration Authority Program to receive funding through DNR from the Army Corps of Engineers, EPA, Natural Resources Conservation Service, and others for existing coastal restoration projects.	$0	$65,786,306	0
01 -109	Executive	Coastal Protection & Restoration	Provides statutorily dedicated funding from the Oil Spill Contingency Fund for expenditures related to the Barrier Island Project.	$0	$360,000,000	0
01 -111	Executive	Homeland Security & Emergency Prep	Adjustment provides for the replacement of Meals Ready to Eat (MREs) and bottles of water that will expire in FY 11. The MREs and water are needed for shelters, transportation during evacuation, and for points of distribution missions. These stockpiles enable the state to be self-supporting for the first 72 hours of an emergency event, as mandated by FEMA. These supplies will be distributed to warehouses at Camp Minden, Camp Beauregard, Port Barre, Baton Rouge, and Camp Villere. MREs and water have a shelf life of 3 years. These funds will provide for the purchase of 183,000 MREs ($4/MRE = $732,000) and 366,000 1/2 liter bottles of water ($.18/bottle = $65,880). Commodity inventories as of Feb. 2010: MREs 1,227,472 Water 2,100,912 According to GOHSEP, a total of 250,000 MREs expired between 2/1/2010 and 6/30/2010 and an additional 676,224 will expire in FY 11. Also, the current inventory of water will expire in FY 11. Subsequent budget requests will include funding to replace 1/3 of the inventory stock for water and MREs.	$398,940	$797,880	0
01 -111	Executive	Homeland Security & Emergency Prep	Provides IAT funding transferred from the DPS for the Administrative Program for expenditures associated with the Deepwater Horizon Event. Source of funds is the Oil Spill Contingency Fund.	$0	$4,644,926	0
01 -112	Executive	Military Department	Adjustment provides funding for disabled and survivor benefits for active duty National guardsmen. Act 260 of 2007 provides a $250,000 state benefit for death and $100,000 for total and permanent disability of LA National Guardsmen when such death or disability occurs during periods of activation ordered by the Governor or the President. A total of $1.45 M was appropriated to the Office of Risk Management on 8/14/2009 to allow for payments to the beneficiaries of LA National Guard members who lost their lives or were totally disabled during period of activation ordered by the Governor or the President of the United States as per Act 260 of 2007. This BA-7 request included payments related to 5 deaths ($250,000 x 5 = $1.25 M) and 2 persons who were thought to have 100% permanent and total disability. These 2 members were later determined to not qualify for 100% permanent and total disability. The LA Department of Veterans Affairs notes that 2 separate members have now been determined to qualify as per the U.S. Department of Veterans Affairs and will be paid out of this allocation provided in August 2009.	$1,450,000	$1,450,000	0
01 -112	Executive	Military Department	Funding for debt service obligations related to various capital improvements at SMD installations. Projects include energy conservation, roof work, power grid upgrades at Gillis Long, Esler Field building, etc. A total of $34 M is still owed on this debt which is scheduled to be paid off in 2024. Additional funding is needed due to an increase in debt service payments required in FY 11. A total of $3.8 M will be required for debt service in FY 11.	$1,903,849	$2,101,698	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
01 -112	Executive	Military Department	Funding for the Hammond Airfield Complex that serves Army National Guard aircraft. This facility was moved from Lakefront Airport in New Orleans. This facility plays a critical role during all emergencies requiring air rescue and is used to train soldiers. Funding was not provided for this facility in FY 10. Funding for this facility is as follows: Salaries/related benefits $77,423 Operating Services $116,400 Operating Supplies $108,700 TOTAL $302,523	$302,523	$302,523	0
01 -112	Executive	Military Department	Adjustment provides funding for the reopening of Jackson Barracks. SGF support for Jackson Barracks was eliminated following Hurricane Katrina. SGF support at that time was $1.4 M. These funds will provide for expenses such as operating services, supplies, grounds maintenance and equipment that will be required to support full operations at Jackson Barracks. These funds are budgeted as follows: Operating Exp. $971,000 Operating Supplies $333,050 Professional Services $38,200 Acquisitions $40,000 IAT $30,000 TOTAL $1,412,250	$1,412,250	$1,412,250	0
01 -112	Executive	Military Department	Funding to support state employees in the State Military Department (SMD) that will be deployed to support the War on Terrorism. According to the Military Department, state employees from the SMD must be paid 2 weeks of military pay as per the Uniform Service Deployment & Re-employment Rights Act (USERRA) and R.S. 29:410. The SMD has not previously been funded for this expenditure.	$312,000	$312,000	0
01 -112	Executive	Military Department	Adjustment provides funding for risk management premiums for the State Military Department (SMD). This increase in SGF support is a result of a decrease in both federal funding previously provided for this purpose as well as the loss of SGR from timber sales and commercial tenants at Camp Minden. The total risk management premium for the SMD for FY 11 is approximately $4.2 M. The SMD notes that the U.S. Property & Fiscal Office (USPFO) confirmed that this expenditure is not subject to reimbursement and is a state responsibility.	$1,618,735	$1,618,735	0
01 -112	Executive	Military Department	Provides funding for the Education Program to establish the National Youth Challenge Data Center, including 6 positions. This new IT section will create a web-based data management cadet tracking system and will be responsible for collecting and reporting information on the 33 state programs throughout the U.S. The system will offer users access to real-time, around the clock data on the program and its cadets. This secure web-based system will provide the national guard bureau access to real-time program fiscal data allowing a more effective oversight of program budget execution and resource management. This expansion is funded entirely with Federal funds.	$0	$1,050,000	6
01 -112	Executive	Military Department	Realigns funding for the Education Program to reflect an increase in the federal match rate from 60% to 75% for the Youth Challenge Program, including 50 positions, changes to associated means-of-financing, and adds funding to the Starbase Program for at-risk 5th graders. Will provide for an additional 350 students to bring total number of students in the Youth Challenge Program to 1,400 in FY 12. Source of IAT is federal school lunch funds from the Department of Education. Previous match rate was 60% federal and 40% state. Will also allow for proper classification of funds from the Department of Education's School Food Programs.	$0	$6,071,459	50
01 -112	Executive	Military Department	Provides IAT funding transferred from the DPS for the Military Affairs Program for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$1,277,500	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
01 -116	Executive	LA Public Defender Board	Increases Statutory Dedications budget authority for the Indigent Parent Representation Program Fund to handle additional Child in Need of Care (CINC) cases as part of an agreement between Department of Social Services (DSS), LA Public Defender Board (LPDB), and the Task Force on Legal Representation in Child Protection Cases. The LPDB will begin to represent parents only in CINC cases in all 42 judicial districts beginning in FY 11. DSS previously contracted these legal services through ad hoc attorneys paid for through these funds, often at a significant hourly rate. The FY 10 funding level for parent representation in the LPDB was $488,305 from the Indigent Parent Representation Fund. The FY 11 budget for the LPDB for parent representation will increase to $979,680 as all of the funds budgeted in FY 10 for this purpose at DSS will be transferred to the LPDB in FY 11.	$0	$491,375	0
01 -116	Executive	LA Public Defender Board	Statutory Dedications funding from the LA Public Defender Fund to purchase a case management system to replace the current, outdated system. The new case management system will allow the board staff to supervise all districts across a greater number of performance categories, including caseload, time spent per case, disposition and recidivism. It will allow staff to run reports, identify problems and develop needs-based training, make policy recommendations, adjust its distribution of resources and ensure that the state is able to comply with its constitutional obligation to create a uniform public defense system.	$0	$495,000	0
01 -116	Executive	LA Public Defender Board	Increases Statutory Dedication authority for the LA Public Defender Fund needed for direct representation (costs to districts) to defend felonies, misdemeanors, capital cases, delinquencies, child in need of care, appellate, and administrative costs. These funds are directed toward 3 judicial districts which have significant backlog in cases and are in need of additional funding to hire attorneys and support staff. FY 10 level of funding statewide was $25,838,668. This increased level of funding will provide a total of $30,000,894.	$0	$4,162,226	0
01 -124	Executive	LA Stadium & Exposition District	Increases Statutory Dedication authority for the Sports Facility Assistance Fund from $2.5 M to $3.3 M as a result of an increase in revenue projections. These funds are generated through income taxes collected by the state attributable to the income of nonresident professional athletes and professional sports franchises that was earned in LA. According to R.S. 39:100.1, "...the monies in the fund shall be appropriated to the owner of the facility, course, stadium or arena at which nonresident professional athletes and professional sports franchises earned income in LA. Monies deposited into the fund resulting from participation in the National Football League shall be appropriated to the LA Stadium & Exposition District. These funds are used for the contractual obligations of the state to the Saints and Hornets.	$0	$800,000	0
01 -133	Executive	Elderly Affairs	Increases SGF support to maximize the federal Title III Older Americans grant & Nutrition Supplement Incentive Program grant awards in the amount of $568,600. These funds will be distributed to COAs, area agencies on aging and other service providers to increase the number of recipients receiving services by approximately 4,000. FY 10 funding for the services provided was $26,266,696 ($8,118,968 SGF and $18,147,728 Federal grant funds) for 76,000 recipients.	$88,486	$657,086	0
01 -133	Executive	Elderly Affairs	Adjustment increases SGF to maximize the federal Title V Community Service Employment for Older Americans grant award in the amount of $442,095. This grant provides subsidized, part-time, community service work-Deepwater Horizon Event training for low-income persons aged 55 or older who have poor employment prospects. These funds will be distributed to area agencies on aging, non-profits and other service providers to allow them to maintain the number of authorized positions in the program at 199.	$49,122	$491,217	0
01 -133	Executive	Elderly Affairs	Increases federal funds from a U.S. Department of Health & Human Services grant which provides support for the Senior's Health Insurance Information Program.	$0	$81,664	0
01 -133	Executive	Elderly Affairs	Increases federal funds from a U.S. Department of Health & Human Services grant which provides funds to conduct a statewide assessment on the needs of seniors and to conduct outreach efforts to advise seniors on the legal services available to them.	$0	$99,654	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
			Major Enhancements for Executive	**$7,535,905**	**$466,626,304**	**56**
03 -131	Veterans' Affairs	LA War Veterans' Home	Provides federal funding for the War Veterans' Home in Jackson, LA. The home is opening a 4th wing. Operating services and supplies related to the 4th wing will increase by $116,247. The Jackson home was funded $930,670 in FY 10 for operating services and supplies for the 3 existing operational wings and other areas of the home.	$0	$116,247	0
03 -131	Veterans' Affairs	LA War Veterans' Home	Provides federal funding for 12 positions needed to open the 4th wing at an increase of $347,104. This includes salaries and related benefits. The new positions are 10 certified nursing assistants, 1 licensed practical nurse, and 1 custodian. The additional funding will be per diem payments from the U.S. Department of Veterans Affairs and Medicare payments for 30 additional Medicare certified beds. The total number of beds in the Jackson home for FY 11 is 160.	$0	$347,104	12
			Major Enhancements for Veterans' Affairs	**$0**	**$463,351**	**12**
04a-139	State	Secretary of State	Increases funding for elections expenses ($11,753,374) and ballot printing expenses ($60,000) associated with 3 congressional elections (August 28, October 2, and November 2) and 2 municipal elections (April 2 and April 30). Total recommended for FY 11 is $19 M.	$11,813,374	$11,813,374	0
			Major Enhancements for State	**$11,813,374**	**$11,813,374**	**0**
04b-141	Justice	Attorney General	Increased Statutory Dedications from the Legal Support Fund for expert witnesses, consultants, and public education initiatives. Revenue is derived from proceeds recovered by Justice from court judgments, settlements, fines, etc., excluding proceeds related to DNR, DEQ, or ORM cases.	$0	$155,777	0
04b-141	Justice	Attorney General	SGR for litigation aimed at parties responsible for Chinese drywall problems. SGR is from the Consumer Enforcement Fund, an off-budget escrow account. Deposits are generated from court settlements to be used for consumer protection cases. Total recommended in FY 11 is $2.025 M.	$0	$2,025,000	0
04b-141	Justice	Attorney General	Provides funding ($288,884 Statutory Dedications and $839,285 Federal) for Medicaid fraud activities. DHH and Justice are partnering to identify fraudulent providers of in-home services for people on Medicaid. The source of the Statutory Dedications is the Medicaid Fraud Control Fund ($275,222) and the Insurance Fraud Investigation Fund ($13,662).	$0	$1,128,169	0
04b-141	Justice	Attorney General	Additional salaries funding for 7 vacant positions that were added in FY 10 to support on-line predator initiatives. No funding was appropriated for these positions.	$516,879	$516,879	0
04b-141	Justice	Attorney General	Statutory Dedications from Tobacco Settlement Fund for arbitration proceedings concerning payments from the Tobacco Master Settlement Agreement (MSA).	$0	$950,000	0
04b-141	Justice	Attorney General	Federal funding for the Orleans Parish post-conviction DNA testing project to catalog evidence related to homicide or rape cases in possession of the Orleans Parish Clerk of Court dating back to before Hurricane Katrina.	$0	$902,806	0
04b-141	Justice	Attorney General	Provides IAT funding from the DPS - Oil Spill Coordinator's Office for Deepwater Horizon related litigation.	$0	$25,000,000	0
			Major Enhancements for Justice	**$516,879**	**$30,678,631**	**0**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
04f -160	Agriculture & Forestry	Agriculture & Forestry	Adjustment appropriates an additional $180,000 from the Seed Commission Fund to increase the appropriation from the fund to $522,586 for FY 11. Over the past 2 fiscal years, this fund collected an average of $547,200 per year (FY 08 collections - $571,846, FY 09 collections - $522,554). The department projected FY 10 and FY 11 collections of approximately $523,000 each. Thus, the FY 11 undesignated fund balance within this fund is projected to be approximately $264,452. This budget authority increase allows the department to expend more of the Seed Commission Fund balance. This adjustment essentially annualizes a March JLCB approved BA-7 that increased FY 10 spending authority from this fund in the amount of $178,974.	$0	$180,000	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Additional federal funding from the U.S. Department of Agriculture's (USDA) Federal Emergency Food Assistance Program (TEFAP). These funds are for administrative costs that will pass-through the department to 5 designated food banks. No state match is required for these federal funds. The specific food banks to receive these administrative funds are: The Food Bank of Central LA, Greater Baton Rouge Food Bank, Northwest LA Food Bank, Second Harvest Food Bank and the Food Bank of Northeast LA. According to the USDA, the TEFAP makes commodity foods available to state distributing agencies. The state allocation is Deepwater Horizon Event upon the number of unemployed persons and the number of people with incomes below the poverty level in the state. Each state provides the food to local agencies (food banks), who distribute the food to local organizations that directly serve the public. Under TEFAP, states receive administrative funds to support the storage and distribution of the donated commodities, which are passed down to the local agencies (food banks). The types of food purchased by USDA for this program include: canned fruits, canned vegetables, fruit juice, dried egg mix, meat/poultry/fish, dried beans, pasta products, peanut butter, rice/grits/cereal, and soups.	$0	$691,142	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Increases federal grant funding for various equipment and supplies associated with wildfire suppression. The specific acquisitions include: $100,000 for the purchase of the narrow band compliant radios as mandated by the FCC. According to the department, these radios will allow the department the ability to continue to communicate during wildfire suppression activities; $50,000 for new generation fire shelters that can be utilized to provide for the safety of firefighters; $56,000 for truck and trailer to continue support of the Volunteer Fire Departments in LA through the Federal Excess Property Program; and $500,000 for engines that will provide a source of water to be used in the suppression of wildfires in the Wildland Urban Interface.	$0	$706,000	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Increases federal budget authority for the Specialty Crop Block Grant Program.	$0	$272,815	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Increase in Statutory Dedications within the Agro-Consumer Services Program. The specific funds that increased include: $712,037 - Commodity Dealers Fund and and $212,170 - Weights & Standards Fund. This increase in funding annualizes the current increase within these Statutory Dedications contained within Act 51 of 2010 (HB 1358).		$924,207	0
			Major Enhancements for Agriculture & Forestry	**$0**	**$2,774,164**	**0**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
05 -251	Economic Development	Office of Secretary	The statutorily dedicated LA Economic Development Fund provides funding for Fast Start activities related to workforce development and training that is tailored to specific corporate needs. This program is taking over functions previously provided by the traditional Workforce Development & Training Program, which was eliminated in FY 10 and the entertainment Workforce Development & Training Program, which is eliminated in FY 11.	$0	$414,761	0
05 -251	Economic Development	Office of Secretary	Increases IAT funding transferred from the Department of Public Safety (DPS) for reimbursements related to the Deepwater Horizon incident. The source of the IAT is the Oil Spill Contingency Fund.	$0	$60,000	0
05 -252	Economic Development	Business Development	This enhancement includes the first of 10 annual SGF payments of $1.28 M to SNF Holdings for public infrastructure improvements related to the construction and operation of a new chemical manufacturing plant in Iberville Parish. This project also received $26.55 M in Mega-Project Development Fund commitments during FY 10. This 10-year grant payout is in addition to the Mega-Fund commitment and was included in the cooperative endeavor agreement approved by JLCB. Also included in this adjustment is $1,000 for EA Sports, which will receive a total of $114,000 in the third year of a 10-year commitment. Finally, a reduction in funding through the LED Fund of $5,732 is related to adjustments to the debt obligations for Union Tank Car ($2,350), CG Railway ($1,482), and Northrup Grumman ($1,900).	$1,281,000	$1,275,268	0
05 -252	Economic Development	Business Development	Increases IAT transferred from the DPS for reimbursements related to the Deepwater Horizon incident. The source of the IAT is the Oil Spill Contingency Fund.	$0	$1,640,000	0
05 -252	Economic Development	Business Development	Provides the initial allocation to the newly created LA Filmmakers Grant Fund (Act 633 of 2010). Presumably, the source of revenue to the fund will be the assessment of fees imposed upon the transfer of film credits (up to $200 per transaction). Though the fee is already authorized (R.S. 47:6007(C)(4)(b)), it is not currently being collected. If it is collected in the future, the proceeds will be dedicated to this fund to provide grants to the film industry.	$0	$100,000	0
			Major Enhancements for Economic Development	**$1,281,000**	**$3,490,029**	**0**
06 -262	Culture, Recreation & Tourism	State Library	Increases funding from the American Recovery & Reinvestment Act to accelerate broadband deployment in unserved, underserved and rural areas.	$0	$2,476,036	0
06 -264	Culture, Recreation & Tourism	State Parks	Provides funding from the LA State Parks Improvement & Repair Fund for operational activities at the Black Bear Golf Club.	$0	$301,184	0
06 -264	Culture, Recreation & Tourism	State Parks	Adds 2 positions and increases SGR from the Red River Waterway Commission to operate Forts Randolph/Buhlow State Historic sites 5 days per week.	$0	$159,698	2
			Major Enhancements for Culture, Recreation & Tourism	**$0**	**$2,936,918**	**2**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

<table>
<tr><th>Sch. #</th><th>Dept.</th><th>Agency</th><th>Explanation</th><th>SGF</th><th>Total</th><th>T. O.</th></tr>
<tr><td>07 -</td><td>Transportation & Development</td><td></td><td>
Due to budget constraints in FY 11 and due to the risk inherent in a statewide rollout of LaGOV (ERP), the DOA has chosen to "pilot" the implementation of the new system for DOTD only beginning in FY 11. The current timeline has the system "going live" for DOTD on 9/27/2010 (FY 11). The new system will be fully implemented across state agencies (excluding higher education) in July 2012 (FY 13). Included within the FY 11 budget is approximately $9.7 M for the project of which DOTD will be paying approximately $7.8 M with TTF-Regular. These funds will be expended on the following: Agile Assets Software License ($2.57 M); Agile Assets Software Maintenance ($1,620,425); Agile Assets Hosting ($506,173); DOTD Project Personnel ($9,422); and Implementation Services ($3.1 M). Of the $7.8 M, approximately $4 M has already been paid by the DOA. However, due to the Agile Assets portion of the ERP integration only being utilized by DOTD, the DOA is seeking to recoup $3.8 M of prior year costs in FY 11 from DOTD (FY 09 - $3.1 M, FY 10 - $893,000).
<table>
<tr><th></th><th>FY 09</th><th>FY 10</th><th>FY 11</th><th>Total</th></tr>
<tr><td>Agile Assets Software License</td><td>$2,570,000</td><td>$0</td><td>$0</td><td>$2,570,000</td></tr>
<tr><td>Agile Assets Software Maint.</td><td>$524,208</td><td>$540,008</td><td>$556,432</td><td>$1,620,425</td></tr>
<tr><td>Agile Assets Hosting</td><td>$0</td><td>$352,741</td><td>$153,432</td><td>$506,173</td></tr>
<tr><td>DOTD Project Personnel</td><td>$0</td><td>$0</td><td>$9,422</td><td>$9,422</td></tr>
<tr><td>Implementation Services</td><td>$0</td><td>$0</td><td>$3,100,000</td><td>$3,100,00</td></tr>
<tr><td>Total</td><td>$3,094,208</td><td>$892,749</td><td>$3,819,063</td><td>$7,806,020</td></tr>
</table>
</td><td>$0</td><td>$7,806,020</td><td>0</td></tr>
<tr><td>07 -</td><td>Transportation & Development</td><td></td><td>
$1.8 M of additional TTF-Regular to the newly created Governor's Office of Coastal Protection & Restoration (01-109). A means of financing substitution decreased IAT budget authority and increased TTF-Regular in the amount of $2,062,559. The original source of IAT funds was from the Department of Natural Resources (DNR) via the Coastal Protection & Restoration Fund. Below is a table that compares FY 10 to FY 11 funding for these positions being transferred from DOTD to Coastal Protection & Restoration (01-109).
<table>
<tr><th></th><th>FY 10</th><th>FY 11</th><th>FY 11 Adjustments</th></tr>
<tr><td>IAT from DNR</td><td>$2,062,559</td><td>$0</td><td>($2,062,559)</td></tr>
<tr><td>TTF-Regular</td><td>$416,986</td><td>$4,319,761</td><td>$3,902,775</td></tr>
<tr><td>TOTAL</td><td>$2,479,545</td><td>$4,319,761</td><td>$1,840,216</td></tr>
</table>
The total amount recommended for FY 11 is $4.3 M in TTF-Regular ($416,986 - in base, $2,062,559 - MOF swap, $1,840,216 - additional TTF-Regular). Deepwater Horizon Event upon Act 11, DOTD is budgeted to transfer $4.3 M and 43 positions to the Governor's Office of Coastal Protection & Restoration, while the the Governor's Office of Coastal Protection & Restoration only increased its IAT budget authority $4.0 M. <u>DOTD is utilizing an additional $3.9 M of TTF-Regular on hurricane protection than FY 10 appropriation of $416,986</u>.
</td><td>$0</td><td>$1,840,216</td><td>0</td></tr>
<tr><td>07 -</td><td>Transportation & Development</td><td></td><td>Provides for IAT funding transferred from the DPS for expenditures associated with the Deepwater Horizon disaster. The source of the IAT is the Oil Spill Contingency Fund.</td><td>$0</td><td>$480,000</td><td>0</td></tr>
<tr><td>07 -273</td><td>Transportation & Development</td><td>Administration</td><td>Additional federal grant funds awarded from the Federal Motor Carrier Safety Administration (FMCSA) within DOTD's Management & Finance Program for expenditures associated with the Commercial Vehicle Information Systems & Networks (CVISN). This funding represents the amount remaining to be allocated to the Department of Revenue. The Department of Revenue costs related to the International Fuel Tax Administration (IFTA) agreement for license application and renewals. These funds provide for the electronic submission of International Fuel Tax Agreement (IFTA) credentials along with e-filing and payment of IFTA tax reports, both of which are core components of the CVISN project. IFTA is a cooperative effort between the 48 contiguous states and the 12 provinces of Canada to administer and collect local motor fuel taxes. The grant award is titled the Commercial Vehicle Information Systems & Networks (CVISN) and is designed to develop and deploy information systems that will support new capabilities in 3 areas: Safety Information Sharing, Credentials Administration, and Electronic Screening.</td><td>$0</td><td>$200,000</td><td>0</td></tr>
</table>

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
07 -276	Transportation & Development	Engineering	ARRA consultant contract to monitor and reconcile DOTD expenditures associated with the Federal stimulus funding. According to the department, the reporting requirements for ARRA funding reimbursement requires the use of an outside consultant. The federal agencies that DOTD is required to report to include: Federal Highway Administration (FHWA), Office of Management & Budget (OMB) and the House Committee on Transportation. Each report is different and requires different information. In December 2009, CSRS was awarded a $2.5 M contract over 4 years (FY 10 - FY 13). DOTD anticipates expending $0.9 million in FY 10 and this budget adjustment of $1 M represents the amount of additional TTF-Federal authority needed to make contract payments in FY 11. The state received a total of $430 M for highway infrastructure investment from the American Recovery & Reinvestment Act (ARRA). Of the $430 M allocated to the state, $299 M is for DOTD (22 projects), $118 M is for projects as determined by Metropolitan Planning Organizations (MPOs) (58 projects) and $13 M is for transportation enhancements such as bike lanes, sidewalks, landscaping, bus shelters, etc. (10 projects). Of the $299 M allocated to DOTD, 94% of the $299 M has been authorized. In addition, 50% of funding was obligated by the end of June 2009 and the remaining 50% was obligated by 3/1/2010. Of the $118 M allocated to MPOs, approximately $40.8 M has been authorized. The remaining funding was authorized by 3/1/2010. Of the $13 M allocated for enhancements for 10 projects, approximately 50% of the funding was obligated by June 2009 and the remaining 50% was obligated by 3/1/2010.	$0	$1,000,000	0
07 -276	Transportation & Development	Engineering	Pursuant to Streamlining Commission Recommendation #64, the Weights & Standards Enforcement Activity will be consolidated within State Police and not shared between DOTD and State Police. This enhancement increases the TTF-Regular monies via IAT to State Police. In FY 10 DOTD had approximately $5.3 M (TTF-Regular) and 97 positions, while State Police had $1.5 M (SGF). The total Weights & Standards Enforcement Activity (DOTD/DPS) was funded with approximately $1.5 M in SGF (DPS) and $5.3 M - TTF-Regular (DOTD). After FY 11 adjustments, this activity will be fully funded via IAT (TTF monies) to State Police. See table below. Current / DPS/DOTD — SGF $1,500,000; TTF-Reg $5,174,676; *Total* $6,674,676 Proposed / DPS/DOTD — SGF $0; TTF-Reg. $6,674,676; *Total* $6,674,676 Due to a MOF substitution within State Police that reduces the SGF and increases IAT (TTF-Regular from DOTD), this consolidation utilizes additional TTF-Regular monies for enforcement activities. According to DOTD, there are 18 fixed scale sites around the state. Titles of some of the positions to be transferred include: police officers, accounting specialists, administrative coordinator, DOTD weights & standards administrator, and electronic technicians.	$0	$1,500,000	0
07 -276	Transportation & Development	Engineering	Additional funding for university contracts through the LA Transportation Research Center (LTRC) for performing transportation research. The LTRC, which is funded mainly with Federal Highway Administration (FHWA) funding (80/20 - TTF-Federal/TTF-Regular), conducts short-term and long-term research for DOTD and others in the transportation community. This increase in funding authority is TTF-Federal. The overall goal of the center is to merge the resources of state government and universities to identify, develop and implement new technology to improve the state's transportation system. Examples of research include: structure, asphalt, pavement, etc. According to the FY 11 Supporting Document, there is $6,907,730 (including this additional $2.54 M enhancement) budgeted for university research contracts within the LTRC. The universities the LTRC has utilized in the past for research include: LSU, LA Tech, UL-Lafayette, Southern, UNO, McNeese, and Tulane.	$0	$2,542,490	0
			Major Enhancements for Transportation & Development	**$0**	**$15,368,726**	**0**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
08A-	Corrections	Department Wide	Increases SGR Deepwater Horizon Event upon a projected increase in offender canteen sales at LA Correctional Institute for Women ($75,000), J. Levy Dabadie Correctional Center ($75,000), Elayn Hunt Correctional Center ($150,000), and B.B. "Sixty" Rayburn Correctional Center ($125,000).	$0	$425,000	0
08A-400	Corrections	Administration	Adult Services - Provides funding for legal expenses associated with the Knapps murder trial. The case involves 5 offenders who are accused of murdering a Correctional Security Officer (CSO) at LA State Penitentiary (LSP). The department is obligated to pay the costs for both the prosecution (Constitution Article XII, Section 7) and the defense (R.S. 15:868) in this case. The fees are reviewed and approved by the court and are beyond the control of the department. Prosecution was expected to begin in October 2010, but has been postponed. The trial is expected to raise the amount currently paid for legal expenses, which was $926,282 in FY 10. To date for FY 11, $357,893 has been expended.	$1,300,000	$1,300,000	0
08A-409	Corrections	Dixon Correctional Institute	Increases funding in IAT category for an increase in reimbursement rate paid to East LA State Hospital for electricity and natural gas charges.	$27,580	$27,580	0
08A-409	Corrections	Dixon Correctional Institute	Increases funding for operation of the Dialysis Unit Deepwater Horizon Event on increased need for services. This unit treats all adult offenders that require dialysis treatment. Dialysis treatment costs $40,000 per offender per year, thus the additional funding provides for 15 additional offenders to receive dialysis treatment. There are currently 53 offenders receiving dialysis treatment for a cost of $2,120,000.	$600,000	$600,000	0
08A-414	Corrections	David Wade Correctional Center	Provides funding for additional overtime needed due to the increased transport of offenders as a result of the conversion of Forcht-Wade Correctional Center to a substance abuse treatment center for adult offenders. Offenders will be transported from Forcht-Wade Correctional Center, in Keithville (near Shreveport) to Elayn Hunt Correctional Center in St. Gabriel (near Baton Rouge). The transporting of offenders will require 4 Correctional Services Officers to accompany offenders. The projected overtime cost for each CSO is $15,000.	$60,000	$60,000	0
			Major Enhancements for Corrections	**$1,987,580**	**$2,412,580**	**0**
08B-418	Public Safety	Management & Finance	Provides IAT funding from Oil Spill Coordinator's Office for expenses incurred as a result of the Deepwater Horizon Event.	$0	$1,172,700	0
08B-419	Public Safety	State Police	Statutory Dedications from Concealed Handgun Fund for purchase of a new database for concealed handgun permits.	$0	$360,000	0
08B-419	Public Safety	State Police	Funding for operation of the Criminal Records Section ($2,351,300 SGF and $991,651 SGR).	$2,351,300	$3,342,951	0
08B-419	Public Safety	State Police	Statutory Dedication from Video Poker Device Fund for a projected shortfall in rent expenses.	$0	$188,185	0
08B-419	Public Safety	State Police	Funding from federal Natural Resources Damage Assessment Fund for deposit into the Natural Resource Restoration Trust Fund to determine the scale of damage and loss to the public from the Deepwater Horizon Event.	$0	$50,000,000	0
08B-419	Public Safety	State Police	Statutory Dedications funding from Oil Spill Contingency Fund for state agencies' response efforts required by the Deepwater Horizon Event. Of the $244.8 M allocated to State Police approximately $84,481,117 will be transferred to other state departments via IAT as follows: Executive ($15,395,766); Justice ($25 M); Economic Development ($1.7 M); CRT ($27,217,760); DOTD ($480,000); Corrections ($2,057,400); DHH ($1,136,086); DSS ($9,118,388); and DNR ($2,375,717).	$0	$160,318,883	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
08B-419	Public Safety	State Police	Funding ($110,600 SGR and $472,400 Federal) for 3 grants from the U. S. Department of Transportation. The grants will provide funding for seat belt education and enforcement, the new entrant safety assurance program, and the motor carrier assistance program. The SGR will be used for a required match, and will be generated through activities associated with the grants.	$0	$583,000	0
08B-421	Public Safety	Legal Affairs	IAT funding from Oil Spill Coordinator's Office for additional expenses incurred as a result of the Deepwater Horizon Event.	$0	$371,496	0
08B-422	Public Safety	State Fire Marshal	Provides Statutory Dedications from the Fire Marshal Fund to provide fire safety education to the general public to enable individuals to be able to protect themselves when challenged with a fire and to be able to provide safety measures in their homes and businesses. Funding provides for purchase of 2 specialty "all hazards" trailers and super duty one ton trucks, overtime, fuel and auto supplies, educational supplies, etc.	$0	$292,270	0
08B-422	Public Safety	State Fire Marshal	IAT funding from Oil Spill Coordinator's Office for additional expenses incurred as a result of the Deepwater Horizon Event.	$0	$932,316	0
08B-422	Public Safety	State Fire Marshal	Statutory Dedication from the Fire Marshal Fund for a projected shortfall in rent expenses.	$0	$22,187	0
			Major Enhancements for Public Safety	**$2,351,300**	**$217,583,988**	**0**
08 -403	Youth Services	Juvenile Justice	Provides additional funding to Swanson Correctional Center for Youth (Swanson CCY) for costs associated with the Columbia Community Residential & Employment Services Center. The facility will serve as an annex to Swanson with the transition of 48 youth and 43 employees from Swanson. The facility was a former facility of DHH's Office for Citizens with Developmental Disabilities. Expenditures will include security for 6 months while the facility is renovated to become a secure facility and transportation costs for food that will be cooked at Swanson and transported to the Columbia facility.	$2,000,000	$2,000,000	0
08 -403	Youth Services	Juvenile Justice	Provides funding from a federal grant award (FY 09 Second Chance Act Youth Offender Reentry Initiative) to the state by the U.S. Department of Justice. The total grant award is $749,998 and this request is to increase federal budget authority by $251,567 to cover expenses of the grant for FY 11. The purpose of this grant is to provide youth offenders training via community-Deepwater Horizon Event programs to assist them with successful reentry into their communities. The grant will be used to fund 4 consulting reentry contracts. Cadence of Acadiana & Youth Empowerment Project of New Orleans will be contracted for additional services and the existing contracts will be used as the state match to the grant. The 2 remaining contractors will be LSU School of Social Work, as a third party evaluator of the grants; and Turning Point Partners, which will provide training to the providers and staff involved in restorative justice.	$0	$251,567	0
			Major Enhancements for Youth Services	**$2,000,000**	**$2,251,567**	**0**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -300	Health & Hospitals	Jefferson Parish Human Services Authority	Funding provided as an investment into additional community-Deepwater Horizon Event mental health services, including Assertive Community Teams/Forensic Assertive Community Teams and an Intensive Care Management System to address the closure of 118 state psychiatric beds. The funding will provide intense community services to patients being discharged and returning to Jefferson Parish.	$1,062,500	$1,062,500	0
09 -300	Health & Hospitals	Jefferson Parish Human Services Authority	IAT funding from the Office of Citizens with Developmental Disabilities for non-recurring expenditures related to services provided to persons with developmental disabilities.	$0	$423,888	0
09 -301	Health & Hospitals	Florida Parishes Human Services Authority	Funding provided as an investment into additional community-Deepwater Horizon Event mental health services, including Assertive Community Teams/Forensic Assertive Community Teams and an Intensive Care Management System.	$875,000	$875,000	0
09 -301	Health & Hospitals	Florida Parishes Human Services Authority	Funding from the Office of Citizens with Developmental Disabilities for non-recurring expenditures related to services provided to persons with developmental disabilities.	$0	$441,420	0
09 -302	Health & Hospitals	Capital Area Human Services District	Funding provided as an investment into additional community-Deepwater Horizon Event mental health services, including Assertive Community Teams/Forensic Assertive Community Teams and an Intensive Care Management System. CAHSD will use these funds to provide supports and services to 45 clients currently housed at East LA Mental Health Hospital who will be released into the community (to maintain them in a less restrictive environment).	$2,375,000	$2,375,000	0
09 -302	Health & Hospitals	Capital Area Human Services District	Funding from the Office of Citizens with Developmental Disabilities for non-recurring expenditures related to services provided to persons with developmental disabilities.	$0	$526,158	0
09 -304	Health & Hospitals	Metropolitan Human Services District	Funding provided as an investment into additional community-Deepwater Horizon Event mental health services, including Assertive Community Teams/Forensic Assertive Community Teams (ACT) and an Intensive Care Management System. MHSD will use these funds on new contractual services not currently available to support the continuum of care necessary to increase community tenure for adults with severe mental illness. MHSD is currently in the process of designing these services and expects the new services to include an expansion of intensive case management and ACT slots.	$1,062,500	$1,062,500	0
09 -304	Health & Hospitals	Metropolitan Human Services District	Funding from the Office of Citizens with Developmental Disabilities for non-recurring expenditures related to services provided to persons with developmental disabilities.	$0	$356,682	0
09 -305	Health & Hospitals	Medical Vendor Administration	Annualize funding for the second year of a 4-year grant award from the Robert Wood Johnston Foundation aimed at increasing the number of eligible children enrolled in LaChip and Medicaid. The initiative seeks to ensure at least 98% eligible children are enrolled by 1/1/2013. Funding from the grant will be used as match to draw federal participation to be used for the MaxEnroll initiative, to locate and enroll eligible children in both Medicaid and LaChip. A major initiative of MaxEnroll is implementation of Express Lane Eligibiltiy. This initiative grants the state the option to certify children for health insurance coverage Deepwater Horizon Event on information held in other state agencies (ie, DSS). LA Medicaid currently enrolls children to 250% of the federal poverty level (either through Medicaid or LaChip).	$0	$1,061,856	0

Age	Coverage Level	Coverage
0 to 6	up to 133% of the FPL	Mandatory Medicaid Coverage
6 to 18	up to 100% of the FPL	Mandatory Medicaid Coverage
6 to 18	from 100% to 250%	LaChip Coverage

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -305	Health & Hospitals	Medical Vendor Administration	Funding ($144,136 SGF and $429,407 Federal) to implement the International Classification of Diseases 10 (ICD-10) HIPAA coding system. The International Classification of Diseases (ICD) is used to code and classify morbidity data from the inpatient and outpatient records and physician offices. Funding will be used for a consulting contract to ensure appropriate planning to implement the appropriate ICD 10 diagnostic and coding revisions. Funding will ensure LA Medicaid is in compliance with federal changes to the diagnosis code language used to report why a service was considered medically necessary for direct patient care. The federal compliance date is 10/1/2013.	$144,136	$573,543	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding for administrative planning associated with providing incentive payments to providers to encourage these Medicaid providers to purchase, implement, and operate certified health record technology. The source of Federal funds ($1,239,057) is from the American Recovery & Reinvestment Act for HIT. A 10% state match is required for the administrative planning. Information provided by DHH indicates this funding will be used for contracted staffing to assist with developing a system to make payments to eligible providers.	$137,673	$1,376,730	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding ($1,553,457 SGF and $1,553,456 Federal) for coordinated care initiatives. This is a managed care activity (see issues for a detailed write up on Medicaid Managed Care Initiative). Administrative funding for a new managed care initiative. This funding does not include any per member per month (PMPM) payments to providers; PMPM payments will be made from Medical Vendor Payments. Itemized below is the allocation of administrative expenses in FY 11 that DHH projects as the result of implementing Medicaid Managed Care: $725,000 - Readiness reviews to ensure all requirements, onsite visits, and network sufficiency. $500,000 - Choice counseling contracts to assist eligibles in determining an appropriate health plan $555,000 - quality assurance professional services contract; required by CMS to ensure risk bearing delivery systems are providing quality health care $400,000 - rate setting contract (plans are anticipated to be risk adjusted every 6 months) $909,913 - actuarial contract $17,000 - travel and supplies $3,106,913	$1,553,457	$3,106,913	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding ($373,818 SGF and $373,817 Federal) for Mercer actuarial services for the Managed Care activity and DHH/Office of Juvenile Justice initiative. This funding will be used to amend the Mercer contract due to projected increase in actuarial services in FY 11 associated with Medicaid Managed Care and a submittal of a Medicaid Waiver to the Centers for Medicare & Medicaid Services. The waiver request is related to leveraging federal dollars for children in the Office for Juvenile Justice custody whose medical care (typically mental health) was paid for with 100% SGF.	$373,818	$747,635	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding ($412,000 SGF and $412,000 Federal) for additional contract expenses with Health Management Systems (HMS) to handle Third Party Liability claims. DHH, Medical Vendor Administration currently contracts with Health Management Systems (HMS) to recover Medicaid expenditures if a third party liability exists. Information provided by the department indicates this contract increase is due to HMS administering the LA Health Insurance Premium Payment Program.	$412,000	$824,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	Increase expenditure authority for a 100% federal Emergency Room grant award aimed at reducing the number of non-emergency use of emergency rooms. Information provided by the DHH indicates these funds will be used to establish networks of alternate non-emergent healthcare services. Providers will offer after hour and weekend access to urgent care services in an attempt to reduce non-emergent care provided in hospital emergency rooms. Care is anticipated to be covered in hospitals and federally qualified health centers. FY 10 Funding $2,709,017 FY 11 Funding $2,626,127	$0	$2,626,127	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -305	Health & Hospitals	Medical Vendor Administration	Increases funding ($630,642 SGF and $630,642 Federal) for the Primary Care Case Management (PCCM) administrative contract. Administrative Health Services, the PCCM contractor, provides the following services to the state: acts as the state's enrollment broker, choice counseling, operating a Nurse Advice Line for all LA Medicaid enrollees, and provides day to day administration of the Medicaid hospice program. The new contract will be paid on a per member per month basis. FY 10 contract amount $7,933,299.50 FY 11 projected contract $9,194,583.50 FY 11 adjustment $1,261,284.00	$630,642	$1,261,284	0
09 -305	Health & Hospitals	Medical Vendor Administration	Provides funding ($450,000 SGF and $1,350,000 Federal) for new HIPPA Electronic Transaction Standards required by the federal government.	$450,000	$1,800,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	Provides funding ($1.25 M in SGF and $1.25 M in Federal) for the annualization of Radiology Utilization Management Program. According to the DHH, this program will require providers to request prior authorization from the department for coverage of certain radiology services. The intent is to ensure that Medicaid recipients receive only appropriate radiology services (MRI, MRA, PET, CTA, CT). DHH is contracting to provide prior authorization services, and management and monitoring of medical services. FY 10 funding was for 6 months. This adjustment annualizes funding for 12 months in FY 11. FY 10 funding $2.5 M ($1.25 in SGF) FY 11 funding $2.5 M ($1.25 in SGF) This annualization is anticipated to generate an additional $2.2 M in SGF savings for MVP in FY 11.	$1,250,000	$2,500,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding ($1,912,431 SGF and $4,333,761 Federal) for operation of a Dual Fiscal Intermediary for Medicaid claims processing system. The current Medicaid Management Information System (MMIS) Fiscal Intermediary (FI) contract ends 12/31/2009. The Centers for Medicare & Medicaid (CMS) has granted an extension of the current contract for at least 2 years (12/31/11). Information provided by the department indicates this will allow the new bidder time to implement an effective MMIS replacement (design, development, and implementation), while the existing FI continues current functions. The Medicaid FI is responsible for operation of the MMIS in LA, which is an automated system that processes claims for Medicaid providers and makes payments to providers. In addition, the MMIS captures recipient eligibility and claims data for Medicaid recipients (approximately 1.2 M). Unisys is the current FI. FY 10 funding for dual FI's $7,500,000 ($750,000 SGF) FY 11 funding for dual FI's $6,246,192 ($1,912,431 SGF) DHH indicated 2 separate systems (existing and replacement system) will run simultaneously in FY 11.	$1,912,431	$6,246,192	0
09 -305	Health & Hospitals	Medical Vendor Administration	Provides funding ($341,888 SGF and $341,888 Federal) and 10 positions for federal health care reform related activities. Funding amounts include 6 positions and associated operating costs at 9 months and 4 positions and associated operating costs at 6 months.	$341,888	$683,776	10

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Additional funding ($301,325 SGF and $795,997 Federal) for Adult Day Health Care (ADHC) Waivers. Funding provides for a phase-in of 4 slots per month for an additional 48 slots added in FY 11. The ADHC waiver provides certain services to qualified individuals in a licensed and Medicaid enrolled Adult Day Health facility. Specific services include assistance with activities of daily living, health and nutrition counseling, health education classes, social services, transportation, and exercise programs. Eligibles must be financially eligible under Medicaid (based on income and resource limits) and are either over age 65 or over age 22 with a disability. Based on the Medicaid Monthly Financial Report as of February 2010, projected expenditures for ADHC waivers total approximately $7.9 M. *ADHC Waivers* Current certified slots - 742 individuals receiving waiver services Additional slots - 48 phased in over 12 months in FY 11 Average costs (for new slots) - $1,042 a month as reflected in the budget request. Average cost based on attendance 14 days a month @64.40 provider per diem per day plus support coordination cost @ $140 a month.	$301,325	$1,097,322	0
09 -306	Health & Hospitals	Medical Vendor Payments	Provides funding ($1,286,845 SGF and $2,497,176 Federal) for 150 additional New Opportunities Waiver (NOW) slots to be phased in FY 11. NOW is a home and community-based waiver program that offers specific services as opposed to institutional care. Services include assistive devices, respite, day habilitation, transportation, employment related training, environmental adaptations, supervised independent living and skilled nursing services. *NOW Waivers* Current certified slots - 742 **Note:** This slot increase is in addition to separate NOW slot increases as reflected in the Executive Budget. Total projected slots anticipated to be filled by the end of FY 11 is 8,190 (7,440 slots filled as of 3/10/10 + 600 phased in slots + 150 new slots).	$1,286,845	$3,784,021	0
09 -306	Health & Hospitals	Medical Vendor Payments	Funding ($1,127,474 SGF and $2,978,403 Federal) for an increase of 6 new Federally Qualified Health Centers (FQHC's) and 7 new Rural Health Clinics (RHC's) projected to enroll in the Medicaid Program in FY 11. The increased funding represents Medicaid claims payments for Medicaid eligible encounters at these health centers. The source of Federal funds is Title 19 federal financial participation. These safety net providers offer primary care services and supplies in rural areas that are considered medically under-served by the federal government. The DHH anticipates these 13 additional providers will obtain Centers for Medicare & Medicaid Services (CMS) licensing and certification in FY 11. Based on the February Medicaid Monthly Financial Report, DHH projects to spend approximately $32.8 M on claims payments to FQHC's and $49.4 M on RHC's.	$1,127,474	$4,105,877	0
09 -306	Health & Hospitals	Medical Vendor Payments	Funding for American Recovery & Reinvestment Act Health Information Technology Grant (100% federal grant) in the Private Providers Program. This grant will provide for incentive payments to certain eligible providers (physicians and hospitals) to assist with adopting electronic medical record technology. Information provided by the DHH indicates that the Centers for Medicare & Medicaid Services (CMS) will implement a payment methodology for providers and that the department will administer and audit the incentive program.	$0	$12,625,000	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Funding ($11 M in SGF and $18,491,624 Federal) to rural hospitals to offset the loss as a result of the Disproportionate Share Hospital (DSH) audit rule. One of the provisions of the Medicare Modernization Act of 2003 requires additional audit and reporting requirements for providers receiving DSH. The result of this rule on various providers is a projected loss of reimbursable cost under DSH. Rural hospitals FY 11 Projected loss of revenue ($20 M) FY 11 MOF adjustment $29.5 M Information provided by the DHH indicates that $4 M of the SGF is not matched with Federal funds because some of the rural hospitals have no available upper payment limit capacity. To the extent a hospital is not eligible for supplemental Medicaid payments, LA Medicaid will implement a state payment only program to reimburse rural hospitals in order to offset DSH payment losses.	$11,000,000	$29,491,624	0
09 -306	Health & Hospitals	Medical Vendor Payments	Funding ($486,605 SGF and $4,379,433 Federal) for increased utilization of the Family Planning Waiver. The Family Planning Waiver Program provides certain services to uninsured women (ages 19 to 44) whose income is at or below 200% of the federal poverty level. Services include 4 annual physical examinations and laboratory tests, contraceptive counseling, birth control products that require a prescription (such as birth control pills) and voluntary outpatient sterilization This additional funding is projected to cover the cost of adding an additional 1,024 recipients a month (for 11 months) to the program in FY 11. The source of federal funds is Title 19 federal financial participation. *Family Planning Waiver* Average cost per recipient - adjustment based on cost of $72 per month per recipient for 11 months Number of recipients - 63,958 recipients in the Family Planning Waiver as of November 2009	$486,605	$4,866,038	0
09 -306	Health & Hospitals	Medical Vendor Payments	Funding ($10,683,391 SGF and $28,221,893 Federal) for Medicaid coordinated care initiatives. Information provided by the DHH indicates the existing Medicaid delivery model will transition to 2 new delivery models of care. The managed care initiatives will begin to be implemented for the LA Medicaid population starting in FY 11. <u>Models:</u> An enhanced Primary Care Case Management managed care program, CCN-S (Shared Savings Network), will offer a medical home (a primary care physician) under the authority of a third party administrator. In addition, a full risk bearing managed care model, CCN-P (Prepaid Network) will be offered based on a prepaid financial model. Both models will coordinate care for the Medicaid enrollee (mandatory for most existing PCCM members). Information provided by the DHH indicates the implementation of these initiatives will result in a net increase in payments in FY 11 as the result of Medicaid lag payments. Claims lag results from making CCN-S and CCN-P(prepaid) payments while still paying fee for service claims for previous dates of service. (simultaneous payments). <u>FY 11 (January 2011 to June 2011)</u> ($6,595,413) CCN-S(PCCM) Savings ($9,083,495) Prepaid Savings <u>$54,584,192</u> Claims lag $38,905,284	$10,683,391	$38,905,284	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Additional funding ($3,305,804 SGF and $8,732,813 Federal) in the Private Providers Program for projected increase in Pharmacy expenditures. Expenditures for FY 11 are anticipated to increase due to growth in claims volume by 2.5% in addition to an estimated 4% inflation factor on drugs. <u>Although the department requested approximately $38 M to cover these estimated costs, this is a $12 M increase for FY 11.</u> The source of Federal funds is Title 19 federal financial participation. The departments initial estimate is reflected below. FY 09 actual expenditures: $526,575,293 4% projected inflation: 4% $21,063,012 2.5 % projected increase in claims: $27,508,551 4% + 2.5% increase: $48,571,563 FY 11 projected expenditures: $575,146,856 FY 10 EOB @ time of estimate: $536,795,353 $38,351,503	$3,305,804	$12,038,617	0
09 -306	Health & Hospitals	Medical Vendor Payments	Additional funding ($374,136 SGF and $988,339 Federal) in the Private Providers Program to Medicaid enrolled Federally Qualified Health Centers and Rural Health Clinics to cover the cost of inflation on prospective payment system rates as determined by the published Medicare Economic Index (MEI). The MEI is a measure of inflation for physicians. The MEI is updated annually, and is based on a formula that factors in physician practice costs, medical equipment cost, and general wage levels. The MEI is used in determining allowable charges for physician services. According to the DHH, this adjustment will put the state in compliance with Centers for Medicare & Medicaid Services, as these inflationary payment increases are currently required through the Medicaid State Plan (which is an agreement between the state and CMS relative to the policies of the state's Medicaid Program). The department estimated a MEI inflation factor of 1.83% over FY 10. The source of Federal funds is Title 19 federal financial participation. The department's calculation is reflected below. (Total anticipated payments / FY 11 projected MEI / F Y 11 additional funding needed) RHC: $44,149,943 / 1.89% / $807,944 FQHC: $30,302,249 / 1.89% / $554,531 $1,362,475	$374,136	$1,362,475	0
09 -306	Health & Hospitals	Medical Vendor Payments	Additional funding ($87,849 SGF and $232,064 Federal) in the Private Providers Program for utilization of Supports Waiver legislatively approved slots. The department anticipates that approximately 1,733 slots will be filled by the end of FY 10. These Medicaid funds are intended to be used to phase-in 100 slots over the course of FY 11 (9 months). The Supports Waiver offers home and community-based services for individuals who would otherwise require and be eligible for institutional care. Some specific services offered under the waiver include supported employment, day habilitation, prevocational services, and respite. Eligible individuals must be at least 18 and considered developmentally disabled (before age 22), and must meet certain financial (income and resource) requirements. The source of Federal funds is Title 19 federal financial participation. *Supports Waiver* Average cost per month: $711 Average cost per recipient: $8,532	$87,849	$319,913	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Annualization of partial funding ($949,932 SGF and $2,509,396 Federal) in FY 10 for Medicaid payments anticipated to be reimbursed to 7 rural health clinics (RHC's) and 4 federally qualified health centers (FQHC's) that enrolled in FY 10 and will continue to provide 12 months of services to Medicaid eligibles in FY 11. The increased funding represents Medicaid claims payments for Medicaid eligible encounters at these health centers. The source of Federal funds is Title 19 federal financial participation. These safety net providers offer primary care services and supplies in rural areas that are considered medically under-served by the federal government. Medicaid payments are based on an encounter rate of $98.44 per encounter for Rural Health Clinics and $128.52 per encounter for Federally Qualified Health Centers. | | FY 10 Phase in cost | FY 11 12 month cost | FY 11 annualized funding need | | RHC 's | $1,260,228 | ($2,976,825) | $1,716,596 | | FQHC's | $1,489,803 | ($3,232,535) | $1,742,732 | | | | | $3,459,328 |	$949,932	$3,459,328	0
09 -306	Health & Hospitals	Medical Vendor Payments	Annualization of funding ($242,327 SGF and $640,144 Federal) in the Private Providers Program for a 1.59% rate increase for Intermediate Care Facilities (ICF/MR's). These facilities provide 24-hour personal care to DD clients. As of February 10, there are 4,954 private ICF facilities offering 3,925 licensed beds and serving over 3,619 recipients. Information provided by the DHH indicated additional funding was added for 9 months in FY 10 as the result of rate restorations through HB 881 of 2009 in the amount of $2.6 M. The rate adjustment was effective on 9/1/2009 and covered 9 months (273 days) of payments in FY 10. This adjustment annualizes the rate increase for a full 12 months (remaining 92 days) in FY 11. Rates are based on facility size and intensity of care provided. The source of Federal funds is Title 19 federal financial participation. The estimated annualized cost for FY 11 is based on the calculations reflected below. FY 10 original projected budget — $216,301,385 Anticipated aggregate funding in FY 10 based on 273 days of funding — $2,618,635 Daily cost of rate increase ($2,618,635/273) — $9,529 Additional days to fully fund the annualize rate increase (92 more days X $9,529) — $882,471	$242,327	$882,471	0
09 -306	Health & Hospitals	Medical Vendor Payments	Annualization of funding ($1,260,288 SGF and $3,329,252 Federal) in the Private Providers Program for the Adult Residential Care (ARC) Waiver. The ARC Waiver is an "assisted living" waiver that is anticipated to be implemented in FY 11 as part of the state's comprehensive plan for long term care. Services include medication administration, intermittent nursing services, assistance with personal hygiene, and assistance with dressing, housekeeping, meals, transportation, and laundry. The ARC Waiver was funded for 3 months in FY 10 in the amount of $676,260. FY 10 funding is not anticipated to be spent, <u>as the waiver has yet to receive approval from the Centers for Medicare & Medicaid Services</u>. This adjustment annuallizes funding for 12 months in FY 11. The source of Federal funds is Title 19 federal financial participation. The estimated annualized cost for FY 11 is based on the calculations reflected below. *Average cost per recipient per month $2,330 *Phase in of approximately 190 recipients over 12 months (one month assumes 170 recipients, 11 months assumes approximately 190 recipients) *Monthly cost = $442,700 ($2,330 x 190) *Total cumulative cost for FY 11 = $5,265,800 Less FY 10 funding in the base = $676,260 $4,589,540	$1,260,288	$4,589,540	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Annualization of funding ($647,525 SGF and $1,710,540 Federal) in the Private Providers Program for costs associated with Children's Choice Waiver slots added in FY 10. The Children's Choice Waiver is an option to children (birth through age 18) on the NOW waiting list (families can choose this option, or remain on the waiting list until NOW services are offered). Children's Choice services are capped at $17,000 annually per recipient. Specific services include support coordination, family support, center based respite, and family training. The adjustment annualizes funding for a full 12 months in FY 11, and provides additional funding to cover FY 11 projected needs. The source of Federal funds is Title 19 federal financial participation. Funding is based on the calculations reflected below. *Average monthly cost per recipient $1,042 *Phase in of approximately 82 recipients over 12 months $563,810 *Annualization of FY 10 phased in slots $461,680 *Additional need for FY 11 <u>$1,896,385</u> Total adjustment for FY 11 $2,358,065	$647,525	$2,358,065	0
09 -306	Health & Hospitals	Medical Vendor Payments	Annualization of funding ($3,657,121 SGF and $9,660,872 Federal) in the Private Providers Program for costs associated with Long Term Personal Care Services (LT PCS) associated and the Elderly & Disabled Adult Waiver (EDA) slots. The EDA is a home and community-based service waiver that offers certain services to individuals age 65 or older, or disabled and over 21. Services include case management, transition services, home modifications, and health/medical and social services provided for at least 5 hours per day provided in a community-based center. Additionally, the LT PCS is considered a state plan service that provides services to individuals 65 or older, or age 21 and older with a developmental disability that meet level of care standards for admission into a nursing facility. Services include assistance with activities of daily living (ADL), such as eating, bathing, dressing, grooming, walking, and meal preparation. The source of Federal funds is Title 19 federal financial match. <u>This state plan service is also offered as an option under the EDA Waiver.</u> *LT PCS* Anticipated growth - 130 individuals phased in for FY 11 Average cost per month - $1,495 Projected FY 11 annual cost - $187,801,840 *EDA* Anticipated growth - 75 recip's phased in FY 11 Average cost per month - $1,354 Projected FY 11 annual cost - $123,440,595 Total growth - $311,242,435 ($187,801,840 + $123,440,595) - ($297,924,442 base exp's) = $13,317,994	$3,657,121	$13,317,993	0
09 -306	Health & Hospitals	Medical Vendor Payments	Additional funding ($184,851 SGF and $488,313 Federal) to annualize the costs in the Private Providers Program for Support Coordination (case management services). Case management is the coordination of certain Medicaid services. The support coordinator (case manager) helps to identify needs, access services and coordinate care. The increase in Medicaid funding is due to $73,469 for projected FY 11 needs, and $599,695 for the annualization of NOW funds being phased in FY 11. The source of Federal funds is Title 19 federal financial participation. This increase is based on the following calculations: Support coordination rate: $19.38 Estimated # of monthly case mgmt utilization units <u>8</u> Estimated monthly payments per recipient $155 Utilization: 580 case management recip's phased in over 12 months @ $155 per month $599,695 FY 10 case management initial expenditure estimate $11,020,229 FY 11 case management need based on current (FY 10) recip's <u>($11,093,698)</u> $73,469 FY 11 increase ($599,695 + $73,469) $673,164	$184,851	$673,164	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

<table>
<tr><th>Sch. #</th><th>Dept.</th><th>Agency</th><th>Explanation</th><th>SGF</th><th>Total</th><th>T. O.</th></tr>
<tr><td>09 -306</td><td>Health & Hospitals</td><td>Medical Vendor Payments</td><td>Annualization of funding ($134,310 SGF and $354,801 Federal) in the Private Providers Program for 82 slots phased in for the Supports Waiver in FY 10. This funding will cover the cost of these slots over 12 months in FY 11. The Supports Waiver is a home and community-based service waiver that provides services to individuals age 18 and older with mental retardation or a developmental disability manifested prior to age 22. Specific services include supported employment, day habilitation, prevocational services, and respite. Individuals must meet certain income and resource requirements. The source of Federal funds is Title 19 federal financial participation. Annualized costs in this adjustment is based on an average annual cost per recipient of $8,531 (or a monthly average cost of $8,532).

