

House Budget Committee Report

Agency: Office of the Governor

Bill No. HB 2396

Bill Sec. 12

Analyst: Dear

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Budget Page No. 150

Expenditure Summary	Agency Estimate FY 2021	Governor Recommendation FY 2021	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 8,322,795	\$ 8,322,795	\$ 0
Other Funds	437,676,907	439,176,907	0
<i>Subtotal</i>	<u>\$ 445,999,702</u>	<u>\$ 447,499,702</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u>\$ 445,999,702</u>	<u>\$ 447,499,702</u>	<u>\$ 0</u>
FTE positions	60.6	60.6	0.0

Agency Estimate

The **agency** requests \$446.0 million, including \$8.3 million from the State General Fund (SGF), in FY 2021. The revised estimate is an all funds increase of \$410.7 million, or 1,165.1 percent, and an SGF decrease of \$18,883, or 0.2 percent, from the FY 2021 approved budget. The majority of the increase is attributable to enhanced aid to local units of government expenditures of \$401.0 million, the majority of which is comprised of \$400.0 million in federal Coronavirus Relief Fund (CRF) moneys. This \$400.0 million was distributed to local cities and counties as part of Round 1 of CRF Relief on July 15, 2020. The other non-operating increase in expenditures is in other assistance by \$2.6 million, or 9.3 percent, above the FY 2021 approved amount, which is for direct assistance for crime victims and family violence prevention.

The agency requests an increase in state operations of \$7.2 million, or 173.3 percent, above the FY 2021 approved budget. The majority of the increase is in contractual services from the CRF of \$5.8 million to compensate the private sector auditors and accountants overseeing the distribution of federal Coronavirus Relief Fund moneys. The salaries and wages request increased by \$1.2 million, or 32.8 percent, above the FY 2021 approved amount. The increase was fully funded from the CRF funds for salaries and wages in the Office of Recovery. SGF expenditures for salaries decreased by \$212,724, or 7.6 percent, below the FY 2021 approved amount, primarily from staff moved into the Office of Recovery.

The request included 60.6 FTE positions, an increase of 20.3 FTE positions above the FY 2021 approved FTE position amount. 16.1 FTE positions are directly associated with and funded from the Office of Recovery and do not carry forward into FY 2022. The request also includes an increase of 4.3 FTE positions for a press secretary, policy analyst, scheduling clerk, special assistant, and an operations coordinator.

Governor's Recommendation

The **Governor** recommends expenditures of \$447.5 million, including \$8.3 million SGF, an all funds increase of \$1.5 million, or 0.3 percent all from federal funds, above the agency's FY 2021 revised estimate. The increase is attributable to \$1.5 million in federal CRF spending in contractual services for public service announcements related to the COVID-19 pandemic. The Governor concurs with the agency's estimate of 60.6 FTE positions.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation in FY 2021.

House Committee Recommendation

The **Committee** concurs with the Budget Committee recommendation in FY 2021.

Senate Subcommittee Report

Agency: Office of the Governor

Bill No. SB 268

Bill Sec. 12

Analyst: Dear

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Budget Page No. 150

<u>Expenditure Summary</u>	<u>Agency Estimate FY 2021</u>	<u>Governor Recommendation FY 2021</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 8,322,795	\$ 8,322,795	\$ 0
Other Funds	437,676,907	439,176,907	0
<i>Subtotal</i>	<u>\$ 445,999,702</u>	<u>\$ 447,499,702</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 445,999,702</u></u>	<u><u>\$ 447,499,702</u></u>	<u><u>\$ 0</u></u>
FTE positions	60.6	60.6	0.0

Agency Estimate

The **agency** requests \$446.0 million, including \$8.3 million from the State General Fund (SGF), in FY 2021. The revised estimate is an all funds increase of \$410.7 million, or 1,165.1 percent, and an SGF decrease of \$18,883, or 0.2 percent, from the FY 2021 approved budget. The majority of the increase is attributable to enhanced aid to local units of government expenditures of \$401.0 million, the majority of which is comprised of \$400.0 million in federal Coronavirus Relief Fund (CRF) moneys. This \$400.0 million was distributed to local cities and counties as part of Round 1 of CRF Relief on July 15, 2020. The other non-operating increase in expenditures is in other assistance by \$2.6 million, or 9.3 percent, above the FY 2021 approved amount, which is for direct assistance for crime victims and family violence prevention.

The agency requests an increase in state operations of \$7.2 million, or 173.3 percent, above the FY 2021 approved budget. The majority of the increase is in contractual services from the CRF of \$5.8 million to compensate the private sector auditors and accountants overseeing the distribution of federal Coronavirus Relief Fund moneys. The salaries and wages request increased by \$1.2 million, or 32.8 percent, above the FY 2021 approved amount. The increase was fully funded from the CRF funds for salaries and wages in the Office of Recovery. SGF expenditures for salaries decreased by \$212,724, or 7.6 percent, below the FY 2021 approved amount, primarily from staff moved into the Office of Recovery.

The request included 60.6 FTE positions, an increase of 20.3 FTE positions above the FY 2021 approved FTE position amount. 16.1 FTE positions are directly associated with and funded from the Office of Recovery and do not carry forward into FY 2022. The request also includes an increase of 4.3 FTE positions for a press secretary, policy analyst, scheduling clerk, special assistant, and an operations coordinator.

Governor's Recommendation

The **Governor** recommends expenditures of \$447.5 million, including \$8.3 million SGF, an all funds increase of \$1.5 million, or 0.3 percent all from federal funds, above the agency's FY 2021 revised estimate. The increase is attributable to \$1.5 million in federal CRF spending in contractual services for public service announcements related to the COVID-19 pandemic. The Governor concurs with the agency's estimate of 60.6 FTE positions.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation in FY 2021.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee recommendation in FY 2021.

Senate Committee of the Whole Recommendation (Sub. for SB 267)

The **Committee of the Whole** concurs with the Committee recommendation in FY 2021.

	Governor's Recommendation FY 2021	Legislative Action	Legislative Approved FY 2021	Governor's Veto FY 2021	Final Legislative Approved FY 2021
All Funds					
State Operations	\$ 12,926,199	\$ 0	\$ 12,926,199	\$ 0	\$ 12,926,199
Aid to Local Units	404,467,565	0	404,467,565	0	404,467,565
Other Assistance	30,105,938	0	30,105,938	0	30,105,938
<i>Subtotal - Operations</i>	<i>\$ 447,499,702</i>	<i>\$ 0</i>	<i>\$ 447,499,702</i>	<i>\$ 0</i>	<i>\$ 447,499,702</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 447,499,702	\$ 0	\$ 447,499,702	\$ 0	\$ 447,499,702

State General Fund

State Operations	\$ 2,985,276	\$ 0	\$ 2,985,276	\$ 0	\$ 2,985,276
Aid to Local Units	0	0	0	0	0
Other Assistance	5,337,519	0	5,337,519	0	5,337,519
<i>Subtotal - Operating</i>	<i>\$ 8,322,795</i>	<i>\$ 0</i>	<i>\$ 8,322,795</i>	<i>\$ 0</i>	<i>\$ 8,322,795</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 8,322,795	\$ 0	\$ 8,322,795	\$ 0	\$ 8,322,795

FTE Positions	60.6	0.0	60.6	0.0	60.6
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