Total FY 10 cost (82 positions phased over 9 months): $477,736
FY 11 Total annualized cost for 12 months: $489,111</td><td>$134,310</td><td>$489,111</td><td>0</td></tr>
<tr><td>09 -306</td><td>Health & Hospitals</td><td>Medical Vendor Payments</td><td>Annualizes funding ($6,459,461 SGF, $8,627,897 Statutory Dedications and $39,855,677 Federal) for New Opportunities Waiver (NOW) slots filled in FY 10. The source of Federal funds is Title 19 federal financial participation. The source of Statutory Dedication is revenue from the NOW Fund. NOW is a home and community-based waiver program that offers specific services as opposed to institutional care. Services include assistive devices, respite, day habilitation, transportation, employment related training, environmental adaptations, supervised independent living and skilled nursing services. The increase includes $35,641,239 for FY 11 projected needs based on 12 months of expenditures for existing recipients, and $19,301,796 for the annualization of 580 slots phased into FY 11.

FY 10 NOW base budget: $343,922,324
FY 10 expenditure projection: ($379,563,563)
FY 11 base need: $35,641,239
Phase in of 580 slots @ avg monthly costs of $4,989: $19,301,796
$54,943,035

Note: Total projected slots anticipated to be filled by the end of FY 11 is 8,190 (7,440 slots filled as of 3/10/2010 + 600 phased-in slots + 150 new slots).</td><td>$6,459,461</td><td>$54,943,035</td><td>0</td></tr>
<tr><td>09 -306</td><td>Health & Hospitals</td><td>Medical Vendor Payments</td><td>Funding ($443,578 SGF from OCDD and $1,171,780 Federal) for Children's Choice Waiver slots.</td><td>$443,578</td><td>$1,615,358</td><td>0</td></tr>
<tr><td>09 -306</td><td>Health & Hospitals</td><td>Medical Vendor Payments</td><td>Funding ($4,520,781 SGF and $11,942,369 Federal) for New Opportunities Waiver slots. The source of Federal funds is Title 19 federal financial participation. These slots represent the continued phase-in of the 2,025 slots added in FY 09. NOW is a home and community-based waiver program that offers specific services as opposed to institutional care. Services include assistive devices, respite, day habilitation, transportation, employment related training, environmental adaptations, supervised independent living and skilled nursing services. Medicaid is requesting to fill approximately 600 slots to be phased in FY 11 over 12 months. Calculations are reflected below:

Slots: approximately 50 slots per month for 12 months = 600
Monthly cost per filled slot: approximately 4,988
Annual cost per filled slot: approximately $59,866

Note: This slot increase is in addition to the annualization of NOW slot filled in FY 10. Total projected slots anticipated to be filled by the end of FY 11 is 8,190 (7,440 slots filled as of 3/10/10 + 600 phased-in slots + 150 new slots).</td><td>$4,520,781</td><td>$16,463,150</td><td>0</td></tr>
</table>

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Net additional funding ($722,291 SGF and $1,908,049 Federal) in the Private Providers Program for Medicaid claims payments to Pediatric Day Health Care facility enrollment. The source of Federal funds is Title 19 federal financial participation. Act 432 of 2004 directed the department to develop licensure standards for Pediatric day healthcare facilities. These facilities are anticipated to provide a single point of contact and array of services for the medically fragile populations (majority of population is dependent upon ventilation, oxygen, and other technological devices to compensate for the loss of normal use of certain body functions). Services include physician services, therapy services, nursing services, educational services, and socialization skills. Information provided by DHH indicates these services will result in a savings related to inpatient hospitalization (reduced hospital admissions) and extended nursing services. FY 11 costs $3,221,856 FY 11 savings Inpat. hosp. ($74,736) Nursing svcs. ($516,780) Net FY 11 costs $2,630,340	$722,291	$2,630,340	0
09 -306	Health & Hospitals	Medical Vendor Payments	Funding ($710,174 SGF and $1,876,036 Federal) to increase inpatient hospital rates for small rural hospitals per Act 327 of 2007. The act requires DHH to inflate the rates annually by the Medicare Market basket inflation factor. According to the DHH, this is part of the LA state plan. The source of Federal funds is Title 19 federal financial participation. The adjustment is based on the following calculations. *Rural hospitals* Payments for FY 2009 dates of service $62,502,045 CMS market basket FY 10 inflation (1.4%) $875,029 FY 10 projected payments $63,377,074 CMS market basket FY 10 inflation (1.4%) $875,029 CMS market basket FY 11 inflation (2.7%) $1,711,181 ($63,377,074 X 2.7%) Add. need in FY 11 (both FY 10 + 11 inflat.) $2,586,210	$710,174	$2,586,210	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases funding ($1,641,755 SGF and $4,336,956 Federal) in the Private Providers Program for PACE services in Baton Rouge and New Orleans. PACE is the Program for All-Inclusive Care for the Elderly. PACE is a state plan service. This managed care model of care provides community-based care for certain elderly individuals. To be eligible, individuals must be at least 55, and certified by Medicaid to need facility level of care. PACE providers coordinate and provide all preventive and primary care, acute and long term care services for the eligible individual. Required services include primary care, social work, personal care and supportive services, nutrition counseling, prosthetics and orthotics, DME, hearing aids, dentures, transportation, meals, recreational therapy, lab and x-ray, drugs, inpatient care and occasional nursing facility care. The program is voluntary. PACE providers are reimbursed a capitated per member per month payment; assume financial risk associated with the care of the participants; and receive both Medicare and Medicaid capitated payments to the extent that participants are considered dual eligibles. The DHH indicated this funding increase is due to a projected increase in utilization in FY 11. Calculations are based on the phase-in of 110 participants (55 in Baton Rouge and 55 in New Orleans) from 7/1/2010 to 6/30/ 2011 and a Medicaid monthly rate of $4,464 in New Orleans and $4,444 in Baton Rouge. DHH projected FY 11 Total Need ($9,513,154) minus FY 10 EOB ($3,534,433) = FY 11 Need ($5,978,721).	$1,641,755	$5,978,711	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases funding ($666,184 SGF and $1,759,830 Federal) in the Private Providers Program for a rate increase for Durable Medical Equipment (DME). DME is a state plan service that provides equipment and supplies (such as wheelchairs and leg braces) to eligible Medicaid recipients. Information from the department indicates that the state plan requires Medicaid to reimburse providers at 70% of the MSRP, or 10% above the invoice cost. The source of Federal funds is Title 19 federal financial participation.	$666,184	$2,426,014	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Increases funding ($4,656,602 SGF and $8,139,776 Federal) for private providers for OCDD transition. There is a corresponding decrease in OCDD public providers by $28,823,711.	$4,656,602	$12,796,378	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases funding ($463,899 SGF and $1,225,460 Federal) for utilization of Residential Options Waiver. The source of Federal funds is Title 19 federal financial participation.	$463,899	$1,689,359	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases funding ($1,150,866 SGF, $1,583,063 IAT and $7,222,109 Federal) in the Private Providers Program for multi systemic therapy as a mental health rehabilitation service. MST is an evidenced based, family and community-based treatment for 12-17 year olds that addresses the various causes of serious antisocial behavior in juveniles occurring in their natural settings (home and school), and promotes behavioral change (such as decreases in delinquency, substance abuse, violence, and criminal behavior). These services may be provided by any group of masters level licensed behavioral practitioners. The source of Federal funds is Title 19 federal financial participation. The source of IAT is revenue from the Department of Social Services. This increase is based on the calculations reflected below. FY 10 EOB 42 providers x 15 MST recipients = 630 children served at average of $8,642,.48 = ($5,444,762) FY 11 Projected Need 115 providers x 15 MST recipients = 1,725 children served at average of $8,928 per year = $15,400,800 Total adjustment (need over FY 10) $9,956,038	$1,150,866	$9,956,038	0
09 -306	Health & Hospitals	Medical Vendor Payments	Rebases nursing home rates for FY 11 ($41,070,234 Statutory Dedications and $111,760,725 Federal). The source of the Statutory Dedications is the Medicaid Trust Fund for the Elderly.	$0	$152,830,959	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases funding ($1,590,673 SGF and $4,202,015 Federal) in the Private Providers Program for Mental Heath Rehabilitation (MHR) services based on a projected increase in utilization. The source of Federal funds is Title 19 federal financial participation. The MHR program pays private providers to provide individualized community mental health services to persons with serious mental illness. Components include clinical management, counseling for adults, individual intervention for children, family intervention, group counseling, psycho-social skills training, medication management, service integration, clinical management coordination, a clinical management team, and behavior intervention development. This increase is the result of a projected 15% increase in eligible providers. Costs are based on the calculations reflected below: 15 % increase in providers 11 Average recipients per providers 106 Per member per month capitated fee $414 Projected monthly costs $482,724 (1166 avg. monthly recipients x $414 PMPM) Full year annualized $5,792,688 ($482,724 x 12)	$1,590,673	$5,792,688	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

<table>
<tr><th>Sch. #</th><th>Dept.</th><th>Agency</th><th>Explanation</th><th>SGF</th><th>Total</th><th>T. O.</th></tr>
<tr><td>09 -306</td><td>Health & Hospitals</td><td>Medical Vendor Payments</td><td>Supplemental Medicaid funding ($14.3 M in SGF and $37,775,746 Federal) for the Our Lady of the Lake/Earl K. Long partnership. <u>The state is obligated to make these payments as a result of JLCB approving a cooperative endeavor agreement between the state and the OLOL.</u> As stated in the CEA, DHH is required to begin making payments to OLOL on or before 6/30/2010. These payments will be made utilizing the Medicaid Upper Payment Limit (UPL) Medicaid payment methodology. Information provided by DHH indicates these payments will be used by OLOL to cover the transition costs associated with the agreement, such as staff development, Graduate Medical Education preparation, and facility improvement as reflected in the CEA (not initially used for patient care). This payment reflects the 2nd allocation (as the 1st was authorized through a 3/19/2010 BA-7 in the amount of $42.6 M. Total UPL payments required under the CEA before actual patient migration (expected in 2013) is reflected below:
<table>
<tr><th>Pay out schedule</th><th>State</th><th>Federal</th><th>Total</th></tr>
<tr><td>October 1, 2009 - June 30, 2010</td><td>$7,896,478</td><td>$34,741,093</td><td>$42,637,571</td></tr>
<tr><td>July 1, 2010 - December 31, 2010</td><td>$5,267,161</td><td>$23,157,886</td><td>$28,425,047</td></tr>
<tr><td>January 1, 2011 - June 30, 2011</td><td>$21,083,413</td><td>$36,853,969</td><td>$57,937,382</td></tr>
<tr><td>Seven (7) quarter total</td><td>$34,247,052</td><td>$94,752,948</td><td>$129,000,000</td></tr>
<tr><td>Eighth (8) quarter in 2012</td><td>$5,094,600</td><td>$8,905,400</td><td>$14,000,000</td></tr>
<tr><td>TOTAL UPL</td><td>$39,341,652</td><td>$103,658,348</td><td>$143,000,000</td></tr>
</table></td><td>$14,300,000</td><td>$52,075,746</td><td>0</td></tr>
<tr><td>09 -306</td><td>Health & Hospitals</td><td>Medical Vendor Payments</td><td>Additional funding (-$124,841 SGF; $1,332,853 IAT; and -$379,162 Federal) for the LaChip Affordable Plan (LAP) due to a projected enrollment increase. The increase in IAT is from premiums collected by the Office of Group Benefits (OGB) from an increased number of enrollees. The LAP, or Phase V LaChip, was created by Act 407 of 2007, and provides health insurance coverage to children in families who earn between 200% and 250% of the federal poverty level. These families earn too much to be eligible for regular CHIP or Medicaid. Unlike the regular LaChip Program run by Medicaid (Phase I through Phase IV), Phase V is administered through the OGB PPO Health Plan. OGB collects premiums ($50 per family per month premiums) and pays claims. As such, DHH reimburses the OGB for claims, in addition to an administrative fee per family to manage the program. This overall increase adjusts financing to properly align means of finance and fully funds LAP for FY 11 as follows:
<table>
<tr><td>SGF</td><td>$1,242,163</td></tr>
<tr><td>IAT</td><td>$1,633,800</td></tr>
<tr><td>Federal</td><td>$3,772,623</td></tr>
<tr><td>Total need for FY 11</td><td>$6,648,586</td></tr>
</table>
Note: LAP average PMPM cost = $87.01 and Regular state run LaChip PMPM cost = $125.40.</td><td>-$124,841</td><td>$828,850</td><td>0</td></tr>
<tr><td>09 -306</td><td>Health & Hospitals</td><td>Medical Vendor Payments</td><td>Additional funding ($239,411 SGF and $658,834 Federal) for LAHIPP (LA Health Insurance Premium Payments) in the Medicare Buy in & Supplements Program as a result of projected increase in cases enrolled for FY 11. The source of Federal funds is Title 19 federal financial participation. The LAHIPP is a premium assistance program, and provides all or a portion of health insurance premium payments for certain families (families which include at least one member enrolled in LA Medicaid) to use towards private insurance. These payment subsidies are intended for families that have insurance available through their employer. Benefits to the state are a shift from medical expenses from Medicaid to a third party insurer. The adjustment is based on the calculations reflected below:
<table>
<tr><th>FY</th><th>Cases</th><th>Premium cost</th><th>Avg case costs</th></tr>
<tr><td>FY 10 base cases</td><td>707</td><td>$2,076,252</td><td>$2,938</td></tr>
<tr><td>FY 10 projected cases</td><td>850 (143 new cases)</td><td>$2,596,968</td><td>$3,055</td></tr>
<tr><td>FY 11 projected cases</td><td>1,100 (250 new cases)</td><td>$3,495,213</td><td>$3,177</td></tr>
</table>
Estimates based on prior year actual costs with a 4% inflation factor added to the average case costs.</td><td>$239,411</td><td>$898,245</td><td>0</td></tr>
</table>

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Increases SGF funding in the Medicare Buy in & Supplements Program for "Clawback". The Clawback, or phased down state contribution, represents payments that are made by LA Medicaid to the federal Medicare Program (federally mandated by the Centers for Medicare & Medicaid Services) 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 under Medicaid. Dual enrollees are enrolled in both Medicaid and Medicare. This increase is not the result of a projected increase in the number of dual eligible enrollees (currently 94,588 in Medicaid), but an increase in the monthly per capita expenditure (which is part of the formula for determining the monthly phase down contribution).	$19,025,815	$19,025,815	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases in funding ($9,667,041 SGF and $31,343,474 Federal) in the Medicare Buy Ins & Supplements Program for Medicaid's Medicare Savings Program. This program pays Medicare premiums, or buy's in to Medicare, for dual eligibles. This program avoids Medicaid Program costs (which is state matched). The increase is due to both an increase in enrollees and Medicare premium costs. Premium increase — 1/1/2010 — 1/1/2011 Medicare Part A — $461.00 — $473.00 Medicare Part B — $110.50 — $120.20 Enrollees : Part A: Over 8,008 new enrollees phased in over 12 months in FY 11 Part B: Over 2,442 new enrollees phased in over 12 months in FY 11 Total Projected Cost for Medicare Premiums/enrollees in FY 11 — $271,569,397 FY 10 EOB — ($230,558,882) $41,010,515	$9,667,041	$41,010,515	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases statutorily dedicated funds (Medicaid Trust Fund for the Elderly) in the Recovery Funds Program to make the final payments for the Nursing Home disallowance. This final payment is anticipated to eliminate the federal Nursing Home disallowance.	$0	$61,580,445	0
09 -306	Health & Hospitals	Medical Vendor Payments	UCC Program - Provides funding ($16.39 M in IAT, $20 M in SGR and $63.61 M in Federal funds) for supplemental Medicaid payments for both inpatient and outpatient services using upper payment limit (UPL) methodology to private hospitals that are party to a Low Income & Needy Care Collaborative Agreement with DHH.	$0	$100,000,000	0
09 -306	Health & Hospitals	Medical Vendor Payments	Payments to Private Providers Program - Provides funding ($42,870,198 IAT, $25 M in SGR and $198,534,293 Federal) for supplemental Medicaid payments for both inpatient and outpatient services using upper payment limit (UPL) methodology to private hospitals that are party to a Low Income and Needy Care Collaborative Agreement with DHH.	$0	$266,404,491	0
09 -307	Health & Hospitals	Office of Secretary	IAT funding for Primary Care Clinics in the greater New Orleans region. The source of IAT revenue is Community Development Block Grant funds from the Division of Administration.	$0	$29,000,000	0
09 -307	Health & Hospitals	Office of Secretary	Increases IAT funding from the Office of Community Development (OCD) for permanent supportive housing initiatives. OCD is increasing funding allocations to DHH due to an increase in the number of living units. The total FY 11 funding in DHH is $17,062,178.	$0	$1,859,648	0
09 -309	Health & Hospitals	South Central LA Human Services Authority	IAT funding from the Office of Citizens with Developmental Disabilities for non-recurring expenditures related to services provided to persons with developmental disabilities.	$0	$388,824	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -320	Health & Hospitals	Aging & Adult Services	Increases funding for consulting contracts that will provide assistance with implementing cost-saving and quality improvement initiatives. The purpose of the contracts are: (1) reduce excess capacity and provide incentives to improve quality in nursing homes; and (2) development of a managed long term care pilot as directed by HCR 142 of 2009. The consultant will address rate restructuring, fiscal impact of reducing bed capacity, technical assistance on the new federal health care reform, FMAP incentives and disincentives; research methods used in other states, advice on building a managed long term care infrastructure, assistance in seeking necessary federal approval. Recommendation of the Streamlining Commission on Government.	$92,500	$92,500	0
09 -320	Health & Hospitals	Aging & Adult Services	Increase of $1.72 M Community Development Block Grant (CDBG) Federal funds from the Division of Administration, Office of Community Development (OCD). Federal funding from OCD is authorized by Title IV, Subtitle C of the McKinney-Vento Homeless Assistance Act of 1987. The additional CDBG funds are for post-Katrina and post-Rita disaster recovery in the Permanent Supportive Housing (PSH) activity for DHH Region 1 (metro New Orleans). The PSH activity assists low-income elderly adults and people with disabilities to obtain rental housing that has been developed through the low-income housing tax credit program by the LA Housing Finance Agency. The low-income housing tax credit program requires a set-aside percentage of rental units for the PSH Program. The PSH activity assists individuals with deposits, move-in and transition costs up to $5,000, and does not provide ongoing rental assistance. An additional 344 individuals in DHH Region 1 will receive PSH services. Budgeted / Individuals FY 2010: $ 8,785,000 / 1,757 FY 2011: $10,505,000 / 2,101 Increase: $ 1,720,000 / 344	$0	$1,720,000	0
09 -320	Health & Hospitals	Aging & Adult Services	Increase Title 19 Medicaid IAT for rental costs of office space.	$0	$78,436	0
09 -324	Health & Hospitals	LA Emergency Response Network Bd.	Increases funding for the following: 1) operating services in a new leased 4,180 sq. ft. facility located in Baton Rouge for utilities ($9,000), telephone service ($2,050), janitorial ($4,000), rent ($15,000), copy equipment rental ($300), and miscellaneous ($2,034). The new office facility in Baton Rouge houses both the LERN administrative offices as well as the LERN Call Center Center; 2) renewal of membership in the American Trauma Foundation and the National Trauma Care Association ($5,000); 3) Motorola Maintenance contract ($152,616) and Image Trend maintenance contract ($45,160); and 6 T-1 lines required to maintain fail-over redundancy between the LERN Call Center Central located in Baton Rouge and the LERN Call Center North located in Shreveport, and the interoperability radio communication system maintained by State Police/GOHSEP ($25,298).	$260,458	$260,458	0
09 -326	Health & Hospitals	Public Health	Increases Title 19 IAT funds as a result of an agreement with Medical Vendor Payments (MVP) to provide vital records documents for Medicaid eligibility determination in the Vital Records & Statistics Program.	$0	$170,000	0
09 -326	Health & Hospitals	Public Health	Annualization of funds to operate school-based health clinics at sites in FY 11 that received planning grants in FY 09. Operational grants to the school-based health center located in Bastrop, Morehouse Parish ($172,000); the school-based health center in Carencro, Lafayette Parish ($144,000); and administration indirect cost ($61,471).	$377,471	$377,471	0
09 -326	Health & Hospitals	Public Health	Increases funding in the Personal Health Services Program, Maternal & Child Health activity for SBIRT (screening, brief intervention, referral, and treatment) services. In the SBIRT system, pregnant women are screened in medical settings by a physician, nurse or clinician who identifies women at-risk for substance abuse or other related problems through a questionnaire process. The system provides brief intervention or brief treatment and refers those identified as needing more extensive services to a specialist.	$187,645	$187,645	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -330	Health & Hospitals	Mental Health (State Office)	Funding for community-based services to offset loss of DSH funding. OMH will use these funds for Intensive Case Management services in the Community-Based Treatment Activity by the newly created South Central LA Human Services Authority.	$975,000	$975,000	0
09 -330	Health & Hospitals	Mental Health (State Office)	Funding for community based-services to offset loss of DSH funding. OMH will use these funds for Therapeutic Residential initiative at East LA Mental Health System (ELMHS). ELMHS will eliminate 118 civil beds and discharge patients into alternative therapeutic residential settings with appropriate mental health services and support.	$2,220,113	$2,220,113	0
09 -330	Health & Hospitals	Mental Health - Area C	Funds for enhanced community-based services to offset loss of DSH funding in OMH Area C due to reductions to inpatient services. OMH will use this funding to eliminate civil beds and discharge patients into alternative therapeutic residential settings with appropriate mental health services and support with this funding in Area C.	$6,895,711	$6,895,711	0
09 -330	Health & Hospitals	Mental Health - Area C	Funds to enhance community-based services due to the loss of DSH funding for a Secure Forensic Facility in the Hospital-Based Treatment Activity in OMH Area C. The FY 11 Executive Budget states that the OMH will issue a Request for Proposal (RFP) to determine the feasibility of privatizing Central LA State Hospital (CLSH) forensic functions. It also includes an estimated cost of $1,484,519 funded with SGF to fund 53 privatized secure beds at CLSH at a cost of $77 per bed per day. The LFO was unable to verify the means of finance associated with DHH/OMH's estimated net savings of $3.1 M per year from privatizing these secure beds at CLSH.	$1,484,519	$1,484,519	0
09 -330	Health & Hospitals	Mental Health - Area C	Funding to enhance community-based services to offset the loss of DSH payments for Intensive Case Management services in the Community-Based Treatment Activity in OMH Area C.	$825,000	$825,000	0
09 -330	Health & Hospitals	Mental Health - Area C	Funding for Assertive Community Teams and Forensic Assertive Community Teams in the Community-Based Treatment Activity in OMH Area C. The Assertive Community Teams and Forensic Assertive Community Teams (ACT/FACT) are evidence-based treatment models comprised of intensive community-based mental health treatment and outreach to individuals with severe mental illness by a multi-disciplinary teams. The models of each program are identical, though the FACT team includes specialists capable of linking with the judicial system.	$1,687,500	$1,687,500	0
09 -330	Health & Hospitals	Mental Health - Area B	IAT adjustment to align means of finance with projected Uncompensated Care Costs collections for FY 11 in the Hospital-Based Treatment Activity in OMH Area B.	$0	$530,703	0
09 -330	Health & Hospitals	Mental Health - Area B	Funds for enhanced community-based services to offset loss of DSH funding in OMH Area B due to reductions to inpatient services. OMH will use this funding to eliminate civil beds and discharge patients into alternative therapeutic residential settings with appropriate mental health services and support with this funding in Area B.	$8,561,766	$8,561,766	0
09 -330	Health & Hospitals	Mental Health - Area B	Funds to enhance community-based services due to the loss of DSH funding for a Secure Forensic Facility in the Hospital-Based Treatment Activity in OMH Area B. The FY 11 Executive Budget states that the Office of Mental Health (OMH) will issue a Request for Proposal (RFP) to determine the feasibility of privatizing secure forensic beds at Eastern LA State Hospital (ELSH). It also includes an estimated cost of $2,946,881 funded with SGF to fund 82 privatized secure forensic beds at ELSH at a cost of $98 per bed per day. The LFO was unable to verify the means of finance associated with DHH/OMH's estimated net savings of $3 M per year from privatizing these secure beds at ELSH.	$2,946,881	$2,946,881	0
09 -330	Health & Hospitals	Mental Health - Area B	Funds to enhance community-based services due to the loss of DSH funding. OMH will use these funds for Intensive Case Management services in the Community-Based Treatment Activity in Area A.	$825,000	$825,000	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -330	Health & Hospitals	Mental Health - Area B	Funds to enhance community-based services due to the loss of DSH funding. OMH will use these funds for the Therapeutic Residential initiative in the Community-Based Treatment Activity in Area B.	$714,488	$714,488	0
09 -330	Health & Hospitals	Mental Health - Area B	Funding for Assertive Community Teams and Forensic Assertive Community Teams in the Community-Based Treatment Activity in OMH Area B. The Assertive Community Teams and Forensic Assertive Community Teams (ACT/FACT) are evidence-based treatment models comprised of intensive community-based mental health treatment and outreach to individuals with severe mental illness by a multi-disciplinary teams. The models of each program are identical, though the FACT team includes specialists capable of linking with the judicial system.	$1,687,500	$1,687,500	0
09 -330	Health & Hospitals	Mental Health - Area A	Funds for enhanced community-based services to offset loss of DSH funding in OMH Area A due to reductions to inpatient services. OMH will use this funding to eliminate civil beds and discharge patients into alternative therapeutic residential settings with appropriate mental health services and support with this funding in Area A.	$1,130,240	$1,130,240	0
09 -330	Health & Hospitals	Mental Health - Area A	Funding for Children's Outpatient Service Access in the Hospital-Based Treatment Activity in OMH Area A. The children's outpatient services access refers to an outpatient clinic that was previously under New Orleans Adolescent Hospital (NOAH) but is now located at Southeast Hospital. This funding is to enhance the services of the clinic.	$1,000,000	$1,000,000	0
09 -330	Health & Hospitals	Office of Behavioral Health	Provides IAT funding from the Department of Public Safety to the Mental Health Community Program for behavioral health assessment, training, and services related to the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$1,136,086	0
09 -340	Health & Hospitals	Office For Citizens w/ Developmental Disabilities	Increases funding for the Early Steps Program. The funds are to provide professional services to infants and toddlers (ages 0 to 3) living at homes who have been diagnosed with or exhibits symptoms of developmental delays. Services provided through this program include: audiology, speech language therapy, occupational therapy, physical therapy, special instruction, assistive technology, service coordination, medical evaluation, health services, nursing services, vision services, social work services psychology services, family training, nutritional services, and transportation. In FY 09, 6,600 infants and toddlers were provided services in the Early Steps Program.	$173,562	$173,562	0
09 -351	Health & Hospitals	Addictive Disorders	Continued funding of activities related to the Access to Recovery 2 Grant. This funding partially offsets a reduction of $6,308,058 in Access to Recovery (ATR) federal funding lost in FY 11.	$2,370,340	$2,370,340	0
09 -351	Health & Hospitals	Addictive Disorders	Increases funding ($161,844 SGF; $574,111 IAT; and $300,868 Federal) in the following prevention and treatment services: Outpatient Services ($574,111), 24-Hour Residential Services ($433,816), and Prevention ($28,896). The source of the federal funds is a Substance Abuse Prevention & Treatment (SAPT) Block Grant. The IAT funds are from Drug Court funding.	$161,844	$1,036,823	0
			Major Enhancements for Health & Hospitals	**$149,022,056**	**$1,046,165,608**	**10**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
10 -360	Children & Family Services	Children & Family Services	Increases Federal funds for Disability Determinations Services (DDS) activity. The DSS activity adjudicates all claims for disability benefits under Titles II and XVI of the Social Security Act. The federal claims are filed through the Social Security Administration (SSA) and sent electronically to one of the three DSS area offices for processing. The DSS activity is 100% federal funded from Title II and Title XVI of the Social Security Act. The SSA determines funding necessary to meet the projected administration and workload costs. In FY 11, total funding for the DDS activity is $22.4 M.	$0	$487,658	0
10 -360	Children & Family Services	Children & Family Services	Increase in SGR for parental contributions for child support payments. The funds can only be applied to the cost of care of children in foster care. Through the efforts of Support Enforcement Services (SES) within DSS, parental contributions collections have increased. Parental contribution collections have increased as a result of SES: (1) receiving information from the Federal Parent Locator Service, which provides information on those receiving Social Security or Veterans pensions and those working or contracting with the Federal government, including military personnel; (2) membership in the Electronic Parent Locate Network (EPLN), a consortium of 18 states that combine information into one data base to locate absent noncustodial parents; and (3) participation in Full Service Internal Revenue Service (IRS) Collection that allows the IRS to collect past due child support by withholding federal income tax refunds. In FY 11, parental contributions will increase from $1,077,984 to $1,577,984 or a 46% increase.	$0	$500,000	0
10 -360	Children & Family Services	Children & Family Services	Increase in SGR budget authority for child day care provider licensing fees based on the average collection from previous fiscal years.	$0	$55,000	0
10 -360	Children & Family Services	Children & Family Services	Increases SGF for the Young Adult Program (YAP) in the foster care program to replace Supplemental Social Service Block Grant (SSBG) funds. Youth between the ages of 18 and 21 are served in YAP. YAP is a voluntary program, based on eligibility criteria, that provides assistance to complete an educational or vocational program or to obtain employment. The total number served in the YAP program in FY 09 was 347. Supplemental SSBG funds were used to fund the YAP for one year in FY 10. In FY 11, total funding for YAP is $1.16 M.	$1,160,000	$1,160,000	0
10 -360	Children & Family Services	Children & Family Services	Net increase in funding ($2.7 M in SGF and $6,896,480 Federal) as a result of an increase in funding of $12,896,480 ($3.7 M in SGF and $9,196,480 Federal) for the Prevention & Intervention Program and a decrease in funding of $3.3 M ($1 M in SGF and $2.3 M Federal) for the Community & Family Services Program (formerly the Office of Community Services) derived from the Child Care and Development Fund (CCDF). CCDF is the principal source of federal funding for child care subsidies for low-income families and for initiatives to improve the quality of child care in states. CCDF is authorized by the Child Care & Development Block Grant Act and Section 418 of the Social Security Act.	$2,700,000	$9,596,480	0
10 -360	Children & Family Services	Children & Family Services	Increases SGF for modernization reengineering of current service delivery methods to clients, stake holders, and providers within the DSS. In FY 11, the first phrase of the modernization plan is to purchase a comprehensive web-based application for services.	$12,528,335	$12,528,335	0
			Major Enhancements for Children & Family Services	**$16,388,335**	**$24,327,473**	**0**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
11 -431	Natural Resources	Office of Secretary	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$267,337	0
11 -432	Natural Resources	Conservation	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$1,561,820	0
11 -434	Natural Resources	Mineral Resources	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$101,136	0
11 -435	Natural Resources	Coastal Restoration	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$445,424	0
11 -435	Natural Resources	Coastal Restoration	Provides Federal funds for costs related to ongoing contracts and coastal projects.	$0	$83,365,081	0
			Major Enhancements for Natural Resources	**$0**	**$85,740,798**	**0**
12 -440	Revenue	Office of Revenue	Provides funding to add 20 internal auditors positions and related SGR funding for the Field Audit Program. It is expected that more auditors will bolster the detection of unpaid or delinquent taxes. The figure represents costs associated with salaries and related benefits as well as equipment and supplies associated with the auditors. This action is based on Streamlining Commission Recommendation #7.	$0	$1,670,340	20
12 -440	Revenue	Office of Revenue	These enhancements impact the electronic capabilities of the Department of Revenue. The Department received these various forms of IT funding enhancements which represent total funding unless otherwise stated: $38,664 SGR for the LA Tech disaster storage site as backup for mission critical data; $445,000 SGR for the Enterprise Data Warehouse; $300,000 SGR for contracted staff to perform GenTax system changes; $250,000 SGR for Parish eFile support (total FY 11 funding is $299,725) which is a system that allows taxpayers to pay all state and parish taxes from a single application; $1,902,266 SGR for eGovernment Initiatives to provide upgrading and support for electronic filing for all taxes; and $475,000 SGR for an Information Technology Support Staff contract for help desk support, workstation management and database administration.	$0	$3,410,930	0
12 -440	Revenue	Office of Revenue	Increases SGR for the cost to implement the electronic filing option for this tax. The Department of Revenue is responsible for implementing the electronic filing option and distributing the funds collected from the sale of pre-paid wireless devices for Emergency 911 services, per Act 531 of 2009.	$0	$600,000	0
			Major Enhancements for Revenue	**$0**	**$5,681,270**	**20**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
13 -850	Environmental Quality	Office of Secretary	Provides IAT funding from Public Safety for reimbursements associated with the Deepwater Horizon Event.	$0	$902,770	0
13 -851	Environmental Quality	Environmental Compliance	Provides funding by IAT from Public Safety for reimbursements associated with the Deepwater Horizon Event.	$0	$12,989,993	0
13 -852	Environmental Quality	Environmental Services	Provides funding by IAT from Public Safety for reimbursements associated with the Deepwater Horizon Event.	$0	$150,247	0
13 -855	Environmental Quality	Management & Finance	Provides funding by IAT from Public Safety for reimbursements associated with the Deepwater Horizon Event.	$0	$501,560	0
			Major Enhancements for Environmental Quality	**$0**	**$14,544,570**	**0**
14 -474	Workforce Commission	Workforce Support & Training	This enhancement of federal dollars will improve the LA Claims & Tax System (LaCATS) which is an on-going web-based system that will integrate tax, benefits and appeals of the Unemployment Insurance Program and provide easier access to data and related information for all interested parties. The full budget authority for this program in FY 11 is $9,516,762 in Federal funds.	$0	$1,353,530	0
14 -474	Workforce Commission	Workforce Support & Training	Increases state general fund by $43,954 for higher rent to be paid in Benson Towers for the New Orleans Regional Workers' Compensation Court offices and increases the Workers' Compensation Administration Fund by $1 M for the purchase of fraud detection software.	$43,954	$1,043,954	0
			Major Enhancements for Workforce Commission	**$43,954**	**$2,397,484**	**0**
16 -251	Wildlife & Fisheries	Office of Secretary	Increases federal budget authority to receive a U.S. Coast Guard, State Recreational Boating Safety Program grant, which will allow enforcement agents to increase monitoring efforts on state waterways to ensure compliance with safety requirements and to increase safety and rescue efforts.	$0	$1,011,000	0
16 -251	Wildlife & Fisheries	Office of Secretary	Increases budget authority needed to receive a grant from the Governor's Office of Homeland Security & Emergency Preparedness through the Homeland Security Buffer Zone Protection Program. This grant will allow the Enforcement Division to increase patrol zone capabilities surrounding the Sabine Pass Liquefied Natural Gas Facility.	$0	$90,351	0
16 -511	Wildlife & Fisheries	Management & Finance	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$695,204	0
16 -512	Wildlife & Fisheries	Office of Secretary	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$39,080	0
16 -512	Wildlife & Fisheries	Office of Secretary	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$12,664,828	0
16 -512	Wildlife & Fisheries	Office of Secretary	A Senate Committee amendment increases IAT budget authority to the Office of the Secretary for the Enforcement Program from the Office of Community Development. This funding will assist in promoting the recovery and rebuilding of the Louisiana commercial fishing industry with regard to damage caused by hurricanes Gustav and Ike.	$0	$188,971	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
16 -513	Wildlife & Fisheries	Office of Wildlife	Increase in federal funding from the U.S. Fish & Wildlife Service brings total funding from this source to approximately $1.97 M. LA's apportionment of Pittman-Robertson Wildlife Restoration Funds has increased and will provide for the department's Hunter Education Program. Funding comes from an excise tax on guns and ammunition. This funding will be utilized for hunter education programs.	$0	$686,885	0
16 -513	Wildlife & Fisheries	Office of Wildlife	Increases funding from the White Lake Property Fund for expenditures related to activities in the White Lake Wetlands Conservation Area. The Office of Wildlife has been notified by the U.S. Fish & Wildlife Service that certain activities on the White Lake Conservation Area would not be recommended for Federal Pittman-Robertson Wildlife Restoration funding.	$0	$417,290	0
16 -513	Wildlife & Fisheries	Office of Wildlife	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$5,238,620	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Increases SGR funding for a cooperative agreement with the National Oceanic & Atmospheric Association Coastal Services Center, the Harte Institute of Texas A&M, and the Gulf of Mexico Alliance. This one-time funding will be used to fulfill the state's part of a gulf-wide geospatial data project that identifies and catalogues new sources of information on water bottom habitats.	$0	$69,847	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$8,352,612	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Provides funding to the Marketing Program from the Crab Promotion and Marketing Account. Monies will be utilized to fund 100% of the Marine Stewardship Council certification of the entire LA blue crab fishery ($70,875), additional studies that may be required by the certification firm to complete the certification ($19,000), and monitoring by biologists ($9,773) and administrative tasks ($350).	$0	$99,998	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Provides statutorily dedicated funding to be used in association with the wild seafood certification program, due to Act 315 (HB 1346) of 2010. The source of funding is the Artificial Reef Development Fund.	$0	$880,000	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Increases IAT budget authority to the Office of Fisheries from the Office of Community Development. This CDBG funding will assist in promoting the recovery and rebuilding of the LA commercial fishing industry with regard to damage caused by hurricanes Gustav and Ike.	$0	$282,766	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Provides IAT funding transferred from DPS for expenditures associated with the Deepwater Horizon Event. The source of the IAT is the Oil Spill Contingency Fund.	$0	$227,416	0
			Major Enhancements for Wildlife & Fisheries	**$0**	**$30,944,868**	**0**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
17 -560	Civil Service	State Civil Service	This adjustment provides IAT ($102,851) and SGR ($6,029) funding for State Civil Service to conduct the election of the State Civil Service Commission in FY 11. Act 332 of 2003 requires that the Department of Civil Service conduct the election for the State Civil Service Commission once every 6 years.	$0	$108,880	0
17 -564	Civil Service	Division of Administrative Law	Increased IAT funding from the LA Workforce Commission to conduct administrative hearings for unemployment cases. LA Workforce Commission's hearings staff is not able to timely process unemployment cases and has contracted with the Division of Administrative Law (DAL) to assist. DAL utilizes contract attorneys to handle the hearings.	$0	$339,410	0
			Major Enhancements for Civil Service	**$0**	**$448,290**	**0**
19A-661	Higher Education	Office of Student Financial Assistance	TOPS - Adjustment for TOPS awards as projected by OSFA. The FY 11 TOPS awards are recommended at $119.6 M in SGF and $15 M in Statutory Dedications (TOPS Fund) for a total of $134.6 M for approximately 43,341 awards.	$4,744,131	$4,744,131	0
19A-671	Higher Education	Board of Regents for Higher Education	Provides ARRA funding for the Broadband Technology Opportunities Grant from the U.S. Department of Commerce, National Telecommunications & Information Administration. The Board of Regents received a grant from the Department of Commerce. The total award amount is $80,596,415, which was awarded in February 2010. The Board of Regents anticipates expending $500,000 in FY 11. This multi-partner project of the LA Broadband Alliance will target 21 parishes in rural LA including our 3 Federally Recognized Native American Indian Tribes. The purpose of this project is to provide broadband services in unserved areas by creating the first of its kind telecommunications partnership in LA whereby the State is collaborating and building relationships with private sector businesses to stimulate and buildout broadband connectivity and services in a mutually beneficial capacity to ensure the success and completion of the project goals. This project is expected to provide for the laying of 910 miles of 144 count fiber cable, creation of 942 jobs, provision of broadband access and services to 83 anchor institutions, creation of a minimum of 38 interconnect points to private providers, provision of a mechanism to reduce costs up to 25% and broadband services for 100,000 households and 15,000 businesses.	$0	$500,000	0
			Major Enhancements for Higher Education	**$4,744,131**	**$5,244,131**	**0**
19B-653	Special Schools & Comm.	LA Schools for the Deaf & Visually Impaired	LSD - Provides IAT increase to IDEA state level funding for supplies. The source of these IAT funds are Federal funds from the Individuals with Disabilities Education Act (IDEA).	$0	$40,614	0
19B-653	Special Schools & Comm.	LA Schools for the Deaf & Visually Impaired	Increases funding for the Administrative & Shared Services Program to avert a projected shortfall in salaries ($1,496,301) and other charges ($203,767).	$1,700,068	$1,700,068	0
			Major Enhancements for Special Schools & Comm.	**$1,700,068**	**$1,740,682**	**0**

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	Increases SGF for Type 2 Charter Schools to align with anticipated enrollment for FY 11. Type 2 Charter Schools are funded on a per pupil basis according to the formula outlined in Charter School Law. Unlike the city/parish/local school districts, Type 2 Charters are funded through a direct line item appropriation that is outside of the Minimum Foundation Program (MFP) and must be approved by the Legislature. There are only two Type 3 Charters that are included in the MFP, CSAL (Madison Preparatory Academy), VIBE and D' Arbonne Woods. FY 10 funding for the 9 Type 2 Charter Schools outside of the MFP is $31,920,043, and with adjustment the total FY 11 budget is $36,239,657.	$4,319,614	$4,319,614	0
19 -682	Elem. & Secondary Educ.	Recovery School District	An increase in funding of $3,015,274 from the Academic Improvement Fund is provided for the Student Scholarships for Educational Excellence Program. The enrollment for the 3rd quarter for FY 10 was 1,110, and the total budgeted for FY 11 is $9,015,274 from the Academic Improvement Fund.	$0	$3,015,274	0
19 -695	Elem. & Secondary Educ.	Minimum Foundation Program (MFP)	Additional funds are provided for increased enrollment ($36 M) in the MFP and for adjustments due to local revenues. The increase represents the 10/1/ 09 student count increase of 50 students or 1%. Local revenue collections increase the MFP by $7,290,269 and an additional Type 2 Charter School is included ($394,508). The total SGF increase is $40.7 M and the increase in Lottery Proceeds is $2.97 M.	$40,716,587	$43,684,777	0
			Major Enhancements for Elem. & Secondary Educ.	**$45,036,201**	**$51,019,665**	**0**
19E-610	LSU Health Care Services Division	LSU HSC-HCSD	Provides for additional Medicaid claims payments from DHH via IAT.	$0	$6,889,242	0
19E-610	LSU Health Care Services Division	LSU HSC-HCSD	Provides additional IAT funding from the Department of Corrections for Hepatitis C drugs for prisoners to Earl K. Long Medical Center.	$0	$288,000	0
			Major Enhancements for LSU Health Care Services Division	**$0**	**$7,177,242**	**0**
20 -451	Other Requirements	Local Housing of State Adult Offenders	Provides funding for an additional 2,510 adult offender beds in local correctional facilities. Since state correctional facilities operate at full capacity, offenders are housed in local facilities. The cost per offender per day is $24.39 to house state offenders in local facilities. In addition to the per offender per day cost of $24.39 there are various components of Local Housing such as: additional payments of $7 per day per offender in Morehouse Parish of Natchitoches Parish through cooperative endeavor agreements in R.S. 15:824(D); 2) additional payments of $3 per offender per day for Intensive Supervision Program under R. S. 15:574.5; and 3) additional payments to Orleans Parish for medical and mental health services due to Hamilton v. Morial, with medical payments of $2 per offender per day and mental health payments of $7 per offender per day.	$22,344,719	$22,344,719	0
20 -451	Other Requirements	Local Housing of State Adult Offenders	Provides funding for an additional 276 adult offender beds in local work release programs. Work release program providers are paid $12.25 (private and contract) and $16.39 (non-contract) per offender per day. Offenders are allowed to obtain work experience and counseling to successfully reintegrate into society. Of the 276 additional beds, it is estimated 119 beds will be private and contract work release and 157 beds will be non-contract work release.	$1,471,161	$1,471,161	0
20 -901	Other Requirements	State Sales Tax Dedication	Increases the appropriation out of the St. Mary Visitor Enterprise Fund which is filled with hotel/motel sales tax collections originating within St. Mary Parish to the following: Morgan City (Shrimp & Petroleum Festival) $10,000 Franklin for the Bear & Bird Festival and Harvest Moon Festival $10,000 Lake Fausse Point/Grand Avoille Cove Committee $10,000 Chitimacha Tribe of LA for the Tribal Culture Office $5,000 Patterson for Cypress Sawmill Festival $5,000 Berwick for the Bayou Teche Canoe & Pirogue Race $5,000 Baldwin for the Bayou Teche Canoe & Pirogue Race $5,000	$0	$50,000	0

Major Enhancements in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
20 -901	Other Requirements	State Sales Tax Dedication	Increases the Statutory Dedications budget authority for the following funds (new appropriation also shown): Beauregard Parish (up $15,000 to $80,000) EBR Riverside Centroplex (up $375,000 to $1,500,000) EBR Parish (up $375,000 to $1,500,000) Iberia Parish Tourist Commission Fund (up $285,000 to $700,000) Livingston Parish Tourism & Economic Development Fund (up $100,000 to $350,000)	$0	$1,150,000	0
20 -901	Other Requirements	State Sales Tax Dedication	Increases the appropriation (Act 41 of 2010, Ancillary Bill) to the Vernon Parish Legislative Improvement Fund #2 as provided by R.S. 47:302.54. The fund is filled with state sales tax revenue collected from hotel/motel rentals in Vernon Parish.	$0	$756,000	0
20 -906	Other Requirements	District Attorneys / Assistant DA	Provides Statutory Dedications funding from the Pari-mutuel Live Racing Facility Gaming Control Fund for the operating expenses of the Orleans Parish District Attorneys Office.	$0	$50,000	0
20 -945	Other Requirements	Misc. State Aid - Local Entities	Adjusts Algiers Economic Development Foundation Fund ($100,000) and New Orleans Neighborhoods Fund ($100,000) to reflect projected collections.	$0	$200,000	0
20 -945	Other Requirements	Misc. State Aid - Local Entities	Adjusts Calcasieu Parish Fund to projected collections. Total recommended for FY 11 is $783,000. The Calcasieu Parish Fund proceeds derive from slot machine gaming facilities in Calcasieu Parish. Unexpended and unencumbered monies in the fund at the end of each fiscal year remain in the fund. Monies in the fund shall be appropriated as follows: 60% to the Calcasieu Parish School Board; 30% to McNeese State University; and 10% to Sowella Technical Institute.	$0	$213,000	0
20 -945	Other Requirements	Misc. State Aid - Local Entities	Adjusts funding for Friends of NORD (New Orleans Recreation Department) to projected collections. Total recommended for FY 11 is $100,000.	$0	$100,000	0
20 -945	Other Requirements	Misc. State Aid - Local Entities	Adjusts New Orleans Urban Tourism & Hospitality Training - Economic Development Foundation Fund to reflect projected collections. Total recommended for FY 11 is $100,000.	$0	$100,000	0
20 -966	Other Requirements	Supplemental Pay to Law Enforcement	Adjustment to fund the supplemental payment to the Municipal Police Officers due to an increase in the number of eligible policemen and marshals from 6,175 to 6,536 at $500 per month for 12 months.	$1,833,865	$1,833,865	0
20 -966	Other Requirements	Supplemental Pay to Law Enforcement	Adjustment to fund the supplemental payment to the Firefighters due to an increase in the number of eligible firefighters from 5,170 to 5,476 at $500 per month for 12 months.	$2,853,984	$2,853,984	0
20 -966	Other Requirements	Supplemental Pay to Law Enforcement	Adjustment to fund the supplemental payment to the Deputy Sheriffs due to an increase in the number of eligible deputy sheriffs from 8,297 to 8,500 at $500 per month for 12 months.	$4,244,960	$4,244,960	0
20 -966	Other Requirements	Supplemental Pay to Law Enforcement	Funding for a projected shortfall in payments to deputy sheriffs due to an increase in the number of eligible participants.	$1,500,000	$1,500,000	0
			Major Enhancements for Other Requirements	**$34,248,689**	**$36,867,689**	**0**
			Major Enhancements of FY 2011	**$278,669,472**	**$2,068,699,402**	**100**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
01 -100	Executive	Executive Office	Non-recurs federal grant award for the Governor's Program on Abstinence. Funding for this program is eliminated by federal government. A total of $500,000 in unspent federal Abstinence funds were used by the Executive Office to purchase textbooks for the newly created LA Youth For Excellence Program in FY 09. According to the Executive Office, this program has a broadened scope which will allow it to apply for additional federal dollars. A total of $198,000 in SGF was allocated from existing funds within the Executive Office budget in FY 10 to fund the personnel costs of this program. The same personnel who administered the Abstinence Program will administer the LA Youth For Excellence Program. A total of $175,000 is expended for salaries and related benefits for this group and the remainder for travel and operating services.	$0	-$1,700,000	0
01 -100	Executive	Executive Office	Annualization of mid-year reductions resulting from efficiencies identified by the Executive Office in Supplies ($33,571) and Operating Services ($73,452). The mid-year reduction taken by the Executive Office totaled $566,769 including $370,434 in savings resulting from leaving 4 positions vacant including the Legislative Director ($125,000), Policy Analyst ($36,000), and 2 policy advisors ($163,019). Additional savings resulted from the merger of the Assistant Chief of Staff and the Office of Community Programs Director. Furthermore, professional services was reduced in the amount of $123,237.	-$107,023	-$107,023	0
01 -100	Executive	Executive Office	Reduces SGR funding associated with the Governor's Office of Education. The reduction is due to the Executive Office requesting only the amount of grant funding from the Wallace Foundation which will be expended in FY 11. The Executive Office received a $3.4 M grant award from the Wallace Foundation in July 2008. The goal of the Wallace Foundation grant is to develop, test, and share useful approaches for improving the performance of educational leaders to significantly increase student achievement across entire states and districts, especially in high-needs schools or low-performing schools.	$0	-$800,000	0
01 -100	Executive	Executive Office	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings.	-$2,155,419	-$2,155,419	0
01 -107	Executive	Division of Administration	Non-recurring one-time funding out of the Community Water Enrichment Fund (CWEF). The CWEF is used to rehabilitate, improve, and construct projects for community water systems in order to provide drinking water to LA's small rural communities for the Community Development Block Grant Program (CDBG). The CWEF received an appropriation of $10 M in FY 09 and was reduced to $9.5 M as part of the mid-year budget cuts in FY 10. The original appropriation was made during the November 2008 Joint Legislative Committee on the Budget through a BA-7. Contracts were not awarded until the program's rules were published in the state register in May 2009. Therefore, only 3 contracts totaling $193,500 were fully executed by the end of FY 09 which left a balance of $9,306,500. The FY 10 appropriation for the program was originally $7.125 M or a difference of $2,181,500 which was appropriated through a BA-7.	$0	-$9,306,500	0
01 -107	Executive	Division of Administration	Elimination of 4 vacant positions and related federal funding in the Disaster Recovery Unit in the Division of Administration.	$0	-$407,004	-4
01 -107	Executive	Division of Administration	Reduction of excess budget authority within the CDBG Program. This includes a reduction of $3 B in hurricane recovery funding as well as $250 M in hazard mitigation funding transferred from GOHSEP for elevation of residences at risk of future flooding. Reduction of excess budget authority will leave a budget of approximately $2 B for disaster recovery and $99.6 M for hazard mitigation in FY 11.	$0	-$3,250,000,000	0
01 -107	Executive	Division of Administration	Reduces funding and 7 positions due to consolidation efforts in the Executive Administration Program.	-$1,067,000	-$1,067,000	-7

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
01 -111	Executive	Homeland Security & Emergency Prep	Non-recur one-time funding for special legislative projects including a total of $238,000 for the Cecil J. Picard Educational & Recreational Center in Bunkie and $200,000 for the National Incident Management Systems & Advanced Technologies Institute at the University of LA at Lafayette.	-$438,000	-$438,000	0
01 -111	Executive	Homeland Security & Emergency Prep	Non-recurs one-time funding from SERF for the maintenance and service of generators by MBD Maintenance through the end of FY 10. These generators were originally purchased by DNR as part of the Essential Services Generator Initiative following Hurricane Gustav. This initiative provided government issued generators to privately owned essential service providers such as pharmacies, grocery stores, and service stations. A total of 336 generators were purchased at a cost of $11.3 M and were distributed to 22 parishes. DNR subsequently sold many these generators. The LPAA has assumed responsibility for selling the remainder of the generators which remain. These funds were provided for a maintenance contract for the remainder of the generators. The generators were originally located across the state and held by various parish councils and police juries and many in Carville and the Gillis Long facility. The contractor (MBD Maintenance of Baton Rouge) provided monthly maintenance at each site.	$0	-$348,825	0
01 -111	Executive	Homeland Security & Emergency Prep	Non-recurs acquisitions related to the Public Assistance and Hazard Mitigation Grant programs. Acquisitions are for vehicles, office equipment and computers to support disaster recovery personnel in the administration of these programs.	$0	-$265,000	0
01 -111	Executive	Homeland Security & Emergency Prep	Reduces funding in travel ($20,000), professional services ($50,000), operating services ($17,500), interagency expenditures for cell phones and email ($38,000), and supplies ($40,000).	-$165,500	-$165,500	0
01 -112	Executive	Military Department	Reduces SGF in the Education Program for the Youth Challenge Activity due to a decrease in the state match rate for this program. A large percentage will be funded with Federal funds.	-$750,000	-$750,000	0
01 -124	Executive	LA Stadium & Exposition District	Decrease in Statutory Dedication budget authority to bring the New Orleans Sports Franchise Fund's authority, from $6 M to the 5-year average collection of $4 M.	$0	-$2,000,000	0
01 -129	Executive	LA Commission on Law Enforcement	Adjustment non-recurs federal funding due to reduced spending associated with ARRA funds of 2009. A total of $24,325,054 in ARRA funds were provided to the LA Commission on Law Enforcement including $21,400,860 for Byrne/JAG (which allows states and local governments to support a broad range of activities to prevent and control drug trafficking, drug related crime and violent crime), $792,000 for VOCA (Victims of Crime Act), and $2,132,194 for VOWA (Violence Against Women). The remainder of these grant funds are allocated in FY 11 as follows: Byrne/JAG $12,276,749 VOCA $75,240 VAWA $1,368,065 Total $13,720,054	$0	-$10,605,000	0
01 -129	Executive	LA Commission on Law Enforcement	Non-recurring one-time funding for the Task Force on Violent Crime for crime prevention activities for Algiers, Gretna, and the West Bank of Jefferson Parish and Plaquemines Parish.	-$500,000	-$500,000	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
01 -129	Executive	LA Commission on Law Enforcement	Reduction in funding to the Tobacco Tax Health Care Fund as a result of the Revenue Estimating Conference projections. Funding for the DARE Program will be reduced to a total of $3,052,739 for FY 11 from a total of $3,683,136 in FY 10. Funding dedicated to the DARE Program is funded by a 12-cent tax increase on a pack of cigarettes (Act 19 of 2002) of which 8.3% of the proceeds are directed to LCLE for the DARE Program.	$0	-$630,397	0
01 -129	Executive	LA Commission on Law Enforcement	Adjustment non-recurs federal funding due to reduced spending associated with the Hurricane Criminal Justice Infrastructure Recovery Grants. A total of $82.25 M was provided to the state through 2 separate grants for recovery efforts following hurricanes Katrina and Rita. The first grant provided $58.25 M and the second grant provided $24.5 M. These funds were utilized to rebuild criminal justice infrastructure in hurricane impacted areas following these storms. A total of $7 M was budgeted in FY 10 from these grants and the final $1.8 M will be budgeted for expenditure in FY 11. All of the funding from the first grant ($58.25 M) was expended. The second grant ($24.5 M) had a balance of $3.1 M as of 2/5/2010, with a projected budgeted amount of $1.8 M for FY 11.	$0	-$5,666,137	0
01 -133	Executive	Elderly Affairs	Non-recurring ARRA funds projected to be spent in FY 10. Includes $423,960 for home delivered nutrition services and $861,168 for congregate meal services. Grant award dates have an effective period of 3/17/2009 through 9/30/2010. A total of $321,282 was budgeted in FY 09. This adjustment non-recurs the remainder of the funding. These grant funds are allocated based on the funding formula currently utilized by the Office of Elderly Affairs to distribute funding for the elderly nutrition program, authorized under Title III of the Older Americans Act. This program provides grants to state agencies on aging to support congregate and home-delivered meals to persons 60 years and older. Funding is provided through the Administration on Aging in the Department of Health & Human Services. Funds are allotted to states according to a formula based on each state's relative share of population aged 60 and over.	$0	-$963,846	0
01 -133	Executive	Elderly Affairs	Adjustment non-recurs federal grant funding that expires 6/30/2010. Includes the Community Living Program (formerly known as the Nursing Home Diversion Grant) in the amount of $1,069,943 and the Alzheimer's Disease Support Services Program (formerly know as the Community Care for Individuals with Alzheimer's Disease Grant) in the amount of $293,356. These funds are received from the Department of Health & Human Services to optimize home and community-based solutions to healthcare and reduce reliance on institutions. Funds were directed to the 7 parishes in Medicaid Region 2 and 9 parishes in Medicaid Region 7. Region 2 - Ascension, EBR, East Feliciana, Iberville, Pointe Coupee, WBR, and West Feliciana Region 7 - Bienville, Bossier, Caddo, Claiborne, Desoto, Natchitoches, Red River, Sabine, and Webster	$0	-$1,363,299	0
01 -133	Executive	Elderly Affairs	Non-recurring one-time ARRA funds in FY 10. The U.S. Department of Labor Title V grant supported additional training and employment opportunities for unemployed low-income seniors age 55 and older. The funds were allocated to regions based on a distribution formula developed by the U.S. Department of Labor. The funds served 3 regions of the state. These regions and their associated funding received are as follows: Baton Rouge $193,717 Lafourche $76,356 Jefferson $130,746 Total $400,819	$0	-$400,819	0
01 -133	Executive	Elderly Affairs	Non-recurring special legislative projects funding provided for various for Senior Centers.	-$130,000	-$130,000	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
			Major Reductions for Executive	**-$5,312,942**	**-$3,289,769,769**	**-11**
03 -	Veterans' Affairs	Department-wide	The reduction is recognized savings from outsourcing pharmaceutical and physician services by reducing pharmacist and physician positions and increasing professional services to contract pharmacy services. Pharmacist positions eliminated include 2 at the Bossier home and 1 each at the Jackson, Jennings, and Monroe homes. A pharmacist was retained at the Reserve home to act as the central shipping and receiving center for medications needed for the 20% of veterans who receive medication through Medicare. Physicians positions eliminated include 2 doctors at the Monroe home, 1 medical director and 1 nurse practitioner at each the Bossier and Reserve homes. The Bossier home retained a doctor to oversee quality control and consistency throughout all of the veterans' homes. The Jackson and Jennings homes have contracted doctors. The total salaries and related benefits for the 10 positions totaled $1,392,236. The physician contracts total $144,000. The Monroe and Jennings homes' contracts are each $30,000 and the Jackson and Reserve homes' contracts are each $42,000.	-$1,248,236	-$1,248,236	-10
03 -130	Veterans' Affairs	Dept. Veterans' Affairs	Reduction in funding for the LA Veterans Honor Medal Program. The program was created by Act 695 of 2008 with the intention of recognizing and honoring all LA veterans that served in wartime or peacetime. To receive a medal, LA veterans must apply through the Department of Veterans' Affairs. The cost to the department is $4 per medal. The reduction will lead to the department purchasing 5,000 less medals. However, the department has 13,000 medals in inventory to meet demand for FY 11.	-$20,000	-$20,000	0
			Major Reductions for Veterans' Affairs	**-$1,268,236**	**-$1,268,236**	**-10**
04a-139	State	Secretary of State	Reduces excess Statutory Dedications from the Help American Vote Fund to reflect anticipated needs of $11 M. The source of the Statutory Dedications is from the U. S. Elections Assistance Commission and is used to implement mandated election changes, including requirements designed to improve the voting process.	$0	-$3,426,727	0
04a-139	State	Secretary of State	Reduces IAT revenue derived from charges to other state agencies for microfilming services performed during the previous fiscal year.	$0	-$377,085	0
04a-139	State	Secretary of State	Non-recurring one-time funding for Southern Forest Heritage Museum located in Long Leaf LA.	-$100,000	-$100,000	0
04a-139	State	Secretary of State	Reduces Elections Program expenditures by $889,561 (SGF) and increases Museum Program expenditures by $444,561 (SGR), pursuant to Act 622 of 2010 (HB 1168). Act 622 prohibits merit increases for registrar of voters and all unclassified employees in registrar of voter's offices whenever civil service commission denies classified employees a merit increase.	-$889,561	-$445,000	0
04a-139	State	Secretary of State	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings.	-$206,576	-$206,576	0
			Major Reductions for State	**-$1,196,137**	**-$4,555,388**	**0**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
04b-141	Justice	Attorney General	Annualization of mid-year reductions. The community Living Ombudsman Program is being reduced to approximately $240,000. The program was funded at $625,000 in FY 10 and $888,800 in FY 09. The Community Living Ombudsman Program monitors care received by persons with mental retardation or developmental disabilities residing in state-licensed facilitates for persons with developmental disabilities. Funding is provided for ombudsman services for the following regions: Baton Rouge and New Orleans area, Monroe, Lafayette, Houma/Thibodaux, Covington/Slidell, and Alexandria and Lake Charles areas. The Attorney General will not be able to pay National Association of Attorneys General (NAAG) dues. NAAG fosters an environment of "cooperative leadership," helping Attorneys General respond individually and collectively to emerging state and federal issues. The association fosters interstate cooperation on legal and law enforcement issues, conducts policy research and analysis of issues, conducts training, and facilitates communication between the states' chief legal officers.	-$723,091	-$723,091	0
04b-141	Justice	Attorney General	Reduces non-recurring federal grant for Internet Crimes Against Children Section. Funding was used to provide for 2 investigator positions that are now funded with SGF.	$0	-$126,185	0
04b-141	Justice	Attorney General	Reduces funding ($40,823 SGF; $95,851 IAT; and $1,376 Statutory Dedications) for rent expenditures.	-$40,823	-$138,050	0
			Major Reductions for Justice	**-$763,914**	**-$987,326**	**0**
04c-146	Lieutenant Governor	Lt. Governor	Elimination of 14 vacant positions, along with associated funding ($993,295) for salaries and related benefits.	-$993,295	-$993,295	-14
04c-146	Lieutenant Governor	Lt. Governor	Non-recurring unexpended amount of a one-time AmeriCorps federal formula grant. These monies were a carry-forward from FY 09 from the Corporation for National & Community Service for the purpose of paying stipends to subgrantees for disaster relief activities in the aftermath of hurricanes Katrina and Rita.	$0	-$508,262	0
04c-146	Lieutenant Governor	Lt. Governor	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings.	-$16,813	-$16,813	0
			Major Reductions for Lieutenant Governor	**-$1,010,108**	**-$1,518,370**	**-14**
04f-160	Agriculture & Forestry	Agriculture & Forestry	Streamline Commission Recommendation #136 recommended that each statewide elected official reduce its vacant positions by 50% as of 10/2/2009. According to the Department of Agriculture & Forestry, there were 50 vacant positions in October 2009. Thus, this reduced the departmental positions by 25. All of these positions were vacant due to the various measures employed by the department since the commissioner took office. Those specific measures include: instituting a multi-fiscal year hiring freeze and offering early retirement incentives in July 2009. According to the department, 43 individuals took advantage of the early retirement incentive offered to employees in July 2009. Since the new commissioner has taken office in January 2008, the department has been reduced 144 positions from 829 in FY 08 to 685 recommended for FY 11. The programmatic breakdown of the reduction is as follows: Office of Management & Finance - 2 positions, Agricultural & Environmental Science - 1 position, Agro-Consumer - 9 positions, Forestry - 12 positions, and Soil & Water Conservation - 1 position.	-$389,736	-$1,236,151	-25

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
04f -160	Agriculture & Forestry	Agriculture & Forestry	Pursuant to Act 24 of 2009, this adjustment realigns the programs within the department and eliminates the Marketing Program. A portion of the Marketing Program activities have been transferred to other programs within the department. The programmatic impact by MOF and T.O. transfers are depicted below: **Program Name** / **SGF** / **Total** / **T.O.** Mgmt. & Finance / $574,280 / $968,564 / 10 Marketing / ($901,287) / ($5,712,327) / (35) Ag & Env. Science / $58,880 / $58,880 / 1 Animal Health / $259,552 / $3,404,552 / 22 Agro-Consumer / $8,575 / $887,189 / 2 TOTAL / $0 / ($393,142) / 0 *NOTE:* The $393,142 in federal authority is associated with grants funds received in FY 10 that will not be needed in FY 11 (The Federal Emergency Food Assistance Program - TEFAP). Also, an April 2010 approved in-house BA-7 adjusts the current year budget in the same manner as depicted above. This adjustment annualizes the current year adjustment.	$0	-$393,142	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Adjustment provides for the annualization of the mid-year deficit reduction for FY 10. The department was required to reduce its SGF appropriation by $1,554,442 from $20,559,245 to $19,004,803, which equates to a reduction of 8%. The FY 10 mid-year reductions impacted the Management & Finance Program, Agricultural & Environmental Sciences Program, Animal Health Program and the Forestry Program. However, this annualized adjustment only impacts the Agricultural & Environmental Sciences Program.	-$1,055,377	-$1,055,377	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Adjustment represents a reduction in excess federal grant funding ($3 M) and SGF ($11,000) within the Forestry Program ($2 M) and the Soil/Water Conservation Program ($1.011 M).	-$11,000	-$3,011,000	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings.	-$301,746	-$301,746	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Excess budget authority reduction that reduces the following programs: Agricultural & Environmental Sciences Program ($336,699), Forestry Program ($3,579,371), and the Auxiliary Program ($2,701,849).	$0	-$6,617,919	0
			Major Reductions for Agriculture & Forestry	**-$1,757,859**	**-$12,615,335**	**-25**
04g -165	Insurance	Commissioner of Insurance	Reduces funding for 7 positions ($326,797 SGR). The potential expenditure breakdown of this reduction is salaries ($228,758) and related benefits ($98,039). The specific position reductions include: 2 Insurance Technician positions, Procurement Manager position, 3 Insurance Specialist positions and Administrative Assistant.	$0	-$326,797	-7
			Major Reductions for Insurance	**$0**	**-$326,797**	**-7**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
05 -251	Economic Development	Office of Secretary	This reduction from the LA Economic Development Fund reduces other charges within the competitive benchmarking activities. The Department is shifting focus to retaining jobs in the state (business retention and expansion) as the availability of incentive dollars related to attracting new companies from out-of-state decreases. Remaining funding for competitiveness activities is $2,186,853.	$0	-$125,000	0
05 -252	Economic Development	Business Development	In the base budget each year, the Rapid Response Fund is appropriated an amount that brings the balance of the fund to $10 M. Typically, the fund requires the entire $10 M each year. In FY 11, an additional $5 M in SGF is appropriated to the fund for a total of $15 M. However, in FY 10, the Rapid Response Fund was appropriated a total of $28.2 M. Thus, the appropriation to the Rapid Response Fund was reduced by $13.2 M from FY 10 to FY 11. The Rapid Response Fund provides money for the Secretary of Economic Development and the governor to disburse to desired projects without additional legislative approval.	$0	-$13,200,000	0
05 -252	Economic Development	Business Development	This reduction in Statutory Dedications from the LED Fund is for the 3 wet labs, one each in Baton Rouge, Shreveport and New Orleans. The wet labs are essentially incubators for fledgling businesses in targeted industries, such as biomedical, environmental and food technologies. The 3 labs were funded at $2,654,206 in FY 10 and are reduced to $1,314,960 in FY 11, a 50% reduction. The amount specified for each lab in FY 10 was $884,735 while the amount specified for each lab in FY 11 is $446,415.	$0	-$1,339,246	0
05 -252	Economic Development	Business Development	This reduction eliminates LA Economic Development Fund funding for workforce development and training for the entertainment industry. The functions are expected to be undertaken by the FastStart Program in the future, which is appropriated $5,563,466 in FY 11. This adjustment is similar to Streamlining Commission Recommendation #220, which suggests a reduction in the Entertainment Workforce Program.	$0	-$1,500,000	0
05 -252	Economic Development	Business Development	This reduction in LA Economic Development Fund funding for the Loan Guarantee Program decreases total funding to $1 M in FY 11. This activity is handled through the LA Economic Development Corporation. In the past, financial institutions required 100% cash reserve to consider the loans guaranteed. The state can now provide the same guarantee with a 25% cash requirement.	$0	-$1,370,585	0
05 -252	Economic Development	Business Development	The Small Business Surety Bonding Program is reduced from $5.96 M to $2.97 M within the Small Business Surety Bonding Fund. Remaining funding is $3 M for this program that provides a revolving fund to allow bonding for small businesses that could not otherwise afford it. This program was infused with $5 M in FY 09 so this reduction maintains the program at a level above that of FY 08. The funds from this reduction were transferred to the LA Economic Development Fund, which is funding many programs in FY 11 that were funded by SGF in previous years.	$0	-$2,957,377	0
05 -252	Economic Development	Business Development	This LA Economic Development Fund reduction in the Regional Awards Matching Grants Program (RAMGP) will leave $1.7 M in funding. In FY 09/10, the program was funded at $1,827,502 with about $1.8 M. carried forward. The program provides fixed amount grants to regional economic development organizations for Tier 1 funding only. Tier II competitive grants were eliminated in the FY 10 budget.	$0	-$127,502	0
05 -252	Economic Development	Business Development	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings.	-$262,881	-$262,881	0
			Major Reductions for Economic Development	**-$262,881**	**-$20,882,591**	**0**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
06 -261	Culture, Recreation & Tourism	Office of Secretary	Elimination of a vacant position, along with associated funding for salaries and related benefits.	-$75,397	-$75,397	-1
06 -261	Culture, Recreation & Tourism	Office of Secretary	Reduces funding for the New Orleans City Park Improvement Association for expenses related to the operations of New Orleans City Park. The New Orleans City Park Improvement Association will continue raising funds for improvements, restoration, and in re-instituting the revenue generating elements of the Park's master plan and maintains the Park's private donations and self-generated revenues.	-$1,304,479	-$1,304,479	0
06 -261	Culture, Recreation & Tourism	Office of Secretary	Non-recurring one-time funding for New Orleans Jazz & Heritage Festival (Special Legislative Project).	-$100,000	-$100,000	0
06 -262	Culture, Recreation & Tourism	State Library	Elimination of 2 vacant positions, along with associated funding for salaries and related benefits.	-$119,756	-$119,756	-2
06 -262	Culture, Recreation & Tourism	State Library	Reduction of State Aid to Public Libraries, leaving $1.028 M. State Aid is passed through directly to public libraries using a population-based formula, with no administrative costs. Public libraries use money for upgrading and maintaining their technology and to buy library materials.	-$280,878	-$280,878	0
06 -262	Culture, Recreation & Tourism	State Library	Eliminates pass-through funding for the LA Resource Center for Educators.	-$382,800	-$382,800	0
06 -262	Culture, Recreation & Tourism	State Library	Non-recurring one-time funding for Special Legislative Projects. Funding was provided for Opelousas-Eunice Library ($20,000), South St. Landry Library ($20,000), Washington Municipal Library ($20,000) and Rhymes Public Library ($4,331).	-$64,331	-$64,331	0
06 -263	Culture, Recreation & Tourism	State Museum	Elimination of 17 vacant positions, along with associated funding for salaries and related benefits.	-$971,899	-$971,899	-17
06 -263	Culture, Recreation & Tourism	State Museum	Non-recurring one-time funding for the City of Alexandria for cultural programs (Special Legislative Project).	-$75,000	-$75,000	0
06 -264	Culture, Recreation & Tourism	State Parks	Elimination of 40 vacant positions, along with associated funding for salaries and related benefits.	-$2,172,038	-$2,172,038	-40
06 -264	Culture, Recreation & Tourism	State Parks	Non-recurring one-time funding for Kent House (Special Legislative Project).	-$125,000	-$125,000	0
06 -264	Culture, Recreation & Tourism	State Parks	Reduces funding and 10 positions from the operation of state historic sites with less than 5,500 visitors annually. This will result in 5 historic sites being placed in caretaker status including, Marksville, Fort Jesup, Plaquemine Lock, Centenary, and Fort Pike.	-$368,378	-$368,378	-10
06 -265	Culture, Recreation & Tourism	Cultural Development	Elimination of 3 positions, along with associated funding for salaries and related benefits. Of the 3 positions, 2 positions are vacant and include an archaeologist and architectural historian.	-$173,080	-$173,080	-3

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
06 -265	Culture, Recreation & Tourism	Cultural Development	FY 10 appropriations included funding of approximately $2 M for the Decentralized Arts Funding Program and $2 M for Statewide Arts Grants. The Decentralized Arts Funding Program is designed to provide each parish with the opportunity to determine its own cultural programs in response to local needs. Approximately 456 grants across all 64 parishes were awarded in FY 09. Approximately $2.2 M remains for this purpose in FY 11. Statewide Arts Grants provide financial resources that are defined for strategic purposes that work towards advancing the field of arts and providing public benefit to the residents of LA. Approximately 158 grants were awarded in FY 10. Approximately $600,000 remains for this purpose in FY 11.	-$1,200,000	-$1,200,000	0
06 -265	Culture, Recreation & Tourism	Cultural Development	Non-recurring one-time funding for Special Legislative Projects. Funding was provided for the Sci-Port: LA's Science Center ($150,000), Springhill Main Street Program ($25,000), and Minden Main Street Program ($25,000).	-$200,000	-$200,000	0
06 -265	Culture, Recreation & Tourism	Cultural Development	Non-recur grant funding in the amount of $3,839,475, including funding for Hurricane Relief Grants ($2,339,475), VA/LSU Medical Center Project funds ($1,225,000), and Road Home Project funds ($275,000). Hurricane Relief Grants were from the U.S. Department of Interior for the purpose of stabilization and repair of historic and archaeological properties damaged by hurricanes Katrina and Rita and to provide technical assistance in this effort. VA/LSU Medical Center Project funds and Road Home Project funds were utilized for a programmatic agreement between the U.S. Department of Veterans Affairs, the Federal Emergency Management Agency (FEMA), the city of New Orleans, the State Historic Preservation Officer, and the Advisory Council on Historic Preservation for the funding to repair and replace the VA Medical Center and the Medical Center of LA at New Orleans. This agreement is for house moving in a historic district, for the construction of a new hospital, rehabilitation grants, and Road Home mitigation. The source of monies are from Facility Planning & Control (IAT), Office of Community Development (IAT), city of New Orleans (SGR) and U.S. Department of Veterans Affairs (federal).	$0	-$3,839,475	0
06 -267	Culture, Recreation & Tourism	Tourism	Elimination of 5 vacant positions, along with associated IAT funding for salaries and related benefits.	$0	-$179,411	-5
06 -267	Culture, Recreation & Tourism	Tourism	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings.	-$403,988	-$403,988	0
			Major Reductions for Culture, Recreation & Tourism	**-$8,017,024**	**-$12,035,910**	**-78**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
07 -	Transportation & Development	Department Wide	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings. The following reduction in positions were originally frozen in accordance with Executive Order BJ 2009-11. Administration Agency (07-273) - The FY 11 budget eliminates 11 frozen vacant positions in the Office of the Secretary. Public Works & Intermodal Transportation Agency (07-275) - DOTD froze 3 positions and moved $250,000 ($200,000 - salary, $50,000 - related benefits) into unallotted. The programmatic breakdown of these position reductions is: Water Resources - 3. Engineering & Operations Agency (07-276) - ($550,000 SGR, $993,843 Statutory Dedications) - DOTD froze 22 positions and moved $1.2 M into unallotted. The programmatic breakdown of these position reductions is: Engineering (3); CCCD (2); Planning & Programming (1); and Operations (16).	$0	-$1,793,843	-36
07 -	Transportation & Development		In accordance with the Streamlining Government Commission's Recommendation #138, the FY 11 budget eliminates DOTD's airplane and photogrammetric services activity. Such a reduction will result in the decrease of TTF-Regular appropriations in the amount of $292,000 and 3 positions. Below is an agency breakdown of the reduction: 07-275 - operating services ($86,623) and personal services expenditures associated with the pilot ($96,086); and 07-276 - personal services expenditures associated with 2 engineering tech positions ($109,291).	$0	-$292,000	-3
07 -273	Transportation & Development	Administration	Reduction of one-time special legislative projects originally appropriated in the FY 10 budget. The $10,000 SGF project is for the El Camino East West Corridor, Inc.	-$10,000	-$10,000	0
07 -275	Transportation & Development	Public Works & Intermodal Transportation	Reduction of excess federal budget authority within the Public Transportation Program. According to DOTD, the Public Transportation Program receives federal funding from the Federal Transit Administration in order to purchase specially equipped vehicles for nonprofit agencies. This specific federal budget authority is not needed in FY 11.	$0	-$6,515,881	0
07 -275	Transportation & Development	Public Works & Intermodal Transportation	Reduction of all one-time special legislative projects appropriated in the FY 10 budget. Those projects include: South Beauregard Water System ($23,255); East Central Vernon Water System ($23,255); Beauregard District #2, Ward #5 Water System ($23,255); Red River Levee & Drainage District ($100,000); and North Bossier Levee District ($100,000).	-$269,765	-$269,765	0
07 -276	Transportation & Development	Engineering	Pursuant to Streamlining Commission Recommendation #139, this adjustment eliminates the Melville Ferry by reducing $213,039 of TTF-Regular funds. According to DOTD the total projected FY 11 operating costs (personal services, operating services, other charges, etc.) are anticipated to be approximately $518,532. However, the amount reduced was $213,039. According to the Division of Administration (DOA), DOTD anticipates the need of 6 months of operational funding before actually closing the ferry. This ferry currently has 7 positions that will transition to other ferry activities within the department. DOTD is currently developing a transition plan. Thus, no date for termination of service has officially been set. However, only 6 months of funding ($305,494) has been provided in FY 11 for operational costs associated with the Melville Ferry. Once service is terminated, DOTD will follow all LA Property Assistance Administration (LPAA) guidelines in reference to potentially selling this ferry, which is a push boat and barge. Historically, this ferry site has a ridership of approximately 4,500 vehicles annually. The approximate cost to operate this ferry per vehicle is $153.07 (total operating costs/number of vehicles who use the service).	$0	-$213,039	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
07 -276	Transportation & Development	Engineering	Included within the FY 10 budget is $500,000 from the Transportation Trust Fund (TTF) - Timed Account for administrative operations incurred by the department (4-cent tax). However, due to the projected shortfall within the TIMED Program, this funding has been non-recurred for FY 11. The 4-cent gas tax collected for the TIMED Program will not be sufficient to cover future debt service payments of the 14 completed and current constructed projects. Every cent of gas tax equates to approximately $30 M of revenue. Based upon the latest debt service payment schedule, the FY 11 total debt service payment for all debt payments is $148.1 M, while the latest adopted revenue forecast for TTF-TIMED revenue projection for FY 10 is $116.4 M. Approx. $34.2 M of TTF-Regular (16-cent gas tax) will be utilized to pay the remainder. Since 1 cent generates approximately $30 M, the $34.2 M represents a little over 1 cent of gas tax collections that will be utilized for TIMED Program debt service payments. A portion of the 16-cent gas tax will ultimately be necessary in future years to fund these payments. Based upon estimates by DOTD, approximately 3.5 cents of 16-cent gasoline tax will be utilized to pay TIMED debt by 2045, which equates to $103.7 M, or approximately 13% to 15% of total 16-cent tax receipts in FY 2045. This will impact DOTD's federal match abilities and its operating budget. DOTD is utilizing $2.5 M of the 16-cent gasoline tax collections to pay FY 10 TIMED debt service. Currently, the total projected TIMED Program costs are $5.24 B (includes LA 3241, Florida Avenue Bridge), while upon the completion of the bond sale in the Fall of 2010, total revenues for the program will be $4.65 B. DOTD is in the process of determining the best financing mechanism for completing the final 2 constitutionally required road/bridge projects.	$0	-$500,000	0
			Major Reductions for Transportation & Development	**-$279,765**	**-$9,594,528**	**-39**
08A-	Corrections	Department Wide	All of the state correctional facilities, except the private facilities of Winn and Allen, reduced funding in other compensation in an effort to reduce non-T.O. FTE positions. The total reduction amount is ($7,635,121) and 355 job appointments, which include Correctional Security Officers and Probation & Parole Officers. Of the total reduction, approximately $6,735,287 is directly related to the incarceration programs at each state operated correctional facility. In Probation & Parole $50,000 is reduced from the Administration Program and $754,340 from Field Services. The Canteen programs, which are funded through SGR, at LA Correction Institute for Women, J. Levy Dabadie Correctional Center and Elayn Hunt Correctional Center will realize a reduction of $18,720, $20,468 and $56,306 respectively. After the job appointment reduction, 44 non-T.O. FTE positions remain.	-$7,539,627	-$7,635,121	0
08A-	Corrections	Department Wide	Increases funding for professional services to privatize pharmacy services. The lowest bid for pharmaceutical services was a quote for a $6.84 dispensing fee per inmate per month. The increase in professional services is based on dispensing medication to an average of 15,099 per month for an entire year for a projected cost of $1.24 M ($6.84 per offender per month x 15,099 offenders x 12 months). A total of 22 positions associated with pharmacy services, such as pharmacists and pharmacy technicians, are reduced as part of pharmacy privatization. The funding associated with the 22 positions is $2.09 M.	-$850,000	-$850,000	-22

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
08A-	Corrections	Department Wide	The reduction in T.O. is the total of all facilities, administration, and probation and parole which were reduced the following amounts:	-$11,896,860	-$12,102,840	-242

Agency	SGF	Total	T.O.
Administration	$495,509	$495,509	9
Phelps Correctional Center	$320,717	$320,717	6
LA State Penitentiary	$1,709,253	$1,709,253	38
Avoyelles Correctional Center	$1,158,424	$1,158,424	24
La. Correctional Institute for Women	$560,986	$560,986	8
Dixon Correctional Institute	$1,125,611	$1,125,611	19
J. Levy Dabadie Correction Center	$362,105	$362,105	6
Elayn Hunt Correctional Center	$1,252,930	$1,252,930	26
David Wade Correctional Center	$4,002,215	$4,002,215	87
B.B. Rayburn Correctional Center	$338,446	$338,446	6
Probation & Parole	$570,664	$776,644	13
Total	$11,896,860	$12,102,840	242

SGR in Probation & Parole was reduced $205,980. It should be noted that 22 T.O., which are pharmacist and pharmacy technician positions, are not included in this reduction. However, the T.O. are included in the reduction regarding pharmacy privatization.

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
08A-400	Corrections	Administration	Reduction in Management & Finance Program - non-recurring one-time IAT from GOHSEP (federal funding) associated with vaccinations for H1N1 flu virus.	$0	-$500,000	0
08A-400	Corrections	Administration	Management & Finance Program - reduction in funding for related benefits associated with the payment of retiree group insurance premiums for Prison Enterprises. The premiums will be paid by Prison Enterprises.	-$350,000	-$350,000	0
08A-400	Corrections	Administration	Management & Finance Program - reduction in funding of professional services contract for Data Conversion IT project as cost savings measure. The recommended funding for FY 11 is $226,000. In FY 10 the contract was funded for $396,000.	-$170,000	-$170,000	0
08A-400	Corrections	Administration	Management & Finance Program - reduction of excess federal funds budget authority based on 3-year average of actual expenditures. The recommended amount for FY 11 is $2,126,351.	$0	-$1,045,779	0
08A-407	Corrections	Winn Correctional Center	Reduction associated with the installation of video technology to allow for the monitoring of offenders from a central location rather than security officers watching from towers. By using video technology 2 positions are cut resulting in a savings almost $0.50 per day per offender.	-$265,000	-$265,000	0
08A-408	Corrections	Allen Correctional Center	Reduction associated with the installation of video technology to allow for the monitoring of offenders from a central location rather than security officers watching from towers. By using video technology 2 positions are cut resulting in a savings almost $0.50 per day per offender.	-$265,000	-$265,000	0
08A-414	Corrections	David Wade Correctional Center	Non-recurring one-time funding provided in FY 10 to transition Steve Hoyle Rehabilitation Center to a local housing facility for adult female offenders. Madison Parish Sheriff's Office currently operates the facility.	-$1,315,921	-$1,315,921	0
08A-414	Corrections	David Wade Correctional Center	Eliminates funding for supplies as a result of the conversion of Forcht-Wade Correctional Center to a substance abuse treatment center for adult offenders.	-$207,545	-$207,545	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
08A-415	Corrections	Adult Probation & Parole	Reduction in non-recurring one-time GOHSEP funding for database technology upgrades. The one-time funding of $600,000 was used for the development of an Information Integration System to interconnect critical law enforcement information with Adult Probation & Parole systems and field personnel with the LA Criminal Information Exchange (LACCIE) system. An enhancement of $100,000 SGR is budgeted for FY 11 to assist with maintenance of the LACCIE system resulting in a net decrease of $500,000.	$0	-$500,000	0
			Major Reductions for Corrections	**-$22,859,953**	**-$25,207,206**	**-264**
08B-418	Public Safety	Management & Finance	Eliminates 6 positions as part of personnel reductions ($377,809 IAT and $136,694 SGR); and 2 vacant positions to free up funding for 2 state police trooper positions ($116,534 SGR).	$0	-$631,037	-8
08B-418	Public Safety	Management & Finance	Removes non-recurring SGR funding which provided for the purchase of Office of Motor Vehicles computer mainframe. One-time acquisitions funding added by BA-7 was utilized to purchase hardware associated with a new mainframe due to the existing mainframe's warranty ending in December 2009. The mainframe is utilized to collect fees generated from driver's licenses, vehicle registration and reinstatements.	$0	-$3,213,542	0
08B-418	Public Safety	Management & Finance	Savings in SGR resulting from out-sourcing computer system upgrades and systems migration. Streamlining recommendation #224.	$0	-$175,000	0
08B-419	Public Safety	State Police	Savings produced by eliminating a State Trooper cadet class in FY 11. Annualization of mid-year reductions.	-$788,959	-$788,959	0
08B-419	Public Safety	State Police	Elimination of the Oil Spill Coordinator's Public Outreach Program (streamlining recommendation #213). Limited public outreach duties are currently handled by existing personnel in conjunction with other assigned duties.	$0	-$112,000	0
08B-419	Public Safety	State Police	Savings produced by reducing travel expenses in Criminal ($29,000) and Gaming ($115,000) programs. Annualization of mid-year reductions.	-$29,000	-$144,000	0
08B-419	Public Safety	State Police	Non-recurring one-time funding for reconfiguration of frequency band for the statewide interoperable communications network in order to be in compliance with nationwide Federal Communications Commission mandates. The statewide communications network provides a statewide interoperable communications network between LA State Police, federal, state, and local governments.	$0	-$4,390,219	0
08B-419	Public Safety	State Police	Reduces Statutory Dedications from the Criminal Identification Fund to reflect FY 11 recommended amount of $7.6 M.	$0	-$5,257,964	0
08B-419	Public Safety	State Police	Reduced funding for financing of state police vehicles. Agency will either reduce the number of vehicles to be purchased or extend financing period for vehicles purchased. Reduced funding provided for financing of approximately 64 police vehicles. Annualization of mid-year reductions.	-$1,054,348	-$1,054,348	0
08B-419	Public Safety	State Police	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings.	-$286,011	-$286,011	0
08B-420	Public Safety	Motor Vehicles	Removes funding for special legislative project, which provided for development of a public awareness campaign for organ donors.	-$100,000	-$100,000	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
08B-420	Public Safety	Motor Vehicles	Reduces Statutory Dedications from OMV Customer Service & Technology Fund to reflect anticipated collections of $6.2 M. Reduces expenditures providing for third-party financing and professional services contracts for IT services. Money in the fund shall be used for expenses incurred by Motor Vehicles for the initiation and implementation of customer service programs and for the acquisition and implementation of updated and new technology.	$0	-$166,335	0
08B-422	Public Safety	State Fire Marshal	Non-recurring Statutory Dedications funding from the 2% Fire Insurance Fund for the payment of worker's compensation insurance for volunteer firefighters.	$0	-$997,103	0
08B-425	Public Safety	LA Highway Safety Commission	Reduces federal budget authority to reflect anticipated expenditures. Recommended budget includes $22.2 M Federal funds.	$0	-$5,000,000	0
			Major Reductions for Public Safety	**-$2,258,318**	**-$22,316,518**	**-8**
08 -403	Youth Services	Juvenile Justice	Non-recurring BA-7 in the amount of $250,000 IAT to OJJ - Administration from DHH, OPH regarding the Centers for Disease Control & Prevention's Public Health Emergency Response Grant.	-$250,000	-$250,000	0
08 -403	Youth Services	Juvenile Justice	Reduction in the other charges expenditure category in the Contract Services Program due to a decrease in Title IV-E funding, which is transferred from DSS. This reduction is excess IAT budget authority.	$0	-$3,000,000	0
08 -403	Youth Services	Juvenile Justice	Reduction due to savings recognized by privatizing pharmacy services. (Streamlining Commission Recommendation #89). The department is exploring options of privatizing, including joining the Department of Public Safety & Corrections in their privatization efforts. In the event OJJ does privatize, 4 pharmacist positions will be reduced. This includes 2 at Swanson CCY, 1 at Jetson CCY, and 1 at Bridge City CCY.	-$100,000	-$100,000	0
08 -403	Youth Services	Juvenile Justice	Contract Services - reduction in medical services contract with LSU - Health Sciences Center, as a Streamlining Recommendation #88. Currently, OJJ spent about $94 per day per bed for the contract with LSU HSC - New Orleans to serve Jetson and Bridge City Centers for Youth. OJJ will attempt to decrease SGF expenditures by issuing a RFP to facilitate a lower per day per bed rate for health care services to youth in secure care. As of August 2010, an RFP was issued, awarded, and is filed with the Office of Contractual Review. The contract is with Correct Care Solutions and will start 9/1/10. The contract with LSU HSC - New Orleans was $9,237,764 for FY 10. Correct Care Solutions' winning bid was $3,087,929. The LSU HSC - New Orleans contract was extended 2 months to cover care for July and August of FY 11 for a cost of $1,539,627 and an additional $400,000 for termination pay and closeout costs of the contract.	-$3,600,000	-$3,600,000	0
08 -403	Youth Services	Juvenile Justice	Reduction in non-T.O. FTE positions in the Office of Juvenile Justice. Non-T.O. FTE funding was reduced at Swanson CCY ($146,120), Bridge City CCY ($121,072), Jetson CCY ($124,488), and in Administration Program ($49,085).	-$440,765	-$440,765	0
			Major Reductions for Youth Services	**-$4,390,765**	**-$7,390,765**	**0**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -300	Health & Hospitals	Jefferson Parish Human Services Authority	Non-recurs Act 221 of 2009 supplemental funding. This reduction includes decreases in the following items: Transitional Care Center ($100,000), Addictive Disorders Community Services ($115,000), Electronic Health Record ($50,000), and Developmental Disabilities Services ($35,000).	-$300,000	-$300,000	0
09 -300	Health & Hospitals	Jefferson Parish Human Services Authority	Annualization of FY 10 mid-year budget reductions to various contracts for services provided by Adult Clinical/Community Behavioral Health programs, Child & Youth Community-Based Program, Developmental Disabilities Program as well as reductions to pharmaceuticals, and operating services. The contract reductions include reductions in Cash Subsidy, Crisis Respite, Residential services, Mobile Crisis Services, and Transitional Care Center contracts.	-$1,322,102	-$1,322,102	0
09 -300	Health & Hospitals	Jefferson Parish Human Services Authority	Reduction in Substance Abuse Prevention & Treatment (SAPT) block grant funding from the Office for Addictive Disorders for the following: Prevention ($19,074), LASACT ($5,500), Community Services ($30,000), Youth Initiative ($16,293), and Men's Residential Services ($30,000).	$0	-$100,867	0
09 -300	Health & Hospitals	Jefferson Parish Human Services Authority	Reduces discretionary expenditures to generate specific savings.	-$302,622	-$302,622	0
09 -301	Health & Hospitals	Florida Parishes Human Services Authority	Annualization of mid-year budget reductions to Mental Health & Family Support Services.	-$1,002,948	-$1,002,948	0
09 -301	Health & Hospitals	Florida Parishes Human Services Authority	Reduction in IAT from the Office for Addictive Disorders for outpatient services and 24-Hour Residential Services resulting in termination of social detox and youth treatment programs.	$0	-$300,400	0
09 -301	Health & Hospitals	Florida Parishes Human Services Authority	Reduction in Substance Abuse Prevention & Treatment (SAPT) block grant funding from the Office for Addictive Disorders. This was due to OAD reducing their IAT agreement with Florida Parishes HSA. As a result, salaries and related benefits were reduced $496,682, and substance abuse treatment contracts were reduced $197,498.	$0	-$694,180	0
09 -301	Health & Hospitals	Florida Parishes Human Services Authority	Decreases IAT due to a reduction in funding for Permanent Supporting Housing resulting from slots being redistributed throughout the state.	$0	-$25,000	0
09 -301	Health & Hospitals	Florida Parishes Human Services Authority	Decrease due to a reduction in Title 19 Medicaid funding.	$0	-$145,252	0
09 -301	Health & Hospitals	Florida Parishes Human Services Authority	Reduces discretionary expenditures to generate specific savings.	-$168,990	-$168,990	0
09 -302	Health & Hospitals	Capital Area Human Services District	Annualization of mid-year budget reductions to various contracts for services including Developmental Disabilities, Children's Behavioral Health Services, Adult Behavioral Health Services, Prevention & Primary Care, and Disaster Response Services.	-$1,424,894	-$1,424,894	0
09 -302	Health & Hospitals	Capital Area Human Services District	Reduction ($55,269 SGR and $87,135 Federal) due to the loss of a contract with the U.S. Probation & Parole Office.	$0	-$146,404	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -302	Health & Hospitals	Capital Area Human Services District	Reduction in Substance Abuse Prevention & Treatment (SAPT) block grant funding from the Office for Addictive Disorders. SAPT funding is allocated to several state agencies and this adjustment represents the portion attributable to CAHSD. This reduction results in the elimination of several treatment positions from the Capital Area Recovery Program which is a 28 day residential SA treatment facility for men. The treatment service for this program will be provided in the outpatient clinic by transporting the clients to the clinic or by sending treatment providers from the outpatient clinic to the facility (will be determined by the type of treatment need). Additionally, funding for child/adolescent alcohol/drug prevention and avoidance programs were reduced to 9 months instead of 12 months but will serve the same number of children.	$0	-$696,649	0
09 -302	Health & Hospitals	Capital Area Human Services District	Reduces discretionary expenditures to generate specific savings.	-$250,338	-$250,338	0
09 -303	Health & Hospitals	Developmental Disabilities Council	Annualization of mid-year reduction of SGF ($86,597) for contracts in 9 regional Families Helping Families resource centers. The resource centers provide information on all types of services, goods, technologies, and activities that improve the quality of life to people with developmental disabilities; and help individuals with developmental disabilities understand their rights and how to advocate for themselves Also, the reduction of Federal funds ($132,514) is due to excess budget authority. The source of Federal funds is the Developmental Disabilities Grant as a result of the Developmental Disabilities Assistance and Bill of Rights Act of 2000.	-$86,597	-$219,111	0
09 -304	Health & Hospitals	Metropolitan Human Services District	Annualization of mid-year budget reductions ($1,231,467 SGF and $85,129 IAT) to contractual services, travel, and pharmaceuticals. These reductions include the following items: pharmacy expenditures (reduction due to process improvements): ($475,000); Travel ($46,603); operating services from moving employees to off-site parking ($47,423); reduction in contractual services ($412,441); and reduction in family support contracts ($250,000).	-$1,146,338	-$1,231,467	0
09 -304	Health & Hospitals	Metropolitan Human Services District	Reduces discretionary SGF expenditures to generate specific savings.	-$290,014	-$290,014	0
09 -305	Health & Hospitals	Medical Vendor Administration	Reduces 40 positions and associated funding ($1,239,452 SGF; $42,806 SGR; $7,145 Statutory Dedications; and $1,687,735 Federal) in the Medical Vendor Administration Program. Information provided by the department indicates this reduction will not result in any layoffs in FY 11. Positions are vacant funded positions, and the majority of positions consist mainly of Medicaid Analyst positions located in local eligibility offices statewide.	-$1,239,452	-$2,977,138	-40
09 -305	Health & Hospitals	Medical Vendor Administration	Annualizes mid-year cuts ($5,278,770 SGF and $7,191,128 Federal) which includes a Unisys claim line adjustment, a Chronic Care Management (Disease Management) initiative reduction, and an Administrative Service Organization reduction. Reductions for the Disease Management program initiative and the Administrative Services Organization represents a reduction of total funding in the current year (FY 10) for these initiatives. $3.7 M - Claims line adjustment savings $4 M - Disease Management savings $4.6 M - Administrative Services Organization savings	-$5,278,770	-$12,469,898	0
09 -305	Health & Hospitals	Medical Vendor Administration	Decreases funding ($48,916 SGF and $48,916 Federal) to reflect savings from office closures and Work@Home. The savings is due to a reduction of lease rental payments for certain eligibility field operations offices. Eligibility employees will be placed in local public agencies or work at home utilizing telecommunication technology to process Medicaid applications.	-$48,916	-$97,832	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -305	Health & Hospitals	Medical Vendor Administration	Reduces both SGF and federal matching funds in same amount to generate a specific savings.	-$1,093,330	-$2,186,660	0
09 -306	Health & Hospitals	Medical Vendor Payments	Non-recurring carryforwards ($37,581,200 Statutory Dedications from the LA Medical Assistance Trust Fund and $150,418,800 Federal) made in FY 10. Non recur one-time supplemental Medicaid payments (upper payment limit payments) in the Private Providers Program made to certain hurricane impacted hospitals. Medicaid funding was paid to hospitals that demonstrated substantial financial and operational challenges from hurricanes Katrina, Rita, Gustav, and Ike. Funds were appropriated in the FY 09 Supplemental Bill (Act 228 of 2009), then carried forward into FY 10 through a BA-7.	$0	-$188,000,000	0
09 -306	Health & Hospitals	Medical Vendor Payments	Annualizes the reductions ($5,740,443 SGF and $15,164,319 Federal) implemented in the Private Providers Program as the result of the FY 10 August provider rate cuts. Due to a projected budget shortfall in FY 10, the department implemented rate cuts for various providers through emergency rule in order to avoid a yearend shortfall. An estimated 10 months savings was projected for these cuts. This adjustment implements a 12-month savings for FY 11. The August percentage (%) cut applied by DHH varied by provider. Provider — Annualized 2 month savings Physician services — $3,073,826 Hospital outpatient — $1,105,648 Durable Medical Equipment — $49,066 New Opportunities Waiver — $1,825,970 LT PCS — $1,939,411 Mental Health Inpatient — $150,562 Mental Health Rehab — $1,844,291 Emergency Transportation(ambulance) — $128,005 Lab/X-Ray — $780,205 Inpatient Hospital — $10,007,778 FY 11 Total annualized savings — $20,904,762	-$5,740,443	-$20,904,762	0
09 -306	Health & Hospitals	Medical Vendor Payments	Annualization of nursing home rebase, inflation, bed buy back and private room conversion in the Private Providers Program ($19,594,004 SGF and $51,760,709 Federal). The net decrease is based on the following calculations: Projected FY 10 Expenditures — $744,143,498 FY 11 mandatory inflation(Act 244 of 2009) — $24,245,734 Projected Bed Buy Back exp's (2 facilities in FY 10+11) — $563,449 Projected Private Room Conversion (1 facility w 26 beds) — $63,286 Estimated Cost for sprinkler improvements — $30,100 Amount of FY 10 rebase to annualize for FY 11 (1 month) — $2,291,444 FY 11 adjustments non-recurring inflation/rebasing — ($107,770,688) Total projected nursing home expenditures for FY 11 — $663,566,823 FY 10 EOB — ($734,921,536) Difference from FY 10 EOB to FY 11 need — ($71,354,713) **Note:** The bed buy back and private room conversion program provides incentive to NH's to reduce another facilities bed capacity by purchasing and closing a NH provider in exchange for an enhanced per diem rate. The enhanced rate temporarily offsets a portion of the cost of the facility purchase.	-$19,594,004	-$71,354,713	0
09 -306	Health & Hospitals	Medical Vendor Payments	Annualization of mid-year cuts ($28,003,281 SGF and $73,975,164 Federal) resulting from Executive Order 09-21 which consisted of a rate reduction for private providers. As a result of a revenue shortfall as recognized by the Revenue Estimating Conference (12/17/2009), the DHH was allocated approximately $108 M in required cuts, of which the Medicaid Program was allocated approximately $86 M.	-$28,003,281	-$101,978,445	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Annualizes efficiencies in the Private Providers Program in FY 10. Savings ($6,973,398 SGF and $18,421,352 Federal) are the result of both Claims Check and Radiation Utilization Management programs. The source of Federal funds is Title 19 federal financial participation. *Radiation Utilization Management:* This program is anticipated to reduce the annual growth in radiology studies (based on best practices). Total projected annualized Medicaid claims savings for FY 11 is $7,894,750. *ClaimCheck:* Claims editing process used to in evaluating physician claims. This technology is anticipated to reduce improper claims payments. Total projected annualized Medicaid claims savings in FY 11 is $17.5 M.	-$6,973,398	-$25,394,750	0
09 -306	Health & Hospitals	Medical Vendor Payments	Private Provider rate reductions ($27,728,469 SGF and $73,249,205 Federal) for FY 11. The source of Federal funds is Title 19 federal financial participation. The DHH indicated that private providers payments will decrease across all providers as a result of this reduction.	-$27,728,469	-$100,977,674	0
09 -306	Health & Hospitals	Medical Vendor Payments	Savings ($626,973 SGF and $1,656,255 Federal) estimated from implementation of a Diabetes Self Management Training Program (DSMT) in the Private Providers Program. The DHH indicated that DSMT (a new program for FY 11) will provide education assistance to individuals with diabetes or who are at risk of diabetes. LA Medicaid will reimburse for 10 hours of DSMT to providers. The source of Federal fund savings is Title 19 federal financial participation. The net impact for FY 11 is based on the following calculations: 3,845 - estimated number of LA recipients expected to utilize DSMT in FY 11 $310,147 - FY 11 estimated cost payments from Medicaid to providers, based on the following; 1 of hour individual sessions ($3,845 x $32.43) + 9 hours of group sessions (3,845 x $161.16)= $744,353/12 x 5 months of expected program utilization in FY 11 = $310,147 ($2,593,375) - anticipated savings from decreased ER care and inpatient hospitalization utilization ($2,283,228) - net savings anticipated in FY 11	-$626,973	-$2,283,228	0
09 -306	Health & Hospitals	Medical Vendor Payments	Medicaid claims savings ($16,931,615 SGF and $44,727,581 Federal) in the Private Providers Program resulting from the Long Term Personal Care Services (LT PCS) hours per client being reduced. The source of Federal funds is Title 19 federal financial participation. LT PCS is a Medicaid state plan service also offered as an option under the EDA Waiver. Personal Care is a service that provides assistance with certain tasks, or activities of daily living (ADL), such as eating, bathing, and dressing. In addition, the service provides assistance with instrumental activities of daily living (such as light housekeeping, food preparation, laundry, and medical appointments and other scheduling). Medicaid reimburses for 15 minute intervals, and the hourly rate is currently $12.87 for personal care services provided to eligible individuals. Information provided by the department indicates the program is being reduced by approximately 25% for FY 11. As of the February Medicaid Monthly Financial Report, LT PCS expenditures are projected to be approximately $232.9 M for FY 11. The department anticipates reducing the allowable hours per week per client from 42 to 25 for FY 11.	-$16,931,615	-$61,659,196	0
09 -306	Health & Hospitals	Medical Vendor Payments	Decreases overall funding ($16,955,167 SGF and $35,416,319 Federal) in the Public Providers Program due to the decreased need for Title 19 funding as reflected in various agencies recommended budgets. The source of Federal funds is Title 19 federal financial participation. Reflected below are various agencies receiving significant decreases in Medicaid funding from FY 10 to FY 11. OCDD ($43,479,633) OMH ($3,628,385) OPH ($3,257,458) Villa ($1,165,906) Hainkel ($1,144,503)	-$16,955,167	-$52,371,486	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Decreases overall funding ($3,911,170 SGF and $7,782,697 Federal) in the UCC Program due to the decreased need for Disproportionate Share Hospital (DSH) funding in the various agencies recommended budgets. The source of Federal funding is federal match. These decreases do not include reductions implemented as the result of the DSH audit rule, which is a separate adjustment (approximately $198 M).	-$3,911,170	-$11,693,867	0
09 -306	Health & Hospitals	Medical Vendor Payments	UCC Program - Reduction in Disproportionate Share Hospital (DSH) payment funding due to the loss of federal dollars anticipated from the federal DSH Audit Rule. The DSH Audit rule implemented by the Centers for Medicare & Medicaid Services (CMS) is projected to result in a reduction in overall DSH allowable costs to both pubic and private providers in FY 11. In addition to requiring state Medicaid programs to audit and report relative to disproportionate share hospital payments effective 1/19/2009, the rule defines allowable costs more restrictively. The result is a projected reduction in allowable or reimbursable expenditures to both public and private providers in the amount of $198.5 M ($134.2 M Federal fund loss). Provider reductions are reflected below: LSU HCSD $102 M LSU Shreveport $30 M E.A. Conway $2.7 M H.P. Long $800 K Rural Hospitals $20 M OMH $42.9 M Total $198.4 M	-$64,282,569	-$198,464,244	0
09 -306	Health & Hospitals	Medical Vendor Payments	Reduction in Community Hospital Pool funding ($9,097,500 SGF and $15,902,500 Federal). The source of Federal funds is federal match. UCC payments in the Community Hospital Pool are paid to non-state and non-rural hospitals that historically did not qualify under the Medicaid state plan (before 2007). Funding for the community hospital pool is reduced by $25 M for FY 11. Total funding for FY 11 is $10 M. Community Hospital Pool Funding History FY 07 $120 M; FY 08 $87M; FY 09 $87M; FY 10 $35M; FY 11 $10 M *Act 11 of 2010 reflects the methodology for payments to qualifying hospitals.	-$9,097,500	-$25,000,000	0
09 -306	Health & Hospitals	Medical Vendor Payments	Non-recurring federal budget authority for the Primary Care Access Stabilization Grant. The grant is 100% Federal funds. The Primary Care Access Stabilization Grant (2007) is used for providing reimbursement to eligible primary care clinics in Greater New Orleans. The original grant amount was $100 M, of which $500,000 was allocated to administration of the grant and the balance for payments to clinic providers. The balance of the grant for FY 11 is projected to be $4,080,810.	$0	-$11,846,487	0
09 -306	Health & Hospitals	Medical Vendor Payments	Payments to Private Providers Program - SGF and the matching Federal funds ($50,253,219). The specific providers that will be cut and amount of cut by provider is not currently known.	-$16,966,175	-$67,219,394	0
09 -307	Health & Hospitals	Office of Secretary	Reduction of 12 vacant funded positions and associated funding (salary and related benefits) for FY 11. The DHH indicated the reduction will not result in layoffs.	-$1,014,485	-$1,014,485	-12
09 -307	Health & Hospitals	Office of Secretary	Non-recur one-time funding for the Electronic Health Records Loan Program created by Act 489 of 2009.	-$5,000,000	-$5,000,000	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -307	Health & Hospitals	Office of Secretary	Non-recur one-time IAT funding for the DHH generator program. In FY 10, the Office of the Secretary was appropriated approximately $32.2 M for a generator program that provides generators to eligible medical and special needs facilities. Funding was transferred from the Governor's Office of Homeland Security, and the original source of IAT funds is a FEMA Hazardous Mitigation grant. The grant is 100% federal funds. The LFO is unaware of which facilities (hospitals and nursing homes) have received the funding to purchase generators in FY 10. FY 10 initial appropriation $32,196,000 FY 10 expenditures ($6,400,000) FY 11 program balance $25,796,000	$0	-$6,400,000	0
09 -307	Health & Hospitals	Office of Secretary	Eliminates the Engineering & Architectural Services Section in the Office of the Secretary. Eliminating this function will result in the reduction of 6 positions and associated funding ($527,206 SGF and $55,000 SGR) from this agency.	-$527,206	-$582,206	-6
09 -307	Health & Hospitals	Office of Secretary	Eliminates positions and associated funding in the Bureau of Legal Services.	-$1,135,815	-$1,135,815	-11
09 -307	Health & Hospitals	Office of Secretary	Reduces funding for the community-based Rural Hospital Scholarship Program for new candidates. (Special Legislative Projects)	-$500,000	-$500,000	0
09 -307	Health & Hospitals	Office of Secretary	Reduces discretionary SGF expenditures to generate a specified savings.	-$588,379	-$588,379	0
09 -320	Health & Hospitals	Aging & Adult Services	Reduction of Title 19 Medicaid funding associated with 4 vacant T.O. direct care positions at Villa Feliciana Medical Complex. Annualization of mid-year reduction.	$0	-$354,794	0
09 -320	Health & Hospitals	Aging & Adult Services	Elimination of 16 FTE direct care positions and closure of the Gateway Program at Villa Feliciana Medical Complex. The Gateway Program is a 44 bed residential shelter care program. The program is designed to assist former patients at the Eastern LA Mental Health System to develop the learning skills required to function more independently and to help them transition into a community-based setting. Of the 16 positions eliminated, 14 are direct care positions and 2 are non-direct care positions. Clients at Gateway will be placed in community homes. Also, elimination of 19 vacant positions at Villa Feliciana Medical Complex. Of the 19 vacant positions, approximately 13 will be direct care positions and 6 will be non-direct care positions. The elimination of direct care positions will not decrease the number of available beds. Annualization of mid-year budget reductions. ($968,178 SGF and $575,434 IAT)	-$968,178	-$1,543,612	-35
09 -324	Health & Hospitals	LA Emergency Response Network Bd.	Reduces funding in professional services for programmatic evaluation contracts on IT infrastructure and call center systems. Programmatic evaluations would measure the effectiveness and success of the IT infrastructure or the call center systems. Also, programmatic evaluations would be used to measure what is working and what is not regarding the IT infrastructure or the call center systems. In FY 11, total funding professional services is $718,451. The reduction will have no impact on services. Annualization of mid-year reductions.	-$217,222	-$217,222	0
09 -324	Health & Hospitals	LA Emergency Response Network Bd.	Reduction in funding for the American Medical Response contract for call center staffing. American Medical Response operates 2 high tech call centers located in Baton Rouge and Shreveport that coordinates patient transport to appropriate hospitals statewide. The call center receive calls 24-hours a day and 7-days a week. In January 2010, LERN entered into a new three year contract with American Medical Response. The new contract was less than amount in the existing operating budget. The reduction of funding will have no impact on call center service. In FY 11, total funding for American Medical Response is $1.2 M. Annualization of mid-year reductions.	-$116,738	-$116,738	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -326	Health & Hospitals	Public Health	Non-recur funds ($1,021,000 SGF; $1,167,000 IAT; and $144,000 Federal) for software ($1,525,465) and equipment ($806,535) for the Re-Engineering & Imaging Project in the Vital Records & Statistics Program. The Re-Engineering & Imaging Project integrated vital records software and application processes to expedite the collection and dissemination of vital records through a web-based process, including birth, adoption, putative fathers' registry, death, fetal death, marriage, divorce, and induced termination of pregnancy data. The birth record component is anticipated to completed by July 2010. The remaining components are anticipated to be completed in FY 11. The source of IAT funds is Title 19 Medicaid and the source of Federal funds is the Social Security Administration.	-$1,021,000	-$2,332,000	0
09 -326	Health & Hospitals	Public Health	Reduction of excess federal budget authority based on actual expenditure average from FY 07 through FY 09 in the Personal Health Services Program.	$0	-$5,000,000	0
09 -326	Health & Hospitals	Public Health	Reduces federal budget authority based on grants that will expire in FY 11 in the Personal Health Services Program, Communicable Disease activity. The following federal grants will expire in FY 11: Tuberculosis Control Supplemental grant, Health Resources & Services Administration (HRSA) grant, and various Centers for Disease Control & Prevention (CDC) grants.	$0	-$598,676	0
09 -326	Health & Hospitals	Public Health	Reduces IAT budget authority in the Community Preparedness activity based on the expiration of the federal Health Resources & Services Administration (HRSA) grants. HRSA grants provided supply warehouses and staff to manage the warehouses during responses to natural or man-made disasters.	$0	-$550,000	0
09 -326	Health & Hospitals	Public Health	Reduces funding in the Personal Health Services Program for the following: $150,000 for the Odyssey for the Arts Foundation for Nutrition Services; $50,000 for Sickle Cell Anemia Research Foundation, Inc.; $144,000 operational grant to the school-based health center in Morehouse Parish that received a planning grant in FY 09; and $172,000 operational grant to the school-based health center in Lafayette Parish that received a planning grant in FY 09. (Special Legislative Projects)	-$516,000	-$516,000	0
09 -326	Health & Hospitals	Public Health	Reduction in related benefits ($197,904 SGF; $239,173 IAT; $44,146 SGR; and $1,739,423 Federal) in the Personal Health Services Program.	-$197,904	-$2,220,646	0
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction in other charges.	-$466,346	-$466,346	0
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction in the Personal Health Services Program, Immunization activity. OPH provides booster and immunization shots to employees within the DHH. The reduction is result in approximatley 9,000 DHH employees not receiving a tetanus-diphteria-pertussis vaccine (Tdap). Tdap is a newely licensed vaccine that is recommended to all persons through 55 years of age.	-$300,044	-$300,044	0
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction ($257,049 SGF; $73,496 IAT; $531 SGR; and $34,084 Federal) in professional services contracts in the Communicable Diseases, Maternal & Child Health, Family Planning & Pharmacy, Emergency Medical Services, and Immunization activities in the Personal Health Services Program.	-$257,049	-$150,000	0
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction and elimination of 26 T.O. FTEs in the Personal Health Services Program, Family Planning & Pharmacy Activity. Family planning services include physical exams, pregnancy testing, health screenings, laboratory testing, prescriptions, referrals, nutrition counseling and contraception as well as community outreach and coordination, and referral with community agencies and education and information on reproductive health. The eliminated positions are nursing and clerical staff. The activity will continue to service the same amount of patients but decrease the number of unnecessary visits. In FY 09, the Family Planning activity served 62,571 individuals.	-$1,404,269	-$1,404,269	-26

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction of state supplemental funds in the HIV/AIDS Program (HAP) in the Personal Health Services Program, Communicable Diseases activity. HAP is a cluster of programs designed to prevent the transmission of HIV/AIDS, to ensure the availability of quality medical and social services for HIV infected and affected individuals, and to track the impact of the epidemic in LA. HAP will discontinue HIV/AIDS testing in community-based organization where positivity is below the Centers for Disease Control & Prevention (CDC) benchmarks. In FY 09, 81,968 clients were HIV/AIDS tested and counseled. Also, HAP will reduce cost by using existing inventory of prevention materials.	-$1,182,954	-$1,182,954	0
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction in funding for STD Medical Director from full-time to part-time in the Personal Health Services Program, Communicable Disease Activity ($66,000). Elimination of 2 T.O. FTEs in the Operations & Support Services Unit and reduction in contracts ($234,573) in the Personal Health Services Program, Communicable Disease Activity.	-$300,573	-$300,573	-2
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction in travel costs ($160,000) and student labor ($150,000) in the Personal Health Services Program. The Office of Public Health will increase their utilize of video conferencing and limit reimbursement of private vehicles by employees. The reduction in travel will not affect services. Reduction of student labor cost by 75% and elimination of 22 student positions.	-$310,000	-$310,000	0
09 -326	Health & Hospitals	Public Health	Reduces Title 19 Medicaid IAT funding in the Personal Health Services Program, Communicable Disease activity.	$0	-$2,360,557	0
09 -326	Health & Hospitals	Public Health	Reduction of fees collected through recovery from Women, Infants & Children (WIC) vendors who have violated federal guidelines in the Personal Health Services Program, Nutrition Services activity. Vendor improper payment violations include but are not limited to overcharging, trafficking food for cash, substituting food or items not authorized for WIC payment. The WIC recipients are not impacted.	$0	-$30,000	0
09 -326	Health & Hospitals	Public Health	Reduces excess budget authority ($117,888 SGF; $3,821 IAT; $96,499 SGR; and $411,707 Federal) for Non T.O. FTE in the Personal Health Services Program.	-$117,888	-$622,273	0
09 -326	Health & Hospitals	Public Health	Reduces funding from the Maternal & Child Health Block Grant received from the U.S. Department of Health & Human Services in the Personal Health Services Program, Maternal & Child Health activity.	$0	-$1,504,546	0
09 -326	Health & Hospitals	Public Health	Reduces excess budget authority for IAT funds in the Environmental Health Services Program, Environmental Epidemiology & Toxicology activity from the Department of Environmental Quality (DEQ) for mercury testing ($83,974). Reduce IAT funds in the Environmental Health Services Program, Sanitarian Services activity from the Department of Education (DOE) for permitting and inspection of summer feeding sites ($22,028). Services will not be impacted.	$0	-$106,002	0
09 -326	Health & Hospitals	Public Health	Reduction of funds for related benefits ($318,280 SGF; $220,530 SGR; and $47,768 Federal) and group insurance ($593,248 SGF) in the Environmental Health Services Program.	-$911,528	-$1,179,826	0
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction in salaries as a result of reassignment of 4 positions to federally funded programs in the Environmental Health Services Program. The employees were reassigned to 2 new federal grants as follows: one position to Healthcare Associated Infections supplement grant and 3 positions to the Public Health Tracking grant. Also, increase of $845,310 Federal Funds in the Environmental Health Services Program for annualization of Environmental Public Health Tracking Network and the Toxic Substance Disease Registry mid-year budget adjustments.	-$275,432	$569,878	0
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction of funds for water sampling activities in the Environmental Health Services Program. Private contractors will perform the water sampling activities and OPH will monitor contractors to insure the water sampling is performed within Federal guidelines.	-$165,450	-$165,450	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -326	Health & Hospitals	Public Health	Annualization of mid-year reduction funding for an Environmental Health Services Coordinator position ($53,623 SGF) and 6 vacant positions ($437,106 SGF) in the Environmental Health Services Program. Of the 6 vacant positions, the following will be eliminated: 4 field santarians, manager, and clerical.	-$490,729	-$490,729	-7
09 -330	Health & Hospitals	Mental Health (State Office)	Personnel reductions funding ($2,962,126 SGF; $10,873,120 IAT; and $130,236) including the current year mid-year reductions along with the personnel reductions associated with hospital bed reductions for FY 11. These bed reductions will be offset by additional community-based services. The source of funds being reduced is IAT Medicaid DSC. Any Federal funds reduced were due to non-recurring federal grants. 180 beds will initially be reduced, and another 118 will be reduced later in the fiscal year for a total reduction of 298 beds.	-$2,962,126	-$13,965,482	-430
09 -330	Health & Hospitals	Mental Health (State Office)	Non-recurring Hurricane Gustav Regular Services Program Grant funding in the Consumer Health & Behavioral Based Outcomes Activity. The Hurricane Gustav Regular Services Program (RSP) grant provided crisis counseling services to address the psycho-social needs of the residents of LA adversely impacted by the presidentially declared disaster, Hurricane Gustav. This grant ended in FY 10.	$0	-$11,273,163	0
09 -330	Health & Hospitals	Mental Health (State Office)	Non-recurring Jail Diversion Grant funding in the Consumer Health & Behavioral Based Outcomes Activity. These funds allowed the Office of Mental Health to collaborate with the Office of Criminal Sheriff in Lafayette Parish Prison and the Community Forensic Program in Lafayette to plan and implement a post-booking Jail Diversion Program to divert offenders with mental illness and a co-occurring disorder. This grant ended in FY 10.	$0	-$400,000	0
09 -330	Health & Hospitals	Mental Health (State Office)	Reduction to the LA Youth Enhanced Services Grant in the Consumer Health & Behavioral Based Outcomes Activity. The LA Youth Enhancement (LA Yes) for children's mental health incorporates a comprehensive and coordinated system of care for children with serious emotional and behavioral disorders in Orleans Parish. Funding for this grant is $1.7 M in FY 10 and is being reduced to $1,210,200 in FY 11.	$0	-$1,210,200	0
09 -330	Health & Hospitals	Mental Health - Area C	IAT adjustment to align means of finance with projected Uncompensated Care Costs collections for FY 11 in the Hospital-Based Treatment Activity in OMH Area C.	$0	-$763,704	0
09 -330	Health & Hospitals	Mental Health - Area C	Annualization of mid-year budget reductions to social services contracts in the Community-Based Treatment and Hospital-Based Treatment activities in OMH Area C.	-$1,590,728	-$1,590,728	0
09 -330	Health & Hospitals	Mental Health - Area C	Decreases IAT funding due to the loss of federal dollars as a result of a change to federal rules for collection of DSH payments in the Hospital-Based Treatment Activity in OMH Area C.	$0	-$13,578,568	0
09 -330	Health & Hospitals	Mental Health - Area B	Non-recurring IAT funding for the Jail Diversion Program in the Community-Based Treatment Activity in OMH Area C. FY 10 was the last year of this 3-year grant. The elimination of $400,000 in IAT for the Jail Diversion Program is in OMH Area B. These were Federal funds that were IAT'd to Area B from State Office. The grant ended in FY 10.	$0	-$400,000	0
09 -330	Health & Hospitals	Mental Health - Area B	Annualization of mid-year budget reductions to social services contracts in the Community-Based Treatment and Hospital-Based Treatment activities in OMH Area B.	-$1,405,187	-$1,405,187	0
09 -330	Health & Hospitals	Mental Health - Area B	Decrease due to the loss of federal dollars as a result of a change to federal rules for collection of DSH payments in the Hospital-Based Treatment Activity in OMH Area B.	$0	-$14,555,343	0
09 -330	Health & Hospitals	Mental Health - Area A	IAT adjustment to align means of finance with projected Uncompensated Care (UCC) costs collections for FY 11 in the Hospital-Based Treatment Activity in OMH Area A.	$0	-$1,294,850	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -330	Health & Hospitals	Mental Health - Area A	Annualization of mid-year budget reductions to social services contracts in the Community-Based Treatment and Hospital-Based Treatment activities in OMH Area A. Social and professional services contracts will be reduced in Region III by eliminating and reducing contracts that have been underutilized. Other case management services and recovery units are available to provide these services where the contracts have been eliminated. The Mental Health Center will assist with child psychiatric services for children/families with these identified needs. Contract reductions were also achieved through efficiencies in provider operations with no reduction in parenting and adaptive life skills services. These contract reductions total $160,000. Savings in the amount of $90,000 are the result of the annualization of the closure of the South Lafourche Mental Health Clinic (FY 10 mid-year budget reduction). All active cases at the time of closure were reassigned to Lafourche Mental Health Clinic. The remaining reduction in the amount of $252,930 will be achieved through hospital efficiencies.	-$502,930	-$502,930	0
09 -330	Health & Hospitals	Mental Health - Area A	Decrease due to the loss of federal dollars as a result of a change to federal rules for collection of DSH payments in the Hospital-Based Treatment Activity in OMH Area A.	$0	-$5,392,455	0
09 -330	Health & Hospitals	Office of Behavioral Health	Reduces discretionary SGF expenditures to generate specific savings.	-$3,124,325	-$3,124,325	0
09 -340	Health & Hospitals	Office For Citizens w/ Developmental Disabilities	Reduces $450,000 funding in the Community-Based Program for the LA Technology Access Network (LATAN). LATAN is a statewide nonprofit organization that connects individuals with disabilities and older persons to the Assistive Technology (AT) that enables independence in employment, school, and community living. AT is any device, technology, or aid that assists a person with any type of disability to be more independent, and able to perform the daily activities of life such as getting out of bed, going to work or school, reading or communicating. (Special Legislative Projects)	-$450,000	-$450,000	0
09 -340	Health & Hospitals	Office For Citizens w/ Developmental Disabilities	Reduces IAT funding in the Community-Based Program for the LA Foundation of Dentistry for the Handicapped (LFDH) for donated dental services. LFDH is a charitable affiliate of the American Dental Association that provides comprehensive dental treatment and long-term preventive services to people with disabilities through a statewide network of 324 volunteer dentists and 102 volunteer laboratories. In FY 09, LA Foundation of Dentistry for the Handicapped donated services to 293 people. The source of IAT funding is from Title 19 Medicaid over collections. (Special Legislative Projects)	$0	-$75,000	0
09 -340	Health & Hospitals	Office For Citizens w/ Developmental Disabilities	Reduces funding in the Community-Based Program for Beauregard Association for Retarded Citizens (ARC), Inc. located in DeRidder. (Special Legislative Project) Beauregard Association for Retarded Citizens is a not-for-profit community-based organization which provides services for citizens with developmental disabilities ages 20 to 65.	-$19,380	-$19,380	0
09 -351	Health & Hospitals	Addictive Disorders	Personnel reductions ($153,537 SGF; $2,683 Statutory Dedications; and $304,754 Federal) including the following positions: 2 Administrative Assistant, 2 Program Managers, Hospital Admissions Technician, Program Monitor, and Maintenance Repair Master. The source of the Statutory Dedications is Tobacco Tax revenues and the Federal funds are from a Substance Abuse Prevention & Treatment (SAPT) grant.	-$153,537	-$460,974	-7
09 -351	Health & Hospitals	Addictive Disorders	Non-recur of the federal Access to Recovery Grant 2 (ATR2), which ends on 9/30/2010. The program will be continued with SGF for FY 11. This reduction is partially restored by an increase in SGF funding of $2,370,340 for continued ATR services.	$0	-$6,308,058	0
09 -351	Health & Hospitals	Addictive Disorders	Non-recur one-time funding for Special Legislative Projects (SLP) for the Alexandria-Pineville Addictive Disorders Clinic at the Red River Treatment Center ($50,000), the Baton Rouge Area Alcohol & Drug Center ($25,000), and the Civic Outreach Center in Harvey LA ($150,000).	-$225,000	-$225,000	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -351	Health & Hospitals	Addictive Disorders	Annualization of mid-year reduction due to the elimination of the following 3 low performing contractors: Addiction Recovery Clinic, All the Way House, and Liberty Restoration; and additional efficiencies of 1% in other charges contract reductions.	-$546,832	-$546,832	0
09 -351	Health & Hospitals	Addictive Disorders	Annualization of mid-year reduction of addictive disorders contract services at the Florida Parishes Human Services Authority in the Outpatient Services and 24-Hour Residential Services.	-$300,400	-$300,400	0
09 -351	Health & Hospitals	Addictive Disorders	Annualization of mid-year reduction ($420,340 SGF and $779,660 Federal) of low performing contracts in the Outpatient Services activity in OMH regions 3, 4, 5, 6, 7, and 8. The source of the Federal funds is Substance Abuse Prevention & Treatment (SAPT) grants.	-$420,340	-$1,200,000	0
09 -351	Health & Hospitals	Addictive Disorders	Savings from privatizing the following 5 Residential Treatment Units: Briscoe $269,887 and 29 positions; Red River $222,914 and 30 positions; Co-occurring Unit $0 and 14 positions; Pines $1,147,768 and 39 positions; and SOAR $507,358 and 25 positions. These savings assume private provider will provide the same level of service at a per diem rate that is 80% of the southern regional average.	-$2,500,000	-$2,500,000	-173
			Major Reductions for Health & Hospitals	**-$262,952,049**	**-$1,085,717,855**	**-749**
10 -360	Children & Family Services	Children & Family Services	Non-recur one-time funding from Federal Emergency Management Agency (FEMA) for reimbursement of equipment losses sustained in hurricanes Katrina and Rita.	$0	-$1,020,000	0
10 -360	Children & Family Services	Children & Family Services	Decrease in Other Charges line item and increase in Related Benefits line item to fund retirement in the Field Services Program. In FY 11, total funding for retirement is $30,391,404.	-$1,332,372	-$3,786,914	0
10 -360	Children & Family Services	Children & Family Services	Reduction of Federal funds in the Child Care Assistance Program (CCAP) as a result of cost savings achieved through the new Child Care Time & Attendance system called Tracking of Time Services (TOTS). DSS will use the electronic time and attendance system to keep track of the time children spend in care with each child care provider. Beginning in Summer 2010, CCAP recipients will be required to check their child(ren) in and out of child care each day using the electronic finger imaging scanner. The TOTS system will base payments on actual attendance and not based on after the fact reports from child care providers. DSS projects a savings in payments made to child care providers in CCAP of $10 M as a result of elimination of billing fraud and more efficient and accurate payments to providers.	$0	-$10,000,000	0
10 -360	Children & Family Services	Children & Family Services	Reduction of Federal funds due to excess budget authority in the Vocational Rehabilitation Activity. Annualization of a decrease in Federal funds as the result of the mid-year reductions that reduce SGF which was used to match and draw down Federal funds.	$0	-$1,250,000	0
10 -360	Children & Family Services	Children & Family Services	Reduction of SGF and Federal funds due to cost savings realized through execution of a new contract with Affiliated Computer Services, State & Local Solutions (ACS) for processing EBT (Electronic Benefits Transfers) transactions. EBT is a method of delivering governmental benefits to recipients electronically. LA uses magnetic stripe card technology. The card is referred to as the LA Purchase Card. EBT was fully implemented in LA in December 1997. Food Stamp benefits and cash benefits from the Family Independence Temporary Assistance Program (FITAP) and the Kinship Care Subsidy Program (KCSP) are currently accessible through EBT. During a request for proposal process, ACS submitted the lowest bid for $13.9 M for 6 years.	-$2,155,610	-$4,311,220	0
10 -360	Children & Family Services	Children & Family Services	Annualization of mid-year reductions in SGF ($1.9 M) and Federal funds ($4.1 M) for the Job Search eligibility for Child Care Assistance. Individuals previously eligible for child care assistance through Job Search may be eligible for Temporary Assistance for the Needy Families (TANF) cash assistance which would automatically make them eligible for child care assistance.	-$1,900,000	-$6,000,000	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
10 -360	Children & Family Services	Children & Family Services	Annualization of mid-year reduction in SGF ($300,317) and Federal funds ($657,183) for contracts and incentive bonus payments for family day homes to register with the Department of Social Services (DSS) and the Department of Education Day Care Food Program. DSS continues to encourage Family Child Day Care Providers to enroll in Day Care Food Program within the Department of Education. DSS will add this as a requirement for Child Care Assistance Program (CCAP) registration.	-$300,317	-$957,500	0
10 -360	Children & Family Services	Children & Family Services	Reduction of SGF for behavioral health services to children and youth as a result of a coordinated system of care between the Department of Social Services (DSS), the Department of Health & Hospitals (DHH), and the Office of Juvenile Justice (OJJ). It is estimated that 70% of youth in the custody of DSS and OJJ are Medicaid eligible. Through this coordinated system of care, state funding for children and youth with behavioral health disorders that are at risk for or currently involved with the DSS and/or OJJ systems may be reimbursable through Medicaid. A recommendation of the Streamlining Commission on Government # 107 .	-$1,127,521	-$1,127,521	0
10 -360	Children & Family Services	Children & Family Services	Reduction of excess budget authority in IAT Supplemental Social Services Block Grant from the Office of Community Development (OCD) used to rebuild child care facilities after Hurricane Katrina.	$0	-$1,000,000	0
10 -360	Children & Family Services	Children & Family Services	Reduction in SGF for Multi-Systemic Therapy (MST) services. MST is an evidence-based intervention service for youth ages 12-1 who are exhibiting serious behavior problems. The goal of MST is to prevent placement of youth in foster care and to assist in the effort to move adolescents from residential care to less restrictive environments whenever possible. MST services are available in greater New Orleans, Monroe, Shreveport, Baton Rouge, Alexandria, Lake Charles, and Covington. Since MST became a Medicaid billable service in December 2008, most of the youth receiving MST services are Medicaid eligible. Therefore, the $300,000 of funding set aside for non-Medicaid eligible youth is underutilized and eliminated.	-$300,000	-$300,000	0
10 -360	Children & Family Services	Children & Family Services	Reduces funding for travel in the Prevention & Intervention Program. In FY 11, total funding for travel is $8.4 M.	-$275,000	-$275,000	0
10 -360	Children & Family Services	Children & Family Services	Reduction in funding for the evaluation contract for In-Home-Based Services. The goal of In-Home-Based Services is to increase the family's ability to protect the children from further maltreatment while safely maintaining the child in the family unit. This avoids additional trauma to the children and has been proven to be much more cost effective in the long term as it prevents more costly placement into foster care.	-$100,000	-$100,000	0
10 -360	Children & Family Services	Children & Family Services	Reduction of excess budget authority in Supplemental Social Services Block Grant for non-recurring funds related to hurricane relief efforts.	$0	-$95,055,706	0
10 -360	Children & Family Services	Children & Family Services	Annualization of mid-year reduction in SGF for the 211 LA-HELP-U toll free telephone number. The 211 LA-HELP-U is operated by the United Way as part of a contract. The toll free telephone number is primarily used by Untied Way during disasters. The toll free telephone number is still active.	-$250,000	-$250,000	0
10 -360	Children & Family Services	Children & Family Services	Annualization of mid-year reduction in SGF for DHH Medicaid Eligibility Computer System ($256,130) and in-state travel and supplies ($154,618).	-$410,748	-$410,748	0
10 -360	Children & Family Services	Children & Family Services	Annualization of mid-year reduction in SGF ($27,698) and Federal fund ($30,007) for the DBA/DB2 Information Technology contract.	-$27,698	-$57,705	0
10 -360	Children & Family Services	Children & Family Services	Non-recurring one-time funding for the Emergency Preparedness BA-7 that increased IAT budget authority in the Administration & Executive Support Program. The source of IAT funding is Statutory Dedications from the State Emergency Response Fund (SERF). DSS is the agency assigned the primary emergency function of shelter operation and control during emergencies and disasters. SERF was used for operational expenditures related to emergency preparedness functions.	$0	-$3,212,406	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
			Major Reductions for Children & Family Services	**-$8,179,266**	**-$129,114,720**	**0**
11 -431	Natural Resources	Office of Secretary	Elimination of 4 positions, along with associated funding for salaries and related benefits. The source of IAT funding ($335,439) is the Mineral & Energy Operation Fund (via the Office of Mineral Resources). This reduction is a result of a Streamlining Committee Recommendation #112 that restructures the Office of the Secretary. The 4 positions being eliminated are executive counsel, economist, application programmer, and accountant.	-$42,484	-$377,923	-4
11 -432	Natural Resources	Conservation	Elimination of 3 positions, along with associated funding for salaries and related benefits. The source of funding for these positions is SGF ($5,644) and Statutory Dedications from the Oil & Gas Regulatory Fund ($153,667). The positions are mineral production analysts and are currently filled.	-$5,644	-$159,311	-3
11 -432	Natural Resources	Conservation	The Office of Conservation will begin a process of a combination of increased inspection periods for land based oil and gas wells and a self inspection program for water borne oil and gas wells. This will result in a reduction of 10 Conservation Enforcement Specialist positions that are currently filled. This is a Streamlining Commission Recommendation (#16).	-$500,000	-$500,000	-10
11 -434	Natural Resources	Mineral Resources	Elimination of 4 positions, along with associated funding for salaries and related benefits. The source of funding for these positions was the Mineral & Energy Operation Fund. Positions being reduced include 2 petroleum analysts, an auditor and a field representative.	$0	-$259,902	-4
			Major Reductions for Natural Resources	**-$548,128**	**-$1,297,136**	**-21**
12 -440	Revenue	Office of Revenue	Reduction in SGR for professional services due to renogotiation of vendor contracts resulting in lower fees for FY 11 in the Tax Collection Program ($377,726) and the Alcohol & Tobacco Control Program ($11,216).	$0	-$388,942	0
12 -440	Revenue	Office of Revenue	Reduces funding ($748,604 SGF and $420,777 SGR) due to personnel reductions. As a result of the FY 10 hiring freeze, 15 positions were cut (14 in Tax Collection and 1 in Charitable Gaming). In addition, 4 severance tax auditors were transferred to the Department of Natural Resources. The Tax Commission also eliminated 2 tax specialist positions for a total reduction of 21 positions. *(However, the Department of Revenue also added 20 auditor positions ($1,670,340 SGR) as a result of a streamlining commission recommendation resulting in a net loss in T.O. of one, which is shown in the Major Enhancements Section of this document.)*	-$748,604	-$1,169,381	-21
12 -440	Revenue	Office of Revenue	Reduces the appropriation for rental expenditures in the New Orleans Regional Office, which is expected to relocate to Benson Towers sometime in the middle of FY 11. The office will require less space than it is currently occupying which is the basis of this reduction.	$0	-$69,239	0
			Major Reductions for Revenue	**-$748,604**	**-$1,627,562**	**-21**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
13 -850	Environmental Quality	Office of Secretary	Personnel reductions (vacant positions). DEQ is reducing its T.O. department-wide by 86 positions from its currently authorized 933 positions. DEQ used the Executive Order Freeze, BJ 2009-11, to create vacant positions for a forced attrition to meet its T.O. as appropriated in HB 1, without having to actively layoff personnel. The expenditure reduction adjustments to eliminate these 86 positions total $6.3 M. Another $1.8 M department-wide was reduced through attrition. As of 5/25/2010 80 positions were vacant. DEQ eliminated the Office of Environmental Assessment, eliminated 35 of its positions and moved 208 out of 243 positions into the Office of Environmental Compliance (100 positions at $17.1 M, which includes 3 positions and remaining funding, $2.96 M, for laboratory services traditionally already outsourced), Office of Environmental Services (105 positions at $17.4 M), and Office of Secretary (3 positions: 1 moved to legal services, and 2 executive positions). The Office of Secretary also eliminated 11 positions and receive 2 executive positions from each of the other remaining 3 offices. The Offices of Environmental Compliance and Environmental Services each eliminated 14 positions and the Office of Management & Finance eliminated 12 positions. DEQ estimated the current personnel adjustments and their allocation between offices/programs in DEQ during budget preparation in Fall 2009. DEQ indicated that BA-7's subsequent to appropriation are likely necessary to properly align the department's reduced personnel with the general reorganization that DEQ is undergoing.	$0	-$917,624	-11
13 -850	Environmental Quality	Office of Secretary	Reduces various department expenditures in each office for operating expenditures (travel, operating services and supplies) which total $2.3 M department-wide.	$0	-$44,860	0
13 -851	Environmental Quality	Environmental Compliance	Personnel reductions (vacant positions). See writeup in Office of Secretary for overall description of personnel reductions.	$0	-$809,548	-14
13 -851	Environmental Quality	Environmental Compliance	Reduces various department expenditures in each office for operating expenditures (travel, operating services and supplies) which total $2.3 M department-wide.	$0	-$441,486	0
13 -852	Environmental Quality	Environmental Services	Personnel reductions (vacant positions). See writeup in Office of Secretary for overall description of personnel reductions.	$0	-$958,888	-14
13 -852	Environmental Quality	Environmental Services	Reduces various department expenditures in each office for operating expenditures (travel, operating services and supplies) which total $2.3 M department-wide.	$0	-$196,275	0
13 -853	Environmental Quality	Environmental Assessment	Personnel reductions (vacant positions). See writeup in Office of Secretary for overall description of personnel reductions.	$0	-$2,766,908	-35
13 -853	Environmental Quality	Environmental Assessment	Reduces various department expenditures in each office for operating expenditures (travel, operating services and supplies) which total $2.3 M department-wide.	$0	-$428,819	0
13 -853	Environmental Quality	Environmental Assessment	A reduction in rent in State-owned buildings. DEQ's rent for its laboratory of $1.5 M is eliminated due to its outsourcing of lab services. Lab services to analyze water/soil samples were already outsourced to 2 private labs as of 6/1/2009 at an aggregate contract cost of $543,000 (These contracts are a combined average of $566,290 per year over the next 2 fiscal years). The remaining lab services which were undertaken in-house will also now be outsourced: Air samples analysis at $900,000 per year (more or less depending on the number of samples analyzed), Radiological at $50,500, and another water samples analysis contract at $35,000 per year. DEQ moved $1.3 M from supplies and operating services no longer needed for operation of the lab into professional services to fund the outsourced lab analysis contracts. Including the administrator position at $142,500 salary and related benefits, 18 vacant lab positions are eliminated at a cost savings of approximately $1.2 M per year (persons holding these positions were placed in other available positions within the department). These positions were included in the positions in DEQ frozen by the Executive Order Freeze, BJ 2009-11, and are included in the 86 positions reduced by DEQ to meet their FY 11 appropriated TO.	$0	-$1,528,184	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
13 -855	Environmental Quality	Management & Finance	Personnel reductions (vacant positions). See writeup in Office of Secretary for overall description of personnel reductions.	$0	-$815,922	-12
13 -855	Environmental Quality	Management & Finance	Reduces various department expenditures in each office for operating expenditures (travel, operating services and supplies) which total $2.3 M department-wide.	$0	-$1,220,601	0
			Major Reductions for Environmental Quality	**$0**	**-$10,129,115**	**-86**
14 -474	Workforce Commission	Workforce Support & Training	Reduces funding for the Incumbent Worker Training Program, which is indexed to the Unemployment Trust Fund. By federal law, if the Unemployment Trust Fund balance falls below certain thresholds, the state is limited in the funding it can provide to the Incumbent Worker Training Program. This reduction is based on the current forecast of the Unemployment Trust Fund. The program is funded through the Incumbent Worker Training Account, which is a social charge account within the Employment Security Administration Fund. Total funding for the Incumbent Worker Training Program in FY 10 was $45,207,686 and is $26,476,473 for FY 11 (the program also incurred statewide reductions of $459,255).	$0	-$18,271,958	0
14 -474	Workforce Commission	Workforce Support & Training	This reduction ($134,805 IAT; $729,841 Statutory Dedications; and $1,430,910 Federal) eliminates 34 vacant positions from the Workforce Commission. However, the Commission added 325 positions with the transfer of certain services from the Department of Social Services for a net increase of 291 positions. The DSS positions are not considered an increase to the state budget because they were transferred between agencies.	$0	-$2,295,556	-34
14 -474	Workforce Commission	Workforce Support & Training	Non-recurring funding for a portion of the ARRA federal funding that was authorized in FY 10 related to the administration of the Unemployment Insurance Trust Fund. The funding was provided to the states without qualifiers to assist with anticipated administrative cost increases because unemployment claims were expected to climb.	$0	-$7,027,524	0
14 -474	Workforce Commission	Workforce Support & Training	Non-recurring federal ARRA funding for Community Services Block Grant (CSBG) which was a pass through to community action agencies at the local level. CSBG grants require that no less than 90% of funds be distributed to local community action agencies that are responsible for delivering services. The major focus of the funding is to assist low-income individuals through rental assistance, employment and training assistance, emergency assistance and weatherization projects.	$0	-$23,473,377	0
14 -474	Workforce Commission	Workforce Support & Training	Non-recurring federal ARRA funding ($35,027,233) related to the Workforce Investment Act and Wagner-Peyser Act provisions ($35,027,233), which supplements activities of the current state plan targeting youth, adults, dislocated workers and employment services grants through the local Workforce Investment Areas. The adjustment also includes $1,818,783 SGF for broad-based longitudinal research of the state's population from birth through workforce entry for use in occupational forecasting at the University of LA at Lafayette. Also non-recurred is the funding related to the Work-It Program of $178,235 from the Overcollections Fund. This program promotes career opportunities in the Region 3 Technical College system through a media campaign targeting junior and senior high school youth and parents as well as students in danger of dropping out of college.	-$1,818,783	-$37,024,251	0
14 -474	Workforce Commission	Workforce Support & Training	Non-recurring funding from the Overcollections Fund for the Cecil J. Picard Center for Child Development at the University of LA at Lafayette added through Act 122 of 2009.	$0	-$500,000	0
14 -474	Workforce Commission	Workforce Support & Training	Non-recurring funding for a portion of the Community Development Block Grant that was administered through the Community Services Program of the Workforce Commission. The IAT funding is transferred from the Division of Administration using Housing & Urban Development dollars related to Gustav/Ike recovery to provide employment training in areas hardest hit by the storms. The original appropriation in FY 09 was $28 M and was reduced to $10 M in FY 10 as the dollars were spent. The total appropriation for this activity in FY 11 is $6.5 M.	$0	-$3,482,364	0

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
14 -474	Workforce Commission	Workforce Support & Training	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings. The only SGF within the agency is associated with the transfer of most of LA Rehabilitation Services (LRS) from the Department of Social Services to the Workforce Commission and is used to draw down additional Federal funds. It is anticipated that this reduction will also eliminate roughly $512,000 in Federal funds for the program for a total reduction of about $651,000, which may result in fewer LRS services being provided.	-$138,452	-$138,452	0
			Major Reductions for Workforce Commission	**-$1,957,235**	**-$92,213,482**	**-34**
16 -511	Wildlife & Fisheries	Management & Finance	Elimination of 5 positions, along with associated funding for salaries and related benefits. The source of funding is the Conservation Fund.	$0	-$305,372	-5
16 -511	Wildlife & Fisheries	Management & Finance	A reduction in Statutory Dedications funding and 2 positions associated with the elimination of publishing of the LA Conservationist Magazine due to a reduction in the number of paid magazine subscriptions. Savings includes salaries and related benefits ($113,199), operating services ($95,604), supplies ($1,500), professional services ($10,000), and acquisitions ($2,500). The source of the Statutory Dedication is the Conservation Fund.	$0	-$222,803	-2
16 -513	Wildlife & Fisheries	Office of Wildlife	Elimination of 1 position, along with associated funding for salaries and related benefits. The position being eliminated is a biologist position that was frozen as a result of the current year hiring freeze. The source of funding is the Conservation Fund.	$0	-$92,922	-1
16 -514	Wildlife & Fisheries	Office of Fisheries	Non-recurring one-time funding for Special Legislative Projects. Projects include salvinia eradication on Lake Bistineau ($60,000) and Cypress-Black Bayou Lakes ($40,000).	-$100,000	-$100,000	0
			Major Reductions for Wildlife & Fisheries	**-$100,000**	**-$721,097**	**-8**
17 -	Civil Service	Department Wide	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings as follows: Ethics Administration ($31,776); State Police Commission ($4,943); and Division of Administrative Law ($33,895).	-$70,614	-$70,614	0
17 -560	Civil Service	State Civil Service	Reduced funding for 4 vacant human resource positions. ($238,368 IAT).	$0	-$238,368	-4
17 -562	Civil Service	Ethics Administration	Reduced SGF associated with the rental of the building which the Ethics Administration recently vacated (LA Housing Finance Agency Building on Quail Drive) to relocate to the LaSalle Building.	-$234,457	-$234,457	0
			Major Reductions for Civil Service	**-$305,071**	**-$543,439**	**-4**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
19A-600	Higher Education	LSU System	Budget reduction for the management board of the LSU System.	-$868,369	-$868,369	0
19A-615	Higher Education	SU System	Budget reduction for the management board of the SU System.	-$379,053	-$379,053	0
19A-620	Higher Education	UL System	Budget reduction for the management board of the UL System.	-$701,669	-$701,669	0
19A-649	Higher Education	LCTCS System	Budget reduction for the management board of the LCTCS System.	-$1,167,828	-$1,167,828	0
19A-671	Higher Education	Board of Regents for Higher Education	Budget reduction for the management board of the Board of Regents.	-$2,064,600	-$2,064,600	0
19A-671	Higher Education	Board of Regents for Higher Education	Non-recur one-time funding provided to the Board of Regents for the Postsecondary Education Review Commission.	-$450,000	-$450,000	0
19A-671	Higher Education	Board of Regents for Higher Education	Eliminates funding for Aid to Independent Institutions. This eliminates funding for this pass-through from the Board of Regents to independent institutions of higher learning for educating LA residents.	-$1,000,000	-$1,000,000	0
19A-671	Higher Education	Board of Regents for Higher Education	$2.7 M was restored to a $25.2 M reduction (Senate Finance Committee Amendment) to LSU Board of Supervisors ($1,250,000), SU Board of Supervisors ($150,000), UL Board of Supervisors ($400,000) and LCTC Board of Supervisors ($900,000). The Commissioner of Administration is now directed to reduce discretionary SGF expenditures within Higher Education to generate savings: Board of Regents - ($14.8 M) LSU Board of Supervisors - ($1.25 M) LSU Agriculture Center - ($5 M) SU Board of Supervisors - ($150,000) UL Board of Supervisors - ($400,000) LCTC Board of Supervisors - ($900,000)	-$22,474,292	-$22,474,292	0
			Major Reductions for Higher Education	**-$29,105,811**	**-$29,105,811**	**0**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
19B-	Special Schools & Comm.	Department Wide	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings for LA Schools for Deaf & Visually Impaired ($360,608); LA School for Math, Science & the Arts ($99,837); LA Educational Television Authority ($100.867); Board of Elementary & Secondary Education ($19.308); and the New Orleans Center for the Creative Arts ($70,361).	-$650,981	-$650,981	0
19B-653	Special Schools & Comm.	LA Schools for the Deaf & Visually Impaired	Personnel Reductions representing the elimination of 18 positions at the LA School for the Deaf and 6 positions at the LA School for the Deaf.	-$1,188,924	-$1,188,924	-24
19B-653	Special Schools & Comm.	LA Schools for the Deaf & Visually Impaired	LSD - Savings in SGF through efficiencies identified for FY 11. The School for the Deaf reports that they are unable to identify specific savings associated with this $1.2 M reduction in SGF.	-$1,200,000	-$1,200,000	0
19B-653	Special Schools & Comm.	LA Schools for the Deaf & Visually Impaired	LSVI - Savings in SGF through efficiencies for FY 11. The School for the Visually Impaired reports that they are unable to identify specific savings associated with this $300,000 reduction in SGF.	-$300,000	-$300,000	0
19B-655	Special Schools & Comm.	LA Special Education Center (LSEC)	Adjustment in SGF match for Medicaid Title 19 funds based on an enhanced Medicaid daily per diem rate offsetting this reduction in SGF.	-$483,361	-$483,361	0
19B-657	Special Schools & Comm.	LA School for Math, Science, & the Arts	This reduction represents a requirement by the Office of Planning & Budget to eliminate funding for increased costs in state retirement benefits and salary base adjustments. The LA School for Math, Science, & the Arts will fund these items from reductions in other budget items. However, LSMSA does not have specific reductions and corresponding amounts developed yet.	-$153,430	-$153,430	0
19B-662	Special Schools & Comm.	LA Educational Television Authority	This reduction represents a requirement by the Office of Planning & Budget to eliminate funding for increased costs for merit increases, salary adjustments, and state retirement benefits increases from other line items.	-$173,757	-$173,757	0
19B-666	Special Schools & Comm.	State Board of Elementary & Secondary Education	Reduction in the LA Quality Education Support Fund-8(g) due to a decrease in projected revenue. Approximately $5 M of this amount is budget authority provided in FY 10, but the funds were never received. The total amount budgeted for FY 11 is $38 M.	$0	-$8,985,578	0
19B-673	Special Schools & Comm.	New Orleans Center for Creative Arts	Reduction mandated by the Office of Planning & Budget without targeting a specific purpose or line item. NOCCA is working on identifying areas for this targeted reduction.	-$50,511	-$50,511	0
			Major Reductions for Special Schools & Comm.	**-$4,200,964**	**-$13,186,542**	**-24**

Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
19 -678	Elem. & Secondary Educ.	State Activities	Funding is reduced from the annualization of mid-year reductions from personal services, operating services, supplies and travel for several activities across the State Activities Agency.	-$3,285,071	-$3,285,071	-14
19 -678	Elem. & Secondary Educ.	State Activities	Directs the Commissioner of Administration to reduce discretionary SGF expenditures to generate a specified savings.	-$2,632,796	-$2,632,796	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	A reduction of $6,642,198 in Education Excellence Funds based on projections adopted by the Revenue Estimating Conference on 12/17/09 and 4/14/10. in the Executive Budget. The total amount of Education Excellence Funds budgeted for FY 11 is $14,612,955.	$0	-$6,642,198	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	Reduces 8(g) IAT budget authority by $5 M for the LA4 Pre-K Program due to non-receipt of funds. In addition to this reduction there was a MOF swap reducing $41.5 M and replacing it with TANF funds, $825,561 was reduced as a result of a 1.8% reduction of the $47 M in SGF previously appropriated (annualization of mid-year cuts), and $251,569 IAT budget authority for TANF funds was reduced based on a 3-year average of expenditures. The FY 10 budgeted amount for LA4 is $47,353,368 SGF and $33,301,569 IAT for a total of $80,654,937. The total amount budgeted for LA4 for FY 11 is $5,027,807 SGF, $68,550,000 IAT (TANF), and $1 M STAT DED (Academic Improvement Fund) for a total of $74,577,807.	-$825,561	-$6,077,130	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	Reduction for the Professional Improvement Program (PIP) due to decrease in the number of teachers participating in the program. The Department of Education anticipates approximately 6,400 teachers to participate in FY 11. The total amount budgeted for FY 11 is $11,175,007 SGF.	-$2,501,000	-$2,501,000	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	Reduction in excess budget authority for various programs across Subgrantee Assistance. The total amount reduced is $6.1 M in IAT (TANF-Federal) and $80.8 M Federal funds. Approximately $72.2 M in federal authority is reduced from the Title I and IDEA grant funds activities with approximately $743 M in federal authority remaining for FY 11.	$0	-$87,001,213	0
19 -682	Elem. & Secondary Educ.	Recovery School District	Reduction in the amount of $1.3 M in SGF in the Instructional Program for the extended day program ($1.3 M). The reduction for the extended day program equates to reducing the school day from 7.75 hours to 7.5 hours per day for a total loss of 45.5 hours across 182 days.	-$1,300,000	-$1,300,000	0
19 -682	Elem. & Secondary Educ.	Recovery School District	The Executive Budget reduced $2.5 M for the payments of premiums to the Office of Risk Management.	-$2,500,000	-$2,500,000	0
19 -697	Elem. & Secondary Educ.	Non-public Education Assistance	Funding for the reimbursement of costs for the transportation of nonpublic students is eliminated. The adjustment transfers the Transportation Program responsibility to the local school districts. This program provides financial assistance to local school districts for transporting nonpublic K-12 students enrolled in nondiscriminatory, state-approved nonpublic school as required by R.S. 17:158. In FY 10 this activity will reimburse 35 local public school districts for the transportation costs of 18,122 K-12 nonpublic students at a rate of $397.42 per student.	-$7,202,105	-$7,202,105	0
			Major Reductions for Elem. & Secondary Educ.	**-$20,246,533**	**-$119,141,513**	**-14**

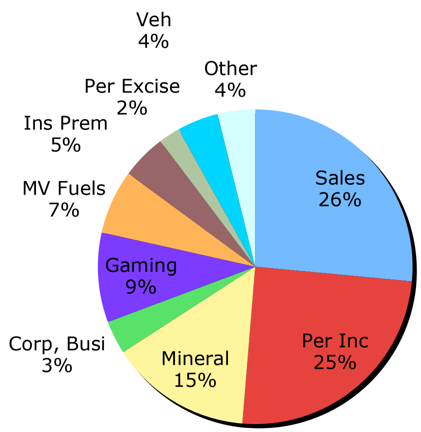
Major Reductions in the FY 11 Budget Compared to the FY 10 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
19E-610	LSU Health Care Services Division	LSU HSC-HCSD	Annualization of mid-year budget reductions to non-allowable costs at HCSD hospitals. HCSD has not finalized plans to implement these specific reductions as of this writing. However, HCSD reports they will likely make budget reductions in FY 11 that are similar to the following mid-year reductions made in FY10: 1. Reduction in professional service contracts for physicians and Certified Registered Nurse Anesthetists (CRNAs). 2. Decreasing the hours of operation, in some instances by up to 2.5 hours per day, in certain outpatient pharmacies. 3. Delaying the replacement of equipment and needed repairs. 4. Reducing personnel costs by not filling certain vacancies and forcing attrition.	-$2,454,084	-$2,454,084	0
19E-610	LSU Health Care Services Division	LSU HSC-HCSD	MEDICAL CTR OF LA - Non-recuring one-time funding provided for a statewide colorectal cancer screening program.	-$350,000	-$350,000	0
19E-610	LSU Health Care Services Division	LSU HSC-HCSD	Reduces Disproportionate Share (DSH) funding to reduce discretionary expenditures by the following amounts per hospital: Earl K. Long (Baton Rouge) $622,171, University Medical Center (Lafayette) $513,852, W. O. Moss (Lake Charles) $223,765, Lallie Kemp (Independence) $202,368, Bogalusa Medical Center $245,594, L. J. Chabert Medical Center (Houma) $468,222, and the Medical Center of LA at New Orleans $1,485,090.	$0	-$3,761,062	0
			Major Reductions for LSU Health Care Services Division	**-$2,804,084**	**-$6,565,146**	**0**
20 -452	Other Requirements	Local Housing of State Juvenile Offenders	Reduction in funding based on historical analysis of prior fiscal years, which indicates the agency has not expended the total appropriation on youth in state custody.	-$550,000	-$550,000	0
20 -906	Other Requirements	District Attorneys / Assistant DA	Reduces one-time funding for operating expenses for the District Attorney of Orleans Parish.	-$70,000	-$70,000	0
20 -909	Other Requirements	LA Health Insurance Association	Eliminates funding to the LA Health Insurance Association for supplementing high risk insurers.	-$2,000,000	-$2,000,000	0
20 -945	Other Requirements	Misc. State Aid - Local Entities	Adjusts Bossier Truancy Fund to projected revenue. Total recommended for FY 11 is $551,000. The Bossier Parish Truancy Program Fund derives from slot machine gaming facilities in Bossier Parish. Monies in the fund shall be used solely and exclusively by the district attorney in the Twenty-Sixth Judicial District to support a truancy program and truancy-related matters within the Twenty-Sixth Judicial District.	$0	-$180,500	0
20 -950	Other Requirements	Special Acts/Judgments	Reductions in funding for Special Acts and Judgments. House Committee amendment added $8,712,794 in funding.	-$19,247,530	-$19,247,530	0
20 -977	Other Requirements	Debt Service & Maintenance	Use of the FY 09 SGF surplus and collections from the LA Tax Delinquency Amnesty Act of 2009 to defease debt in FY 10; thereby, reducing State Debt Service in FY 11. (Supplementary Recommendation)	-$27,455,225	-$27,455,225	0
			Major Reductions for Other Requirements	**-$49,322,755**	**-$49,503,255**	**0**
			Major Reductions of FY 2011	**-$429,848,402**	**-$4,947,335,412**	**-1,417**

Section III

BUDGETARY OVERVIEWS

STATE REVENUE SUMMARY
as of 4/14/10 and 6/11/2010 REC and FY10 Final Collections
Sep, 2010



Components of the Forecasted State Revenue Base
FY 2009-10 Final Collections, Net of Amnesty Receipts

$77.02	Oil Price Fcst:	$72.43	$76.50	$77.18	$78.78
$4.26	Gas Price Fcst:	$4.28	$5.34	$6.20	$6.59
FY10		**FY11**	**FY12**	**FY13**	**FY14**
Actual		Fcst 6/11	Fcst 04/10	Fcst 04/10	Fcst 04/10
2,362.5	**Sales**	**2,402.0**	**2,454.0**	**2,546.0**	**2,647.0**
2,213.9	**Per Inc**	**2,467.6**	**2,743.7**	**2,936.9**	**3,099.0**
1,298.5	**Mineral**	**1,355.7**	**1,464.4**	**1,595.5**	**1,691.4**
305.3	**Corp, Busi**	**501.9**	**512.9**	**471.9**	**482.1**
822.0	**Gaming**	**806.7**	**834.4**	**854.0**	**870.1**
588.0	**MV Fuels**	**594.0**	**567.9**	**578.1**	**592.9**
378.9	**Veh**	**400.5**	**446.2**	**483.5**	**500.3**
411.5	**Ins Prem**	**428.1**	**431.7**	**447.5**	**468.9**
196.8	**Per Excise**	**194.3**	**194.0**	**181.6**	**181.1**
342.5	**Other**	**301.7**	**294.7**	**285.7**	**266.9**
8,919.9	**Total**	**9,452.5**	**9,943.9**	**10,380.6**	**10,799.7**
(1,744.1)	**Dedications**	**(1,733.5)**	**(1,745.4)**	**(1,789.7)**	**(1,835.7)**
7,175.8	**General Fund**	**7,719.0**	**8,198.5**	**8,590.9**	**8,964.0**
(2,235.5)	(millions $)	543.1	479.5	392.5	373.0
-23.8%		7.6%	6.2%	4.8%	4.3%
(3,018.9)	-29.7%	<= SGF Revenue Drop From FY08 Peak			

Legislative Fiscal Office

STATE REVENUE SUMMARY
as of 4/14/10 and 6/11/2010 REC and FY10 Final Collections
Sep, 2010

FY09: Recession Arrives

	$ Growth	% Growth	
Sales Tax	(135.5)	-4.2%	By 2nd half of FY09 U.S./world recession had arrived; job growth negative, unemploy rising, LA households retrenching.
Corporate	(114.5)	-12.2%	Weak dollar can't offset energy price pullback, U.S./global recession, and borrowed capital phase-out.
Personal Income	(202.6)	-6.4%	Lagged response to national recession can't offset weakening job market and excess itemized give-back.
Gaming	(25.2)	-2.8%	Modest combined industry decline but spending weakness in boats, land-based, lottery, and video poker.
Mineral	(395.4)	-19.7%	Price declines from summer 2008 peak cuts revenue from FY08. Oil still historically strong, but gas is weak.
Motor Fuels	(9.8)	-1.6%	Economic slowdown means less transportation fuel consumption
Interest & Premiums	(19.6)	-3.5%	Fund balances decline, and tax credit phase-downs can't offset less premium base growth as Katrina/Rita effect fades.
TLF Growth	(899.8)	-7.5%	FY09: Everything steps down
SGF Growth	(783.4)	-7.7%	

FY10: Recession Continues And Tax Cuts

	$ Growth	% Growth	
Sales Tax	(459.2)	-14.9%	Negative job growth, rising unemployment, household & business retrenching, and tax cut on business utilities.
Corporate	(617.1)	-74.8%	Weak U.S. and global recovery, net operating loss deductions, and borrowed capital phase-out tax cut.
Personal Income	(685.5)	-23.1%	Weak job market and phase 3 of excess itemized give-back plus bracket expansion tax cuts.
Gaming	(41.0)	-4.8%	Spending weakness across the board: boats, land-based, slots, and video poker.
Mineral	(368.7)	-22.9%	Weak natural gas prices and large Haynesville bonus' in FY09 make FY10 a down year.
Motor Fuels	(2.5)	-0.4%	Beginnings of a recovery dampen fuel consumption drop to vertually flat compared to FY09.
TLF Growth	(2,184.7)	-19.6%	FY10: Everything falls off the edge
SGF Growth	(2,159.7)	-23.0%	

FY11 - FY14

Final collections for FY09 were close to forecast (-0.53% error, $49.8 million). Forecasts for FY10 - FY14 were revised in December 2009 on the basis of year-to-date collections performance and updated assessments of national and state economic conditions. While national assessments seem to be calling the end of the recession, there is still likely to be a long period of slow recovery before normal economic performance occurs. National unemployment rates will likely continue to climb for some time, and state rates will likely follow to some extent. Household and business spending retrenchment is also likely to continue for some time. On the positive side, energy prices finished above forecast for FY09 and have remained above forecast for FY10. Mineral revenue forecast for FY10 was increased in December but was more than offfset by downward revisions to spending and income based revenues such as sales tax and corporate tax. Further improvement in mineral revenue forecasts may have to be used to offset possible continual weakness in sales, income, and corporate taxes.

The forecasts for FY11 - FY14 anticipate economic recovery with positive revenue growth and stable to moderating rising energy prices. Forecast base growth in personal and corporate income tax and in sales tax is modest, but does need to rebound for FY11 targets to be met from the sharp spike down in FY10. Large tax cuts should be fully incorporated by the end of FY10, allowing FY11 to grow from those reduced bases. However, employment, income, and spending improvements have to actually occur for tax receipts to show the improvement expected. Job growth appears to have returned but at very modest rates. Spending appears to have stabilized but has yet to exhibit sustained growth. So long as the national economy struggles to gain traction and does not exhibit sustained growth sufficient to reduce unemployment the state economy will be sluggish as will be revenue improvement.

Significant horizon issues include the proposed increase in state mineral revenue allocated to parish governments on the Novemember 2010 ballot. If adopted by the electorate, state tax revenue will be diverted from the general fund by an estimated $35 million in FY12 and then $60 milion per year in FY13 and each year thereafter. In addition, significant federal tax cuts expire at the end of 2010. To the extent these tax cuts expire the state tax base will decline (through the federal income tax deduction) and state tax revenue will decline. Any such effect will be primarily experienced starting in FY12. The state tax revenue impact could exceed $100 million per year. These potential effects have not yet been incorporated into the revenue forecasts.

Upside potential: The national/global recovery accelerates materially with a comparable response by the LA economy. Energy prices rise along with business and household spending.

Downside risks: The national/global recovery slows to recessionary rates, prolonging consumer/business spending retrenchment. Energy prices fall as demand dampens.

STATE EXPENDITURE LIMIT
FY 11

Article VII, §10.C and R.S. 39:33.1 establish and provide for the annual State Expenditure Limit. Appropriations from the SGF and dedicated funds shall not exceed the limit for the fiscal year. SGF and dedicated funds are defined in Article VII, §10.J, and excludes funds of federal origin, higher education self-generated revenue, transfers between state agencies, boards or commissions, and the constitutional parish severance tax and royalty allocations. Funds handled by the state in a fiduciary capacity are also excluded. The limit is determined during the first quarter of the calendar year for the next fiscal year as the current limit multiplied by the average positive growth of LA personal income over the three prior calendar years. The limit for a fiscal year may be changed by a specific legislative instrument receiving a 2/3 favorable vote of each house. The limit for each year is established at one point and is not recalculated at later times. To date, legislative changes in the limit have applied to specific appropriations in the year in which the change was made and have not affected the calculation of the limit for subsequent years. Act 734 of 2008 clarified the calculation of the growth factor, which will result in slightly smaller expenditure limits in subsequent years than would otherwise have occurred.

Expenditure Limit for FY 10	$13,923,623,553
Growth Factor (average annual growth in LA personal income 2007 – 2009)	3.64%
Expenditure Limit For FY 11	**$14,430,606,696**
Appropriations Subject To The Limit	$11,495,281,470
Appropriations Over / (Under) The Limit	**($2,935,325,226)**

At the beginning of FY 11, appropriations subject to the expenditure limit are under the limit by some $2.935 B. In the absence of a specific increase in the limit by the legislature, this represents the maximum amount that these appropriations can be increased during this fiscal year, including appropriations approved by the Interim Emergency Board (IEB). Pending final determination of the IEB allocation for this fiscal year (typically available in October each year), the prior year allocation of $24.9 M may be considered as reserved against the available amount of limit above.

2010 Regular Legislative Session – Major Money Bills

The FY 11 budget development process began in November 2009 with an anticipated FY 11 budget deficit of approximately $950 M that grew into a budget deficit of approximately $1.2 B by June 2010 due to reduced SGF revenue forecast in April and June 2010. From the time the governor presented the FY 11 Executive Budget Recommendation to the legislature in February 2010 to the time the appropriation measures were signed into law, the FY 10 SGF revenue forecast was reduced a total of $580.4 M and the FY 11 SGF revenues were reduced $302.3 M (approximately $882.7 M less SGF total for FY 10 and FY 11).

Due to Act 519 of 2009 (Tax Amnesty Program) ($242 M), the Eli Lilly legal settlement ($16.9 M), FY 09 prior year surplus funds ($76 M), and access to the Budget Stabilization Fund (Rainy Day Fund) ($198.4 M), the state had approximately $533.4 M of resources that could be utilized in FY 10 and FY 11. All of these potential resources, along with other various fund balances and SGF reductions have been utilized to eliminate the FY 10 budget deficit and to balance the FY 11 budget. Act 11 (HB 1), Act 51 (HB 1358), Act 633 (HB 787), Act 41 (HB 76), and Act 803 (SB 711) of 2010 all played a role in eliminating the FY 10 budget deficit and the creation of the FY 11 budget.

How was the FY 10 budget deficit eliminated?

During the 2010 legislative session, the FY 10 SGF revenue forecast was reduced $319 M (REC 04/14/10) and $261.4 M (REC 06/11/10) for a total SGF revenue reduction of $580.4 M. The legislature eliminated this deficit through two legislative instruments, Act 51 (HB 1358) and Act 633 (HB 787). The elimination of the FY 10 deficit included the following:

1. SGF reductions of $252.2 M (Act 51);
2. Use of $198.4 M from the Budget Stabilization Fund;
3. $15.9 M various fund balances transferred into the SGF (Act 633); and
4. $63 M transferred from the State Emergency Response Fund (SERF) into the SGF.

Act 51 of 2010, which was the FY 10 supplemental appropriations bill, reduced SGF expenditure authority $252,157,947. Even though the SGF sustained an overall reduction of $252.2 M in spending authority, approximately $226.6 M of the SGF reduction, or 90%, was a means of financing substitution within DHH's budget that replaced $226.6 M in SGF with $33 M in Statutory Dedications from the Overcollections Fund and $195.3 M in Federal funds. Approximately $16.9 M of the $33 M in Statutory Dedications is from the Eli Lilly legal settlement, while the remaining $17 M was a pre-session projected FY 11 ending year unappropriated fund balance within the Overcollections Fund *(Act 633 transfers the Eli Lilly legal settlement funds into the Overcollections Fund).* Essentially, Eli Lilly settlement proceeds were utilized in FY 10 to free up SGF in FY 10.

In addition, Act 51 also provides authority for Budget Stabilization Fund use contingent upon recognition of the REC. This recognition took place in June 2010 and the Budget Stabilization Fund is being utilized for FY 10 expenditures. Act 633 (HB 787) transferred unappropriated fund balances from various funds totaling $78,905,388 into the state general fund in order to eliminate the FY 10 deficit. The majority of the $78.9 M transferred is from the State Emergency Response Fund (SERF), $63 M.

Below is a summary of how the FY 10 budget deficit was eliminated:

FY 10 Deficit 4/14/10*	$269.5 M
FY 10 Deficit 6/11/10	$261.4 M
Total FY 10 Deficit	**$530.9 M**

**The FY 10 deficit on 4/14/10 is lower than the $319 M drop in SGF due to reductions in FY 10 expenditures for the non-appropriated requirements in the approximate amount of $51.311 M.*

- Act 51 – SGF Reduction ($252.2 M)
- Act 633 – net fund transfers into the SGF ($15.9 M)
- Act 633 – SERF transfer into the SGF ($63 M)
- Act 51 – Budget Stabilization Fund ($198.4 M)

In addition to the $530.9 M FY 10 deficit eliminated during the legislative session, the adopted revenue forecast on 12/17/10 reduced FY 10 SGF revenues $197 M, which equates to a $247.7 M deficit due to a mid-year need of $52.6 M of additional SGF within the MFP for student population growth. This $247.7 M deficit was eliminated through Executive Order BJ 2009-21. <u>Overall, since FY 10 began on 7/1/09, the SGF revenues have been reduced approximately $828 M</u>. The items utilized to make-up for the SGF revenue loss, as discussed above are:

- $551.2 M in SGF expenditure authority reductions:
  - $247.7 M – BJ 2009-21, which includes the mid-year need of $52.6 M for MFP student growth);
  - $252.2 M – Act 51 (HB 1358);
  - $51.3 M – FY 10 expenditure reductions in non-appropriated requirements (debt service, FY 10 interim emergency board needs).
- $198.4 M Rainy Day Fund (Act 51)
- $15.9 M net unappropriated fund balances transfer into the SGF (Act 633)
- $63 M unappropriated fund balance transfer from SERF (Act 633)

FY 10 STATE GENERAL FUND REDUCTIONS

	BJ 2009-21 FY 10 Mid-Year Reduction	May 2010 Non-Appropriated Reduction	Act 51 HB 1358		Total FY 10 SGF Reductions
01-EXEC	($7,740,854)	$0	$3,302,413		($4,438,441)
03-VETS	($637,278)	$0	($759,960)		($1,397,238)
04-STATE	($1,632,209)	$0	$916,387		($715,822)
04-JUSTICE	($619,232)	$0	$0		($619,232)
04-LT. GOV	($122,053)	$0	($137,411)		($259,464)
04-TREAS	($46,881)	$0	($27,805)		($74,686)
04-PSC	$0	$0	$0		$0
04-AGRI	($1,554,442)	$0	($162,337)		($1,716,779)
04-DOI	$0	$0	$0		$0
05-LED	($1,714,480)	$0	($109,507)		($1,823,987)
06-CRT	($2,188,047)	$0	($1,415,170)		($3,603,217)
07-DOTD	($132,296)	$0	$0		($132,296)
08-CORR	$0	$0	$0		$0
08-DPS	($2,740,923)	$0	($39,237)		($2,780,160)
08-YOUTH	$0	$0	($155,000)		($155,000)
09-DHH	($108,056,551)	$0	($240,766,316)		($348,822,867)

10-DSS	($14,129,547)	$0	($8,694,193)		($22,823,740)
11-DNR	($375,881)	$0	($168,385)		($544,266)
12-REV	($1,060,656)	$0	($9,599,349)		($10,660,005)
13-DEQ	($321,667)	$0	($2,728,815)		($3,050,482)
14-WORK	($137,514)	$0	($416,819)		($554,333)
16-WLF	$0	$0	$0		$0
17-CIVIL	$0	$0	($992,871)		($992,871)
19-HIED	($83,961,506)	$0	($24,952,976)		($108,914,482)
19-SPEC	($94,116)	$0	($1,071,158)		($1,165,274)
19-DOE	($15,983,432)	$0	$983,890		($14,999,542)
19-HCSD	($2,454,084)	$0	$0		($2,454,084)
20-OTHER	($2,024,315)	$0	$32,107,340		$30,083,025
21-ANCIL	$0	$0	$4,029,332		$4,029,332
22-NON	$0	($51,311,000)	$0		($51,311,000)
23-JUDI	$0	$0	$0		$0
24-LEGI	$0	$0	($1,300,000)		($1,300,000)
26-CAP	$0	$0	$0		$0
TOTAL	**($247,727,964)**	**($51,311,000)**	**($252,157,947)**		**($551,196,911)**

Budget Stabilization Fund (Rainy Day Fund)

Approximately $198.4 M of the Rainy Day was utilized to eliminate a portion of the FY 10 budget deficit. Per the Constitution and Title 39, the Rainy Day Fund was eligible for usage due to the decrease in state general fund revenue forecast during FY 10. In periods when general fund revenues are declining even though mineral revenue receipts are relatively high, withdrawals from the fund can be largely ineffective in supporting the budget because mineral revenue may be diverted into the fund in the same year that the fund is being used to avert weakness in non-mineral revenue. R.S. 39:94(4)(b) is statute that addresses this weakness by establishing that the Budget Stabilization Fund will not have the excess mineral revenues deposited into the fund and until the SGF revenue forecasts exceed collections from the FY 08 levels ($10.3 B). To the extent FY 11 or FY 12 revenue forecast decline, the approximate amount available for usage from the fund could be approximately $212.5 M *(1/3 of $643.9 M, which is the estimated fund balance after the $198.4 M is deposited into the SGF in FY 10 and per R.S. 39:94(4)(b) no excess mineral revenues will flow into the fund in FY 11).*

What resources were utilized in FY 11?

Based upon the enactment of Act 11 (HB 1) and Act 41 (HB 76) and the fund transfers contained within Act 633 (HB 787) and Act 803 (SB 711), all major additional available resources have been appropriated in FY 11. Those major revenue resources include: $242 M – from the tax amnesty program, $76 M – from the FY 09 prior year surplus, $77.2 M fund transfers from SERF and $18 M fund transfer from the Artificial Reef Development Fund.

Due to the $242 M of available tax amnesty proceeds and the $76 M from the FY 09 prior year surplus being designated non-recurring revenue by the REC, certain technical means of financing substitutions took place within Act 633 (HB 787) and Act 51 (HB 1358) that allowed for these sources to be utilized in FY 11 for expenditures within DHH's FY 11 budget.

Below is a summary of some of the various resources utilized in FY 11. All of these funds, except for the $3.95 M from the Incentive Fund, are transferred into the Overcollections Fund, while the $3.95 M was transferred to the SGF.

Additional Available Funding Support in FY 11

Incentive Fund	$3,950,000
State Emergency Response Fund	$77,156,004

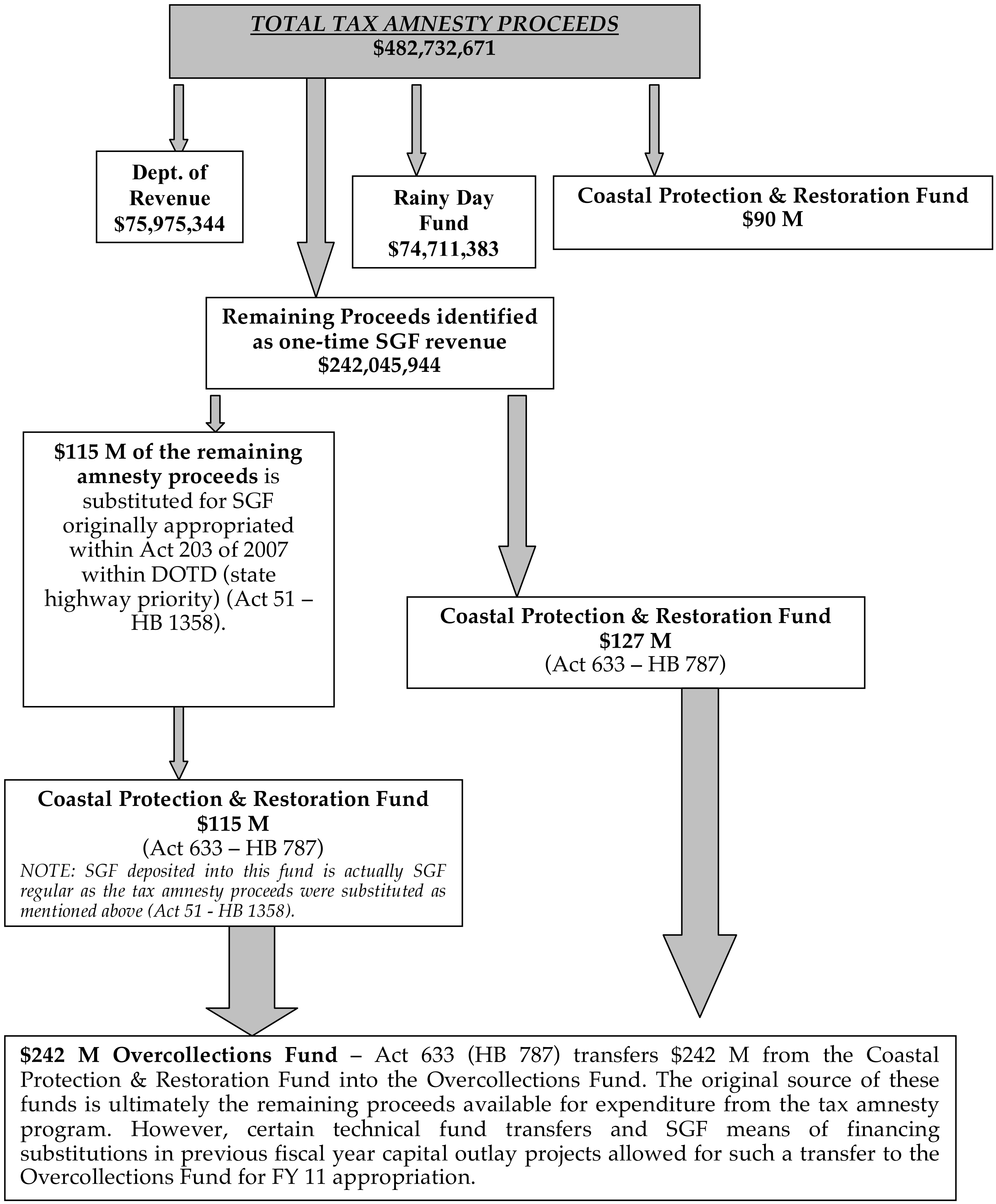
Tax Amnesty Proceeds	$242,000,000
FY 09 Surplus	$76,000,000
Artificial Reef Development Fund	$18,000,000
Total	**$417,106,004**

FY 11 State General Fund – Fiscal Status (in millions)

Total FY 11 SGF Revenue Available:	
State General Fund (06/11/2010)(REC)	$7,718.900
Incentive Fund transfer (Act 633 – HB 787)	$3.950
Use of FY 09 prior-year surplus	$76.000
Total FY 11 SGF Revenue Available	**$7,798.878**
FY 11 SGF Appropriated Expenditures:	
Non-Appropriated Requirements	$426.991
General Appropriations (Act 11)	$7,094.679
Ancillary Appropriations (Act 41)	$0
Judicial	$134.362
Legislative	$67.383
Capital Outlay	$0
Total FY 11 SGF Appropriated Expenditures	$7,722.749
FY 11 SGF Revenue Less FY 11 SGF Expenditures	$76.129
LESS: FY 09 prior year surplus transferred into Coastal Fund (Act 633)	($76.000)
Revenue Less Appropriations & Requirements after Act 633	**$0.101**

NOTE: Although the Tax Amnesty proceeds are utilized in FY 11, these proceeds are not illustrated in the above table because those proceeds are actually deposited into the Overcollections Fund and appropriated out of the Overcollections Fund in FY 11 as Statutory Dedications and not as SGF.

Flow Chart of Funding Items Utilized in FY 11



FY 09 PRIOR YEAR SURPLUS
$76,028,000

Coastal Protection & Restoration Fund
$76 M
(Act 633 – HB 787)

Overcollections Fund
$76 M
(Act 633 – HB 787)
(for FY 11 appropriation)

STATE EMERGENCY RESPONSE FUND
$144 M
(Pre-session fund balance)

$63 M – Act 633 (HB 787) transfers into the SGF to partially eliminate the FY 10 deficit.

$10 M – Act 803 (SB 711) transfers into the Overcollections Fund (for FY 11 appropriation – member amendments contained within Act 41 – HB 76).

$67,156,004 – Act 633 (HB 787) transfers into the Overcollections Fund *(for FY 11 expenditures).*

FY 10 SGF
$63 M

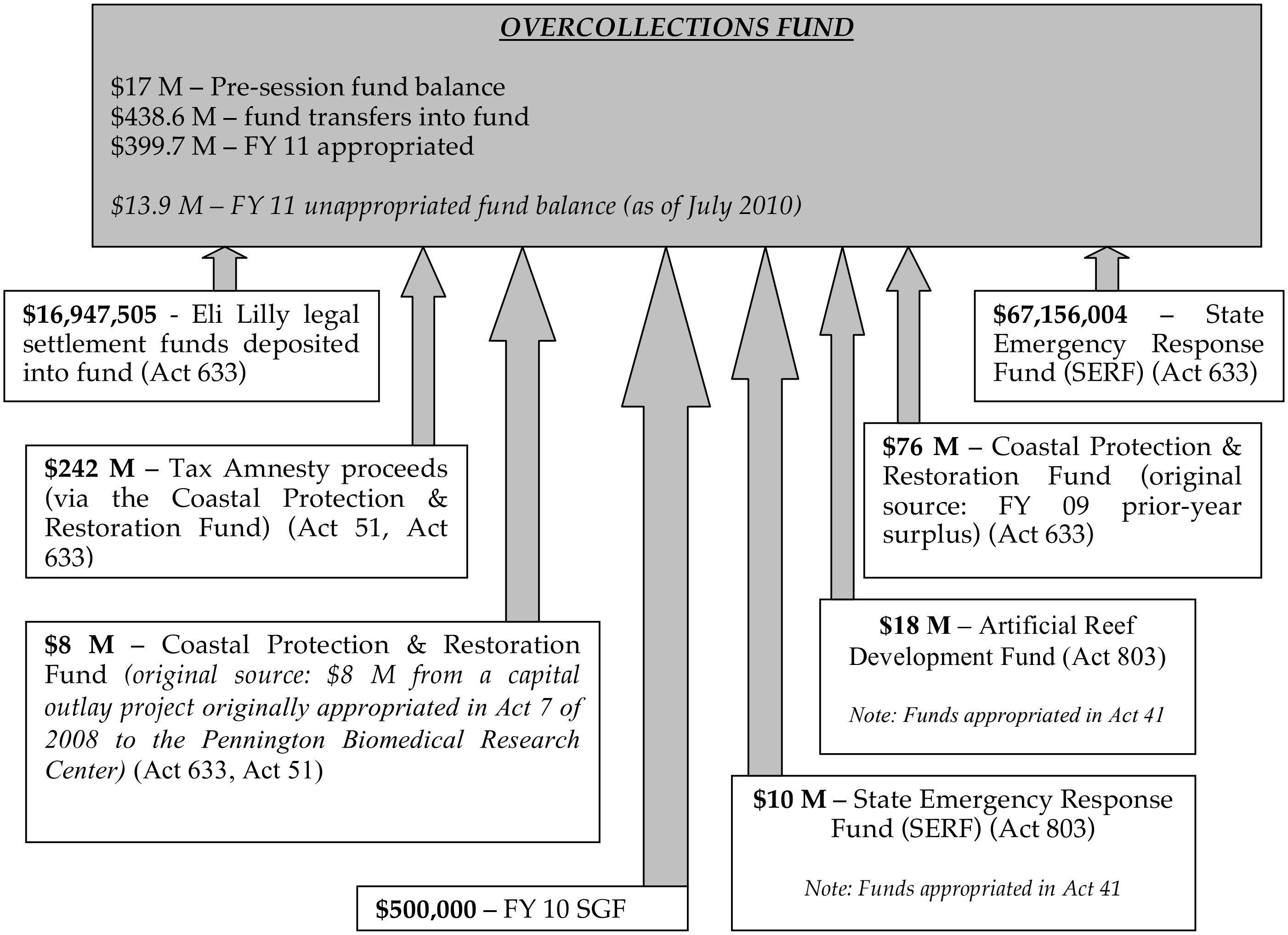
Overcollections Fund
$77,156,004

FY 11 Unappropriated Fund Balance – SERF

($77,156,004)	FY 11 transfers out (Act 633 & Act 803)
$80,510,762	Projected FY 10 ending fiscal year fund balance
$3,354,758	FY 11 Total Revenue Available
$1,000,000	LESS: FY 11 appropriated (Act 11)

$2,354,758 Projected FY 11 ending year unappropriated fund balance

NOTE: The $77.2 M in FY 11 transfers out of the SERF include: $67,156,004 from SERF to Overcollections (Act 633), $10 M from SERF to Overcollections (Act 803). The $63 M transferred from SERF to SGF occurred in FY 10. This fund has no recurring revenue source. Past revenue collections are SGF deposits.



FY 11 Unappropriated Fund Balance – Overcollections Fund

$171,156,004	FY 11 Transfers-in (Act 633 & Act 803)
$242,502,250	Projected FY 10 ending year fund balance
$413,658,254	FY 11 Total Revenue Available
$399,719,790	LESS: FY 11 Appropriated (Act 11)
$13,938,464	**Projected FY 11 ending year unappropriated fund balance**

NOTE: The $171.2 M in FY 11 transfers-in include: $67,156,004 transferred from SERF into Overcollections Fund (Act 633), $76 M from Coastal Protection & Restoration Fund into Overcollections (Act 633), $10 M from the Artificial Reef Development Fund into the Overcollections Fund (Act 803), $18 M from SERF into Overcollections Fund (Act 803).

The FY 11 appropriated amount consists of: $351.5 M – DHH, $18,156,004 – State Police (revenues utilized to replace lost driver license fee revenues due to the passage of Act 319 (SB 407), $25,063,786 – member amendments (appropriated throughout various departments) (Act 41), $5 M – LSU Ag Center (Act 41).

This fund has no recurring revenue source. The revenue collections are from various funds, including the SGF, deposited into the fund.

Flow Chart of how the FY 10 Deficit was eliminated

State General Fund
FY 10 SGF Deficit ($530.9 M)

(based upon April/June REC estimate)

$252.2 M – SGF reductions (Act 51 – HB 1358)

NOTE: $16.9 M Eli Lilly proceeds are appropriated in Act 51. These funds are utilized to reduce SGF in DHH's budget and increase Statutory Dedications (Overcollections Fund) in the like amount.

$198.4 M – Budget Stabilization Fund (Rainy Day Fund) – SCR 42 of 2010.

Various Fund Balances Transferred into SGF:
$45,155 – DOI Administrative Fund
$71,657 – Archaeological Curation Fund
$455 – Audubon Golf Trail Development Fund
$12,150 – Auto Theft & Insurance Fraud Prevention Fund
$690 – Casino Gaming Proceeds Fund
$131,977 – Community Water Enrichment Fund
$1,050,000 – Concealed Handgun Permit Fund
$385,350 – Employment Security Administration Account
$29,994 – Entertainment Promotion & Marketing Fund
$110,000 – Explosives Trust Fund
$1,012 – Fish & Wildlife Violations Reward
$132,921 – Fraud Detection Fund
$95 – General Aviation & Reliever Airport Grant Program
$1,000,000 – Hazardous Materials Emergency Response Fund
$89,331 – Insurance Fraud Investigation Fund
$1,125 – Keep LA Beautiful Fund
$10,595 – LA Interoperability Communications Fund
$429,201 – LA Life Safety & Property Protection Trust Fund
$70,991 – Lead Hazard Reduction Fund
$239,344 – LA Environmental Education Fund
$5,423,402 – LA Fire Marshal Fund
$285,972 – LA Help Our Wildlife Fund
$1,202,392 – LA Public Defender Fund
$530 – Manufactured & Mobile Home Settlement Fund
$474,161 – Motor Carrier Regulation Fund
$163,875 – Municipal Fire & Civil Service Operation Fund
$200,000 – DWI Testing, Maintenance & Training Fund
$1,965 – Pet Overpopulation Fund
$11,582 – Reptile & Amphibian Research
$200,000 – Right to Know Fund
$31,521 – Rural Development Fund
$113,430 – Saltwater Fishery Enforcement Account
$11,248 – Scenic Rivers Fund
$77 – School & District Accountability Rewards
$3,000,000 – State Parks Improvement & Repair Fund
$41,876 – Teacher Educational Aid for Children
$207,572 – Telephonic Solicitation Relief Fund
$21,436 – Tobacco Regulation Enforcement Fund
$103,722 – Underground Damages Prevention
$1,088,919 – Unified Carrier Registration Agreement Fund
$3,826,198 – Utility & Carrier Inspection/Supervision Fund
$67,400 – Variable Earnings Transaction Account
$116,067 – Incentive Fund
$20,405,388 - TOTAL

Transfer **$4 M SGF** to Health Care Redesign Fund

Transfer **$500,000 SGF** to the Overcollections Fund

Transfer **$63 M** from the State Emergency Response Fund (SERF)

NOTE: In addition to the $530.9 M FY 10 deficit eliminated during the legislative session, executive order BJ 2009-21 reduced SGF expenditures $247.7 M.

Corrections Services

The Department of Corrections FY 11 budget totals $506.5 M, a $8.7 M increase from the prior-year existing budget amount of $497.8 M. The major changes in the FY 11 budget:

1. $21.5 M decrease in SGF by eliminating a total of 264 authorized T.O. positions for a reduction $13.98 M and 355 non-T.O. FTE positions for a reduction of $7.53.

2. $1.3 M reduction in non-recurring one-time money appropriated in FY 10 to transition Steve Hoyle Rehabilitation Center. The facility is now operated by the Madison Parish Sheriff's Office as a local housing facility for adult females.

3. $1.24 M increase in SGF funding in professional services to privatize pharmacy services. The lowest bid for pharmaceutical services was a quote for a $6.84 dispensing fee per inmate per month. The increase in professional services is based on dispensing medication to an average of 15,099 offenders per month for an entire year for a projected cost of $1.24 M ($6.84 per offender per month x 15,099 offenders x 12 months).

4. 600,000 increase in SGF for operation of the Dialysis Unit at Dixon Correction Institute, which treats all inmates that require dialysis treatment. The dialysis treatment costs $40,000 per offender, thus the additional funding provides for 15 additional offenders to receive treatment.

For FY 10 the Local Housing of State Adult appropriation increased by approximately $25.8 M (from $136.1 M to $161.9 M). The Department had two significant adjustments (a BA-7 of $8 M at the June meeting of JLCB and a supplemental appropriation of $17.8 M during the 2010 Legislative Session). Act 51 (HB 1358) of 2010 allocated sufficient funding to allow for projected expenditures in FY 10 (shortfall for 2,893 additional offenders in Local Housing of State Adult Offenders).

FY 11 funding for Local Housing of State Adult Offenders totals $180.9 M. For FY 11, there were 2 major adjustments:

1. $22.3 M increase in SGF to provide funding for an additional 2,510 adult offender beds in local correctional facilities.

2. $1.4 M increase in the Adult Work Release Program to provide funding for an additional 276 adult offender beds in use for local work release programs. It is estimated that 119 of the 276 beds will be in private and contract work release facilities and 157 beds will be non-contract work release.

For FY 11, the per diem for the housing of state adult offenders is $24.39. The per diem for work release programs will range from $12.25 (contract and private) to $16.39 (non-contract). The number of adults housed per day based on the Performance Standard for FY 11 for Local Housing is 17,246 inmates and Work Release is 3,670 inmates.

According to the latest report from the Department on 8/4/10, the number of inmates in state facilities is 20,216 and local jail facilities are 20,701 for a total of 40,917 inmates.

Youth Services

Youth Services' FY 11 budget totals $151.9 M, a $0.3 M decrease from the prior-year existing budget amount of $152.2 M. The major changes in the FY 10 budget include:

1. $3.6 M reduction in SGF for medical services. Current, OJJ spends $94 per day per bed for a contract with LSUHSC – New Orleans to provide services for the Bridge City and Jetson Facilities.

2. $3.15 M reduction in IAT (Federal fiscal stimulus funds) from the LA Commission on Law Enforcement. Federal funding was from the Edward Byrne Memorial Justice Grant Program (Byrne/JAG). This funding assisted in the implementation of juvenile justice reform and rehabilitation initiatives.

3. $2 M in SGF to provide additional funding to Swanson Correctional Center for Youth for costs associated with the Columbia Community Residential & Employment Services Center. The facility will serve as an annex for Swanson with the transition of 48 youth and 43 employees from Swanson.

FY 11 funding for Local Housing of State Juvenile Offenders totals $6.7 M. Local Housing of State Juvenile Offenders was reduced $0.6 M for FY 11, based on historical analysis that indicated the agency has not expended the total appropriation on youth in custody. For FY 11, the rate for pending non-secure youth was $23.39 and the rate for pending secure care $106.24 (adjusted yearly pursuant to consumer price index).

Department of Health & Hospitals
Medicaid

In FY 11, the Department of Health & Hospitals (DHH) is appropriated $6.5 B for the Medicaid Program (Medical Vendor Payments). This represents an overall decrease of $15.8 M, or less than 1%, from the 12/1/09 budget freeze date. Prior year actual expenditures provided by DHH indicates total actual expenditures of $6.7 B in FY 10. Based on these actuals, the Medical Vendor Payments appropriation reflects an overall decrease of $209.3 M, or approximately 3.1%, from FY 10. Comparing the 4 major Medicaid budget programs solely, the appropriation decreased by approximately $198.8 M, or approximately 2.9%,from prior year actuals.

The total decrease is mainly the result of rate cuts to various providers and annualized efficiencies and prior year rate cuts proposed for implementation in FY 11 in the Payments to Private Provider Program. Specific and significant reductions in the Payments to Private Provider Program include the following:

- Annualization of FY 10 mid-year rate cuts to private providers resulting from Executive Order 09-21
- Various provider rate cuts that average 4.6% for all providers;
- Language amendment in HB 1 Enrolled that authorizes the commissioner of administration to reduce reimbursements to various private providers for Medicaid services provided in the amount of approximately $67,219,394.

Major Changes from FY 10

As provided by the General Appropriation Act of 2010 (Act 11), the Medicaid budget for FY 11 was adopted by the Legislature at a program size of $6.5 B.

•For FY 11, the state match rate will be 25.24% (excludes UCC match rate, which is 36.39%) on Medicaid programmatic expenditures as compared to the initial state match 19.99% in FY 10 (80.01% federal match). Note: There were two FMAP increases over the course of FY 10. The final match rate for the last three quarters of FY 10 was 81.48% federal match. Note: The Medicaid program was authorized to receive enhanced FMAP under ARRA for two additional quarters of FY 11 (ARRA eligibility was initially anticipated to terminate December 31, 2010). The extension of enhanced FMAP eligibility under ARRA is not built into the FY 11 budget.

•The FY 11 appropriation (Act 11) for Medical Vendor Payments (Payments to Privates, Payments to Publics, Medicare Buy-ins, and Uncompensated Care Costs) decreased expenditures by approximately $198.7 M from FY 10 actual expenditures. The program changes are allocated as follows:

•$131.7 M decrease in payments to private providers.

•$41.1 M increase in payments to public providers.

•$53.5 M increase for Medicare buy-ins and supplements.

•$161.6 M decrease in uncompensated care costs payments.

- Act 11 appropriates funding by program, not by provider line item. Preamble language in Schedule 09 of Act 11 requires DHH to "submit a plan detailing the programmatic allocations of appropriations for the Medical Vendor Program" to JLCB for review no later than 10/1/10. The report reflects sub program projections in private providers for FY 11. Sub program projections are not direct appropriations in Medicaid.

Major Programmatic Specific Funding

Approximately $38.9 M in net funding ($10,683,391 SGF and $28,221,893 Federal) for Medicaid coordinated care initiatives. Information provided by the DHH indicates the existing Medicaid delivery model will transition to 2 new delivery models of care. The managed care initiatives will begin to be implemented for the LA Medicaid population starting in FY 11. Models: An enhanced Primary Care Case Management managed care program, CCN-S (Shared Savings Network), will offer a medical home under the authority of a third party administrator. In addition, a full risk bearing managed care model, CCN-P (Prepaid Network) will be offered based on a prepaid financial model. Both models will coordinate care for the Medicaid enrollee (mandatory for most existing PCCM members). Information provided by the DHH indicates the implementation of these initiatives will result in a net increase in payments in FY 11 as the result of Medicaid lag payments. Claims lag results from making CCN-S and CCN-P(prepaid) payments while still paying fee for service claims for previous dates of service (simultaneous payments).

FY 11 (January 2011 to June 2011)

($6,595,413)	CCN-S(PCCM) Savings
($9,083,495)	Prepaid Savings
$54,584,192	Claims lag
$38,905,284	

Additional $12 M in funding ($3,305,804 SGF and $8,732,813 Federal) in the Private Providers Program for projected increase in Pharmacy expenditures. Expenditures for FY 11 are anticipated to increase due to growth in claims volume by 2.5% in addition to an estimated 4% inflation factor on drugs. Although the department requested approximately $38 M to cover these estimated costs, Medicaid is appropriated $12 M for FY 11. The source of Federal funds is Title 19 federal financial participation. The department's initial estimate is reflected below.

FY 09 actual expenditures	$526,575,293
4% projected inflation	4%
	$21,063,012
2.5 % projected increase in claims	$27,508,551
4% + 2.5% increase	$48,571,563
FY 11 projected expenditures	$575,146,856
FY 10 EOB @ time of estimate	$536,795,353
	$38,351,503

$54.9 in funding to annualize ($6,459,461 SGF, $8,627,897 Statutory Dedications and $39,855,677 Federal) New Opportunities Waiver (NOW) slots filled in FY 10. The source of Federal funds is Title 19 federal financial participation. The source of Statutory Dedication is revenue from the NOW Fund. NOW is a home and community based waiver program that offers specific services as opposed to institutional care. Services include assistive devises, respite, day habilitation, transportation, employment related training, environmental adaptations, supervised independent living and skilled nursing services. The increase includes $35,641,239 for FY 11 projected needs based on 12 months of expenditures for existing recipients, and $19,301,796 for the annualization of 580 slots phased into FY 11. Department estimates are reflected below.

FY 10 NOW base budget	$343,922,324
FY 10 expenditure projection:	($379,563,563)
FY 11 base need:	$35,641,239
Phase in of 580 slots	$19,301,796
@ avg monthly costs of $4,989	$54,943,035

Note: Total projected slots anticipated to be filled by the end of FY 11 is 8,190 (7,440 slots filled as of 3/10/2010 + 600 phased in slots + 150 new slots).

Additional $5.9 M in funding ($1,641,755 SGF and $4,336,956 Federal) in the Private Providers Program for PACE services in Baton Rouge and New Orleans. PACE is the Program for All-Inclusive Care for the Elderly. PACE is a state plan service. This managed care model of care provides community based care for certain elderly individuals. To be eligible, individuals must be at least 55, and certified by Medicaid to need facility level of care. PACE providers coordinate and provide all preventive and primary care, acute and long term care services for the eligible individual. Required services include primary care, social work, personal care and supportive services, nutrition counseling, prosthetics and orthotics, DME, hearing aids, dentures, transportation, meals, recreational therapy, lab and x-ray, drugs, inpatient care and occasional nursing facility care. The program is voluntary.

PACE providers are reimbursed a capitated per member per month payment; assume financial risk associated with the care of the participants; and receive both Medicare and Medicaid capitated payments to the extent that participants are considered dual eligibles. The DHH indicated this funding increase is due to a projected increase in utilization in FY 11. Calculations are based on the phase in of 110 participants (55 in Baton Rouge and 55 in New Orleans) from 7/1/2010 to 6/30/2011 and a Medicaid monthly rate of $4,464 in New Orleans and $4,444 in Baton Rouge. DHH projected FY 11 Total Need ($9,513,154) minus FY 10 EOB ($3,534,433) = FY 11 Need ($5,978,721).

$9.9 M in additional funding ($1,150,866 SGF, $1,583,063 IAT and $7,222,109 Federal) in the Private Providers Program for multi systemic therapy as a mental health rehabilitation service. MST is an evidenced based, family and community based treatment for 12-17 year olds that addresses the various causes of serious anti social behavior in juveniles occurring in their natural settings (home and school), and promotes behavioral change (such as decreases in delinquency, substance abuse, violence, and criminal behavior). These services may be provided by any group of masters level licensed behavioral practitioners. The source of Federal funds is Title 19 federal financial participation. The source of IAT is revenue from the Department of Social Services. This increase is based on the calculations reflected below.

<u>FY 10 EOB</u>
42 providers x 15 MST recipients = 630 children served at average of $8,642.48 = ($5,444,762)

<u>FY 11 Projected Need</u>
115 providers x 15 MST recipients = 1,725 children served at average of $8,928 per year = $15,400,800

Total adjustment (need over FY 10) $9,956,038

Additional $52 M in Supplemental Medicaid funding ($14.3 M in SGF and $37,775,746 Federal) for the Our Lady of the Lake/Earl K. Long partnership. The state is obligated to make these payments as a result of JLCB approving a cooperative endeavor agreement between the state and the OLOL. As stated in the CEA, DHH is required to begin making payments to OLOL on or before 6/30/2010. These payments will be made utilizing the Medicaid Upper Payment Limit (UPL) Medicaid payment methodology. Information provided by DHH indicates these payments will be used by OLOL to cover the transition costs associated with agreement, such as staff development, Graduate Medical Education preparation, and facility improvement as reflected in the CEA (not initially used for patient care). This payment reflects the 2nd allocation (as the 1st was authorized through a 3/19/2010 BA-7 in the amount of $42.6 M. Total UPL payments required under the CEA before actual patient migration (expected in 2013) is reflected below:

Pay out schedule	State	Federal	Total
October 1, 2009 - June 30, 2010	$7,896,478	$34,741,093	$42,637,571
July 1, 2010 - December 31, 2010	$5,267,161	$23,157,886	$28,425,047
January 1, 2011 - June 30, 2011	$21,083,413	$36,853,969	$57,937,382
Seven (7) quarter total	$34,247,052	$94,752,948	$129,000,000
Eighth (8) quarter in 2012	$5,094,600	$8,905,400	$14,000,000
TOTAL UPL	$39,341,652	$103,658,348	$143,000,000

Approximately $152.8 M to rebase nursing home rates for FY 11 ($41,070,234 in Statutory Dedications and $111,760,725 Federal). The source of the Statutory Dedications is the Medicaid Trust Fund for the Elderly.

Approximately $366.4 M in new funding for a Low Income and Needy Care Collaborative Agreement. $100 M in new Uncompensated Care Costs payments ($16.39 M in IAT, $20 M in SGR and $63.61 M in Federal funds) for supplemental Medicaid payments for both inpatient and outpatient services using upper payment limit (UPL) methodology to private hospitals that are party to a Low Income & Needy Care Collaborative Agreement with DHH. $266 M in new Medicaid claim funding ($42,870,198 IAT, $25 M in SGR and $198,534,293 Federal) for supplemental Medicaid payments for both inpatient and outpatient services using upper payment limit (UPL) methodology to private hospitals that are party to a Low Income & Needy Care Collaborative Agreement with DHH.

Medicaid Outlook for FY 11

For FY 11, a portion of the recurring Medicaid budget is financed with approximately $1.2 B in major non-recurring money sources. The significant one time funding sources are as follows:

1) Approximately $707.8 M in enhanced FMAP (ARRA funding). This amount of ARRA funding is based on 6 months of ARRA eligibility and prior year ARRA earnings. Note: Eligibility for the enhanced FMAP has been extended passed 12/31/2010, and is anticipated to terminate at the end of June, 2011.

2) $351.5 M in Statutory Dedicated Funds from the Overcollections Fund.

3) $41,070,234 from the corpus (principal) of the Medicaid Trust Fund for the Elderly is appropriated to FY 11, and will be used to collect federal matching funds to be used for re-basing nursing home rates.

4) $28,236,417 from the New Opportunities Waiver (NOW) Fund is appropriated in Medical Vendor Payments in FY 11, and will be used as match in the private providers

program to fund recurring and new NOW slots. Act 481 of 2007 created the NOW Fund. Approximately $50M of one time surplus revenues was deposited into the NOW Fund in FY 09. Continued state surpluses will be required to restore the NOW Fund in order to sustain these slots in future fiscal years.

Medicaid Administration

In FY 11, Medical Vendor Administration Program is appropriated $260.4 M. This represents an overall increase of $8.3 M, or 3.3%, from the 12/1/09 budget freeze date. In addition, the FY 11 Medical Vendor Administration budget reflects a net decrease of 26 positions from the prior year.

Significant Increases in Medicaid Administration

• $3.1 M in funding ($1,553,457 SGF and $1,553,456 Federal) for coordinated care initiatives. Administrative funding for a new managed care initiative. This funding does not include any per member per month (PMPM) payments to providers; PMPM payments will be made from Medical Vendor Payments. Itemized below is the allocation of administrative expenses in FY 11 that DHH projects as the result of implementing Medicaid Managed Care:

$725,000 - Readiness reviews to ensure all requirements, onsite visits, and network sufficiency.
$500,000 - Choice counseling contracts to assist eligibles in determining an appropriate health plan
$555,000 - quality assurance professional services contract; required by CMS to ensure risk bearing delivery systems are providing quality health care
$400,000 - rate setting contract (plans are anticipated to be risk adjusted every 6 months)
$909,913 - actuarial contract
$17,000 - travel and supplies
$3,106,913

• Approximately $1.4 M for administrative planning associated with providing incentive payments to providers to encourage these Medicaid providers to purchase, implement, and operate certified health record technology. The source of Federal funds ($1,239,057) is from the American Recovery & Reinvestment Act for HIT. A 10% state match is required for the administrative planning. Information provided by DHH indicates this funding will be used for contracted staffing to assist with developing a system to make payments to eligible providers.

* $2.6 M Increase for a 100% federal Emergency Room grant award aimed at reducing the number of non-emergency use of emergency rooms. Information provided by the DHH indicates these funds will be used to establish networks of alternate non-emergent healthcare services. Providers will offer after hour and weekend access to urgent care services in an attempt to reduce non emergent-care provided in hospital emergency rooms. Care is anticipated to be covered in hospitals and federally qualified health centers.

FY 10 Funding $2,709,017
FY 11 Funding $2,626,127

*$2.5 M in additional funding ($1.25 M in SGF and $1.25 M in Federal) for the annualization of Radiology Utilization Management Program. According to the DHH, this program will require providers to request prior authorization from the department for coverage of certain radiology services. The intent is to ensure that Medicaid recipients receive only appropriate radiology

services (MRI, MRA, PET, CTA, CT). DHH is contracting to provide prior authorization services, and management and monitoring of medical services. FY 10 funding was for 6 months. This adjustment annualizes funding for 12 months in FY 11.

FY 10 funding $2.5 M ($1.25 in SGF)
FY 11 funding $2.5 M ($1.25 in SGF)

This annualization is anticipated to generate an additional $2.2 M in SGF savings for MVP in FY 11.

* $1 M to annualize funding for the second year of a 4-year grant award from the Robert Wood Johnston Foundation aimed at increasing the number of eligible children enrolled in LaChip and Medicaid. The initiative seeks to ensure at least 98% eligible children are enrolled by 1/1/2013. Funding from the grant will be used as match to draw federal participation to be used for the MaxEnroll initiative, to locate and enroll eligible children in both Medicaid and LaChip. A major initiative of MaxEnroll is implementation of Express Lane Eligibiltiy. This initiative grants the state the option to certify children for health insurance coverage based on information held in other state agencies (ie, DSS). LA Medicaid currently enrolls children to 250% of the federal poverty level (either through Medicaid or LaChip).

Age	Coverage Level	Coverage
0 to 6	up to 133% of the FPL	Mandatory Medicaid Coverage
6 to 18	up to 100% of the FPL	Mandatory Medicaid Coverage
6 to 18	from 100% to 250%	LaChip Coverage

Department of Health & Hospitals
Office of Behavioral Health

Combination of Former Offices of Mental Health and Addictive Disorders into the newly created Office of Behavioral Health

Act 384 (HB 837) of 2009 dissolved the Office of Mental Health (OMH) and the Office of Addictive Disorders (OAD) and combines these two offices to create the Office of Behavioral Health (OBH). The impetus behind combining these agencies is based on the following findings of the LA CoSIG Project (April 2009):

1. Over 40% in major mental health clinics identified as having a co-occurring substance abuse disorder.

2. Screening of 1,014 charts in addictive disorder clinics showed 59% screened positive for mental health issues. The National Association of State Mental Health Program Directors and the National Association of State Alcohol and Drug Abuse Directors (Joint report 1999) also found that "In any given year, 10 million people in the US have a combination of at least one mental health disorder and one substance-related disorder."

The newly created Office of Behavioral Health (OBH) will aim to de-stigmatize historical biases/prejudices against mentally ill and addicted individuals by doing the following: increasing access to treatment, reducing financial barriers to treatment and recovery, addressing provider biases, integrating care, and increasing the willingness and ability of individuals to seek and receive treatment. Specifically, OBH will pursue funding for the implementation of electronic behavioral health records as a part of an overall system of electronic medical records and aggressively press for changes to licensing requirements and Medicaid reimbursements that create barriers to the effective delivery of services to people in need.

Act 10 of 2009 ("appropriations bill") assigned an implementation date of 7/1/2010 for combining these agencies into OBH. The fiscal note for Act 384 combining these agencies estimated potential savings of $350,000 from the elimination of duplicative executive management positions resulting from the consolidation. For FY 11, the Department of Health & Hospitals (DHH) estimates savings of $295,305 by combining these agencies by not filling an Assistant Secretary position in the Office of Addictive Disorders ($152,100 Federal) and a Deputy Assistant Secretary position in the Office of Mental Health ($143,205 SGF). Both of these positions are currently vacated.

Transformation of Mental Health Services

Louisiana's mental health system has historically relied extensively on Medicaid Disproportionate Share (DSH) payment funding, which can only be used to support institutional services. The DSH Audit rule implemented by the federal government, Centers for Medicare and Medicaid Services (CMS) is resulting in the loss of $42.9 M of DSH funds to the state's public mental health institutions, representing approximately 22% of the operating budget for these institutions. The FY 11 DHH budget replaces $30.9 M of the lost dollars with state sources of funding in the Office of Mental Health. DHH will use these funds to begin a statewide transformation of mental health delivery toward a community-based model of care and increased use of less costly residential treatment rather than higher cost institutional care.

Transformation of Mental Health Services (continued)

The FY 11 DHH budget invests $15.3 M in SGF ($19 M annualized) across the state in each administrative region and human services district for the implementation of community-based programs and $21 M of SGF (including an estimated $2.1 M of one-time transition costs) to institutions to help offset a portion of the lost federal funds. Additionally, $9.9 M in total funds is added to the budget due to increased utilization of Multi-Systemic Therapy for children and $5.8 M is added due to increased utilization of Mental Health Rehabilitation. Multi-Systemic Therapy provides intensive community-based treatment for severe behavioral problems in children, thus avoiding institutional care.

DHH will also add 118 therapeutic residential treatment beds for individuals who do not need inpatient hospital level of care, but rather, could reside closer to their own community while receiving the supports they need to be independent. Compared to the average cost of state-hospitalization of $390 per day, therapeutic residential treatment beds are reimbursed approximately $70 per day in the private sector. In addition, 138 civil beds currently used for patients with forensic involvement will be converted to 135 Secure Forensic Facility beds, which provide the same level of security and segregation for these individuals at much less cost. Individuals placed in these beds do not need inpatient hospital levels of clinical care and are part of the patient population that will no longer be eligible for reimbursement under the new DSH audit rule.

Privatization of State Residential Treatment Units

The Office of Addictive Disorders (OAD) operates or contracts with private providers for 582 inpatient treatment beds in 16 facilities for individuals with addictive disorders. Of the 582 funded beds, 325 are currently privatized in 7 facilities. The Department of Health & Hospitals (DHH) conducted a cost comparison between the state-run facilities and the private contractors and found an average per diem of $145.32 per day for state operated facilities compared to an average per diem of $125.24 for privately contracted care.

The FY 11 Budget estimates saving $2.5 M per year and elimination of 179 positions by privatizing 257 beds in the following 5 locations:

1. Springs of Recovery Adolescent Program, Greenwell Springs, 54 beds ($352,113/42 positions).

2. Briscoe Treatment Center, Lake Charles, 46 beds ($269,887/29 positions).

3. Red River Treatment Center (includes Co-Occurring Unit), Pineville, 83 beds ($222,874/44 positions).

4. The Pines Treatment Center, Shreveport, 40 beds ($1,147,768/39 positions).

5. Southern Oaks Addiction and Recovery, Monroe, 34 beds, ($507,358/25 positions).

These savings assume private providers will provide the same level of service at a per diem rate that is 80% of the southern regional average.

Privatization of Secure Residential Mental Health Services

In FY 11 the Office of Behavioral Health (OBH) will issue a Request for Proposal (RFP) to determine the feasibility of privatizing Central LA State Hospital (CLSH) forensic functions. The FY 11 Budget also includes an estimated cost of $1,484,519 funded with SGF to fund 53 privatized secure beds at CLSH at a cost of $77 per bed per day.

In FY 11 the Office of Behavioral Health (OBH) will issue a Request for Proposal (RFP) to determine the feasibility of privatizing secure forensic beds at Eastern LA State Hospital (ELSH). The FY 11 Budget also includes an estimated cost of $2,946,881 funded with SGF to fund 82 privatized secure forensic beds at ELSH at a cost of $98 per bed per day.

Department of Children & Family Services

Reorganization and Renaming

The 4 offices within the Department of Social Services (DSS) were consolidated into the Office of Children & Family Services and the name was changed to the Department of Children & Family Services (Act 877 of 2010). As part of reorganization plan, the LA Rehabilitation Services (LRS) program office was transferred to the LA Workforce Commission (LWC) and the Department of Health and Hospitals (DHH). In addition, 3 positions in Adult Residential Licensing were transferred to the DHH, Health Standards Section.

The reorganization of DSS eliminates 197 positions and consolidates 20 parish and regional offices that results in anticipated savings of approximately $8.7 M. All 197 positions eliminated are expected from natural attrition, separations and eliminating vacant positions. Clients will have the option to utilize the new internet client portal to fill-out a web-based application, participate in telephone interviews by calling the new Customer Service Center, visit another DSS office either in the same or adjacent parishes, or visit a DSS community partner site.

Modernization Project

The reorganization of the Department of Children & Family Services (formerly the Department of Social Services) is contingent upon the success of the Modernization project. In FY 11, the department will continue the implementation of service delivery Modernization project with a total budget of $35 M and 98 non-T.O. positions.

The Modernization project will reduce the number of clients that need to visit a physical DSS office location to apply or receive information about services. Clients will be able to apply for services in multiple ways. The Modernization project includes: (1) customer service call center; (2) electronic case records and document imaging; (3) customer portal that has a web based application for services and allows clients to access their case record to view basic case information; (4) a provider portal that allows providers to view and update basic information regarding invoices, payments, and fees; and (5) worker portal that allows DSS staff to update and maintain client case information therefore reducing duplicate work effort and increasing efficiency.

Transfer of LRS

As part of the Department of Social Services reorganization, the functions and programs with LA Rehabilitation Services (LRS) are transferred to the LA Workforce Commission and the Department of Health & Hospitals.

The LA Workforce Commission (LWC) will receive 3 programs and the respective funding of $61,521,293 along with 325 positions. Independent Living Part B/Older Blind ($52,455 SGF; $1,201,037 Federal); Vocational Rehabilitation ($8,530,989 State Match; $219,130 Statutory Dedications; $49,920,956 Federal; $10,000 IAT; 317 positions); and Blind Services ($97,377 State; $393,853 Federal; $1,095,496 Stat Ded.; 8 positions). There are currently 8 LRS regional offices and 9 area offices located throughout the state. Five of these offices are housed in state-owned facilities and 11 are in non-state leased facilities. LWC will assume the operation of all of these facilities. LRS field offices will remain at their existing locations statewide and continue to provide the same level of service. Only the state office will be physically moved to LWC; all other offices will remain in current locations. The state office consists of about 42 employees and related equipment. However, the IT for all offices, including area and regional offices, will be moved to LWC.

The Department of Health & Hospitals (DHH) will receive 4 programs and the respective funding of $6,304,521 and 8 positions (Office of Aging & Adult Services - 4 positions; Office of the Secretary - 4 positions). These programs are: Community & Family Support, Personal Care Attendant ($390,632 SGF); Traumatic Head & Spinal Cord ($3,170,070 Statutory Dedications; 4 positions); and LA Telecommunications for the Deaf ($2,743,819 Statutory Dedications; 4 positions).

Temporary Assistance

The recommended TANF budget for FY 11 is $100.8M, which is a decrease of $12.6M from FY 10. Significant changes to TANF initiatives include an increase of $7 M for the LA4 program as well as the elimination of the Afterschool program ($7.6 M), the Freedom Schools program ($2 M), and the Teen Pregnancy Prevention program ($2.7 M). A breakdown of TANF initiatives for FY 11 is included in Section V.

ARRA Funding

Significant federal stimulus funding was used to mitigate budget cuts for FY 11. This is one-time funding that will not be available in future fiscal years. The amount of ARRA funding appropriated by agency is as follows:

Prevention & Intervention Services Program:	
Child Care Development Fund	$20,014,000
Title IV-E for foster care, adoption and guardianship assistance payments	$1,886,235
Homeless Assistance/Emergency Shelter Grants	$6,770,820
Emergency TANF	$34,500,000
Community & Family Services Program:	
Supplemental Nutrition Assistance Program	$2,667,130
Support Enforcement Incentive Fund	$8,000,000
Emergency TANF	$5,500,000
Total	**$79,338,185**

Elementary & Secondary Education

Act 11 of 2010 contains funding for several significant elementary and secondary education initiatives. Below is a summary of the major education initiatives and their funding level.

Minimum Foundation Program (MFP):

Appropriation:
Act 11 of 2010 appropriates $3.319 B to the Minimum Foundation Program (MFP) agency for the MFP formula. The MFP increased by $43.9 M due to an increase in students of 5,982 and adjustment to local revenue collections. There is no 2.75% increase in the base per pupil amount; it remains at $3,855 for FY 11. HCR 243 suspended the provision that not less than 50% of each school district's increased state funding from Level 1 and Level 2 of the formula be used to supplement full-time staff salaries and retirement when the base per pupil amount has zero growth.

Student Membership:
There will be two mid-year student adjustments. Student membership counts will be taken on 10/1/2010 and 2/1/2011. If either count is more or less than the previous count taken, a mid-year adjustment to per pupil funding will be made for each student gained or lost. If a district's 10/1/2010 student membership count is more or less than the 2/1/2010 membership a mid-year adjustment will be made equal to the district's MFP per pupil amount times the number of increased or decreased students. If a district's 2/1/2011 student membership is more or less than the 10/1/2010 membership, a mid-year adjustment will be made equal to one-half of the district's MFP per pupil amount times the number of increased or decreased students.

Inclusion of OJJ students in the MFP membership:
Students served at three schools operated by the Office of Juvenile Justice (OJJ) located at secure care facilities of Jetson, Bridge City and Swanson will be funded through the MFP. The estimated cost for students in the OJJ facilities is based upon the FY 09 average daily membership number of 384.2. When applying this membership number to the actual state and local per pupil funding for each district the total estimated allocation is $4,475,457. The total state share is $3,060,649 and the total local share is $1,414,809.

Local school districts where the student resided prior to adjudication will be required to fund the MFP local portion of the costs for each student provided educational services by OJJ. The state and local share is calculated by the Department of Education, and the total amount for these students will be withheld from the local school system's total MFP state share and transferred to OJJ.

Student Membership Weights and Mandated Costs:
The at-risk weight factor for student membership and mandated costs remain the same as the previous year.

Consequences:
Local school districts must ensure that 70% of the local school systems general fund expenditures are in the area of instruction and school administration at the school building level. Any district or school failing to meet the 70% expenditures requirement and has a District Performance Score below the state average will be required to conduct a study to determine what operational activities could be streamlined to save money and redirect any savings to instructional services.

Continued changes from last year's formula:
The local wealth factor calculation is replaced with the deduction method in the determination of the local share contribution. When calculating the local share contribution, a cap on the growth of the net assessed property value of 10% has been instituted, as well as a cap of 15% on increases in the computed sales tax base. The Level 2 reward calculation is also replaced with the Level 2 reward factor.

The FY 07 Hold Harmless amount of $76 M is frozen. The $76 M amount will be reduced by prior year pay raise amounts and insurance supplements totaling $38 M. The pay raise amounts will be continued in Level 3. The remaining amount of $38 M will be reduced by 10% over 10 years, or $3.8 M per year. The annual reduction will be redistributed to all non-hold harmless districts as a per pupil amount, which in the proposed formula, amounts to approximately $29.98 per student.

Funding levels for other significant initiatives:

American Recovery & Reinvestment Act (ARRA) Funds:

The Department of Education has $316.5 M appropriated from the federal American Recovery & Reinvestment Act (ARRA) of 2009 to be allocated to local school districts. District will receive $139.7 M from Title I funds, $164.7 M from Individuals with Disabilities Education Act (IDEA) funds, and $12.1 M from Enhancing Education Through Technology Funds. These funds may be used by school systems for the $5,000 stipends for certain personnel that have been funded by the legislature in the past, and for other programs that received SGF reductions.

Pre-K Funding

$74.6 M for the LA 4 Program. The LA4 program budget authority is broken down as follows: $5 M in SGF, $68.6 M in TANF funding, and $1 M Statutory Dedications - Academic Improvement Fund. The LA 4 Program provides a 6-hour instruction period with a 4-hour enrichment period and 2 hours before and after class.

Charter Schools

$36.2 M in SGF is provided for Type 2 Charter Schools. The funding provides for 12 Type 2 Charter Schools. Any Type 2 Charter School approved by the Board of Elementary and Secondary Education on or after 7/1/2008, shall be appropriated funds for the local share of the MFP from the transfer of an MFP monthly amount from the district in which the student resides.

Other Programs:

- $11,175,007 SGF for the Professional Improvement Program
- $5,063,692 SGF and $4,950,000 8(g) for the Literacy and Numeracy Program
- $3,847,980 TANF for the Jobs for Americas Graduates (JAG) and EMPLOY Program

Higher Education

Excluding the LA Office of Student Financial Assistance (LOSFA), higher education total SGF decreased $90.3 M (9% decline) from the FY 10 budget (as of 6/30/2010) to FY 11 appropriation amounts. Higher education also received an appropriation from the federal American Recovery & Reinvestment Act for FY 10 and FY 11. Use of these one-time funds of $189.7 M in FY 10 and $289.6 M in FY 11 will necessitate significant reductions in higher education funding in FY 11 and thereafter based on the state's estimated revenues. Excluding LOSFA, higher education funding from all means of finance increased by $28.1 M (1% increase) from FY 10 to FY 11. This publication includes a higher education funding table by board and institution in Section V.

LOSFA/TOPS ($134. M) The LA Office of Student Financial Assistance (LOSFA) moved from appropriation schedule 19B (Special Schools) to 19A (Higher Education) in FY 10. TOPS (Taylor Opportunity Program for Students) is a program of state scholarships for LA residents who attend any one of the LA Public Colleges and Universities, schools that are a part of the LA Community and Technical College System or institutions that are a part of the LA Association of Independent Colleges & Universities.

TOPS funding from all sources increased $4.7 M, from $129.9 M in FY 10. The number of estimated awards in FY 11 is approximately 43,341 awards.

Health Care Educator Loan Forgiveness Program ($160,000) In partnership with the LA Board of Regents (BOR), the LOSFA administers the Health Care Educator Loan Forgiveness Program (the "Program") under the direction of the LA Student Financial Assistance Commission (LASFAC). This program was designed by the BOR to address the insufficient number of teachers who are qualified to teach Registered Nursing and Allied Health education programs. Program costs for FY 10 were $1.34 M expended to fund loans for 79 students. The program was funded with $2M transferred from the BOR to LOSFA in FY 10, but significantly reduced to $160,000 for FY 11.

Schools nominate prospective students with the Board of Regents selecting participating students. Selected students receive up to $20,000 per academic year up to a maximum of $40,000 to pursue a master's degree or up to $60,000 to pursue a doctorate. In exchange for the funds, a student must agree to teach in the field of Registered Nursing or in a top demand Allied Health education program as defined by BOR at a participating postsecondary institution for a period of one year for each $10,000 received. This agreement must be fulfilled or the student must repay the amount received plus interest and fees.

Louisiana Go Grants ($26.4M) The Go Grant program is a need-based grant program for low and moderate-income students who need additional funding to be able to attend college. The program was funded at $29 M in SGF with an additional $5 M allocated from the Board of Regents for the GO Grant program for FY 10; however, mid-year cuts reduced GO Grant funding by $7.8 M. Go Grant program costs for FY 10 were $24.5 M for 22,397 students. FY 11 funding for GO Grant is estimated at $26.4 million for approximately 20,000 awards. The BOR developed the program in accordance with the mandates of Act 695 of 2004 to create a comprehensive student aid plan, and BOR and LASFAC entered into a Memorandum of Understanding providing that LASFAC would administer the program in accordance with the framework developed by BOR.

Early Start ($5.5 M) Early Start provides tuition assistance of $100 per credit hour or a maximum of $300 per course to eligible 11th and 12th grade students from public high schools that enroll in eligible college courses at an eligible public or private college or university. The student must receive both college and high school credit for the course for which Early Start pays. Early Start was funded with $4 M in SGF with an additional $1.5 M in SGF allocated from the Board of Regents for the Early Start program for FY 10. FY 11 funding for Early Start is $5.5 M for approximately 12,000 awards.

Enrollment Changes. Overall, the state added approximately 7,600 higher education undergraduate students when FY 09 is compared with FY 08. While the storm affected campuses are in the process of increasing the number of students attending, enrollments at some non-affected institutions decreased significantly because of ongoing enrollment shifts of students returning to storm affected campuses, higher admission standards and strong demand for workers in the economy. The table on the following page illustrates higher education enrollment changes by institution over the last 4 years.

Undergraduate Enrollment Statewide Higher Education						
	FY 07	FY 08	FY 09	FY 10	FYs 09 & 10	
					Diff.	% Change
LSU A&M	22,426	21,478	21,472	21,424	-48	-0.22%
ULL	13,733	13,741	13,565	13,706	141	1.03%
UNO**	***8,257***	***7,982***	***7,909***	***8,113***	***204***	***2.51%***
LA Tech	7,639	7,157	7,173	7,479	306	4.09%
ULM	6,429	6,398	6,857	7,129	272	3.82%
SU A&M	6,953	6,425	6,115	5,988	-127	-2.12%
GSU	4,405	4,547	4,492	4,157	-335	-8.06%
McNeese**	***6,718***	***6,651***	***6,675***	***6,978***	***303***	***4.34%***
NSU	7,600	7,485	7,447	7,661	214	2.79%
SLU	12,032	11,983	12,125	12,709	584	4.60%
*Nicholls***	*5,586*	*5,709*	*5,826*	*5,811*	*-15*	*-0.26%*
LSUS	3,346	3,440	3,837	4,106	269	6.55%
SUNO**	**1,870**	**2,289**	**2,360**	**2,578**	**218**	**8.46%**
LSUA	2,572	2,607	2,684	2,461	-223	-9.06%
LSUE	2,586	2,707	2,954	3,242	288	8.88%
SUS	*2,376*	2,300	2,501	2,932	431	14.70%
BRCC	*6,171*	6,520	7,026	7,825	799	10.21%
BPCC	4,609	4,778	4,759	5,646	887	15.71%
Delgado**	***11,773***	***13,176***	***14,656***	***17,194***	***2,538***	***14.76%***
Nunez**	***1,200***	***1,347***	***1,699***	***1,856***	***157***	***8.46%***
RPCC	1,030	1,105	1,354	1,766	412	23.33%
SLCC	2,395	3,151	3,478	3,843	365	9.50%
LDCC	*1,118*	1,333	1,526	1,727	201	11.64%
Fletcher	1,220	1,306	1,413	1,660	247	14.88%
SOWELA***	***1,421***	***1,617***	***1,926***	***1,934***	***8***	***0.41%***
LTC**	***15,435***	***17,465***	***20,506***	***24,553***	***4,047***	***16.48%***
Total	**160,900**	**164,697**	**172,335**	**184,478**	**12,143**	**6.58%**

*Figures provided by the Board of Regents, Statewide Student Profile System – Institutional Summary Report.
**Storm affected campuses.
***SOWELA, while adversely affected by Hurricane Rita, actually experienced an enrollment increase.

The storm-affected schools are bolded and italicized. These institutions collectively lost over 15,000 students after Hurricane Katrina but are experiencing an enrollment rebound.

LSU HSC Health Care Services Division

The 2010-2011 Health Care Services Division (HCSD) budget from all means of finance declined by $21 M from the FY 10 budget. Of this amount, $1.7 M is attributable to SGF and includes a $19.4 M decrease in the appropriations associated with interagency transfer.

HCSD has taken the following actions to deal with their budget reduction:

1. HCSD is withholding merits for the second year in a row. Additionally, the agency is only filling vacancies that are critical to direct patient care.

2. HCSD management has implemented several cost savings and operating efficiency initiatives. The effect of these initiatives were partially realized in FY 10 and will continue to be realized in FY 11, thus allowing HCSD to better manage within the confines of budget reductions. In an effort to preserve services to patients, some of these initiatives include limiting acquisitions to those that are critically needed and reducing out of state travel.

3. The Medical Center of LA closed its labor and delivery services beginning 8/1/2010. It will also close its nurseries, which include its Well Newborn Nursery, Intermediate Care Nursery and Neonatal Intensive Care Nursery.

	FY09 Actual	FY10 Existing Operating Budget	FY11 Budget per Act 11 2010 RLS
Means of Finance:			
State General Fund	88,569,783	78,811,810	77,121,391
Interim Emergency Board	1,258,774	166,895	0
Statutory Dedications	7,500,000	370,000	300,000
Interagency Transfers:			
IAT - Medicaid	267,109,217	251,677,440	276,564,403
IAT - Uncompensated Care	395,326,961	424,585,010	277,981,710
IAT - Other	0	0	99,995,726
Sub-Total IAT	662,436,178	676,262,450	654,541,839
Self-Generated Revenue	80,891,171	79,343,748	82,026,925
Federal	78,517,708	79,960,267	79,393,302
Total:	919,173,613	914,915,170	893,383,457
Central Office:	**23,689,102**	**24,358,696**	**24,778,581**
HCSD - Total	**942,862,716**	**939,273,866**	**918,162,038**

The HCSD existing budget for FY 10 was $939 M. The largest portion of the $21 M total decrease in funding for FY 11 is due to loss in Uncompensated Care Costs (UCC) funding due to a reduction to a level of UCC when compared to June 30th projected leaves $13.7 M shortfall in UCC for FY 11.

<u>Major Increases/Decreases in FY 11 HCSD Budget</u>

State General Fund - $1.7M SGF decrease

FY 10 operating budget includes annualization of mid-year cuts. For FY 11 reductions were made for one-time funding of SGF, IEB, and Statutory Dedications.

DSH Replacement Funds - $98K IAT increase

HCSD received an IAT appropriation of $98 M to offset the impact of the DSH audit rule. This IAT will come from DHH and is comprised of $85.2 M in SGF and $13 M in Federal funds for FY 10 HCSD cost report settlement.

LSU Medical Centers Appropriations

In August 2010, the LSU Board of Supervisors approved the appropriated budget by hospital as follows:

	FY 09 Actual	FY 10 Existing Operating Budget	FY 11 Budget per Act 11 2010 RLS
Hospital:			
Earl K. Long	151,959,619	152,546,100	152,516,424
University	124,021,897	124,513,432	120,779,885
W.O. Moss	46,473,910	46,874,635	47,563,457
Lallie Kemp	41,315,194	43,895,024	43,048,548
Bogalusa	57,259,490	64,253,507	64,267,608
L.J. Chabert	108,963,579	108,591,540	105,360,998
MCLNO	389,179,924	374,240,932	359,846,537
Total:	919,173,613	914,915,170	893,383,457
Central Office:	**23,689,102**	**24,358,696**	**24,778,581**
HCSD - Total	**942,862,716**	**939,273,866**	**918,162,038**

It should be noted that HB 1 for FY 11 includes HCSD total MOF and expenditures on-budget. In FY 09 and FY 10, HCSD was off-budget, and HCSD central office expenditures were included as an IAT expense in the hospital budgets, but a separate budget for central office is not rolled up into the total HCSD budget. In FY 11 the HCSD central office expenditures are included both as an IAT expense in the hospital budgets and separately in HCSD central office budget. Thus, in FY 11, HCSD central office's $24,778,581 budget is double counted in HB 1.

Section IV

BUDGETARY ISSUES

DEPT / AGY: Executive

ISSUE: Funding for implementation of the Statewide Financial System, Enterprise Resource Planning (ERP or LaGov)

The DOA is currently in the third year of implementation of a new statewide financial system (LaGov) which will replace the state's existing system at a projected cost of $122 M. The DOA originally estimated the project implementation time to be approximately 3 years. However, due to budget constraints in FY 11 and due to the risk inherent in a statewide rollout, the DOA has chosen to "pilot" the implementation of the new system for DOTD only beginning in FY 11. The current timeline has the system "going live" for DOTD in November 2010. The new system will be fully implemented across state agencies in FY 14.

The total cost related to "piloting" the new system for DOTD is estimated to be $94 M. The original cost projection to complete the entire system with a statewide rollout was approximately $101 M. Therefore, the decision to delay statewide implementation will result in a short term cost avoidance of approximately $7 M in FY 11 but will ultimately increase the total project cost by an estimated $20 M over original projections. Cost avoidance in FY 11 is related primarily to reduction in professional service contracts with IBM and STA (staff augmentation contract).

The state's contract with IBM, the contractor currently implementing the system, will terminate in December 2010. The DOA contract with IBM was originally designed to fully implement the system prior to the end of the contract period. However, due to the decision to delay full implementation, the DOA will be required to seek bids through an RFP process and choose a contractor to complete this project in FY 14.

Based on discussions with vendors interested in completing the implementation, the DOA projects that the additional state cost will be a minimum of $21 M over original projections ($101 M). A vendor chosen to complete the project will be required to coordinate conversion of the existing system, train state employees on the new system, system testing, adjustments to DOTD system, and provide support following implementation. Addressing this additional cost will likely be difficult based on the projected state budget shortfall of $1.6 B in FY 12.

A cost-benefit analysis performed by STA estimates $286 M in total savings from avoided system costs and process improvement benefits within 10 years of statewide implementation. As part of that savings, a total of $38.6 M, or 13.5% would come from employee reduction costs associated with improved technology. This figure is based upon implementation of similar systems in Kansas and Minnesota. The DOA has not provided a plan to implement these employee reductions associated with ERP implementation.

Benefits of an ERP include reducing risk associated with aging legacy systems, reducing staffing required to maintain multiple systems, and the opportunity to implement more efficient business processes. The DOA has noted that states such as Kansas estimate ERP savings of $90.2 M over 12 years, Minnesota $127 M over 11 years, and Tennessee $186 M over 10 years. The breakeven timeframes typically range from 10 to 12 years.

The DOA FY 11 budget contains a total of $17.6 M for ERP implementation. Expenditures to date on the ERP project are approximately $78 M.

NOTE: The DOA notes that the state may be able to recoup a portion of the cost of ERP from the federal government as part of a statewide cost allocation for central service costs. According to the U.S. Department of Health & Human Services (the cognizant federal agency for the cost negotiation of the Statewide Cost Allocation Plans) guidance document related to software projects, "federal programs only benefit and should only be charged for amortization of the capitalized costs once the software programs are implemented and in use by Federal programs." Therefore, any potential reimbursement from the federal government will require full implementation. However, DOTD has noted that the FHWA will not reimburse the state for any the costs associated with ERP at DOTD.

DEPT / AGY: Executive Office of Coastal Protection and Restoration

ISSUE: Coastal Protection & Restoration Authority (CPRA) and Office of Coastal Protection & Restoration (OCPR)

The Coastal Protection & Restoration Authority (CPRA) was established by Act 8 of the 1st Extraordinary Legislative Session of 2005. The CPRA is composed of 20 representatives from state agencies, regional levee districts, coastal parishes, and regional representatives and legislators. Under the guidance of the Governor's Executive Assistant for Coastal Activities, the CPRA was established to become the state's single entity with the authority to express the state's priorities and focus development and implementation efforts to achieve comprehensive coastal protection and restoration for LA.

Act 545 of 2008 provisionally established the Office of Coastal Protection & Restoration (OCPR), which became the implementation arm of the CPRA. OCPR combined staff handling coastal restoration activities from the Department of Natural Resources (DNR) and staff coordinating coastal flood control measures from the Department of Transportation & Development (DOTD). OCPR's creation was formalized by Act 523 of 2009, which was placed within the Office of the Governor. Staff from both DNR and DOTD are being transferred to OCPR and are responsible for the planning, designing, constructing, and operating, maintaining, and monitoring projects and activities authorized by CPRA.

HB 1 includes funding in the amount of $206.3 M and 155 positions for the newly created agency. Approximately $201.8 M and 109 positions were transferred from DNR and $4 M and 43 positions were transferred from DOTD. In addition, $485,000 and 3 positions were transferred from the Governor's Office of Coastal Activities (GOCA).

After the transfer of positions and funding to the OCPR, approximately $7 M and 50 positions remain in DNR's Office of Coastal Management. The agency is responsible for the maintenance and protection of the state's coastal wetlands. The main function of the agency is the regulation of uses in the LA coastal zone, especially those which have a direct and significant impact on coastal waters. The goals of this program are accomplished through coastal use permitting, federal consistency, and field surveillance and enforcement.

Approximately $1.4 M and 10 positions remain in GOCA, which remains as a program within the Executive Office. This office is the policy making arm for coastal activities and is focused on the effort and solving of the recognized long-term coastal erosion problem in LA. GOCA provides leadership and support for the CPRA and the mission is to coordinate the development and implementation of policies, plans and programs which encourage multiple uses of the coastal zone and achieve a proper balance between development, conservation, restoration, creation and nourishment of coastal resources.

The following is a description of the means of financing transferred to OCPR:

	DNR	DOTD	GOCA	TOTAL
IAT	$85,107,706	$4,319,761	$0	$89,427,467
Self-Generated Revenue	$20,000	$0	$0	$20,000
Statutory Dedication	$116,364,829	$0	$485,144	$116,849,973
Total Funding	$201,492,535	$4,319,761	$485,144	$206,297,440
Positions	109	43	3	155

Funding transferred from DNR consists of IAT (FEMA funding to make repairs to any project damaged in a natural disaster), SGR (insurance proceeds recovery), Statutory Dedications (Coastal Protection & Restoration Fund), and Federal funds (Coastal Impact Assistance Program and Gulf of Mexico Energy Security Act of 2006).

Funding transferred from DOTD is TTF - Regular.

Funding transferred from GOCA to OCPR is from the Coastal Protection & Restoration Fund.

All positions are being funded with the Coastal Protection Restoration Fund and TTF - Regular.

During the FY 11 budgeting process OCPR received $360M from the Oil Spill Contingency Fund for expenditures related to the Barrier Island Project and $10,002,715 for expenditures associated with the Deepwater Horizon Event.

DEPT / AGY: Agriculture & Forestry — Office of Agriculture & Forestry

ISSUE: **LA Agricultural Finance Authority (LAFA) Debt Service**

R.S. 27:392(B)(4) dedicates $12 M of racetrack slot proceeds into the LA Agricultural Finance Authority Fund. Per R. S. 3:277, these funds are to be expended for securing revenue bonds for the needs of the Boll Weevil Eradication

Program (debt service payments) or other agricultural associated expenditures.

Included within Act 122 of 2009 is $15 M appropriated from the FY 08 surplus funding for early debt payoff. Due to this debt payoff, in FY 11 the department is anticipating utilizing $8.9 M of the $12 M on debt service payments and $3.1 M on various equipment and supply needs for FY 11.

The specific expenditures contained within the FY 11 budget that will utilize the excess LAFA racetrack slots funding include:

$148,800 - expenditures for the departmental Executive Air Fleet. Those specific expenditures include: $16,353 - pilot recurrent training (training, travel costs), $9,216 - FAA Medicals & CFI Renewals, navigational charts, $2,200 - 406 mhz emergency location transmitter, $52,931 - aircraft fuel, $68,100 - parts and maintenance.

$708,517 - purchasing equipment and supplies within the Agricultural and Environmental Sciences Program. Those specific expenditures include: $635,400 - various replacement acquisitions including seed blowers, gammet seed dividers, seed rice hullers, seed germinators, seed vacuum probes, tag printer, combustion nitrogen/protein analyzer, auto analyzer system, sample grinder, automated solvent extractor, fluorescence detector, electronic microbalance, etc., $73,117 - various supplies.

$775,000 - expenditures within the Animal Health Program. Those specific expenditures include: $200,000 - operating services for building rent and lab fees/services for the Homer Poultry Lab, $300,000 - supplies expenditures for fuel, auto repairs and maintenance and various medical supplies for the Homer Poultry Lab, $125,000 - replacement of 2 forklifts and a tractor, $150,000 - USDA cooperative agreements.

$1,467,683 - aircraft maintenance and repairs within the Forestry Program. Those specific expenditures include: $495,770 - anticipated major repairs, $242,165 - fuel, $76,888 - insurance premium (ORM), $66,737 - airplane parts, $11,785 - hangar rent, $2,008 - GPS subscription updates, $2,000 - renewals, $2,780 - FAA Charts, $230,550 - Aircraft Traffic Advisory System, $300,000 - cabin environmental control unit upgrade, $26,000 - 10 Garmin portable GPS devices (including satellite service) for firefighters and pilots, $11,000 - 406 MHz Emergency Location Transmitter for downed aircraft.

NOTE: Based upon information from the State Bond Commission, the $15 M FY 08 surplus funds were applied to the Lacassine Syrup Mill Bonds, which resulted in a decrease of debt service payment needs of $2.8 M in FY 11, as opposed to the $3.1 M contained within Act 11 (HB 1). Utilizing the $15 M surplus funds to pay the debt of the Lacassine Syrup Mill Bonds will save the state approximately $26.4 M in interest payments over the remaining life of the debt (FY 11 through FY 16).

DEPT / AGY: Economic Development — Office of Business Development

ISSUE: **Use of the LA Mega-Project Development Fund**

The Mega-Project Development Fund is reserved for projects that create over 500 new jobs or offer at least $500 M in federal dollars or private capital investment (not including the state's contribution). The state's share of the project can comprise no more than 30% of the total project cost as specified in the cooperative endeavor agreement (CEA). Projects associated with companies in bankruptcy threatening at least 500 jobs or military bases subject to realignment or closure are also eligible.

The fiscal history of the fund:

Revenue

FY 07 Initial Deposit	$150,000,000
FY 07 Surplus Funds	307,100,000
Interest to date	13,837,171
TOTAL REVENUE	$470,937,171

Total Uses with CEA commitments

Support Worker Supplement	$ 48,600,000
ULM School of Pharmacy	4,209,000
Federal City	125,000,000
NASA/Michoud[1]	55,500,000
Foster Farms	50,000,000
V-vehicle[2]	69,000,000
SNF Holdings	26,550,000
ConAgra	37,400,000
TOTAL COMMITMENTS	$415,459,226
TOTAL FUNDS AVAILABLE	$ 55,477,945

1 The NASA/Michoud project is on informal hold by LED until the federal government's commitment to the space program is clarified.

2 The state payments were contingent upon the V-vehicle project obtaining a federal loan of $310 M through the Department of Energy's Advanced Technology Vehicles Manufacturing Program. The loan was denied on 3/24/2010 removing the state's liability. The company has since returned $6,184,733.07 to the LA Mega-Project Development Fund, which is the full amount the company has received from the state. The state dollars related to the V-vehicle project are technically available again in the Mega-Project Development Fund but the legislature has not yet determined whether these dollars will be reserved for a resurrection of the V-vehicle project or be dedicated to a different use.

DEPT / AGY: Culture, Recreation & Tourism

ISSUE: **American Recovery & Reinvestment Act of 2009 funds**

The Office of the Lieutenant Governor and the Department of Culture, Recreation & Tourism (CRT) received approximately $23 M from the American Recovery & Reinvestment Act (ARRA) funds in FY 10 and the same amount is included in HB 1. All funds are being utilized to fund salaries and related benefits for 21 positions in the Office of the Lieutenant Governor and 527 positions in CRT. ARRA funding represents 25% of total funding provided in HB 1 and is disbursed to the following agencies:

Office of Lieutenant Governor - $1,243,792
Office of the Secretary - $2,267,964
Office of State Museum - $3,131,554
Office of State Parks - $14,506,322
Office of Cultural Development - $1,879,282

DEPT / AGY: Culture, Recreation & Tourism State Parks

ISSUE: **Funding for new state parks and historic sites**

The Office of State Parks currently manages operational sites including 20 state parks, 17 historic sites and one preservation area.

Due to FY 10 mid-year budget cuts, 2 historic sites (Los Adaes and Winterquarters) were closed for the remainder of the fiscal year and placed in caretaker status. Los Adaes and Winterquarters were closed based on visitation, but these facilities are open for group visits by appointment only. Both facilities will remain in caretaker status at funding levels for FY 11. Caretaker funding levels for Winterquarters is $71,388 and $6,342 for Los Adaes.

Three new facilities (2 state parks and 1 historic site) are expected to open in 2010, pending funding. Only Bogue Chitto State Park in Washington Parish, which is scheduled to open in the summer of 2010, is funded to be fully operational ($1,618,450).

Fort Randolph/Buhlow Historic Site in Rapides Parish is set to open prior to the end of this current fiscal year but is not funded in the current version of HB 1. The park was funded in FY 10 at a funding level of $91,029 (caretaker status), but with mid-year cuts funding was reduced by $18,740. A Senate Finance committee amendment added funding from the Red River Waterway Commission in the amount of $159,698 in order to operate this site 5 days per week. Total state investment (construction costs) for Fort Randolph/Buhlow Historic Site was $5.75 M.

Palmetto Island State Park in Vermilion Parish is scheduled to open in September 2010. The park was funded in FY 10 at a funding level of $290,362 (caretaker status), but with midyear budget cuts funding was reduced by $36,300. If the park was to be fully operational in FY 11, an additional $1.378 M would be necessary. Total state investment (construction costs) for Palmetto Island State Park was $14.99 M.

As a result of budget cuts in the FY 11 budget for the Office of State Parks, five other historic sites have been placed in caretaker status. These sites include Centenary, Fort Jesup, Marksville, Plaquemine Lock, and Fort Pike Historic Sites.

DEPT / AGY: Culture, Recreation & Tourism State Parks

ISSUE: **State Park Fee Increases**

The Office of State Parks has revised the schedule of fees, through the adoption of rules and regulations, for all visitors to state parks and historic sites in LA as of 7/1/2010. Fees for these facilities have not increased since 2005 and the agency estimates that the increase in fees charged will result in an additional $2.6 M in revenues to the LA State Parks Improvement & Repair Fund (Act 729 Funding). Enacted in 1989, this fund is made up of SGR generated by state parks and are to be used solely for the purpose of financing improvements and repairs at state parks and sites. 50% of the monies are allocated for use throughout the state park system and the other 50% is to be used by each specific state park in which such monies are generated.

Act 729 funds are used in the following priority order:

1. Protection of life or property
2. General repairs and improvements to existing facilities
3. Addition of new facilities
4. Acquisition of property to expand existing park areas

Projects that are funded using Act 729 funds go through the Capital Outlay process. The Office of State Parks currently has $13 M in approved projects for renovations and repairs.

DEPT / AGY: Transportation & Development

ISSUE: **Crescent City Connection Division (CCCD)**

The CCCD is a division within the Department of Transportation & Development (DOTD) that operates and maintains two bridges that cross the Mississippi River in New Orleans and connects the east and west bank of the river. The CCCD also operates 6 ferries in 3 different locations (Lower Algiers/Chalmette, Algiers/Canal Street, Gretna/Jackson Avenue).

Pursuant to R.S. 47:820.5 by 12/31/2012 the CCCD's tolls will be terminated and its current debt will be paid in full. Based upon FY 09 actual CCCD expenditures, toll elimination and debt payoff could result in the anticipated net state expenditure savings of $12.1 M as the CCCD will transfer 93 positions of its current 213 positions to DOTD, of which 8 positions (electricians) will be housed at the District 02 Operations Office and 85 positions will be utilized to continue ferry operations. The remaining 120 positions will be eliminated resulting in state expenditure savings of $12.1 M. However, this proposal will shift expenditures that would have otherwise been funded with toll revenues/State Highway Fund #2 revenues to the Transportation Trust Fund-Regular (TTF - Reg.). The TTF - Reg., which is an annual finite revenue source generated by the 16-cent gas tax, will have to be utilized to fund the 8 positions transferred to DOTD-District 02 Operations at a total cost of $1.8 M, while the 85 positions, which currently operate the ferries, will have to be funded with state general fund or another means of financing. Other expenditures now funded by CCCD revenues, that will be absorbed with TTF - Reg. from the DOTD District 02 Office includes: $1 M - landscaping contract, $700,000 - annual bridge inspection.

NOTE: TTF-Reg. cannot be utilized to fund the CCCD's ferries as these ferries connect non-state roads. Article VII, Section 27(B) pertaining to the Transportation Trust Fund (TTF) states that, *"monies in the trust fund shall be appropriated or dedicated solely and exclusively for the costs for and associated with construction and maintenance of the roads and bridges of the state and federal highway systems."* In addition, R.S. 48:757(A)(1.) states, *"DOTD shall perform no work on the parish road system or any other roads or streets which are not in the state highway system."* The definition of highway within R.S. 32:1 is the entire width between boundary lines of every way or place of whatever nature publicly maintained and open to the use of the public for the purpose of vehicular travel, including bridges, causeways, tunnels and ferries.

Police Force
The CCCD currently has 35 police officers that patrol the bridges and surrounding roadways that lead to the bridges at a cost of approximately $2.2 M annually and when the tolls are removed, the law enforcement responsibilities will likely become the responsibility of the New Orleans and Gretna police forces. According to State Police, R.S. 32:398D states that it is the duty of the state police or the sheriff's office to investigate all accidents required when the accident occurs outside the corporate limits of a city or town, and it is the duty of the police department of each city or town to investigate all accidents when the accident occurs within the corporate limits of the city or town. Local law enforcement patrolling areas will increase, but it is indeterminable as to the expected increase in local costs. The amount of local expenditures increase is dependent upon the level of law enforcement service provided within the current CCCD police jurisdictional areas.

Fund Balance Impact
According to DOTD, upon the termination of the tolls and payment of the final debt in December 2012, the CCCD will likely utilize a significant portion of its undesignated fund balance to shut down the operation by the beginning of FY 13. The FY 09 ending fund balance within the CCCD is approximately $32 M of which $16.2 M is allocated for ongoing appropriated capital outlay projects.

Ferry Operations
This proposed recommendation provides for the CCCD ferries to continue even after the tolls are removed. If the ferries remain open, based upon FY 09 actual expenditures there will be an increased cost in the amount of $8.7 M and 85 positions (transferred from CCCD to DOTD) to the state general fund (if DOTD continues to operate) or local governments (if Orleans/Jefferson Parish operates) for ferry maintenance and operations. Currently, ferry service costs are primarily financed by toll revenues as the funds generated by the ferries only provide approximately 3% of total annual ferry maintenance expenditures. According to DOTD's report to the Commission on Streamlining Government, based upon passenger data the per vehicle price for CCCD's ferries is approximately $13, while the current ferry riding charge per vehicle is $1. The CCCD ferries generated approximately $252,000 in revenues in FY 09, while incurring $7.9 M in expenditures. Also, CCCD police officers currently provide night security on the ferries, which will be discontinued once the toll revenues and statutorily dedicated revenues are terminated unless the security patrol is paid with state general fund or another means of financing.

In addition, there is approximately $10.7 M worth of repairs needed to the current ferries that would have otherwise been funded primarily with toll revenues. Those repairs include: $600,000 - bearing replacements at ferry facilities, $5.1 M - ferry boats power and propulsion upgrade, $565,000 - replacement of escalators at Canal Ferry Facility, $675,000 - upgrade existing pilot house on M/V Blue Lenior, $775,000 - vehicle maintenance Facility and Storage yard, $1.65 M - replace timber fenders and point all 6 ferry landings, $1.3 M - upgrade ferry operation status sign to display messages with better utility.

Future Capital/Maintenance Projects
In addition, approximately $157.4 M of TTF will eventually be needed on various capital maintenance projects on the 2 bridges, which could be funded through the highway priority program. According to a report prepared by CCCD's engineer, TRC, the following projects will eventually be needed in future fiscal years: $32 M - bridge painting, $62.9 M various bridge repair projects, $4.5 M - General DeGaulle Drive Widening, $10.5 M - Barataria Blvd. Exit Ramp from US 90, $32.5 M from Peters Road Ramps on US 90, $15 M for a threat and vulnerability assessment.

Revenue Impact
When the tolls are eliminated and CCCD's debt is paid in full, the CCCD will no longer have approximately $25 M in available funding ($20 M in SGR from tolls and $5 M State Highway Fund #2). Unless the bonds are refinanced and extended and the tolls are renewed via legislation, these two revenue sources will no longer be available to the CCCD.

To the extent the bonds are paid in full, based upon attorney general opinion 92-74, "after said bonds have been fully paid in principal and interest further payments to said bridge and ferry authority shall cease and the said fifty percent (50%) of the surplus monies remaining in State Highway Fund #2 shall be transferred to the General Highway Fund." Because the General Highway Fund no longer exist, it is unclear if that dedication would go to the State General Fund or the Transportation Trust Fund (TTF) once the CCCD's bond debt is paid in full.

CCCD State Building
Current CCCD staff are housed within a 16,000 square foot state-owned building. To the extent it is determined that the building will no longer be needed for state purposes once toll revenues are removed, the building could be rented or sold by the state for revenue.

State Highway Fund #2, which was established by Article 6, Section 22(G) of the Constitution of 1921, is derived from $3 of the vehicular license taxes collected in the parishes of Orleans, Jefferson, St. John the Baptist, St. Charles, Tangipahoa and St. Tammany. These revenues are divided equally between the Greater New Orleans Expressway Commission and the Crescent City Connection Division (CCCD). Based upon the Revenue Estimating Conference's latest adopted revenue forecast for FY 10 of $9.7 million of which the CCCD will receive 50%, or $4.85 M. In FY 09, the CCCD utilized approximately $2.4 million of its total State Highway Fund #2 allocation for debt payments and the remaining for operating expenditures.

DEPT / AGY: Transportation & Development

ISSUE: **State Funding Transportation Issues**

Below is a listing of state transportation issues. Due to the stimulus funding and the previous fiscal year surplus fund investments, the overall backlog of road construction projects decreased from $14 B to $12.5 B.

Federal Highway Trust Fund (Federal Gas Tax)
According to the department, the Federal Highway Trust Fund (HTF) had to be bailed-out in the Fall of 2008 in the amount of $8 B from the federal general fund and again in July 2009 in the amount of $7 B. According to estimates provided by the Congressional Budget Office (CBO), the HTF balance will likely decrease in FY 10 and beyond. Unless a solution to this problem is found on the federal level, the projected LA shortfall could be $150 to $200 M in federal highway funds, which equates to approximately 25% of DOTD's total operating/capital budget. The HTF is funded with the 18.4-cent federal gasoline tax and this tax has lost ground to inflation over time. The current federal program (SAFETEA-LU) expired at the end of February. However, included within different House and Senate legislative instruments is the continuation of SAFETEA-LU. The House measure, which is waiting on Senate concurrence, extends SAFETEA-LU until the end of the calendar year, December 2010, while the Senate measure provides a 30-day extention.

State Gas Tax
The 16-cent state gas tax, which was enacted in 1984, currently has the buying power of approximately 7 cents. Historically gas tax revenues have grown approximately 2.5% per year since 1992. However, 1.) construction and operating inflation substantially exceed the growth rate, 2.) Personnel costs grow an average of 5% annually *(In FY 10, TTF is currently paying for approximately $66.3 M in departmental retirement, health & life insurance and retiree costs),* and 3.) Since the hurricane events of 2005, construction costs have increased 25% to 30%.

Had the state tax been indexed in 1990, the tax would now be 26 cents, or 63% more in FY 10. Each penny is worth approximately $30 M; therefore an additional $300 M of potential revenues could have been generated. Currently, the Transportation Trust Fund (TTF-Reg.) generates approximately $480 M each fiscal year. If indexed, the TTF could generate approximately $800 M annually.

The average price per gallon in 1984 was $0.94, which was the year the state gas tax was enacted, and individuals paid approximately 17% per gallon for road infrastructure. Due to this tax being flat, the average price per gallon today is $2.31, which equates to individuals paying 7% per gallon for road infrastructure.

Vehicle Sales Tax
SB 11 (Act 11) of the 2008 2nd Extraordinary Session provided that vehicle sales taxes would begin to accrue to the TTF and be phased in over 7 years. A total of 10% was to be transferred to the TTF in FY 09. Due to the revenue projections decreasing for FY 09, these funds were not available to the TTF in FY 09 and will not be available in subsequent fiscal years until "… such time as the official forecast of the REC equals or exceeds the official forecast in

effect prior to the projected deficit, at which time the reduction shall cease." The SGF revenue forecast as of 5/9/08 was $9.7 B. None of the forecasts by the REC currently exceed that amount. The latest adopted revenue forecast projects the following for SGF: FY 10 - $7.6 B, FY 11 - $7.8 B, FY 12 - $8.2 B, FY 13 - $8.6 B, FY 14 - $9.0 B. Therefore, unless this statute is amended, it is unlikely that these funds will be available to the TTF in the near future. The distribution to the TTF was to be $50 M in FY 10 at 20% and eventually reaching $335.6 M in FY 15 at 100% implementation based on the latest estimates adopted by the Revenue Estimating Conference.

To the extent SGF revenues increase up to or beyond $ 9.7 B, the phase-in of the vehicle sales tax would begin based upon the statute. For example, if FY 13 SGF revenue forecast is $9.7 B, then the phase-in would be 75% in FY 14, which could be approximately a $254.7 M reduction in SGF revenues. La. R.S. 48:77 provides for a phase-in as follows: FY 09 - 10%, FY 10 - 20%, FY 11 - 30%, FY 12 - 50%, FY 13 - 75%, FY 14 - 85%, FY 15 - 100%.

DEPT / AGY: Transportation & Development

ISSUE: **LaGOV Project (ERP) - Impact upon DOTD**

DOTD is currently utilizing various Legacy information systems that are not on the current state financial system (ISIS). Thus, DOTD is required to complete double data entry in order to reconcile financial information with State Treasury and the Division of Administration (DOA). In fact, the current DOTD systems contributed to the department "losing" $140 M within the TIMED Program last fiscal year. In addition, DOTD's current systems are written in an obsolete computer programming language (COBOL) and it is difficult to find programmers to work on the system and contractors to provide maintenance support.

A major component of the LaGOV Project (ERP) addresses all the major information system deficiencies that currently exist at DOTD. For DOTD, the LaGOV Project will replace all of their existing financial applications (Finance, Budget, Purchasing Federal Billing, Project Finance, Inventory and Vehicle) and several related engineering applications (Project Master, Linear Asset Management, Project Letting/STIP/Priority Program and Project Management). Due to the complicated process associated with federal billing, DOTD can only bill the Federal Highway Administration (FHWA) 5 times per month. Once the LaGOV Project is in place, DOTD will be able to bill the FHWA daily, which creates positive cash flow within DOTD. Currently, DOTD bills FHWA $50 M to $100 M per month and pays approximately $240 M to various contractors per month. To the extent their current systems do malfunction, DOTD could potentially be unable to pay its contractors or provide the necessary reports to the FHWA in order to draw down its federal funding.

According to the Division of Administration, the cost to bring only DOTD into the state's current financial system, will cost nearly the same amount as the total amount necessary to complete the state ERP solution, which is approximately $101 M. An estimate received by DOTD in 2004 by SAP for their own system was $56 M. However, if the LaGOV Project is stopped in favor of creating a DOTD only stand alone system, the total state cost will be approximately $93.9 M as the projected expenditures at the end of FY 10 on the LaGOV Project will be $76.9 M. The total ERP amount needed in FY 11 is $12.8 M of which DOTD is providing $7.8 M of its TTF-Reg. DOTD is anticipating going live with the new system 9/27/2010.

Due to budget constraints in FY 11 and due to the risk inherent in a statewide rollout, the DOA has chosen to "pilot" the implementation of the new system for DOTD only beginning in FY 11. The current timeline has the system "going live" for DOTD on 9/27/2010 (FY 11). The new system will be fully implemented across state agencies (excluding higher education) in July 2012 (FY 13). Included within the FY 11 budget is approximately $9.7 M for the continuation of which DOTD will be paying approximately $7.8 M with transportation trust funds. These funds will be expended on the following: Agile Assets Software License - $2.57 M, Agile Assets Software Maintenance - $1,620,425, Agile Assets Hosting - $506,173, DOTD Project Personnel - $9,422, Implementation Services - $3,100,000. In addition, DOTD will be financially responsible to train approximately 2,200 employees on the system. These cost will be absorbed within the department's existing financial resources. The specific costs of this training is unknown at this time.

Of the $7.8 M of total expenditures, approximately $4 M of expenditures have already been paid by the DOA. However, due to the Agile Assets portion of the ERP integration only being utilized by DOTD, the DOA is seeking to recoup these costs in FY 11. Below is a table by fiscal year of such costs:

	FY 09	FY 10	FY 11	Total
Agile Assets Software License	$2,570,000	$0	$0	$2,570,000

Agile Assets Software Maintenance	$524,208	$540,008	$556,432	$1,620,425
Agile Assets Hosting	$0	$352,741	$153,432	$506,173
DOTD Project Personnel	$0	$0	$9,422	$9,422
Implementation Services	$0	$0	$3,100,000	$3,100,00
Total	$3,094,208	$892,749	$3,819,063	$7,806,020

To the extent that DOTD is only responsible for Agile Assets related expenditures from FY 11 forward, the total amount needed for such expenditures in FY 11 is $3.8 M (shown in table above). Thus, approximately $4 M could be transferred from the ERP to the capital budget.

DEPT / AGY: Transportation & Development

ISSUE: **TIMED Program**

The TIMED Program was established by Act 16 of the 1st Extraordinary Legislative Session of 1989 and designated 16 specific road/bridge projects. The original plan called for a designated funding stream, which is the 4-cent gasoline tax, that would have provided for a pay-as-you-go program. However, by utilizing a pay-as-you-go-program, the projected completion date for the program was 2031. Thus, in order to accelerate the program, the decision was made to bond out the remaining program. The first bond issuance of $275 M occurred in 2002. To date, the following bond sales have occurred: 2002 - $275 M, 2005 - $548 M, 2006 - $1.1 B, 2009 - $485 M.

Approximately $485 M in bonds were sold in May 2009. These funds plus the $140 M that DOTD and State Treasurer determined last fiscal year was available for the program will enable the program to continue until mid 2010 before another bond sale will be necessary to complete the current ongoing projects. The final bond sale is estimated to be approximately $500 M and is anticipated to be made in the Fall 2010. These 2 bond sales are necessary to complete the current projects under construction, which are: Huey P. Long Bridge and Audubon Bridge. Of the 16 total constitutionally required projects, there are 2 that have not begun construction: LA 3241 and the Florida Avenue Bridge. The bond sale in May 2009 and the upcoming bond sale in Fall 2010 are for current projects in construction and remaining debt service payments of the 14 other projects and **NOT** the 2 projects that have not started construction.

The 4-cent gas tax collected for the TIMED Program will not be sufficient to cover future debt service payments of the 14 completed and current constructed projects. Every cent of gas tax equates to approximately $30 M of revenue. Based upon the latest debt service payment schedule, the FY 11 total debt service payment for all debt payments is $148.1 M, while the latest adopted revenue forecast for TTF - TIMED revenue projection for FY 10 is $116.4 M. Approximately $34.2 M of TTF-Regular (16-cent gas tax) will be utilized to pay the remainder. Since 1 cent generates approximately $30 M the $34.2 M represents a little over 1 cent of gas tax collections that will be utilized for TIMED Program debt service payments. The TIMED debt is paid before any other TTF collections are appropriated (flows through the Bond Security Redemption Fund). A greater portion of the 16-cent gas tax will ultimately be necessary in future years to fund these payments. Based upon estimates by DOTD approximately 3.5 cents of 16-cent gasoline tax will be utilized to pay TIMED debt by 2045, which equates to $103.7 M, or approximately 13% to 15% of total 16-cent tax receipts in FY 2045. This will impact DOTD's federal match abilities and its operating budget in future fiscal years. DOTD currently utilizes approximately $80 M to $100 M of TTF-Reg. as match to draw down approximately $560 M of TTF-Federal (there is a cap on the amount of federal funds available to LA). DOTD is utilizing $2.5 M of the 16-cent gasoline tax collections to pay FY 10 TIMED debt service.

Currently, the total projected TIMED Program costs are $5.24 B (includes LA 3241, Florida Avenue Bridge), while upon the completion of the bond sale in the Fall of 2010, total revenues for the program will be $4.65 B. DOTD is in the process of determining the best financing mechanism for completing the final 2 constitutionally required road/bridge projects.

Below is a comparison of the original cost projections of the 16 TIMED Projects as originally proposed in 1989 (R.S. 48:820.2), and the actual/current cost estimates. Based upon current/actual cost estimates, the cost projections in 1989 were approximately $2.7 B less than what has been and what will likely be expended on the total TIMED projects.

	1989 Original Proj.	**Present Actual/Current Proj.**	**Present Proj. Over/ Under Original Proj.**
Tchoupitoulas	$55,000,000	$51,000,000	($4,000,000)
West Bank Expressway	$33,200,000	$33,000,000	($200,000)

Port of New Orleans	$100,000,000	$100,000,000	$0
New Orleans Airport	$75,000,000	$75,000,000	$0
US 90	$256,000,000	$256,000,000	$0
West Napoleon	$53,000,000	$69,000,000	$16,000,000
LA 15	$66,000,000	$87,000,000	$21,000,000
US 171	$415,000,000	$617,000,000	$202,000,000
Earhart Blvd.	$20,000,000	$20,000,000	$0
US 165	$492,000,000	$931,000,000	$439,000,000
US 167	$389,000,000	$706,000,000	$317,000,000
US 61	$29,000,000	$94,000,000	$65,000,000
Audubon Bridge	$150,000,000	$407,000,000	$257,000,000
Huey P Long Bridge	$220,000,000	$1,173,000,000	$953,000,000
Florida Avenue Bridge	***$129,000,000***	***$475,000,000***	***$346,000,000***
LA 3241	***$52,000,000***	***$147,000,000***	***$95,000,000***
TOTAL	$2,534,200,000	$5,241,000,000	$2,706,800,000

NOTE: The Florida Avenue Bridge and LA 3241 have not begun construction and currently have no funding source. Thus, the cost projections could change in future fiscal years.

DEPT / AGY: Transportation & Development

ISSUE: **Federal Stimulus Fund and State Surplus Funds**

Federal Stimulus Funds

The state received a total of $430 M for highway infrastructure investment from the American Recovery & Reinvestment Act (ARRA). Of the $430 M allocated to the state, $299 M is for DOTD (22 projects), $118 M is for projects as determined by Metropolitan Planning Organizations (MPOs) (58 projects) and $13 M is for transportation enhancements such as bike lanes, sidewalks, landscaping, bus shelters, etc (10 projects). Of the $299 M allocated to DOTD, 94% of the $299 M has been authorized. In addition, 50% of funding was obligated by the end of June 2009 and the remaining 50% was obligated by 3/1/2010. Of the $118 M allocated to MPOs, approximately $40.8 M has been authorized. The remaining funding was authorized by 3/1/2010. Of the $13 M allocated for enhancements for 10 projects, approximately 50% of the funding was obligated by June 2009 and the remaining 50% was obligated by 3/1/2010.

State Surplus Funds

A total of $1.2 B has been provided for road construction including $600 M out of $695 M allocated to DOTD in FY 07, $396 M out of $473 M allocated to DOTD in FY 08 and $217 M out of $227 M allocated to DOTD for bridges and roads in FY 09. Below is a year-by-year surplus fund allocation and status update as of January 2010:

2007 - $600 M

$408 M - Capacity & Preservation - construction complete on 108 of 117 projects
$60 M - I-49 North - used to match federal funds
$40 M - Capacity Program - LA 523 Caddo Parish/I-10 Causeway Jefferson Parish
$30 M - I-10/I-12 Split to Siegen - groundbreaking held on January 20, 2009
$20 M - Preconstruction - feasibility studies, environmental studies
$21 M - MacArthur Interchange - letting date January 2011
$11 M - I-49 South - used to match federal funds
$5 M - Mobility Fund - Co-op between DOTD and the Lafayette Metropolitan Expressway Commission for Loop & co-op between DOTD and Capital Area Expressway Authority for the Baton Rouge Bypass
$5 M - Rural Road/Bridge Repair Fund - 7 of the 23 bridge replacements are completed (program handled by the Governor's Office)

2008 - $396 M

$90 M - Preservation - 71 of 74 projects are complete
$24 M - Preservation Non-Federal Aid Routes - 16 of 18 projects are complete
$10 M - FY 09 Capacity Program - existing bridge at O'Neal within the limits of I-12 Widening
$100 M - I-12 Widening (O'Neal to Range Avenue) - groundbreaking held May 1, 2009
$35 M - I-12 Widening (US 11 to I-10/I-12/I-59 Interchange) - letting date September 2010
$2 M - LA 1 - Right-of-way Maps

$6 M - US 84 (Catahoula Parish) - construction underway
$25 M - LA 28 (Rapides Parish) - project let September 2009
$17 M - I-49 North - used to match federal funds
$15 M - LA 73 (Ascension Parish) - May 2010 letting
$5 M - Tree Removal - project complete
$2 M - Mobility Fund
$10 M - Parish Bridge Repair and Replacement
$20 M - US 90 (I-40 South Corridor) - project let December 2009
$35 M - State Bridge Repairs and Replacement - 21 of 23 projects 3 and 11 projects are completed

2009 - $226 M
$43.1 M - Preservation - 37 of 50 projects have been let and 6 are completed
$35 M - I-49 North - used to match federal funds
$24.3 M - I-49 South
$27.2 M - Capacity Program - 3 of 11 projects have been let
$24 M - I-12 (Amite River Bridge to Pete's Highway) - Design-build project; anticipated contract by April 2010
$6 M - US 90 (December 2009)
$11.6 M - Safety - 8 of 17 projects have been let
$17.1 M - Traffic Management and Operations - 8 of 17 projects have been let
$2.2 M - Off System Bridge Program - 2 of 4 projects have been let
$26.1 M - State Bridges - 19 of 29 projects have been let

DEPT / AGY: Transportation & Development

ISSUE: **Additional Transportation Trust Fund (TTF) monies being utilized for non-road construction activities in FY 11.**

Based upon the current FY 11 budget, $44.9 M of Transportation Trust Fund (TTF-Regular) will be utilized for additional operating expenditures not associated with road construction. The areas in FY 11 include: $1.5 M - weights and standards enforcement within State Police, $3.9 M - Governor's Office of Coastal Restoration & Protection, an additional $7.8 M - Enterprise Resource Project (LaGov), $34.2 M - TIMED Program bond debt service payments. See table below for impact comparison.

TTF Impact	FY 10 TTF	FY 11 TTF	Difference
Weights & Standards	$5,174,676	$6,674,676	$1,500,000
Coastal	$416,986	$4,319,761	$3,902,775
ERP	$0	$7,806,000	$7,806,000
TIMED Debt	$2,500,000	$34,173,438	$31,673,438
Total	**$8,091,662**	**$52,973,875**	**$44,882,213**

Weights & Standards Enforcement - State Police - $6.7 M
Pursuant to Streamlining Government Commission Recommendation #64, the weights and standards enforcement activity will be consolidated within State Police and not shared between DOTD and State Police. These budget adjustments increase the Transportation Trust Fund (TTF)-Regular monies and transfers 97 positions to State Police. The total current weights and standards enforcement activity (DOTD/DPS) is funded with approximately $1.5 M in SGF (DPS) and $5.2 M - TTF-Regular (DOTD). After FY 11 adjustments, this activity will be fully funded with TTF-Regular monies that are transferred to State Police, which equates to an additional $1.5 M of TTF-Regular being appropriated. See table below.

Current	DPS/DOTD	Proposed	DPS/DOTD	Difference	DPS/DOTD
SGF	$1,500,000	SGF	$0	SGF	($1,500,000)
TTF	$5,174,676	TTF	$6,674,676	TTF	$1,500,000
Total	$6,674,676	Total	$6,674,676	Total	$0

Due to a means of financing substitution within State Police that reduces the SGF to State Police and increases IAT within State Police (TTF-Regular from DOTD), this consolidation utilizes additional TTF-Regular monies for enforcement activities. The Streamlining Government Commission Recommendation requires that in year two State Police shall achieve savings of 25% through consolidation. Such a savings (25% of $6.7 M = $1.7 M) will be realized by the TTF-Regular. According to DOTD, there are 18 fixed scale sites around the state. Titles of some of the positions to be transferred include: police officers, accounting specialists, administrative coordinator, DOTD weights & standards administrator, electronic technicians.

Governor's Office of Coastal Protection and Restoration - $4.3 M

In the current year, FY 10, there are 26 funded DOTD hurricane/flood protection positions in the amount of $2.5 M. Pursuant to Act 523 of 2009, which creates the Governor's Office of Coastal Protection & Restoration (01-109), there are various budgetary adjustments that transfer 43 positions and $1.8 M of additional TTF to the newly created office. Also included within the current version of HB 1 for DOTD is a means of financing substitution that decreases IAT budget authority and increases TTF-Regular in the amount of $2,062,559. The original source of IAT funds is from the Department of Natural Resources (DNR) from the Coastal Protection & Restoration Fund. Below is a table that compares FY 10 to FY 11 funding for these TO position being transferred from DOTD to Coastal Protection & Restoration (01-109).

	FY 10	FY 11 - HB 1	FY 11 Adjustments
IAT from DNR	$2,062,559	$0	($2,062,559)
TTF-Regular	$416,986	$4,319,761	$3,902,775
TOTAL	$2,479,545	$4,319,761	$1,840,216

The total amount recommended within the FY 11 budget is $4.3 M of TTF-Regular ($416,986 - in FY 10 base, $2,062,559 - MOF swap, $1,840,216 - additional TTF). Based upon the latest version of HB 1, DOTD is budgeted to send $4.3 M and 43 positions to the Governor's Office of Coastal Protection & Restoration. DOTD is utilizing an additional $3.9 M of TTF - Reg. on hurricane protection than the current FY 10 appropriation of $416,986. The FY 10 unobligated fund balance within the Coastal Protection & Restoration Fund is $76.4 M. However, Article VII, Section 27 (B) does authorize TTF - Regular to be utilized for the Statewide Flood-Control Program.

Enterprise Resource Project (LaGov) - $7.8 M

Due to budget constraints in FY 11 and due to the risk inherent in a statewide rollout, the DOA has chosen to "pilot" the implementation of the new system for DOTD only beginning in FY 11. The current timeline has the system "going live" for DOTD on 9/27/2010 (FY 11). Included within the FY 11 budget is approximately $9.7 M for the continuation of the project of which DOTD will be paying approximately $7.8 M with TTF-Regular. These funds will be expended on the following: Agile Assets Software License - $2,570,000, Agile Assets Software Maintenance - $1,620,425, Agile Assets Hosting - $506,173, DOTD Project Personnel - $9,422, Implementation Services - $3.1 M. Of these $7.8 M of total expenditures, approximately $4 M of expenditures have already been paid by the DOA. However, due to the Agile Assets portion of the ERP integration only being utilized by DOTD and no other state agency, the DOA is seeking to recoup these costs in FY 11. Below is a table by fiscal year of such costs:

	FY 09	FY 10	FY 11	Total
Agile Assets Software License	$2,570,000	$0	$0	$2,570,000
Agile Assets Software Maintenance	$524,208	$540,008	$556,432	$1,620,425
Agile Assets Hosting	$0	$352,741	$153,432	$506,173
DOTD Project Personnel	$0	$0	$9,422	$9,422
Implementation Services	$0	$0	$3,100,000	$3,100,00
Total	$3,094,208	$892,749	$3,819,063	$7,806,020

To the extent that DOTD is only responsible for Agile Assets related expenditures from FY 11 forward, the total amount needed for such expenditures in FY 11 would be only $3.8 M, which is approximately $4 M less than what is currently budgeted in FY 11.

TIMED Program Bond Debt Service Payments - $34.2 M

The 4-cent gas tax collected for the TIMED Program will not be sufficient to cover future debt service payments of the 14 completed and current constructed projects. Thus, $34.2 M of the 16-cent gas tax revenues will be needed to pay TIMED Program debt service payments. Every cent of gas tax equates to approximately $30 M of revenue. Based upon the latest debt service payment schedule, the FY 11 total debt service payment for all debt payments is $148.1 M, while the latest adopted revenue forecast for TT -TIMED revenue projection for FY 10 is $116.4 M. Approximately $34.2 M of TTF-Regular (16-cent gas tax) will be utilized to pay the remainder. Since 1 cent generates approximately $30 M, the $34.2 M represents a little over 1 cent of gas tax collections that will be utilized for TIMED Program debt service payments. A portion of the 16-cent gas tax will ultimately be necessary in future years to fund these payments. Based upon estimates by DOTD approximately 3.5 cents of 16-cent gasoline tax will be utilized to pay TIMED debt by 2045, which equates to $103.7 M, or approximately 13% to 15% of total 16-cent tax receipts in FY 2045. This will impact DOTD's federal match abilities and its operating budget. DOTD is utilizing approximately

$2.5 M of the 16-cent gasoline tax collections to pay FY 10 TIMED debt service. Currently, the total projected TIMED Program costs are $5.24 B (includes LA 3241, Florida Avenue Bridge), while upon the completion of the bond sale in the Fall of 2010, total revenues for the program will be $4.65 B. DOTD is in the process of determining the best financing mechanism for completing the final 2 constitutionally required road/bridge projects.

DEPT / AGY: Health & Hospitals

ISSUE: **Uncompensated Care Costs Community Hospital Pool**

Uncompensated Care Costs payments in the Community Hospital Pool are paid to non-state and non-rural hospitals that historically did not qualify under the Medicaid state plan (before 2007). Funding for the community hospital pool is reduced by $25 M for FY 11.

Community Hospital Pool Funding History

FY 07	FY 08	FY 09	FY 10	FY 11
$120 M	**$87 M**	**$87 M**	**$35 M**	**$10 M**

***HB 1 Enrolled reflects the methodology for payments to qualifying hospitals.**

DEPT / AGY: Health & Hospitals

ISSUE: **Non-recurring Revenues Used for Recurring Medicaid Expenditures**

The FY 11 Medicaid budget contains both stimulus and additional non-recurring revenue sources used to fund recurring expenditures **in the amount of $1.27 B @ HB 1 Enrolled.** One time revenues at each phase of the appropriations bill are itemized below.

House Bill 1 Original:
$309,716,835 - FY 10 debt defeasance of FY 11 debt ($233.6 amnesty and FY 09 surplus of $76,028,218)
$331,582,948 - Total MATF appropriated in FY 11 (less provider fees of $106.1 M). Approximately $260.1 M in ARRA appropriated from the MATF earned in FY 09 and app $71 M in MATF balance/interest.
$447,757,896 - ARRA funding in the Medicaid Program (estimated 6 months of ARRA earned in FY 11 @ $390.1 M, plus appr. $57 earned in FY 10 but not appropriated (result of FMAP increasing from 80.01 to 81.48)
$30,870,234 - Stat dedicated revenues (Medicaid Trust Fund for the Elderly principle) for nursing home rebasing
$28,236,417 - One-time revenues made available from the NOW fund for recurring NOW slot expenditures
$1,151,289 - One-time revenues in Private Providers made available (drawn down) from prior year cost reports
$13,106,707 - One-time revenues in Public Providers program used to partially offset loss of DSH funding
$11,263,294 - One-time revenues in Private Providers made available (drawn down) from prior year cost reports
$1,173,685,620 Total one-time revenues in FY 11 @ HB 1 Original

House Appropriations Committee Amendments:
($233,688,617) - Removes one-time SGF (used as match) freed up from amnesty
$55,000,000 - Adds $55 M in mega fund stat ded for recurring exp's in Private Providers
$72,688,617 - Adds LSU HCSD cost reports (one time rev's) as match in Private Providers
($44,700,000) - Reduces ARRA(from MATF) in FY 11 being used in FY 10 (due to May BA-7)
$1,022,985,620 - One time revenues @ HB 1 Engrossed

House Floor Amendments:
$17,311,383 - Balance of LSU cost reports appropriated
$1,040,297,003 - One time revenues @ HB 1 Reengrossed

Senate Finance Committee amendments:
($55,000,000) - Removes one time mega fund statutory dedication revenues
$55,000,000 - Adds back (swap) Overcollections funding to replace mega fund source of match
($76,028,218) - Removes one time revenues from FY 10 debt defeasance (using FY 09 surplus)
$76,028,218 - Adds back (swap) Overcollections funding to replace defeasance like amount
$210,971,782 - Adds one time revenues from the Overcollections Fund ($186 M in supp. section and $24 M in body)

$1,286,845 - Adds one time stat ded revenue from the NOW fund (due to a MOF swap with SGF)
$1,613,473 - Adds one time revenues from the Medical Assistance Trust Fund (due to a MOF swap with SGF)
$1,254,169,103 - One time revenues @ HB 1 Rengrossed with Senate Finance Committee Amendments

Senate Floor amendment:
$10,200,000 - Stat dedicated revenues (Medicaid Trust Fund for the Elderly principle) for nursing home rebasing
$2,500,000 - One time revenue from the Overcollections fund
$1,266,869,103- Total one time revenues @ HB 1 Reengrossed with Senate Floor Amendments

HB 76 Ancillary Bill:
$7,000,000 - One time revenue in HB 76 from the Overcollections Fund (swap SGF for a like amount of stat ded)
$1,273,869,103 - Total one time revenues (including HB 1 and HB 76)

Note: The FY 11 Executive Budget contains approximately $707.8 M in estimated ARRA funding in the Medicaid program. A portion of these funds were earned in FY 09 ($260.1 M) and FY 10 ($57 M) and are appropriated for FY 11, and a portion of these funds are anticipated to be earned in FY 11 on Medicaid claims (approximately $390.1 M).

Note: In addition, HB 1 Enrolled contains approximately $106 M in revenues from the Landrieu amendment used as state match. This was added in House Appropriations, and anticipated to be used in the FY 11 budget. Upon the extension of ARRA eligibility for an additional 6 months (to June 30, 2011), the Landrieu provision is not anticipated to be implemented until the end of ARRA eligibility.

DEPT / AGY: Health & Hospitals

ISSUE: **Disproportionate Share Hospital (DSH) Payment CAP and DSH Audit Rule Impact**

The Uncompensated Care Costs (UCC) Program in Medical Vendor Payments provides disproportionate share hospital payments (DSH) to qualifying hospitals for certain uncompensated care costs associated with serving uninsured and indigent patients. DSH payments consist of both state and federal matching funds. The federal government restricts the amount of federal DSH funds annually through the implementation of a federal DSH cap per state. Any additional UCC payments the state may choose to reimburse over the federal cap would require 100% SGF (the state loses the ability to leverage state dollars). The federal cap for LA in FY 11 is approximately $731.96 M (assumes a 63.61% DSH federal match rate, which represents a 4 % point decrease from the matching rate of 67.61% in FY 10).

HB 1 Enrolled appropriates $664.4 M in UCC for various providers in FY 11, of which $422.6 M is federal match. This appropriated level of DSH funding places the state approximately $309.3 M from the federal DSH cap allowed for FY 11. FY 11 DSH funds are allocated as follows:

$277,981,710	HCSD
$29,118,236	E.A. Conway
$22,267,284	H.P. Long
$96,672,988	Shreveport
$1,026,000	Villa
$60,329,143	OMH public Psyc free standing units
$49,775,657	Rural hospitals and hospital based clinics
$7,000,000	Other DSH hospitals (non-rural)
$10,000,000	Community Hospital Pool
$110,312,998	Other hospitals (MHERE's, psyc. beds, and funding for a Low Income and Needy Care Collaborative)
$664,484,016	

Note: Low Income and Needy Care Collaborative: HB 1 Enrolled provides both Medicaid claims funding (approximately $266 M) and DSH funding (approximately $100 M) for a Low Income and Needy Care Collaborative Agreement between DHH and private hospitals and or non state non-rural hospitals. The agreement authorizes methodology. This agreement is anticipated to free up some level of state general funds appropriated in the FY 11 budget. Financial, programmatic(specific services), and contractual details of an agreement are not yet provided.

DEPT / AGY: Health & Hospitals

ISSUE: **Certified Public Expenditures**

HB 1 Enrolled contains approximately $62.4 M in Certified Public Expenditures for FY 11. These funds represent 100% federal matching funds from the Centers for Medicare and Medicaid Services (CMS), and are used as a financing mechanism (match) in the Medicaid Private Providers Program. These CPE's will generate an additional $165 M in federal financial participation, resulting in a total of $228 M in non-state revenues used to finance Medicaid.

FY 10 CPE -	$65,000,000
FY 11 CPE adjustment -	($2,623,494)
Total FY 11 CPE	$62,376,506

DEPT / AGY: Health & Hospitals

ISSUE: **NOW FUND**

The FY 11 Executive budget contains NOW slots funded with both State General Fund match and Statutory Dedications match. The source of the Statutory Dedications match is one time revenue from the NOW Fund. Act 481 of 2007 created the fund and revenue dedication. The fund receives 12% of all recurring SGF revenues recognized by the Revenue Estimating Conference in excess of the official forecast at the beginning of the current fiscal year, up to a maximum of $50 M in any fiscal year. Monies in the fund are to be appropriated in the ensuing fiscal year solely to fund additional waiver slots in the New Opportunities Waiver Program. Approximately $50 M was initially deposited into the fund.

Based on past expenditures and the FY 11 NOW Fund (Stat Ded) appropriation of $28,236,417 at HB 1 Original and a Senate Finance Committee amendment adding an additional $1,286,845, the NOW Fund balance is anticipated to be eliminated.

Note: The Department does not anticipate using approximately $4,877,350 in Statutory Dedicated NOW Fund revenues in FY 10. These funds would be available to be used in FY 11 to the extent required.

DEPT / AGY: Health & Hospitals

ISSUE: **Medicaid Coordinated System of Care Healthcare Model**

The FY 11 budget contains both administrative funding and premium payments for the implementation of Medicaid Managed Care in certain areas of the state. Information provided by the DHH indicates this new delivery system of care for certain Medicaid eligibles is still in the design phase. The Coordinate Care Network (CCN) will include a pre paid system and a fee for service system. The initial names of the 2 new systems are the CNN-S (enhanced primary care case management) and the CCN-P (prepaid model of care). According to the department, an emphasis of the 2 models will be a concentration on disease management (managing certain chronic diseases).

As a result of the benefit package in both models being similar to those offered under the LA Medicaid state plan (amount, duration, and scope of services), the department may be able to implement without a waiver (only state plan change approval is assumed to be required from the Center for Medicare and Medicaid Services). The department has communicated that the CCN model may provide benefits above those offered under the LA state plan.

According to the department, all individuals currently enrolled in LA's primary care case management system (current PCCM) will be required to enroll (current PCCM enrollees approximately 730,000). In addition, Medicaid eligible pregnant women and Medicaid eligibles over age 65 will be required to enroll. The take up rate in FY 11 and future fiscal years is unknown at this time.

As stated above, the financial model for the 2 new coordinated care models will not be similar. The CCN-S delivery model will be fee for service. This enhanced PCCM will require the primary care physicians (medical home) to join with a third party (administrative entity) to better coordinate care. According to the department, the network of primary care providers and the third party will be able to ensure a full continuum of care is coordinated for the individual. Although the providers will continue to receive fee for service, the network will be reimbursed some monthly amount (administrative or management fee) for each member to ensure coordination of care. The CCN-P coordinated care network will be a full risk bearing financial model. Provider networks will be assembled and will receive monthly payments (per member per month) for each individual enrolled, and in turn will provide a basic level of benefits. Information provided by the department suggest some benefits will be 'carved out' for purposes of fee for service under this model. Although tentative, some carve out services may include dental, behavioral health, pharmacy, targeted case management, nursing home services, ICF/MR, and personal care services. In addition, individuals that receive home and community based services (waivers) will not be included in the coordinated care model.

DHH has identified 9 regions for implementation. The LFO is unaware of the timeline for implementation.

Note 1: Act 1 (HB 1219) of 2010 provides for the licensure and regulation of pre paid entities that choose to operate in LA Medicaid. Information provided by DHH indicates approximately 10 managed care entities are projected to participate in the Medicaid program for FY 11. This bill authorizes DHH to define the benefit package of these entities to ensure appropriate services are provided to Medicaid recipients. The products and services offered will not be subject to certain Title 22 (LA Insurance Code) requirements related to health insurance. According to the department, this function is estimated to be accomplished with existing staff and resources, and any cost as a result of this measure is expected to be nominal. Proposed law provides for additional license and financial regulation of prepaid entities that choose to participate in the LA Medicaid Program by the Commissioner of Insurance. Regulation will require periodic examinations as well as field analysis of all financial filings. Based on this anticipated workload adjustment, the DOI anticipates the need for an additional Insurance Compliance Examiner to perform an annual desk audit analysis of each entity and a professional services contract employee to handle field examinations. Field examinations include testing of actual claims, verifying company assets, and ensuring that companies actual financial reports submitted to the DOI are accurately reported. According to the DOI, any additional costs as a result of this measure is anticipated to be paid for in part with fees generated in this bill, in addition to other fees and self generated funds anticipated to be collected in FY 11 in excess of projected expenditures.

Note 2: Neither the CCN-S and the CCN-P (prepaid model) contemplate coordinating long term care services. However, HB 1185 (Act 305) includes a provision that requires DHH to adopt rules and regulations for the purpose of implementing a managed care pilot program in certain areas of the state. The pilot intends to implement a pre paid delivery model for long term care services for the elderly and people with adult-onset disabilities. The bill requires the program to be budget neutral. Any fiscal impact will depend on program design. The scope of services offered (benefits), number of recipients that will be eligible and projected to participate, and implementation date will depend on a plan which has yet to be developed by the department.

In addition, the streamline commission recommended a long term managed care program in selected areas of the state through a pilot waiver. The recommendation was not clear as to program design. According to DHH, the states of Arizona, Texas, and Wisconsin have implemented some form of LTC managed care.

DEPT / AGY: Health & Hospitals

ISSUE: **Home & Community-Based Waiver**

The New Opportunities Waiver (NOW) is offered on first-come, first-served bases. There is a Developmental Disability Request for Services Registry (RFSR) that lists individuals who meet the LA definition for developmental disability and their request date. This waiver is administered by the Office for Citizens with Developmental Disabilities.

No. of Slots Budgeted FY 11: *8,682*

No. of Slots Funded FY 10: *8,682*
Filled Slots as of 5/10/10: *7,073*
Slots Offered as of 5/10/10: *1,482*
Slots Funded but not Filled: *1,609*
Registry and/or Waiting List: *9,389*
Average Cost/Capped Cost: *$60,171*
Expenditure Forecast as of 5/10: *$317,796,436*
Population Served: *Ages 3 and older who have a developmental disability that manifested prior to age 22*

*5,063 of these individuals are children

The Children's Choice Waiver offers supplemental support to children with developmental disabilities who currently live at home with their families, or who will leave an institution to return home. Children's Choice is an option offered to children on the Request for Services Registry (RFSR) for the New Opportunities Waiver (NOW) as funding permits. Families choose to either apply for Children's Choice, or remain on the RFSR for the NOW. This waiver is administered by the Office for Citizens with Developmental Disabilities.

No. of Slots Budgeted FY 11: *1,050*
No. of Slots Funded FY 10: *1,050*
Filled Slots as of 5/10/10: *1,008*
Slots Offered as of 5/10/10: *0*
Slots Funded but not Filled: *42*
Registry and/or Waiting List: *5,063*
Average Cost/Capped Cost: *$12,062*
Expenditure Forecast as of 5/10: *$9,539,786*
Population Served: *Ages Birth - 18 who meet the federal definition for a developmental disability*

The Support Services Waiver has reserved capacity for people who were receiving state general funded vocational and rehabilitation services as of 3/31/2006 or who were listed as waiting for those services prior to 5/31/2006. The Supports Waiver is intended to provide specific, activity focused services rather than continuous custodial care. This waiver is administered by the Office for Citizens with Developmental Disabilities.

No. of Slots Budgeted FY 11: *2,188*
No. of Slots Funded FY 10: *2,188*
Filled Slots as of 3/10/10: *1,717*
Slots Offered as of 3/10/10: *494*
Slots Funded but not Filled: *471*
Registry and/or Waiting List: *221*
Average/Capped Cost: *$9,090*
Expenditure Forecast as of 5/10: *$10,967,338*
Population Served: *Ages 18 and older*

The Elderly & Disabled Adult (EDA) Waiver allows for services to be provided in a home or community-based setting for a qualifying person who would otherwise require care in a nursing facility. Due to the increased demand for these services, there is a Request for Services Registry. This waiver is administered by the Office of Aging and Adult Services.

No. of Slots Funded FY 11: *4,603 (150 reserved for ALS)*
No. of Slots Funded FY 10: *4,603 (150 reserved for ALS)*
Filled Slots as of 3/10/10: *3,976*
Slots Offered as of 3/10/10: *534*
Slots Funded but not Filled: *627 (97 reserved for ALS)*
Registry and/or Waiting List: *17,966*
Expenditure Forecast as of 4/10: *$49,824,664*
Population Served: *Ages 21 - 64 who are disabled according to Medicaid standards or SSI disability criteria*
Ages 65 or older who meet Medicaid financial eligibility, nursing facility level of care and imminent risk criteria

The Adult Day Health Care (ADHC) Waiver provides certain services for five (5) or more hours per day in a licensed and Medicaid enrolled ADHC facility. Services offered include assistance with activities of daily living, health and nutrition counseling, social services, and exercise programs. There is an ADHC Request for Services Registry that lists the people who requested these services along with the request date. This waiver is administered by the Office of Aging and Adult Services.

No. of Slots Funded FY 11:	*825*
No. of Slots Funded FY 10:	*825*
Filled Slots as of 3/10/10:	*704*
Slots Offered as of 3/10/10:	*90*
Slots Funded but not Filled:	*121*
Registry and/or Waiting List:	*1,625*
Expenditure Forecast as of 4/10:	*$7,750,396*
Population Served:	*Ages 22 - 64 who are disabled according to Medicaid standards or SSI disability criteria* *Ages 65 or older who meet Medicaid financial eligibility, nursing facility level of care and imminent risk criteria*

DEPT / AGY: Health & Hospitals

ISSUE: **FMAP**

FY 10 FMAP rate:

FY 10 budget based on 80.01% FFP. There are two FMAP increases over the course of FY 10

1st quarter 80.75% (from 80.01%)
last 3 quarters 81.48% (from 80.75%)

FY 11 FMAP rate
1st two quarters 81.48%
2nd two quarters 68.04% (Landrieu amendment)

Note: The FY 11 budget is based on 2 quarters @ 81.48% federal match and two quarters @ 68.04% federal match (74.76 blended rate). The Landrieu provision is utilized in the FY 11 budget, which increases the second 2 quarters to 68.04% from a previous projection of 63.61%. This increase in federal match for FY 11 results in less need in State General Fund appropriated in HB 1 (approximately $106 M projected).

FY 12 projected blended rate
full year 68.91%

Note: The blended match rate in FY 11 does not include any additional FMAP extension. Language in HB 1 Enrolled

---

DEPT / AGY: Health & Hospitals Public Health

ISSUE: **Nurse Family Partnership Program**

The Nurse Family Partnership (NFP) Program is a prenatal and early childhood intervention program designed to improve the health and social functioning of low-income first time mothers and their babies. Home visits by specially trained public health nurses begin before the 28th week of pregnancy and continue through the child's second birthday. The NFP Program is currently operating in all nine regions of the state and in 52 of 64 parishes. The program is currently serving 995 babies and 1,492 mothers. The NFP is in the following parishes: Acadia, Allen, Ascension, Assumption, Avoyelles, Beauregard, Bienville, Bossier, Caddo, Calcasieu, Catahoula, Claiborne, Concordia, DeSoto, East Baton Rouge, East Feliciana, Evangeline, Franklin, Grant, Iberia, Iberville, Jackson, Jefferson Davis, Jefferson, Lafayette, Lafourche, La Salle, Lincoln, Livingston, Morehouse, Natchitoches, Ouachita, Orleans, Point Coupee, Rapides, Red River, Richland, Sabine, St. James, St. Helena, St. Landry, St. Martin, St. Tammany, Tangipahoa, Terrebonne, Vermilion, Vernon, Washington, Webster, West Baton Rouge, West Feliciana, and Winn.

The FY 11 budget for the NFP program is $12.38 M ($2.6 M SGF; $4.7 Title 19 IAT Medicaid; $81,000 SGR; $5 M FED).

DEPT / AGY: Health & Hospitals — Office of Public Health

ISSUE: School-Based Health Clinics

School-Based Health Clinics provide convenient access to comprehensive, primary and preventive physical and mental health services for public school students at the school site. In FY 11, the Office of Public Health (OPH) has $10,632,532 ($2.7 M SGF; $7.6 M Louisiana Fund Stat Ded.; and $300,000 Federal) appropriated for 65 school-based health clinics (56 full-time sites and 9 part-time sites). Currently, the following parishes have school-based health clinics funded by OPH: Allen (2), Avoyelles (2), Caddo (3), Calcasieu (4), Cameron (1), East Baton Rouge (8), E. Feliciana (1), Grant (2), Iberville (2), Jackson (1), Jefferson (4), Lafayette (1), LaSalle (2), Madison (1), Natchitoches (2), Orleans (4), Ouachita (3), Point Coupee (8), Richland (2), St. Bernard (1), St. Helena (2), St. Martin (3), St. Mary (1), W. Feliciana (1), and Washington (3). HB 1 includes $333,720 in additional funding for operational costs (Christus Schumpert in Shreveport, $17,720) and 2 new planning sites (Bastrop in Morehouse parish, $172,000 and Carencro in Lafayette parish, $144,000).

DEPT / AGY: Health & Hospitals — Office For Citizens w/ Developmental Disabilities

ISSUE: Privatization of Acadiana Support & Services Center

Acadiana Supports and Services Center is located in Iota (Acadia Parish). Acadiana is a large Intermediate Care Facility for the Developmentally Disabled (ICF/DD) facility. Acadiana serves 74 clients. The privatization of Acadiana will result in the reduction of 250 positions. Ten positions will remain in the area as part of community support teams. The community support team will provide training and technical assistance to caregivers, families and schools that serve people with disabilities. Also, the community support teams will assist the private contracted entity with the transition. In FY 11, funding for Acadiana is $16.1 M ($100,038 SGF; $15.5 M Title 19 Medicaid IAT; and $569,600 SGR) and 10 FTE T.O. positions.

According to the agency, approximately 15 individuals will transition to private residential settings. The remaining 59 individuals with higher level needs will continue to reside at the current location with services managed by a contracted private entity that will lease Acadiana. According to the agency, the contract would include deliverables relative to the strategies aimed at continued downsizing through transition of people to community-based options operated by private providers.

No cost savings will be realized in FY 11 from the lease of Acadiana due to time required to transition individuals into a community-based setting. According to the agency the cost savings will be realized in FY 12. The projected savings are based on the difference between the Medicaid reimbursement rate for public ICF/DD facilities ($396.95) versus the private rate ($208.54). The cost savings are contingent upon several factors related to the transition in FY 11. Also, cost savings are contingent upon a request for proposal (RFP) that has not been written. The privatization of Acadiana Region Supports and Services Center (ARSSC) will be guided by the principles and expectations outlined in the "Memorandum of Understanding between the Department of Health and Hospitals and the ARSSC Family Association" signed on June 18, 2010.

DEPT / AGY: Health & Hospitals — Office For Citizens w/ Developmental Disabilities

ISSUE: Consolidation of Northeast and Northwest Supports and Services Centers

In FY 11, the Northeast Supports and Services Centers in Ruston is consolidated with the Northwest Supports & Services Centers in Shreveport ($14.7 M and 224 T.O.). Northeast had previous incidents of abuse and neglect issues as well as clinical staff shortages that led to increased overtime compensation. The Office for Citizens' with Developmental Disabilities anticipates that consolidation of Northeast with Northwest will resolve the above issues. Residents at Northeast will be individually assessed to determine if their level of support need requires services provided in ICF/DD facility. Residents that require ICF/DD facility services will transition to Northwest or Pinecrest Supports and Services Center. Approximately 31 residents with the lowest levels of support need will transition to private community-based services.

As part of OCDD's plan, residents that transition to waivers or community-based services will receive intensive planning to prepare them for their new environments and will be tracked for at least one year to ensure that they are receiving adequate support services. With the consolidation of Northeast and Northwest and the shift of more and more people with developmental disabilities transitioned into to community-based services, the Department of Health & Hospitals has not increased funding to Bureau of Licensing that monitors agencies providing services to individuals with developmental disabilities in community-based waivers.

DEPT / AGY: Health & Hospitals Office For Citizens w/ Developmental Disabilities

ISSUE: **Privatization of State Operated Group Homes and Community Homes**

During FY 10 mid-year budget cuts, 12 state-operated group homes and 30 state-operated community homes in the Office for Citizens' Developmental Disabilities were privatized. The privatization of 12 state-operated group homes eliminated 92 ICF/DD beds. The closure of beds saved the state approximately $60,000 per year per individual. Only 25 former group home residents have chosen waiver for community-based services. The 30 state-operated community homes serve approximately 162 residents.

With the privatization of state-operated group homes and community homes and the shift of more and more people with developmental disabilities transition into to community-based services, the Department of Health & Hospitals has not increased funding to Bureau of Licensing that monitors agencies providing services to individuals with developmental disabilities in community-based waivers.

Also, HB 1 Enrolled creates a commission that must approve the transfer of residents of the Pinecrests Supports & Services Center move to a community setting.

DEPT / AGY: Children & Family Services Children & Family Services

ISSUE: **Reorganization and renaming of the Department of Social Services**

Effective 7/1/2010, SB 257 reorganizes and consolidates the 4 offices within the Department of Social Services (DSS) into the Office of Children & Family Services and changes the name to the Department of Children & Family Services. The name change is anticipated to increase expenditures by $70,000 a year over 5 years. The Office of Children & Family Services will have a secretary, an undersecretary, and 2 deputy secretaries. As part of reorganization plan, HB 1198 transfers the LA Rehabilitation Services (LRS) to the LA Workforce Commission (LWC) with the exception of 4 programs that will be sent to the DHH. In addition, 3 positions in Adult Residential Licensing are moved to the DHH, Health Standards Section.

Current structure of Department of Social Services ($1,262 M and 4,928 T.O.):
1. Office of the Secretary
2. Office of Family Support
3. Office of Community Services
4. LA Rehabilitation Services

Proposed structure of Department of Children & Family Services ($989.3 M and 4,395 T.O.):
1. Office for Children & Family Services
   A. Administration & Support
   B. Prevention & Intervention Services
   C. Community & Family Support
   D. Field Services

Presently, DSS has 4,928 positions. The reorganization of DSS eliminates 197 positions and closes 20 parish offices. HB 1 Enrolled provides for the elimination of 197 positions that results in anticipated savings of approximately $8.7 M($3,368,940 SGF and $5,291,574 Federal). All 197 positions eliminated are expected from natural attrition, separations and eliminating vacant positions.

Breakdown of the eliminated positions are as follows:
124 positions - Eligibility and Enrollment

8 positions - Administration in the Office of Family Support
15 positions - Support Enforcement Services
14 positions - Child Welfare Administration in the Office of Community Support
6 positions - Office of the Secretary
30 positions - LA Rehabilitation Services
197 positions - Total

Presently, DSS operates 148 offices in parishes across the state and expends approximately $27.6 M annually in rent and lease payments. In HB 1 Enrolled, the department has consolidated 20 parish and regional offices by 7/10/2010. The consolidation of 20 parish offices is reflected as a decrease in expenditures for rent and lease payments by approximately $2 M ($778,000 SGF and $1.222 M Federal). Clients will have to the option to utilize the new internet client portal to fill-out a web-based application, participate in telephone interviews by calling the new Customer Service Center, visit another DSS office either in the same or adjacent parishes, or visit a DSS community partner sites.

Office of Family Support Offices Closing - Clients will have to visit another office in the same or adjacent parishes.

1. Bossier Parish OFS, 2123 Shed Road, Bossier City
2. DeSoto Parish OFS, 405 Polk St., Mansfield
3. Evangeline Parish OFS, 116 SW Railroad Ave., Suite B, Ville Platte
4. Grant Parish OFS, 100 8th St., Colfax
5. Jefferson Davis Parish OFS, 742 E. Plaquemine St., Jennings
6. Plaquemines Parish OFS, 9567 Hwy. 23, Belle Chasse
7. Pointe Coupee Parish OFS, 120 Alamo St., New Roads
8. Richland Parish OFS, 117 Ellington Dr., Rayville
9. St. Martin Parish OFS, 1109 S. Main, 1st Floor, St. Martinville
10. St. Mary Parish OFS, 604 2nd St., Franklin
11. Union Parish OFS, 1117 Marion Highway, Farmerville
12. Vermilion Parish OFS, 1829 Veterans Memorial Dr., Suite A, Abbeville
13. West Baton Rouge Parish OFS, 1622 Court St., Port Allen

Office of Family Support Offices Closing - These parish offices does not provide direct client services.

14. Alexandria Regional, 5419-B Jackson St., Alexandria
15. Lake Charles Regional, 1 Lakeshore Dr., Suite 1450, Lake Charles
16. McKinley High Alumni OFS Center, 1520 Thomas Delpit Dr., Baton Rouge
17. Monroe Regional, 2808 Evangeline St., Monroe
18. Thibodeaux Regional, 1440 Tiger Dr., Suite A., Thibodaux

Office of Community Services Offices Closing - Clients will have to visit another office in the same or adjacent parishes.

19. Orleans Regional, 1010 Common St., New Orleans
20. Jefferson Regional, 800 W. Commerce Rd., Harahan

DEPT / AGY: Children & Family Services Children & Family Services

ISSUE: **Modernization Project**

The re-organization of the Department of Social Services (renamed the Department of Children & Family Services) is contingent upon the success of the Modernization project. In FY 11, Department of Social Services (DSS) will continue the implementation of service delivery Modernization project with a total budget of $35 M ($13.6 M SGF and $21.4 M FED) and 98 non-T.O. positions. In FY 10, Modernization project is funded $11 M in SGF for planning and development. As of 3/31/2010, DSS has expended $1.29 M of the $11 M. In HB 1358 supplemental appropriations, the Modernization project was reduced $3.9 M in FY 10.

The Modernization project will reduce the number of clients that need to visit a physical office location to apply or receive information about services. Clients will be able to apply for services in multiple ways. The Modernization project includes: (1) customer service call center; (2) electronic case records and document imaging; (3) customer portal that has a web based application for services and allows clients to access their case record to view basic case information; (4) a provider portal that allows providers to view and update basic information regarding invoices, payments, and fees; and (5) worker portal that allows DSS staff to update and maintain client case information.

Customer Service Call Center - Presently, DSS has 17 different toll-free numbers and each call center associated with the toll-free number operates differently. The modernization project will have one toll-free number for both clients and providers to use. The customer service center will have customer service representatives, interactive voice response for clients to receive updates on their benefits or case as well as get answers to frequently asked questions, and automated call distribution to route incoming calls to appropriate staff. The customer service call center contract is schedule to start September 2010.

Electronic Case Record/Document Imaging - The electronic case record will assist DSS staff by providing a comprehensive view of clients' demographic data and case history. Document imaging will create digital copies of all supporting documentation. The electronic case record will be viewable through a secure website from anywhere in the state. Also, the electronic case record will have an audit component. The contract for document imaging is scheduled to start October 2010. The contract for the electronic case records is scheduled to start January 2011.

Web-base Customer Portal - A web-based application will provide a single point of access for clients to apply for services. Clients will be able to view their case record(s), manage their data, and obtain copies of their case information at any time. The customer portal is scheduled to begin 7/1/2011.

Provider Portal - The provider portal will allow potential providers to apply to become an eligible DSS provider via a web-based application. Existing providers will be able to renew and update their information via a web-based application. Also, the provider portal will allow existing providers to conduct and manage their business and obligations with the department via the web. Providers will have the option of submitting fees, viewing and reporting changes to their basic information, submitting invoices, and receiving department notices and information through the provider portal.

Worker Portal - The worker portal will allow DSS staff to access and retrieve client case information from any location through an electronic case record. This is anticipated to reduce duplicate data entry as well as the need to move case records between various office locations. As part of the reorganization plan, the worker portal will allow telecommuting for staff in the field to reduce the time spent in office. The contract for the worker portal is scheduled to start January 2011.

<u>FY 11 Modernization Project Budget</u>

Planning & Development Budget:	
Salaries	$2,100,000
Wages	$3,900,000
Related Benefits	$1,500,000
Travel	$40,000
Operating Services	$600,000
Supplies	$20,000
PMO Contractor	$3,065,805
CAFÉ Contractor	$10,250,000
QA Contractor	$624,000
DSS Call Center Contract	$1,000,000
DSS Imaging Contract	$750,000
Ancillary Support Contracts	$162,400
IAT	$200,000
DEVELOPMENT TOTAL	**$24,212,205**
Operational Budget:	
Salaries	$60,000
Wages	$60,000
Related Benefits	$30,000
Travel	$500
Operating Services	$450,000
Supplies	$2,500
DSS Call Center Operations	$6,200,000
DSS Imaging Operations	$4,000,000
IAT	$10,100

OPERATIONAL TOTAL $10,813,100

DEPT / AGY: Environmental Quality

ISSUE: Sustainability of Environmental Trust Fund Collections

DEQ's recurring revenue based upon its Environmental Trust Fund (ETF) fees has remained relatively flat since FY 05, averaging slightly more than $50 M annually. Actual collections in FY 09 were $48.8 M, and DEQ is currently projecting its ETF fee revenue for FY 10 and subsequent fiscal years to be $49 M. Additionally, monies available for "rollover" from the Hazardous Waste Site Cleanup Fund into the Environmental Trust Fund have also declined - $1,485,003 in FY 09, and $950,000 projected for FY 10 and subsequent fiscal years. This is the first time since FY 99 that the monies thus transferred or "rolled over" have been less than $4 M. This decrease is partially due to the decrease in fines and penalties imposed under R.S. 30:2205, which provides that all sums recovered through judgments, settlements, assessments of civil or criminal penalties, funds recovered by suit or settlement from potentially responsible parties for active or abandoned site remediation or cleanup, or otherwise under the Environmental Quality Act, or other applicable law, each fiscal year for violation of the Environmental Quality Act is credited to the Hazardous Waste Site Cleanup Fund. As well, all those funds generated by the hazardous waste tax are also credited to this fund. The hazardous waste tax collections have also declined to $3,594,428 in FY 09 and through 3 quarters in FY 10 is approximately $2.1 M. HB 1 includes $66,406,537 of ETF revenue in the FY 11 DEQ budget. Total estimated Environmental Trust Funds available in FY 11 are estimated at slightly over $64 M, including recurring fees, rollover of the Hazardous Waste Site Cleanup Fund balance, reimbursement of administrative costs for other programs, and use of the FY 10 estimated year end balance of ETF of $10.7 M. At that level of expenditure, DEQ estimates a deficit balance in the ETF fund of approximately $2 M at the end of FY 11. However, monies appropriated in FY 10 of $767,364 to address the BP Oil Spill will supplant ETF expenditures of a like amount, and additional funds of $14,544,570 appropriated for FY 11 from that source should eliminate the anticipated deficit. DEQ will still have to actively control ETF expenditures through attrition and other strategic reductions to stay within their available funding in subsequent years. Various performance indicators will likely be negatively impacted in FY 11 due to the BP Oil incident activities undertaken.

DEPT / AGY: Environmental Quality

ISSUE: Waste Tire Management Fund

Since January 2003, the Waste Tire Management Fund has not been able to consistently pay the requests of the waste tire processors for tire material that is recycled or delivered for a department approved beneficial end market use. The processors are paid $1.50 for 20 pounds of such tire material or for 20 pounds of whole waste tires marketed and shipped to a qualified recycler. Fees on tires are restricted in LA R.S. 30:2418(I) to no more than $2 per passenger/light truck/ small farm service tire, $5 per medium truck tire, and $10 per off-road tire. DEQ rules provide for a fee of $1.25 for each recapped or retreaded tire and that no fee is to be collected on tires weighing more than 500 pounds or solid tires. These rules require a processor to verify the number of waste tires received and limits each processor to accepting no more than 5 unmanifested tires per day per customer. In June 2007, DEQ received $3,544,348 from the State General Fund to "catch up" on the unpaid amounts requested by waste tire processors for this tire material from January 2003 until June 2007. In May 2008, the department received $700,000 from SGF for unpaid amounts to processors in FY 08. In June 2009, the department received $900,000 from the Overcollections Fund for unpaid amounts to processors in FY 09. Since 2007 these collections have fallen short by an amount somewhat less than 10%. FY 09 collections fell short by approximately 8%. DEQ has indicated that the recurring shortage in fee revenue collected to pay waste tire processors is systemic and due to tire weights increasing over time. According to DEQ, the average weight of (especially) passenger/light truck/small farms service tires has increased over time whereas the fees have remained the same. In the current year, fee collections of $8,262,572 (and interest of $9,300) through the end of April have kept up with processor requests (there is a current balance in the Waste Tire Management Fund of about $182,000), but DEQ has indicated that there is a significant amount of waste tire material that has not been delivered to an end use. DEQ currently estimates the amount of material that is currently "stockpiled" to be valued at roughly $675,000 based on approximately 9 million lbs of material. As well, DEQ estimates that there are 83,265 whole tires that have not been processed which is estimated to eventually result in $125,000 in additional processor requests. There is a current unobligated balance of $1,485,336 from a dedication of 5% of tire fee collections which began on July 1, 2003 and expired June 30, 2008. These monies were previously used for "market development" of products with beneficial use, and for promotion of those products. This provision generated/dedicated $2,590,336 for this purpose and $1,105,000 has been expended to date. The remaining funds can only be used for market development unless R.S. 30:2418(H)(3) is amended to allow for another use. If it is assumed that collections and processor requests remained relatively stable, the $1.4 M of unexpended and unobligated funds should be sufficient to cover any anticipated processor requests in excess of collections in FY 10 and most of any "shortage" at the end of FY 11. Enrolled HB 1322 provides that any unexpended and unobligated monies deposited in the Waste Tire Management Fund pursuant to present law which dedicated these monies for market development in excess of $500,000 is to be available for expenditures to waste tire processors. These monies will "cover" any "shortage" to processors for FY 10.

DEPT / AGY: Wildlife & Fisheries Office of Fisheries

ISSUE: Aquatic Plant Control Funding

Funding Source	FY 07	FY 08	FY 09	FY10	FY11
Conservation Fund	$1,100,000	$4,600,000	$4,400,000	$6,600,000	$6,500,000
Aquatic Plant Control Fund	800,000	1,133,000	3,133,000	660,000	$660,000
Federal	798,000	798,000	798,000	700,000	$700,000
Total	$2,698,000	$6,531,000	$8,331,000	$7,960,000	$7,860,000
Performance Indicator					
Acres Treated	31,260	51,260	59,260	51,260	54,222
Actual Acres Treated	31,136	58,765	68,433	*46,585	n/a

* As of 03/10/10

Budget authorization for the Aquatic Plant Control Fund in both the FY 08 and FY 09 budget from the boat trailer tax is $1.133 M. The 4-year average for this revenue source is $565,508 annually. These funds are collected by the Department of Public Safety for each registered boat trailer ($3.25 per trailer) and deposited by the Treasury into this fund for treating water bodies for undesirable aquatic vegetation.

An additional $2 M in SGF was placed into the Aquatic Plant Control Fund in FY 09. This funding enabled the department to treat additional acres of aquatic vegetation and to develop research partnerships with state universities on alternative uses and treatment methods for nuisance aquatic plants. Act 10 of 2009 (General Appropriation Bill) replaced the SGF with funding from the Conservation Fund in the same amount.

Act 10 also includes an adjustment to align expenditures with anticipated revenues in the Aquatic Plant Control Fund. This adjustment reduces the budget authorization by $473,000, leaving $660,000.

For FY 11 budget, aquatic weed control funding remained constant except for a decrease in SGF for Special Legislative Projects that include salvinia eradication on Lake Bistineau ($60,000) and Cypress-Black Bayou Lakes ($40,000).

Currently, the Department of Wildlife & Fisheries utilizes contracts in the amount of $550,000 and approximately 47 positions participating in this activity. The department is trying to determine how contracts might best be utilized in the future. If the department's determination indicates that contractors are a wise use of department resources, the number of employees assigned to spraying aquatic vegetation will be reduced.

Section V

TABLES

Department of Children & Family Services
Temporary Assistance for Needy Families (TANF)
Funding for FY 11

For FY 11, total funding of $100.8 M for TANF initiatives, which is a decrease of $12.6 M from FY 10, and reduction of 24 initiatives in FY 10 to 13 initiatives in FY 11.

FEDERAL INITIATIVES	FY 10	FY 11	DIFFERENCE
Literacy:			
Afterschool	$7,600,000	$0	$7,600,000
Private Pre-K	$7,500,000	$7,500,000	$0
JAGS	$3,950,000	$3,950,000	$0
Truancy	$744,470	$0	$744,470
GED	$400,000	$0	$400,000
Freedom Schools	$2,000,000	$0	$2,000,000
Head Start	$1,677,609	$0	$1,677,609
Asset Building:			
Microenterprise Development	$600,000	$510,000	$90,000
Earned Income Tax Credit	$660,000	$0	$660,000
IDA	$1,500,000	$1,275,000	$225,000
Family Stability:			
Teen Pregnancy Prevention	$2,764,000	$0	$2,764,000
CASA	$3,670,000	$4,670,000	$1,000,000
Drug Courts	$5,000,000	$6,000,000	$1,000,000
Alternatives to Abortion	$1,500,000	$0	$1,500,000
Community Response	$2,000,000	$0	$2,000,000
Child Abuse/Neglect	$23,952,238	$23,952,238	$0
Fatherhood	$750,000	$0	$750,000
Domestic Violence	$3,700,000	3,700,000	$0
Homeless	$1,000,000	$850,000	$150,000
Nurse Family Partnership	$3,700,000	$3,700,000	$0
Solutions to Poverty (SUNO)	$400,000	$0	$400,000
Substance Abuse	$4,829,399	$4,104,989	$724,410
Early Childhood Supports	$5,550,000	$5,550,000	$0
LA4	$28,050,000	$35,050,000	$7,000,000
TOTALS	**$113,497,716**	**$100,812,227**	**$12,685,489**

In FY 11, total TANF funding includes $41 M of TANF Emergency Funds from the American Recovery & Reinvestment Act (ARRA). TANF Emergency funds of $7.5 M are used for child welfare expenditures in the Child Welfare Division ($2 M) and TANF initiatives ($6.5 M). Also, $34.5 M of TANF Emergency funds is sent to the Department of Education for LA-4 as a means of financing substitution to mitigate the loss of SGF.

TANF Initiative	$6.5 M
Child Welfare	$2 M
LA-4 (DOE)	$32.5 M

Total TANF Emergency ARRA allotment is $81.9 M. TANF Emergency funds expire in FY 13.

Louisiana Education Quality Trust Fund - 8(g) 1986-87 to 2008-09

Beginning 1986-87 Fund Balance - $540,699,504 with Annual Interest and Royalty Deposits

Permanent Fund:	**1992-93**	**1993-94**	**1994-95**	**1995-96**	**1996-97**	**1997-98**	**1998-99**	**1999-2000**	**2000-2001**
Cash Value	$643,120,282	$668,019,726	$694,429,303	$689,578,656	$707,258,020	$728,166,189	$762,108,629	$799,726,036	$822,498,152
Investment Income	$16,837,803	$16,738,336	$14,135,788	$13,186,900	$14,303,306	$27,795,972	$33,409,785	$18,104,819	$10,001,192
Royalties Income	$8,061,641	$9,671,241	($18,986,435)	$4,492,464	$6,604,864	$6,146,468	$4,207,622	$4,667,297	$9,039,586
Total	$668,019,726	$694,429,303	$689,578,656	$707,258,020	$728,166,190	$762,108,629	$799,726,036	$822,498,152	$841,538,930
Permanent Fund:									
Market Value	**$733,707,182**	**$680,917,755**	**$704,490,462**	**$713,702,637**	**$760,195,407**	**$817,056,699**	**$817,998,820**	**$823,520,329**	**$831,338,021**
Support Fund:									
Investment Income	$48,187,425	$50,513,410	$50,215,008	$38,689,042	$38,077,244	$39,941,397	$40,406,672	$43,836,613	$40,992,264
Royalties Income	$5,548,300	$6,544,923	$11,373,722	$33,760,696	$13,477,394	$19,814,592	$18,439,406	$12,622,864	$14,001,891
Total	$53,735,725	$57,058,333	$61,588,730	$72,449,738	$51,554,638	$59,755,989	$58,846,078	$56,459,477	$54,994,155

A History of the Support Fund Income and Permanent Fund in Millions of Dollars

	1992-93	**1993-94**	**1994-95**	**1995-96**	**1996-97**	**1997-98**	**1998-99**	**1999-2000**	**2000-2001**
Support Fund	$53.7	$57.1	$61.6	$72.4	$51.6	$59.8	$58.8	$56.5	$55.0
Permanent Fund	$668.	$694.4	$689.6	$707.3	$728.2	$762.1	$799.7	$822.5	$841.5

Permanent Fund:	**2001-2002**	**2002-2003**	**2003-2004**	**2004-2005**	**2005-2006**	**2006-2007**	**2007-2008**	**2008-2009**	**2009-2010**	Cumulative Growth
Cash Value	$841,538,930	$852,195,675	$868,402,048	$891,805,723	$916,081,258	$936,295,533	$956,625,141	$977,990,329	$1,000,182,756	Permanent Fund
Investment Income	$5,723,829	$11,519,457	$14,372,777	$15,307,935	$12,877,985	$13,433,082	$13,110,162	$12,687,191	$9,060,555	$334,698,798
Royalties Income	$4,932,916	$4,686,916	$9,030,898	$8,967,600	$7,336,290	$6,896,526	$8,255,026	$9,505,235	$5,254,537	$129,406,603
Total	$852,195,675	$868,402,048	$891,805,723	$916,081,258	$936,295,533	$956,625,141	$977,990,329	$1,000,182,755	$1,014,497,848	$464,105,401
Permanent Fund:										
Market Value	**$812,737,083**	**$877,000,364**	**$925,090,380**	**$975,661,638**	**$958,642,904**	**$1,021,316,556**	**$968,122,567**	**$872,736,756**	**$997,888,851**	
										Cumulative Growth
Support Fund:										Support Fund
Investment Income	$36,463,986	$37,779,199	$37,606,959	$41,587,080	$42,233,206	$44,460,712	$42,952,072	$40,358,067	$34,670,951	$929,524,114
Royalties Income	$14,798,746	$14,060,747	$27,092,693	$26,902,801	$21,401,616	$20,689,576	$24,765,079	$28,515,706	$15,763,612	$376,359,113
Total	$51,262,732	$51,839,946	$64,699,652	$68,489,881	$63,634,822	$65,150,288	$67,717,151	$68,873,773	$50,434,563	$1,305,883,227

A History of the Support Fund Income and Permanent Fund in Millions of Dollars

	2001-2002	**2002-2003**	**2003-2004**	**2004-2005**	**2005-2006**	**2006-2007**	**2007-2008**	**2008-2009**	**2009-2010**
Support Fund	$51.3	$51.8	$64.7	$68.5	$63.6	$65.2	$67.7	$68.9	$50.4
Permanent Fund	$852.2	$868.4	$891.8	$916.1	$936.3	$956.6	$978.	$1000.2	$1014.5

Constitutional Uses of Support Fund Dollars:
Board of Regents: 1) The carefully defined research efforts of public and private universities in Louisiana. 2) The endowment of chairs for eminent scholars. 3) The enhancement of the quality of academic, research or agricultural departments or units within a university. These funds shall not be used for athletic purposes or programs. 4) The recruitment of superior graduate students.

Board of Elementary and Secondary Education: 1) To provide compensation to city or parish school board or postsecondary vocational-technical professional instructional employees. 2) To insure an adequate supply of superior textbooks, library books, equipment and other instructional materials. 3) To fund exemplary programs in elementary, secondary or vocational-technical schools designed to improve elementary, secondary or vocational-technical student academic achievement or vocational-technical skill. 4) To fund carefully defined research efforts, including pilot programs, designed to improve elementary and secondary student achievement. 5) To fund school remediation programs and preschool programs. 6) To fund the teaching of foreign languages in elementary and secondary schools. 7) To fund an adequate supply of teachers by providing scholarships or stipends to prospective teachers in academic or vocational-technical areas where there is a critical teacher shortage.

Notes: The cumulative growth figures for both the Permanent and Support Fund include balances from 1987-88, 1988-89, 1989-90, and 1990-91 (history for these years is not shown above).
The Cash Value for 1988-89 through 2009-10 equal the Permanent Fund balance at 6/30 of the prior fiscal year.

Tuition Opportunity Program for Students (TOPS)

Historical and Projected Number of Awards and Costs for Awards

Projected as of 3/12/10

TOPS Component	1998-99 Actual (a)		1999-00 Actual		2000-01 Actual		2001-02 Actual		2002-03 Actual		2003-04 Actual		2004-05 Actual		2005-06 Actual	
	#	$	#	$	#	$	#	$	#	$	#	$	#	$	#	$
Honors	1,807	5,592,169	3,098	9,758,700	4,431	14,852,712	5,457	18,466,488	5,543	19,034,662	5,653	19,949,437	5,929	21,439,264	6,041	23,016,573
Performance	5,110	13,485,290	3,281	15,418,256	6,777	19,117,917	7,155	20,255,805	6,939	20,470,050	7,208	21,782,576	8,016	24,793,488	8,288	25,078,162
Opportunity	16,566	34,937,694	20,183	43,353,084	24,456	57,862,896	28,062	67,096,242	27,307	66,603,108	27,818	70,351,722	28,062	72,624,456	27,576	69,981,821
Tech	23	14,253	52	28,132	61	44,591	167	137,775	313	281,700	329	330,316	445	456,125	578	513,264
Nat'l Guard	42	12,650	40	11,700	43	12,900	68	19,850	67	19,600	46	13,900	44	12,850	41	11,950
TOTAL	23,548	54,042,056	26,654	68,569,872	35,768	91,891,016	40,909	105,976,160	40,169	106,409,120	41,054	112,427,951	42,496	119,326,183	42,524	118,601,770

Average Annual TOPS Award	$2,295	$2,573	$2,569	$2,591	$2,649	$2,739	$2,808	$2,789

Projected as of 3/12/10

TOPS Component	2006-07 Actual		2007-08 Actual		2008-09 Actual (b)		2009-10 Actual (b)		2010-11 Projected (b)		2011-12 Projected (b)		2012-13 Projected (b)		2013-14 Projected (b)	
	#	$	#	$	#	$	#	$	#	$	#	$	#	$	#	$
Honors	6,204	23,637,611	6,204	23,637,613	7,040	26,822,822	7,521	28,655,462	8,072	32,868,055	8,530	37,520,570	8,513	40,512,514	8,436	43,486,399
Performance	8,682	27,050,334	7,854	24,579,252	9,279	29,794,498	9,647	31,212,674	10,280	35,962,318	10,944	41,675,189	11,029	45,754,469	10,940	49,485,410
Opportunity	27,962	72,155,944	27,323	70,729,683	25,038	67,501,195	24,179	66,459,367	23,059	69,355,709	21,829	72,227,577	21,000	76,433,490	20,706	82,893,987
Tech	730	794,240	733	792,373	816	915,552	929	1,012,610	997	1,195,403	1,002	1,321,638	980	1,421,980	965	1,540,140
Nat'l Guard	52	15,100	42	12,400	33	9,400	43	12,900	56	16,800	62	18,600	67	20,100	69	20,700
SUBTOTAL	43,630	123,653,229	4,215	11,975,321	42,206	125,043,468	42,319	127,353,013	42,464	139,398,285	42,367	152,763,574	41,589	164,412,553	41,116	177,426,636
Tech Early Start	3,358	97,450	226	63,050	381	84,800	56	33,750	67	40,000	3,580	210,000	350	210,000	350	210,000
TOTAL	43,968	123,750,679	42,382	119,814,371	42,587	125,128,268	42,375	127,386,763	42,531	139,438,285	42,717	152,973,574	41,939	164,352,553	41,466	177,636,636

Average Annual TOPS Award*	$2,834	$2,841	$2,963	$3,009	$3,283	$3,606	$3,953	$4,315

Figures provided by the Office of Student Financial Assistance.

NOTE: The actual number of awards are noted for each fiscal year. The dollars are calculated using the actual number of awards times the average annual TOPS award for that particular fiscal year.

*Excludes Tech Early Start.

(a) Includes former recipients of La. Honors Scholarship Program & Tuition Assistance Plan (TAP) whose funding continued under TOPS.
(b) Includes 5% tuition increase for years 2008-09 to 2009-10 and 10% per year tuition increase for 2010-11 to 2013-14. Tuition increases are subject to approval by the Management Boards and the Joint Legislative Committee on the Budget (JLCB).

Higher Education Funding by Board and Institution
(FY 10 EOB compared to FY 11 Appropriated)

	FY 10 6/30/10 SGF	FY 10 6/30/10 Total	FY 11 Appropriated SGF	FY 11 Appropriated Total	Difference FY 10 to FY 11 SGF	% Diff. SGF	Difference FY 10 to FY 11 Total	% Diff. Total
LSU Board	$8,410,773	$9,660,773	$6,095,022	$8,859,170	($2,315,751)	-28%	($801,603)	-8%
LSU Baton Rouge	$151,774,191	$415,791,479	$137,750,466	$429,894,223	($14,023,725)	-9%	$14,102,744	3%
LSU Alexandria	$7,842,453	$18,758,105	$6,895,905	$19,289,818	($946,548)	-12%	$531,713	3%
UNO	$41,197,365	$111,412,222	$41,779,723	$119,346,418	$582,358	1%	$7,934,196	7%
LSU HSC - New Orleans	$74,203,606	$179,817,159	$68,319,983	$179,799,539	($5,883,623)	-8%	($17,620)	0%
LSU HSC - Shreveport	$50,089,963	$449,117,848	$44,334,167	$431,564,699	($5,755,796)	-11%	($17,553,149)	-4%
E A Conway Med Center	$10,582,574	$83,617,286	$10,823,454	$81,338,067	$240,880	2%	($2,279,219)	-3%
Huey P Long Med Center	$11,380,737	$61,112,828	$11,727,705	$59,213,433	$346,968	3%	($1,899,395)	-3%
LSU - Eunice	$5,913,942	$12,956,051	$5,481,984	$13,139,248	($431,958)	-7%	$183,197	1%
LSU - Shreveport	$11,088,437	$28,909,425	$10,156,205	$30,374,781	($932,232)	-8%	$1,465,356	5%
LSU Agricultural Center	$71,351,193	$99,005,340	$67,827,185	$97,786,069	($3,524,008)	-5%	($1,219,271)	-1%
Hebert Law Center	$6,449,417	$19,682,967	$5,859,701	$20,823,957	($589,716)	-9%	$1,140,990	6%
Pennington Biomedical	$17,662,740	$18,930,864	$13,751,230	$14,670,938	($3,911,510)	-22%	($4,259,926)	-23%
LSU System Total	**$467,947,391**	**$1,508,772,347**	**$430,802,730**	**$1,506,100,360**	**($37,144,661)**	**-8%**	**($2,671,987)**	**0%**
Southern Board	$2,702,082	$2,702,082	$2,380,818	$3,550,109	($321,264)	-12%	$848,027	31%
Southern A&M	$35,191,091	$83,695,780	$28,660,056	$82,298,536	($6,531,035)	-19%	($1,397,244)	-2%
SouthernLaw Center	$4,989,424	$10,620,941	$4,457,099	$10,619,149	($532,325)	-11%	($1,792)	0%
Southern New Orleans	$9,660,355	$21,279,200	$8,720,270	$21,800,052	($940,085)	-10%	$520,852	2%
Southern Shreveport	$5,874,809	$12,683,500	$6,804,623	$14,630,754	$929,814	16%	$1,947,254	15%
SU Agricultural Center	$2,773,290	$7,962,429	$2,776,603	$7,961,937	$3,313	0%	($492)	0%
Southern System Total	**$61,191,051**	**$138,943,932**	**$53,799,469**	**$140,860,537**	**($7,391,582)**	**-12%**	**$1,916,605**	**1%**
UL Board	$2,268,169	$2,954,169	$1,350,906	$4,562,811	($917,263)	-40%	$1,608,642	54%
Nicholls	$22,991,500	$55,120,912	$21,062,703	$57,530,350	($1,928,797)	-8%	$2,409,438	4%
Grambling	$19,702,475	$52,167,963	$18,228,779	$53,928,587	($1,473,696)	-7%	$1,760,624	3%
Louisiana Tech	$41,093,798	$93,977,212	$39,058,993	$97,542,494	($2,034,805)	-5%	$3,565,282	4%
McNeese	$27,726,463	$63,245,012	$26,196,777	$64,686,949	($1,529,686)	-6%	$1,441,937	2%
UL - Monroe	$35,895,910	$78,102,005	$35,048,680	$82,957,036	($847,230)	-2%	$4,855,031	6%
Northwestern	$31,922,762	$72,192,664	$28,546,402	$73,453,995	($3,376,360)	-11%	$1,261,331	2%
Southeastern	$50,998,368	$116,134,358	$45,461,320	$117,606,924	($5,537,048)	-11%	$1,472,566	1%
UL Lafayette	$65,553,653	$137,610,540	$61,660,916	$140,495,666	($3,892,737)	-6%	$2,885,126	2%
UL System Total	**$298,153,098**	**$671,504,835**	**$276,615,476**	**$692,764,812**	**($21,537,622)**	**-7%**	**$21,259,977**	**3%**
LCTCS System	$4,168,361	$14,168,361	$7,041,985	$29,970,066	$2,873,624	69%	$15,801,705	112%
Baton Rouge CC	$14,099,110	$27,902,158	$12,426,143	$29,031,606	($1,672,967)	-12%	$1,129,448	4%
Delgado CC	$30,350,713	$72,701,137	$31,322,758	$84,111,103	$972,045	3%	$11,409,966	16%
Nunez CC	$3,704,877	$7,837,148	$3,517,412	$7,761,705	($187,465)	-5%	($75,443)	-1%
Bossier Parish CC	$10,641,845	$21,764,160	$9,595,886	$22,995,697	($1,045,959)	-10%	$1,231,537	6%
South Louisiana CC	$5,719,134	$12,324,776	$5,321,652	$13,518,930	($397,482)	-7%	$1,194,154	10%
River Parishes CC	$2,412,497	$5,025,882	$3,013,963	$6,566,387	$601,466	25%	$1,540,505	31%
Louisiana Delta CC	$3,322,947	$6,777,907	$4,398,155	$9,440,776	$1,075,208	32%	$2,662,869	39%
LTC	$55,707,067	$85,240,225	$47,795,300	$79,929,549	($7,911,767)	-14%	($5,310,676)	-6%
SOWELA	$5,538,910	$10,793,310	$5,200,231	$10,754,733	($338,679)	-6%	($38,577)	0%
L.E. Fletcher	$3,432,869	$6,415,442	$3,162,849	$7,657,051	($270,020)	-8%	$1,241,609	19%
LCTCS Online	$0	$0	$1,012,500	$1,012,500	$1,012,500	n/a	$1,012,500	n/a
LCTCS System Total	**$139,098,330**	**$270,950,506**	**$133,808,834**	**$302,750,103**	**($5,289,496)**	**-4%**	**$31,799,597**	**12%**
LOSFA	**$151,077,530**	**$252,099,503**	**$158,155,057**	**$223,823,807**	**$7,077,527**	**5%**	**($28,275,696)**	**-11%**
Board of Regents*	**$36,993,883**	**$107,060,464**	**$17,980,343**	**$83,334,324**	**($19,013,540)**	**-51%**	**($23,726,140)**	**-22%**
LUMCON	**$2,699,875**	**$8,725,947**	**$2,702,185**	**$8,250,605**	**$2,310**	**0%**	**($475,342)**	**-5%**
Higher Ed Total	**$1,157,161,158**	**$2,958,057,534**	**$1,073,864,094**	**$2,957,884,548**	**($83,297,064)**	**-7%**	**($172,986)**	**0%**
Higher Ed (w/o LOSFA)	**$1,006,083,628**	**$2,705,958,031**	**$915,709,037**	**$2,734,060,741**	**($90,374,591)**	**-9%**	**$28,102,710**	**1%**

STATE GAMING REVENUE - SOURCES AND USES

Legislative Fiscal Office

LOTTERY

($ in millions)

Calendar Year of Sales / Fiscal Year Available	2000 / 2001	2001 / 2002	2002 / 2003	2003 / 2004	2004 / 2005	2005 / 2006	2006 / 2007	2007 / 2008	2008 / 2009	2009 / 2010
Sales Outlets at Calendar Year End	3,008	2,976	2,950	2,842	2,820	2,486	2,562	2,603	2,656	2,780
Total Game Sales & Other Earnings	$290.2	$314.2	$309.6	$331.2	$320.1	$297.4	$361.9	$362.4	$377.4	$385.0
Operating Expenses of Corp. (not appropriated)	$27.6	$29.2	$29.3	$31.0	$29.6	$27.0	$30.5	$29.6	$31.1	$32.3
Retailer Commission Expense (not appropriated)	$15.9	$17.5	$16.8	$18.0	$17.5	$16.7	$19.9	$20.0	$20.6	$21.3
Effective Tax Rate (share of net revenue after prize expense)	70.3%	71.1%	70.0%	70.4%	70.9%	71.1%	71.8%	73.0%	70.2%	72.6%
Share Of Gross Revenue Transfered To The State	35.3%	35.9%	35.3%	35.3%	35.6%	35.8%	35.7%	35.9%	35.0%	35.6%
Total Annual Transfers To The State	$102.6	$113.0	$109.4	$116.9	$114.0	$106.4	$129.4	$130.2	$132.1	$137.3
Change In Prior Year Proceeds Available	$6.6	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Compulsive and Problem Gaming Program	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5
For Support Of Minimum Foundation Program *	$95.5	$112.5	$108.9	$116.4	$113.5	$105.9	$128.9	$129.7	$131.6	$136.8
Total Allocations Of Available Transfers	$102.6	$113.0	$109.4	$116.9	$114.0	$106.4	$129.4	$130.2	$132.1	$137.3

(*) As orignally adopted, lottery receipts were deposited to a special fund (the Lottery Proceeds Fund established by the State Constitution) that had no specific uses enumerated. For FY 91-92 and FY 92-93 lottery receipts were appropriated to support the operations of numerous state agenices, local allocations, and the state general fund. For the 1993-94 fiscal year, most lottery receipts ($140 million) were appropriated to the Minimum Foundation Program (MFP, K-12 education funding) and a like amount of state general fund support was removed from the MFP. Lottery receipts have been appropriated to the MFP ever since. Act 1305 of the 2003 session amended the State Constitution to formally dedicate lottery receipts to the MFP beginning with FY 04-05 (including a maximum of $500,000 to compulsive and problem gaming services).

VIDEO DRAW POKER

($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Locations/Devices at Fiscal Year End	2,815/13,175	2,869/13,720	2,862/14,551	2,775/14,273	2,751/14,297	2,276/13,571	2,340/13,951	2,380/14,555	2,294/14,571	2,300/15,000
Total Device Net Revenue	$503.1	$536.6	$560.5	$566.0	$583.8	$681.6	$684.7	$673.2	$667.2	$623.4
Effective Tax Rate	28.8%	29.1%	29.3%	29.3%	29.5%	29.8%	29.8%	29.9%	30.0%	30.1%
Gaming Remittances	$144.7	$156.1	$164.2	$166.0	$172.2	$203.1	$203.9	$201.0	$200.1	$187.3
Device & Other Fees	$10.1	$8.5	$10.8	$11.1	$11.6	$11.0	$10.5	$10.8	$12.1	$12.1
Total Available To The State	$154.9	$164.6	$174.9	$177.1	$183.8	$214.1	$214.3	$211.7	$212.1	$199.4
Gaming Enforcement Activities	$4.4	$4.4	$4.4	$4.4	$8.0	$5.6	$8.4	$8.4	$8.8	$8.8
Non-Gaming Operations in State Police	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.06
Local Gov. & Sheriffs (~ Munis 40%, Parishes 30%, Sheriffs 30%)	$32.3	$34.9	$37.5	$38.0	$39.7	$45.0	$47.2	$46.6	$44.4	$44.5
District Attorney Support	$5.4	$5.4	$5.4	$5.4	$5.4	$5.4	$5.4	$5.4	$5.4	$5.4
Horse Racing Purse Supplements	$2.6	$2.7	$2.8	$2.8	$2.9	$3.4	$3.4	$3.3	$3.3	$3.1
Compulsive and Problem Gaming Program	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5
State General Fund Share	$109.9	$116.8	$124.5	$126.1	$127.4	$154.3	$149.5	$147.7	$149.8	$137.3
Total Allocations Of Available Revenue	$154.9	$164.6	$175.0	$177.1	$183.8	$214.1	$214.4	$211.8	$212.2	$199.4

RIVERBOAT GAMING

($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Boats/Tables/Devices at Fiscal Year End	14/592/14,614	14/562/15,330	14/543/15,325	14/667/17,300	15/610/16,592	12/518/13,207	13/512/15,230	13/510/15,237	13/519/15,225	13/519/15,232
Total Gross Gaming Revenue	$1,545.9	$1,635.3	$1,592.9	$1,566.7	$1,567.2	$1,838.1	$1,780.6	$1,827.7	$1,727.5	$1,681.9
Effective Tax Rate	19.0%	20.5%	21.0%	21.4%	21.4%	21.5%	21.5%	21.5%	21.5%	21.5%
Gaming Remittances	$293.4	$335.8	$335.1	$335.4	$334.7	$395.2	$382.8	$393.0	$371.4	$361.6
Other Fee Revenue	$3.6	$5.2	$4.3	$6.8	$4.2	$7.9	$6.4	$4.8	$3.4	$4.0
Total Available To The State	$297.0	$341.1	$339.4	$342.2	$339.0	$403.1	$389.3	$397.8	$374.8	$365.6
Gaming Enforcement Activities	$13.6	$16.7	$16.4	$19.0	$17.2	$18.1	$17.5	$18.5	$18.4	$19.0
Non-Gaming Operations in State Police	$41.5	$40.3	$35.4	$34.9	$35.7	$41.9	$49.5	$37.6	$48.2	$39.6
Compulsive and Problem Gaming Program	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5
SELF Fund (Teacher Payraise)	14.0	$59.4	$65.5	$70.7	$70.3	$85.4	$83.1	$85.3	$80.6	$78.6
State General Fund Share	$227.4	$224.2	$221.5	$217.0	$215.3	$257.1	$238.7	$255.8	$227.1	$227.9
Total Allocations Of Available Revenue	$297.0	$341.1	$339.4	$342.2	$339.0	$403.1	$389.3	$397.8	$374.8	$365.6

Prepared by Greg Albrecht
Chief Economist

STATE GAMING REVENUE - SOURCES AND USES
Legislative Fiscal Office

N. O. LAND-BASED CASINO
($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Tables/Devices at Fiscal Year End	103/2,618	101/2,397	100/2,264	120/2,035	134/2,023	117/2,112	129/2,077	130/2,043	103/2,041	103/2,055
Total Gross Gaming Revenue	$256.3	$262.4	$277.3	$300.2	$339.2	$198.3	$390.1	$419.7	$380.7	$338.6
New Orleans Support Contract {from Casino receipts}	$5.3	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Effective Tax Rate	34.1%	21.9%	21.6%	20.0%	20.5%	30.3%	21.5%	21.5%	21.5%	21.5%
Gaming Remittances and Other Transfers	$82.3	$57.6	$59.9	$60.0	$69.6	$60.0	$83.9	$90.2	$81.9	$72.8
Total Annual Transfers To The State	$82.3	$57.6	$59.9	$60.0	$69.6	$60.0	$83.9	$90.2	$81.9	$72.8
Gaming Enforcement Activities	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Compulsive and Problem Gaming Program	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5	$0.5
Non-Recurring Revenue (Debt, UAL, Cap. Out., Budget Stab. Fd.)	$70.1	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
SELF Fund (Teacher Payraise)	$11.7	$57.1	$59.4	$59.5	$69.1	$59.5	$83.4	$89.7	$81.4	$72.3
Total Allocations Of Available Transfers	$82.3	$57.6	$59.9	$60.0	$69.6	$60.0	$83.9	$90.2	$81.9	$72.8

PARI-MUTUEL GAMING
($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Tracks/OTBs/Racing Days at Fiscal Year End	4/13/342	4/13/388	4/14/383	4/13/433	4/13/489	4/12/401	4/14/483	4/14/474	4/14/487	4/16/503
Pari-Mutuel Handle	$382.6	$388.5	$365.0	$364.4	$341.8	$314.2	$357.5	$347.1	$320.5	$283.7
Effective Tax Rate To Racing Commission	1.54%	1.56%	1.62%	1.68%	1.78%	1.75%	1.79%	1.82%	1.86%	1.97%
Taxes On Handle To Racing Commission	$5.0	$4.9	$4.6	$4.6	$4.3	$4.1	$4.6	$4.7	$4.1	$3.7
Other Fees To Racing Commission	$0.9	$1.2	$1.3	$1.5	$1.7	$1.4	$1.8	$1.7	$1.9	$1.9
Total Revenue To Racing Commission	$5.9	$6.1	$5.9	$6.1	$6.1	$5.5	$6.4	$6.3	$6.0	$5.6
Gaming Enforcement Activities: Racing Commission	$3.1	$3.0	$3.3	$3.5	$4.1	$3.7	$4.2	$4.0	$4.1	$3.6
Breeder Awards	$2.3	$2.3	$2.2	$2.2	$2.1	$2.1	$2.3	$2.2	$2.1	$2.0
Excess To State or Retained by Comm or Other Financing	$0.5	$0.7	$0.5	$0.4	($0.1)	($0.3)	($0.01)	$0.1	($0.1)	$0.0
Total Allocations Of Racing Commission Revenue	$5.9	$6.1	$5.9	$6.1	$6.1	$5.5	$6.4	$6.3	$6.0	$5.6

CHARITABLE GAMING
($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Bingo/Other Sessions During Fiscal Year	29,141/512	28,341/344	27,683/322	29,022/363	27,868/72	22,840/0	27,350/0	37,635/0	48,216/0	47,740/0
Gross Gaming Revenue	$47.0	$47.2	$46.8	$46.8	$47.2	$52.2	$54.7	$61.5	$66.5	$58.1
Operator Expenses (not appropriated)	$26.2	$26.6	$26.5	$28.3	$28.1	$26.4	$30.1	$35.5	$40.2	$38.8
Available To Charities (not appropriated)	$20.8	$20.6	$20.2	$18.5	$19.1	$25.8	$24.6	$26.0	$26.3	$19.3
Effective Total Fee Rate	2.0%	2.1%	2.2%	2.4%	2.7%	2.6%	3.1%	3.4%	4.3%	3.4%
Various Fees Paid To Support Regulation	$0.9	$1.0	$1.1	$1.1	$1.3	$1.4	$1.7	$2.1	$2.8	$2.0
Total Various Fees Paid To Support Regulation	$0.9	$1.0	$1.1	$1.1	$1.3	$1.4	$1.7	$2.1	$2.8	$2.0
Enforcement Activities	$0.9	$1.0	$1.1	$1.1	$1.3	$1.4	$1.7	$2.1	$2.8	$2.0
State General Fund Share	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Total Allocations Of Available Revenue	$0.9	$1.0	$1.1	$1.1	$1.3	$1.4	$1.7	$2.1	$2.8	$2.0

Prepared by Greg Albrecht
Chief Economist

March 2010

STATE GAMING REVENUE - SOURCES AND USES

Legislative Fiscal Office

RACETRACK SLOT MACHINE GAMING

($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Tracks/Devices at Fiscal Year End		1/1,492	2/2,368	3/4,447	3/4,489	3/4,487	3/4,444	4/5,008	4/4,850	4/4,850
Gross Gaming Revenue		$54.4	$134.4	$232.7	$315.0	$349.5	$365.9	$384.4	$409.5	$373.8
Allocation to Horse Breeder Assns. (not appropriated)		$9.8	$24.2	$41.9	$56.7	$62.9	$65.9	$69.2	$73.7	$67.3
Effective Tax Rate To State (share of gross revenue after horse breeder alloca		15.17%	15.17%	15.17%	15.17%	15.17%	15.17%	15.17%	15.17%	15.17%
Total Available To The State		$8.2	$20.4	$35.3	$47.8	$53.0	$55.5	$58.3	$62.1	$56.7
Gaming Enforcement Activities		$0.450	$0.616	$1.3	$1.9	$1.7	$1.9	$2.0	$2.8	$3.2
Non-Gaming Operations in State Police		$0.0	$0.0	$0.0	$0.0	$0.0	$0.1	$0.5	$0.5	$0.5
Compulsive and Problem Gaming Program		$0.0	$0.0	$0.0	$0.0	$0.5	$0.5	$0.5	$0.5	$0.5
Parish Funds		$0.376	$1.0	$1.8	$2.4	$2.7	$2.8	$2.9	$3.1	$2.8
LA Agricultural Finance Authority (Boll Weevil Eradication and other programs)		$7.4	$12.0	$12.0	$12.0	$12.0	$12.0	$12.0	$12.0	$12.0
Blind Services		$0.0	$1.0	$1.5	$1.5	$1.5	$1.5	$2.0	$2.0	$2.0
Southern Univ., Equine Health, N.O. Dist. Att., N.O. City Park		$0.0	$0.0	$2.2	$1.8	$1.8	$1.8	$1.8	$1.8	$1.8
State General Fund Share		$0.0	$5.8	$16.5	$28.2	$32.9	$34.9	$36.6	$39.5	$33.9
Total Allocations of Available Revenue		$8.2	$20.4	$35.3	$47.8	$53.0	$55.5	$58.3	$62.1	$56.7

INDIAN GAMING

($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Casinos/Tables/Devices Estimated at Fiscal Year End	3/200/6,500	3/200/6,500	3/200/6,500	3/189/6,448	3/184/6,056	3/195/6,301	3/204/6,131	3/195/6,360	3/194/6,249	3/194/6,249
Indian Gross Gaming Revenue (*)	$456.6	$438.8	$434.2	$440.4	$386.4	$478.2	$418.1	$447.1	$439.3	$439.3
Effective Fee Rate	0.3%	0.3%	0.3%	0.3%	0.4%	0.3%	0.4%	0.4%	0.4%	0.4%
Tribes Reimburse State Police For Enforcement Activity	$1.4	$1.2	$1.4	$1.5	$1.4	$1.2	$1.5	$1.7	$1.6	$1.8
Enforcement {Tribes Reimburse and General Enforcement}	$1.4	$1.2	$1.4	$1.5	$1.4	$1.2	$1.5	$1.7	$1.6	$1.8
State General Fund Share	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0	$0.0
Total Allocations Of Available Revenue	$1.4	$1.2	$1.4	$1.5	$1.4	$1.2	$1.5	$1.7	$1.6	$1.8

(*) Various methodologies have been employed over time to estimate Indian gaming activity in the state. Since the Indian casinos do not report their activity, the estimates above should be viewed with considerable caution.

TOTAL STATE GAMING RECEIPTS SUMMARY

($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Lottery	$102.6	$113.0	$109.4	$116.9	$114.0	$106.4	$129.4	$130.2	$132.1	$137.3
Video Draw Poker	$154.9	$164.6	$174.9	$177.1	$183.8	$214.1	$214.3	$211.7	$212.1	$199.4
Riverboat Gaming	$297.0	$341.1	$339.4	$342.2	$339.0	$403.1	$389.3	$397.8	$374.8	$365.6
N. O. Land-Based Casino	$82.3	$57.6	$59.9	$60.0	$69.6	$60.0	$83.9	$90.2	$81.9	$72.8
Pari-Mutuel Racing	$5.9	$6.1	$5.9	$6.1	$6.1	$5.5	$6.4	$6.3	$6.0	$5.6
Charitable Gaming	$0.9	$1.0	$1.1	$1.1	$1.3	$1.4	$1.7	$2.1	$2.8	$2.0
Slot Machines At Racetracks	$0.0	$8.2	$20.4	$35.3	$47.8	$53.0	$55.5	$58.3	$62.1	$56.7
Indian Gaming	$1.4	$1.2	$1.4	$1.5	$1.4	$1.2	$1.5	$1.7	$1.6	$1.8
Total Available To The State	$645.0	$692.7	$712.4	$740.2	$762.8	$844.7	$881.9	$898.3	$873.4	$841.2
annual growth	10.9%	7.4%	2.9%	3.9%	3.1%	10.7%	4.4%	1.9%	-2.8%	-3.7%
Total Used By State Gov. For Enforcement and Treatment	$25.4	$28.7	$29.2	$32.8	$35.7	$34.2	$37.7	$39.1	$41.1	$40.8
Share of Total Allocated to Enforcement and Treatment	3.9%	4.1%	4.1%	4.4%	4.7%	4.1%	4.3%	4.4%	4.7%	4.9%
Total Used By State Gov. For Non-Enforcement Purposes	$619.6	$664.0	$683.2	$707.4	$727.1	$810.5	$844.2	$859.3	$832.4	$800.3
Share of Total Allocated to Non-Enforcement Purposes	96.1%	95.9%	95.9%	95.6%	95.3%	96.0%	95.7%	95.6%	95.3%	95.1%
Total Allocated as State General Fund-direct Financing	$337.3	$341.0	$351.7	$359.6	$371.0	$444.4	$423.1	$440.2	$416.3	$399.1
Share of Total Allocated as SGF-direct Financing	52.3%	49.2%	49.4%	48.6%	48.6%	52.6%	48.0%	49.0%	47.7%	47.4%
Rev. Est. Conf. Total {Lott, Casino, Rvbt, Video Poker, Slots}	$636.7	$684.4	$704.0	$731.5	$754.1	$836.6	$872.3	$888.2	$863.0	$831.8

Prepared by Greg Albrecht
Chief Economist

STATE GAMING REVENUE - SOURCES AND USES

Legislative Fiscal Office

SHARE OF TOTAL GAMING REVENUE TO STATE EACH ACTIVITY COMPRISES

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Lottery	15.9%	16.3%	15.4%	15.8%	14.9%	12.6%	14.7%	14.5%	15.1%	16.3%
Video Draw Poker	24.0%	23.8%	24.6%	23.9%	24.1%	25.3%	24.3%	23.6%	24.3%	23.7%
Riverboat Gaming	46.0%	49.2%	47.6%	46.2%	44.4%	47.7%	44.1%	44.3%	42.9%	43.5%
N. O. Land-Based Casino	12.8%	8.3%	8.4%	8.1%	9.1%	7.1%	9.5%	10.0%	9.4%	8.7%
Pari-Mutuel Racing	0.9%	0.9%	0.8%	0.8%	0.8%	0.6%	0.7%	0.7%	0.7%	0.7%
Charitable Gaming	0.1%	0.1%	0.1%	0.2%	0.2%	0.2%	0.2%	0.2%	0.3%	0.2%
Slot Machines At Racetracks	0.0%	1.2%	2.9%	4.8%	6.3%	6.3%	6.3%	6.5%	7.1%	6.7%
Indian Gaming	0.2%	0.2%	0.2%	0.2%	0.2%	0.1%	0.2%	0.2%	0.2%	0.2%
Total Available To The State	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

GAMING REVENUE AVAILABLE COMPARED TO:

	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
REVENUE ESTIMATING CONFERENCE TOTAL REVENUE	$8,063.7	$7,968.3	$7,903.7	$8,314.8	$9,219.5	$10,027.9	$11,688.0	$12,055.0	$11,155.5	$9,591.2
Revenue Estimating Conference Total State Tax Revenue	**7.9%**	**8.6%**	**8.9%**	**8.8%**	**8.2%**	**8.3%**	**7.5%**	**7.4%**	**7.7%**	**8.7%**
(REC revenue is taxes, licenses, and fees available for state general fund-direct appropriation plus numerous statutory dedications.)										
TOTAL STATE EFFORT BUDGET	$9,414.5	$10,637.3	$10,650.1	$10,745.5	$11,320.6	$12,802.3	$14,917.9	$15,714.0	$14,072.1	$14,276.4
State Funds Budget (w/o double counts and federal funds)	**6.9%**	**6.5%**	**6.7%**	**6.9%**	**6.7%**	**6.6%**	**5.9%**	**5.7%**	**6.2%**	**5.9%**
(Total state effort budget includes the state general fund-direct, statutorily dedicated, and self-generated revenue budgets of state government. Estimated double-counted funding has been removed.)										
TOTAL STATE BUDGET	$14,128.4	$16,575.4	$16,998.5	$17,389.5	$17,662.8	$20,968.9	$26,069.1	$32,539.8	$25,023.1	$29,456.6
Total State Budget (w/o double counts but w/ federal funds	**4.6%**	**4.2%**	**4.2%**	**4.3%**	**4.3%**	**4.0%**	**3.4%**	**2.8%**	**3.5%**	**2.9%**
(Total state budget includes state and federal funds, but excludes double-counted amounts.)										

ESTIMATED TOTAL ECONOMIC SPENDING ON LEGAL GAMING ACTIVITIES IN THE STATE

(spending by players = player losses = gaming operator revenue)

($ in millions)

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Lottery Receipts Net Of Prize Expense	$141.6	$155.8	$153.5	$165.1	$159.8	$148.1	$177.8	$175.2	$179.7	$188.0
Video Poker Net Device Revenue	$503.1	$536.6	$560.5	$566.0	$583.8	$681.6	$684.7	$673.2	$667.2	$623.4
Riverboat Gross Gaming Revenue	$1,545.9	$1,635.3	$1,592.9	$1,566.7	$1,567.2	$1,838.1	$1,780.6	$1,827.7	$1,727.5	$1,681.9
N. O. Land-Based Gross Gaming Revenue	$256.3	$262.4	$277.3	$300.2	$339.2	$198.3	$390.1	$419.7	$380.7	$338.6
Pari-Mutuel Net Of Payouts (Assumed Takeout of 20%)	$76.5	$77.7	$73.0	$72.9	$68.4	$62.8	$71.5	$69.4	$64.1	$56.7
Charitable Proceeds Net Of Prize Expense	$47.0	$47.2	$46.8	$46.8	$47.2	$52.2	$54.7	$61.5	$66.5	$58.1
Racetrack Slot Gross Gaming Revenue	$0.0	$54.4	$134.4	$232.7	$315.0	$349.5	$365.9	$384.4	$409.5	$373.8
Indian Gross Gaming Revenue	$456.6	$438.8	$434.2	$440.4	$386.4	$478.2	$418.1	$447.1	$439.3	$439.3
Estimated Total Spending On Legal Gaming	$3,027.1	$3,208.1	$3,272.5	$3,390.7	$3,466.9	$3,809.0	$3,943.4	$4,058.3	$3,934.5	$3,759.7
annual growth	9.6%	6.0%	2.0%	3.6%	2.2%	9.9%	3.5%	2.9%	-3.1%	-4.4%

The table above portrays spending by players engaged in each form of gaming on a comparable basis. Each estimate represents the amount of spending by players that is actually kept (or won) by gaming operators in an annual period, and is the operators gross gaming revenue from which business expenses are paid. Thus, each estimate is also the amount of losses that players incur in the aggregate each year, and is net of any rewagers. As such, the table is an estimate of the net economic flow of spending from players to gaming operators each year.

SHARE OF TOTAL ECONOMIC GAMING SPENDING EACH ACTIVITY COMPRISES

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	Projected 2010
Lottery Receipts Net Of Prize Expense	4.7%	4.9%	4.7%	4.9%	4.6%	3.9%	4.5%	4.3%	4.6%	5.0%
Video Poker Net Device Revenue	16.6%	16.7%	17.1%	16.7%	16.8%	17.9%	17.4%	16.6%	17.0%	16.6%
Riverboat Gross Gaming Revenue	51.1%	51.0%	48.7%	46.2%	45.2%	48.3%	45.2%	45.0%	43.9%	44.7%
N. O. Land-Based Gross Gaming Revenue	8.5%	8.2%	8.5%	8.9%	9.8%	5.2%	9.9%	10.3%	9.7%	9.0%
Pari-Mutuel Net Of Payouts (Assumed Takeout of 20%)	2.5%	2.4%	2.2%	2.1%	2.0%	1.6%	1.8%	1.7%	1.6%	1.5%
Charitable Proceeds Net Of Prize Expense	1.6%	1.5%	1.4%	1.4%	1.4%	1.4%	1.4%	1.5%	1.7%	1.5%
Racetrack Slot Gross Gaming Revenue	0.0%	1.7%	4.1%	6.9%	9.1%	9.2%	9.3%	9.5%	10.4%	9.9%
Indian Gross Gaming Revenue	15.1%	13.7%	13.3%	13.0%	11.1%	12.6%	10.6%	11.0%	11.2%	11.7%
Total Spending On Legal Gaming	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Prepared by Greg Albrecht
Chief Economist

March 2010

SELECTED MAJOR STATE AID TO LOCAL GOVERNMENTS

		2010-11 Projected MFP Distribution	2010-11 Revenue Sharing	2010-11 Projected Supplemental Pay	2010-11 Parish Transportation Fund	2010-11 Projected Parish Severance & Royalty Dists.	2010-11 Projected Video Poker Distribution	2010-11 Total of These Distributions
1	Acadia	$50,664,177	$1,243,978	$1,147,654	$583,426	$638,355	$1,621,000	$55,898,590
2	Allen	$27,552,320	$524,977	$441,907	$354,180	$924,047	$0	$29,797,431
3	Ascension	$87,739,016	$2,145,300	$2,829,725	$775,836	$91,953	$0	$93,581,830
4	Assumption	$24,227,039	$467,126	$769,588	$268,673	$1,052,167	$304,000	$27,088,593
5	Avoyelles	$31,862,662	$903,589	$662,112	$519,822	$149,094	$353,000	$34,450,279
6	Beauregard	$36,106,291	$725,669	$750,068	$465,637	$836,083	$0	$38,883,748
7	Bienville	$6,015,575	$311,858	$408,976	$292,498	$1,136,458	$0	$8,165,365
8	Bossier	$96,602,584	$2,248,152	$4,084,558	$902,089	$1,304,416	$715,000	$105,856,799
9	Caddo	$211,051,267	$5,040,717	$6,348,104	$1,525,578	$1,250,203	$2,313,000	$227,528,869
10	Calcasieu	$146,909,072	$3,827,644	$9,090,694	$1,511,356	$992,022	$2,881,000	$165,211,788
11	Caldwell	$11,757,224	$228,066	$305,692	$192,689	$225,247	$0	$12,708,918
12	Cameron	$3,805,144	$166,502	$790,412	$158,077	$3,933,118	$29,000	$8,882,253
13	Catahoula	$10,176,188	$233,462	$775,642	$186,507	$242,543	$0	$11,614,342
14	Claiborne	$14,167,196	$337,609	$251,847	$277,889	$1,040,608	$0	$16,075,149
15	Concordia	$22,129,377	$416,841	$787,056	$243,981	$185,267	$0	$23,762,522
16	DeSoto	$20,414,066	$564,993	$1,161,561	$362,502	$1,244,905	$684,000	$24,432,027
17	East Baton Rouge	$234,370,591	$8,596,495	$8,884,062	$2,325,342	$1,108,648	$0	$255,285,138
18	East Carroll	$8,432,647	$155,759	$265,343	$155,205	$260	$125,000	$9,134,214
19	East Feliciana	$12,367,168	$430,193	$206,760	$259,121	$89,935	$0	$13,353,177
20	Evangeline	$34,442,348	$730,198	$200,143	$471,836	$981,876	$0	$36,826,401
21	Franklin	$18,174,001	$432,607	$1,143,998	$299,372	$73,389	$0	$20,123,367
22	Grant	$21,198,570	$440,512	$537,720	$290,921	$420,546	$0	$22,888,269
23	Iberia	$72,568,897	$1,548,167	$2,396,722	$656,113	$7,192,282	$0	$84,362,181
24	Iberville	$14,118,751	$651,884	$1,140,253	$375,735	$992,133	$1,000,000	$18,278,756
25	Jackson	$10,748,222	$315,980	$363,722	$268,661	$1,044,852	$0	$12,741,437
26	Jefferson	$168,331,651	$8,772,068	$12,893,263	$2,274,809	$2,487,729	$5,122,000	$199,881,520
27	Jefferson Davis	$36,014,875	$636,662	$521,478	$421,627	$769,183	$421,000	$38,784,825
28	Lafayette	$116,816,422	$4,215,414	$5,093,890	$1,515,116	$961,782	$0	$128,602,624
29	Lafourche	$67,902,674	$1,960,004	$3,457,442	$819,002	$4,664,584	$2,405,000	$81,208,706
30	LaSalle	$15,862,392	$306,671	$708,127	$244,238	$1,081,923	$0	$18,203,351
31	Lincoln	$30,263,338	$853,824	$636,875	$532,265	$932,241	$0	$33,218,543
32	Livingston	$143,386,932	$2,483,917	$968,708	$890,154	$341,855	$0	$148,071,566
33	Madison	$12,815,381	$229,273	$870,478	$205,303	$21,897	$787,000	$14,929,332
34	Morehouse	$29,191,492	$587,977	$1,548,323	$405,381	$40,836	$0	$31,774,009
35	Natchitoches	$35,743,171	$796,129	$1,038,910	$543,839	$243,056	$0	$38,365,105
36	Orleans	$140,345,646	$5,984,049	$7,212,742	$2,298,321	$5,664	$2,829,000	$158,675,422
37	Ouachita	$158,067,898	$3,031,263	$4,269,301	$1,196,305	$329,463	$0	$166,894,230
38	Plaquemines	$12,251,168	$454,447	$1,804,700	$334,833	$20,064,289	$400,000	$35,309,437
39	Pointe Coupee	$12,508,011	$475,341	$694,835	$265,544	$837,574	$510,000	$15,291,305
40	Rapides	$122,150,864	$2,710,130	$5,343,551	$1,085,293	$742,056	$0	$132,031,894
41	Red River	$9,542,836	$192,264	$222,045	$164,294	$1,259,391	$331,000	$11,711,830
42	Richland	$20,622,198	$430,561	$1,139,423	$295,518	$32,877	$0	$22,520,577
43	Sabine	$25,792,932	$503,565	$527,996	$356,214	$561,354	$0	$27,742,061
44	St. Bernard	$25,461,395	$723,981	$2,394,992	$585,457	$2,676,244	$877,000	$32,719,069
45	St. Charles	$29,389,688	$1,048,234	$3,688,746	$502,317	$1,541,853	$668,000	$36,838,838
46	St. Helena	$7,201,445	$226,533	$226,893	$174,316	$674,604	$1,878,000	$10,381,791
47	St. James	$17,244,445	$446,860	$885,259	$236,618	$137,973	$1,250,000	$20,201,155
48	St. John	$27,153,133	$970,152	$2,404,216	$505,586	$59,135	$1,099,000	$32,191,222
49	St. Landry	$78,479,153	$1,852,472	$1,447,742	$851,838	$772,740	$1,399,000	$84,802,945
50	St. Martin	$46,334,800	$1,086,347	$1,857,440	$527,991	$1,110,927	$3,087,000	$54,004,505
51	St. Mary	$48,133,451	$1,054,063	$1,654,672	$457,318	$3,463,352	$1,046,000	$55,808,856
52	St. Tammany	$201,846,975	$4,881,312	$5,796,316	$1,587,147	$72,132	$0	$214,183,882
53	Tangipahoa	$102,324,609	$2,347,975	$1,858,728	$913,199	$84,320	$0	$107,528,831
54	Tensas	$4,650,009	$117,910	$210,830	$109,487	$202,384	$64,000	$5,354,620
55	Terrebonne	$85,371,968	$2,210,114	$3,403,253	$878,215	$6,940,453	$3,168,000	$101,972,003
56	Union	$15,157,502	$475,181	$392,227	$373,473	$339,009	$0	$16,737,392
57	Vermilion	$40,715,177	$1,165,465	$1,480,633	$550,334	$3,712,627	$0	$47,624,236
58	Vernon	$56,348,488	$951,246	$1,224,841	$537,308	$965,577	$0	$60,027,460
59	Washington	$69,874,330	$953,399	$672,033	$596,993	$106,411	$0	$72,203,166
60	Webster	$37,817,087	$868,479	$920,542	$523,580	$872,872	$1,208,000	$42,210,560
61	West Baton Rouge	$12,510,115	$458,155	$1,449,283	$245,258	$676,424	$2,426,000	$17,765,235
62	West Carroll	$12,711,787	$244,417	$183,965	$215,323	$7,277	$0	$13,362,769
63	West Feliciana	$11,125,891	$284,019	$634,354	$231,326	$39,491.91	$295,000	$12,610,082
64	Winn	$15,660,805	$321,849	$210,790	$270,814	$516,034	$0	$16,980,292
	TOTAL	$3,330,722,527	$90,000,000	$127,694,161	$38,445,000	$87,500,000	$41,295,000	$3,715,656,688

Notes:

1) The 2010-2011 MFP Initial Distribution (prior to audit adjustments) is generated based on estimated student counts and local school system tax revenues. The funds distributed to school systems will be based on the 2/1/10 student counts and the previous year's local tax revenues. Funds for the school systems of the city of Monroe and the city of Bogalusa are contained in the amounts for the parishes of Ouachita and Washington respectively. Funds for the school systems of the city of Baker, Central Community and the Zachary Community are contained in the amount for East Baton Rouge Parish. Funds for the Recovery School District are contained in the amount for Orleans Parish, East Baton Rouge Parish, Caddo Parish and Poine Coupee Parish.

2) Revenue Sharing distribution to each parish and the city of New Orleans is allocated in Section 12 of Act 1037 (HB 1252) of the 2010 Regular Session.

3) Supplemental Pay is an estimation of how much money each parish will receive in supplemental law enforcement pay. The actual amount of funding each parish receives may be different than what is reflected in this table because this is an approximation based on the previous year. The total per month payment is $500 per month..

4) The projected Parish Transportation Fund distribution of $38.4 M in Transportation Trust Funds for FY 11 is based on population and mileage as per state law. The Mass Transit Program is funded at $4.955 M. Off-System Roads and Bridges Match Program is funded at $3 M.

5) Parish severance, royalty, and video poker distributions are based on state level estimates of the aggregate amount of severance, royalty, and video poker receipts available for distribution to locals that are allocated to each parish based on the prior year's share of these monies distributed to each parish by the state Treasury.

Capital Outlay Appropriation By Parish

Act 21 of 2010

	SGF	IAT	SGR	St, Ded.	Reappro. Cash	Federal	Revenue Bonds	CASH PORTION	Priorit y 1	Priorit y 2	Priority 3	Priority 4	Priority 5	TOTAL GO BONDS	Bonds NRP/RBP	TOTAL
Acadia	$0	$0	$0	$0	$0	$0	$0	**$0**	$9,810,000	$1,040,000	$0	$0	$0	**$10,850,000**	**$0**	**$10,850,000**
Allen	$0	$0	$0	$0	$0	$0	$0	**$0**	$2,715,000	$250,000	$0	$0	$0	**$2,965,000**	**$0**	**$2,965,000**
Ascension	$0	$0	$2,000,000	$0	$0	$0	$0	**$2,000,000**	$1,030,000	$3,850,000	$0	$0	$8,000,000	**$12,880,000**	**$0**	**$14,880,000**
Assumption	$0	$0	$0	$200,000	$0	$0	$0	**$200,000**	$1,345,000	$0	$0	$0	$0	**$1,345,000**	**$0**	**$1,545,000**
Avoyelles	$0	$0	$0	$0	$0	$0	$0	**$0**	$7,310,000	$0	$0	$0	$0	**$7,310,000**	**$0**	**$7,310,000**
Beauregard	$0	$0	$0	$0	$0	$0	$0	**$0**	$1,195,000	$525,000	$0	$0	$0	**$1,720,000**	**$0**	**$1,720,000**
Bienville	$0	$0	$0	$0	$0	$0	$0	**$0**	$1,500,000	$200,000	$0	$0	$3,960,000	**$5,660,000**	**$0**	**$5,660,000**
Bossier	$0	$0	$0	$0	$0	$0	$0	**$0**	$12,300,000	$700,000	$0	$0	$14,640,000	**$27,640,000**	**$0**	**$27,640,000**
Caddo	$0	$0	$0	$0	$0	$0	$51,300,000	**$51,300,000**	$29,780,000	$12,110,000	$0	$0	$40,025,000	**$81,915,000**	**$0**	**$133,215,000**
Calcasieu	$0	$0	$0	$0	$0	$0	$0	**$0**	$54,705,000	$8,300,000	$0	$0	$7,695,000	**$70,700,000**	**$0**	**$70,700,000**
Caldwell	$0	$0	$0	$0	$0	$0	$0	**$0**	$2,705,000	$1,645,000	$0	$0	$2,390,000	**$6,740,000**	**$0**	**$6,740,000**
Cameron	$0	$0	$0	$0	$0	$0	$0	**$0**	$5,100,000		$0			**$5,100,000**	**$0**	**$5,100,000**
Catahoula	$0	$0	$0	$0	$0	$0	$0	**$0**	$1,960,000	$0	$0	$0	$0	**$1,960,000**	**$0**	**$1,960,000**
Claiborne	$0	$0	$0	$0	$0	$0	$0	**$0**	$11,110,000	$50,000	$0	$0	$5,000,000	**$16,160,000**	**$0**	**$16,160,000**
Concordia	$0	$0	$0	$0	$0	$0	$0	**$0**	$4,335,000	$0	$0	$0	$2,500,000	**$6,835,000**	**$0**	**$6,835,000**
DeSoto	$0	$0	$0	$0	$0	$0	$0	**$0**	$1,160,000	$2,250,000	$0	$0	$1,000,000	**$4,410,000**	**$0**	**$4,410,000**
E. Carroll	$0	$0	$0	$0	$0	$0	$0	**$0**	$3,690,000	$0	$0	$0	$400,000	**$4,090,000**	**$0**	**$4,090,000**
E. Feliciana	$0	$0	$0	$0	$0	$0	$0	**$0**	$19,080,000	$100,000	$0	$0	$3,330,000	**$22,510,000**	**$0**	**$22,510,000**
EBR	$0	$0	$0	$1,169,600	$3,000,000	$10,329,971	$187,113,000	**$201,612,571**	$167,630,000	$21,775,000	$0	$0	$132,695,000	**$322,100,000**	**$0**	**$523,712,571**
Evangeline	$0	$0	$0	$0	$0	$0	$0	**$0**	$500,000	$0	$0	$0		**$500,000**	**$0**	**$500,000**
Franklin	$0	$0	$0	$0	$0	$0	$0	**$0**	$2,410,000	$415,000	$0	$0	$0	**$2,825,000**	**$0**	**$2,825,000**
Grant	$0	$0	$0	$0	$0	$0	$0	**$0**	$1,425,000	$590,000	$0	$0	$480,000	**$2,495,000**	**$0**	**$2,495,000**
Iberia	$0	$0	$0	$0	$292,986	$0	$0	**$292,986**	$11,435,000	$1,335,000	$0	$0	$0	**$12,770,000**	**$100,000**	**$13,162,986**
Iberville	$0	$0	$0	$0	$0	$0	$0	**$0**	$3,060,000	$1,025,000	$0	$0	$2,500,000	**$6,585,000**	**$0**	**$6,585,000**
Jackson	$0	$0	$0	$0	$0	$0	$0	**$0**	$1,010,000	$120,000	$0	$0	$0	**$1,130,000**	**$0**	**$1,130,000**
Jefferson	$0	$0	$0	$0	$476,100	$0	$0	**$476,100**	$92,770,000	$5,760,000	$0	$0	$46,680,000	**$145,210,000**	**$0**	**$145,686,100**
Jefferson Davis	$0	$0	$0	$0	$0	$0	$0	**$0**	$200,000	$1,900,000	$0	$0	$0	**$2,100,000**	**$0**	**$2,100,000**
Lafayette	$0	$0	$0	$1,800,000	$1,000,000	$0	$40,510,400	**$43,310,400**	$48,945,000	$5,825,000	$0	$0	$28,855,000	**$83,625,000**	**$93,315**	**$127,028,715**
Lafourche	$0	$0	$4,500,000	$0	$0	$0	$0	**$4,500,000**	$19,130,000	$2,100,000	$0	$0	$6,480,000	**$27,710,000**	**$0**	**$32,210,000**
LaSalle	$0	$0	$0	$0	$0	$0	$0	**$0**	$100,000	$25,000	$0	$0	$0	**$125,000**	**$0**	**$125,000**
Lincoln	$0	$0	$0	$0	$0	$0	$0	**$0**	$24,985,000	$5,175,000	$0	$0	$18,455,000	**$48,615,000**	**$1,400,000**	**$50,015,000**
Livingston	$0	$0	$0	$0	$0	$0	$0	**$0**	$9,035,000	$3,285,000	$0	$0	$2,975,000	**$15,295,000**	**$0**	**$15,295,000**
Madison	$0	$0	$0	$0	$0	$0	$0	**$0**	$2,585,000	$0	$0	$0	$0	**$2,585,000**	**$0**	**$2,585,000**
Morehouse	$0	$0	$0	$0	$0	$0	$0	**$0**	$4,145,000	$90,000	$0	$0	$0	**$4,235,000**	**$0**	**$4,235,000**
Multi	$0	$0	$2,400,000	$15,000,000	$0	$0	$0	**$17,400,000**	$206,945,000	$22,062,000	$0	$0	$69,193,000	**$298,200,000**	**$0**	**$315,600,000**
Natchitoches	$0	$0	$0	$0	$0	$0	$0	**$0**	$29,600,000	$300,000	$0	$0	$800,000	**$30,700,000**	**$0**	**$30,700,000**
Orleans	$0	$0	$163,000	$0	$4,124,000	$0	$925,000,000	**$929,287,000**	$306,210,000	$8,525,000	$0	$0	$148,870,000	**$463,605,000**	**$2,341,424**	**$1,395,233,424**
Ouachita	$0	$0	$0	$0	$0	$0	$0	**$0**	$22,590,000	$2,225,000	$0	$0	$6,050,000	**$30,865,000**	**$0**	**$30,865,000**
Plaquemines	$0	$0	$0	$0	$0	$0	$0	**$0**	$4,330,000	$565,000	$0	$0	$2,050,000	**$6,945,000**	**$0**	**$6,945,000**
Pointe Coupee	$0	$0	$0	$0	$0	$0	$0	**$0**	$4,400,000	$1,860,000	$0	$0	$8,725,000	**$14,985,000**	**$0**	**$14,985,000**
Rapides	$0	$0	$0	$0	$0	$0	$12,000,000	**$12,000,000**	$34,330,000	$0	$0	$0	$35,120,000	**$69,450,000**	**$0**	**$81,450,000**
Red River	$0	$0	$0	$0	$0	$0	$0	**$0**	$8,180,000	$0	$0	$0	$0	**$8,180,000**	**$0**	**$8,180,000**
Richland	$0	$0	$0	$0	$0	$0	$0	**$0**	$3,205,000	$450,000	$0	$0	$250,000	**$3,905,000**	**$0**	**$3,905,000**
Sabine	$0	$0	$3,200,000	$0	$0	$0	$0	**$3,200,000**	$7,845,000	$2,200,000	$0	$0	$510,000	**$10,555,000**	**$0**	**$13,755,000**
St. Bernard	$0	$0	$0	$0	$0	$0	$0	**$0**	$2,425,000	$0	$0	$0	$16,700,000	**$19,125,000**	**$0**	**$19,125,000**
St. Charles	$0	$0	$0	$500,000	$0	$0	$0	**$500,000**	$3,895,000	$0	$0	$0	$0	**$3,895,000**	**$0**	**$4,395,000**
St. Helena	$0	$0	$0	$0	$0	$0	$0	**$0**	$1,000,000	$0	$0	$0	$400,000	**$1,400,000**	**$0**	**$1,400,000**
St. James	$0	$0	$0	$0	$0	$0	$0	**$0**	$4,600,000	$1,500,000	$0	$0	$2,500,000	**$8,600,000**	**$0**	**$8,600,000**
St. John the Baptist	$0	$0	$0	$0	$0	$0	$0	**$0**	$20,575,000	$4,425,000	$0	$0	$9,600,000	**$34,600,000**	**$0**	**$34,600,000**
St. Landry	$0	$0	$0	$0	$0	$0	$0	**$0**	$990,000	$170,000	$0	$0	$0	**$1,160,000**	**$0**	**$1,160,000**
St. Martin	$0	$0	$0	$0	$456,841	$0	$0	**$456,841**	$8,545,000	$250,000	$0	$0	$4,550,000	**$13,345,000**	**$50,000**	**$13,851,841**
St. Mary	$0	$0	$0	$0	$0	$0	$0	**$0**	$12,155,000	$0	$0	$0	$3,500,000	**$15,655,000**	**$0**	**$15,655,000**
St. Tammany	$0	$0	$0	$0	$0	$0	$0	**$0**	$20,420,000	$3,660,000	$0	$0	$2,360,000	**$26,440,000**	**$0**	**$26,440,000**
Statewide	$0	$54,177,455	$15,000,000	$813,349,539	$17,733,261	$8,250,000	$0	**$908,510,255**	$192,195,000	$12,500,000	$0	$0	$126,585,000	**$331,280,000**	**$17,989,635**	**$1,257,779,890**
Tangipahoa	$0	$0	$0	$0	$0	$0	$0	**$0**	$12,515,000	$700,000	$0	$0	$0	**$13,215,000**	**$0**	**$13,215,000**
Tensas	$0	$0	$0	$0	$0	$0	$0	**$0**	$475,000	$0	$0	$0	$0	**$475,000**	**$0**	**$475,000**
Terrebonne	$0	$0	$0	$0	$0	$0	$0	**$0**	$18,790,000	$175,000	$0	$0	$0	**$18,965,000**	**$0**	**$18,965,000**
Union	$0	$0	$0	$0	$0	$0	$0	**$0**	$4,260,000	$0	$0	$0	$0	**$4,260,000**	**$0**	**$4,260,000**
Vermilion	$0	$0	$0	$0	$0	$0	$0	**$0**	$16,285,000	$1,350,000	$0	$0	$3,000,000	**$20,635,000**	**$0**	**$20,635,000**
Vernon	$0	$0	$0	$0	$300,000	$6,046,800	$0	**$6,346,800**	$6,535,000	$3,520,000	$0	$0	$3,375,000	**$13,430,000**	**$0**	**$19,776,800**
W. Carroll	$0	$0	$0	$0	$0	$0	$0	**$0**	$1,165,000	$10,000	$0	$0	$0	**$1,175,000**	**$0**	**$1,175,000**
W. Feliciana	$0	$0	$0	$0	$99,940	$0	$0	**$99,940**	$345,000	$185,000	$0	$0	$3,355,000	**$3,885,000**	**$0**	**$3,984,940**
Washington	$0	$0	$0	$0	$0	$0	$0	**$0**	$26,080,000	$560,000	$0	$0	$0	**$26,640,000**	**$0**	**$26,640,000**
WBR	$0	$0	$0	$0	$6,000,000	$0	$0	**$6,000,000**	$2,145,000	$2,200,000	$0	$0	$13,520,000	**$17,865,000**	**$0**	**$23,865,000**
Webster	$0	$0	$0	$0	$0	$6,768,450	$0	**$6,768,450**	$4,770,000	$500,000	$0	$0	$3,450,000	**$8,720,000**	**$0**	**$15,488,450**
Winn	$0	$0	$0	$0	$0	$0	$0	**$0**	$5,340,000	$975,000	$0	$0	$820,000	**$7,135,000**	**$0**	**$7,135,000**
Total	**$0**	**$54,177,455**	**$27,263,000**	**$832,019,139**	**$33,483,128**	**$31,395,221**	**$1,215,923,400**	**$2,194,261,343**	**$1,553,335,000**	**$151,307,000**	**$0**	**$0**	**$793,343,000**	**$2,497,985,000**	**$21,974,374**	**$4,714,220,717**

Total State Spending Without Double Counting of Expenditures

	FY 96 Actual*	FY 97 Actual*	FY 98 Actual*	FY 99 Actual*	FY 00 Actual*	FY 01 Actual*	FY 02 Actual*	FY 03 Actual*
State General Fund	$5,089,695,956	$5,837,910,286	$5,770,726,249	$5,818,159,735	$5,811,328,419	$6,279,796,406	$6,484,124,015	$6,593,839,128
Self Generated Revenue	$883,206,871	$892,029,972	$873,853,784	$880,018,178	$907,226,026	$1,131,863,636	$1,063,917,530	$1,060,771,306
Statutory Dedication	$1,484,128,479	$1,507,668,942	$1,659,659,471	$1,847,283,483	$2,120,666,811	$1,998,560,099	$2,582,272,904	$2,568,809,921
Interim Emergency Bd.	$3,662,910	$4,442,738	$4,547,493	$4,488,327	$2,092,944	$4,287,912	$4,764,095	$5,091,801
Total State Funds	**$7,460,694,216**	**$8,242,051,938**	**$8,308,786,997**	**$8,549,949,723**	**$8,841,314,200**	**$9,414,508,053**	**$10,135,078,544**	**$10,228,512,156**
% Chg	*4.2%*	*10.5%*	*0.8%*	*2.9%*	*3.4%*	*6.5%*	*7.7%*	*0.9%*
% of Gross State Product	*7.6%*	*7.9%*	*7.5%*	*7.4%*	*7.3%*	*7.3%*	*7.6%*	*7.7%*
Federal	$4,209,233,704	$4,260,178,608	$4,119,519,133	$4,204,178,286	$4,294,795,289	$4,713,910,763	$5,421,770,845	$5,812,966,128
% Chg	*-3.6%*	*1.2%*	*-3.3%*	*2.1%*	*2.2%*	*9.8%*	*15.0%*	*7.2%*
Total Budget	**$11,669,927,920**	**$12,502,230,546**	**$12,428,306,130**	**$12,754,128,009**	**$13,136,109,489**	**$14,128,418,816**	**$15,556,849,389**	**$16,041,478,284**
% Chg	*2.7%*	*7.1%*	*-0.6%*	*2.6%*	*3.0%*	*7.6%*	*10.1%*	*3.1%*
Classified Employees	55,372	55,407	55,852	56,007	56,662	44,591	43,983	44,460
Unclassified Employees	2,960	2,941	2,924	2,195	2,300	2,852	2,751	3,068
Total Employees	**47,823**	**58,348**	**58,776**	**58,202**	**58,962**	**47,443**	**46,734**	**47,528**
% Chg	*0.2%*	*22.0%*	*0.7%*	*-1.0%*	*1.3%*	*-19.5%*	*-1.5%*	*1.7%*

	FY 04 Actual*	FY 05 Actual*	FY 06 Actual*	FY 07 Actual*	FY 08 Actual*	FY 09 Actual*	FY 10 Budgeted **	FY 11 Appropriated
State General Fund	$6,536,768,945	$7,179,361,987	7,750,084,805	9,327,485,627	$10,371,746,553	$9,404,455,045	$8,673,029,647	$7,722,750,000
Self Generated Revenue	$1,279,607,742	$1,213,971,213	1,231,231,644	1,344,780,376	$1,237,953,868	$1,373,063,319	$1,663,647,572	$1,663,647,572
Statutory Dedication	$2,499,947,780	$2,924,513,351	$2,966,045,493	$4,244,609,938	$4,104,169,999	$3,287,472,706	$4,099,991,460	$4,575,743,442
Interim Emergency Bd.	$1,855,193	$2,785,111	$3,368,411	$973,121	$4,612	$1,718,869	$1,762,842	$0
Total State Funds	**$10,318,179,660**	**$11,320,631,662**	**$11,950,730,353**	**$14,917,849,062**	**$15,713,875,032**	**$14,066,709,939**	**$14,438,431,521**	**$13,962,141,014**
% Chg	*0.9%*	*9.7%*	*5.6%*	*24.8%*	*5.3%*	*-10.5%*	*2.6%*	*-3.3%*
% of Gross State Product	*7.7%*	*8.1%*	*7.7%*	*8.6%*	*8.4%*	*7.6%*	*8.1%*	*7.5%*
Federal	$6,213,400,921	$6,342,171,627	$8,166,550,887	$11,151,125,271	$12,883,328,708	$10,951,001,370	$16,160,073,948	$11,526,111,095
% Chg	*6.9%*	*2.1%*	*28.8%*	*36.5%*	*15.5%*	*-15.0%*	*47.6%*	*-28.7%*
Total Budget	**$16,531,580,581**	**$17,662,803,289**	**$20,117,281,240**	**$26,068,974,333**	**$28,597,203,740**	**$25,017,711,309**	**$30,598,505,469**	**$25,488,252,109**
% Chg	*3.1%*	*6.8%*	*13.9%*	*29.6%*	*9.7%*	*-12.5%*	*22.3%*	*-16.7%*
Classified Employees	42,268	43,507	42,888	40,881	43,735	41,934	40,603	54,582
Unclassified Employees	3,015	2,302	2,973	2,921	3,162	3,256	3,268	27,687
Total Employees	**45,283**	**45,809**	**45,861**	**43,802**	**46,897**	**45,190**	**43,871**	**82,269**
% Chg	*-4.7%*	*1.2%*	*0.1%*	*-4.5%*	*7.1%*	*-3.6%*	*-2.9%*	*87.5%*

* Executive Budget Yellow Pages
** As of 12/1/09

Note: Reflects total state spending and avoids double counting of expenditures (primarily Ancillary Bill SGR, IEB Appropriations, Interagency Transfers, etc.).
FY 94 to FY 96 Governor Edwards; FY 97 to FY 04 Governor Foster; FY 05 to FY 08 Governor Blanco; FY 09 to present Governor Jindal.
FY 01 forward does not include expenditures of the LSU Health Care Services Division that have been moved "off-budget".
FY 11 includes positions of the LSU Health Care Services Division.

ITEMS EXCLUDED AS DOUBLE COUNTED
FY 09 - FY 11

	SGF	SGR	Stat Ded	IEB	Fed	Total
FY 09 ACTUAL Total	9,404,455,045	2,570,487,465	3,344,922,334	7,154,259	10,951,001,370	$26,278,020,473
Ancillary Bill		(1,197,074,146)				($1,197,074,146)
Legislative Ancillary Enterprise Fund (24-924)		(350,000)				($350,000)
Legislative Auditor Fees (24-954)			(14,760,751)			($14,760,751)
LA Public Defender Fund (01-116)			(27,279,971)			($27,279,971)
Indigent Parent Representation Program Fund (01-116)			(488,305)			($488,305)
Indigent Patient Representation Program Fund (01-103)			(237,500)			($237,500)
DNA Testing Post-Conviction Relief for Indigents Fund (01-116)			(10,791)			($10,791)
LA Interoperability Communication Fund			(9,208,181)			($9,208,181)
IEB Board (20-905)			(28,739)			($28,739)
IEB Appropriations			(5,435,390)			($5,435,390)
Total	**$9,404,455,045**	**$1,373,063,319**	**$3,287,472,706**	**$7,154,259**	**$10,951,001,370**	**$25,023,146,699**
FY 10 BUDGETED Total	8,673,029,647	3,054,391,736	4,137,561,512	2,603,630	16,160,073,948	$32,027,660,473
Ancillary Bill		(1,462,526,692)				($1,462,526,692)
Legislative Ancillary Enterprise Fund (24-924)		(350,000)				($350,000)
Legislative Auditor Fees (24-954)		(13,424,713)				($13,424,713)
LA Public Defender Fund (01-116)			(27,362,346)			($27,362,346)
Indigent Parent Representation Program Fund (01-116)			(488,305)			($488,305)
Indigent Patient Representation Program Fund (01-103)			(223,712)			($223,712)
DNA Testing Post-Conviction Relief for Indigents Fund (01-116)			(28,500)			($28,500)
Homeland Security & Emergency Preparedness			(9,425,627)			($9,425,627)
IEB Board (20-905)			(41,562)			($41,562)
IEB Appropriations			(840,788)			($840,788)
Total	**$8,673,029,647**	**$1,578,090,331**	**$4,099,150,672**	**$2,603,630**	**$16,160,073,948**	**$30,512,948,228**
FY 11 APPROPRIATED Total	7,722,750,000	2,882,500,736	4,628,549,945	0	11,526,111,095	$26,759,911,776
Ancillary Bill		(1,203,742,413)				($1,203,742,413)
Legislative Ancillary Enterprise Fund (24-924)		(350,000)				($350,000)
Legislative Auditor Fees (24-954)		(14,760,751)				($14,760,751)
LA Public Defender Fund (01-116)			(31,950,129)			($31,950,129)
Indigent Parent Representation Program Fund (01-116)			(979,680)			($979,680)
Indigent Patient Representation Program Fund (01-103)			(359,906)			($359,906)
LA Interoperability Communications Fund (01-111)			(9,414,489)			($9,414,489)
DNA Testing Post-Conviction Relief for Indigents Fund (01-116)			(28,500)			($28,500)
Academic Improvement Fund (19D-682)			(5,033,251)			($5,033,251)
Rapid Response Fund (05-252)			(5,000,000)			($5,000,000)
IEB Board (20-905)			(40,548)			($40,548)
Total	**$7,722,750,000**	**$1,663,647,572**	**$4,575,743,442**	**$0**	**$11,526,111,095**	**$25,488,252,109**