

State of Rhode Island and Providence Plantations

Budget



Fiscal Year 2012

Lincoln D. Chafee, Governor

Quasi-Public Agencies

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The Agency

Rhode Island Airport Corporation

Agency Operations

The Rhode Island Airport Corporation (Corporation) was created by the Rhode Island Economic Development Corporation (formerly the Port Authority) on December 9, 1992, as a subsidiary public corporation, government agency, and public instrumentality, having a distinct legal existence from the state and the authority, and having many of the same powers and purposes of the authority. The Corporation is empowered to undertake the planning, development, management, acquisition, ownership, operation, repair, construction, renovation, sale, lease or other disposition of any airport facility, including the T.F. Green State Airport in Warwick, as well as the five general aviation airports: North Central, Quonset, Westerly, Newport, and Block Island Airports.

The powers of the Corporation are vested in its Board of Directors consisting of seven members. The Corporation does not have the power to issue bonds or notes or borrow money without the approval of the Rhode Island Economic Development Corporation.

The Corporation leases the airports from the State of Rhode Island, through the Department of Transportation (DOT). Under the lease agreement, the State and DOT have assigned all rights to airport revenues, the proceeds of the State general obligation bonds issued for airport projects, federal grant agreements, insurance proceeds, all contracts including concession agreements with vendors and airlines, and all licenses and permits. The Corporation has agreed to reimburse the State for general obligation debt service after July 1, 1993, to the extent that money is available from its funds. In the event of insufficient funds, the unpaid debt shall accrue and be payable in the following year.

The Corporation assumes responsibility for the airports and undertaking capital improvements. The Corporation is intended to provide more flexibility in the provision of state match funds for all airport related projects by utilizing revenue bonds backed by revenue from parking, car rental, and other concessionaires, including landing fees paid by airlines, as well as a passenger facility charge that the federal government has empowered local airports to collect in order to finance capital improvements.

The Corporation is entitled to receive funds from the Federal Aviation Administration (FAA) on a matching fund basis to improve the state's airport system and finance various airport operations and improvements based on the following table:

Program	FAA portion	Corporation portion
Land Acquisition	80%	20%
T.F. Green projects	75%	25%
General Aviation Airports	95%	5%

The Agency

Rhode Island Airport Corporation

The Corporation does not receive any state appropriations from the State of Rhode Island for the operation and maintenance and capital programs relating to T.F. Green and the five general aviation airports. All of the operating and maintenance expenses, as well as operating capital programs and projects, are funded directly by revenues derived from airport operations. The only "State" funds utilized by the Corporation are general obligation bonds which were issued by the State of Rhode Island for airport related projects. The debt service on these general obligation bonds is the responsibility of the Corporation and the Corporation is current with respect to that responsibility. The DOT has contributed capital to fund a portion of the construction of the Intermodal Facility.

The Budget

Rhode Island Airport Corporation

	FY 2009 Actual	FY 2010 Actual	FY 2011 Budget	FY 2012 Recommended
Revenue: (T.F. Green)				
Airline Revenues	22,393,608	21,784,368	21,600,000	21,600,000
Landing Fees	368,140	394,400	400,000	400,000
General Aviation	201,452	232,800	200,000	230,000
Fuel Flowage Fees	965,636	1,000,457	952,700	952,700
Tiedown & Hanger Fees	1,135,484	1,147,372	1,179,400	1,203,000
Aircraft Registration	21,980	22,945	22,000	22,000
Concessions	2,998,492	3,424,162	3,385,800	3,453,500
Miscellaneous Revenues	507,218	390,372	130,900	133,500
Utilities Reimbursement	363,967	379,591	308,000	314,200
Airline Equipment Charge	575,988	573,490	-	-
Terminal Rent-Non Airlines	1,317,577	1,066,813	1,026,700	1,047,200
Automobile Parking	13,571,760	11,941,974	11,818,900	12,055,300
Rental Car Parking	6,340,312	5,868,274	5,377,800	5,485,400
Off Airport Courtesy Fees	646,631	630,082	622,700	635,200
Bad Debt Expenses	288,697	97,356	-	-
Audit & Finance Charge	34,943	198,388	-	-
Federal Grants - FAA	256,172	410,342	343,600	343,600
Airport Support Fund - Revenue A65	662,082	686,456	662,100	686,000
Total Revenue	52,650,139	50,249,642	48,030,600	48,561,600
Personnel Expenses: (T.F. Green)				
Payroll	12,246,797	11,948,367	11,057,300	10,844,000
Payroll - Overtime	732,131	692,715	302,600	308,700
Snow Removal Overtime	325,212	138,798	165,900	169,200
Overtime-Holiday	375,697	353,346	440,600	449,400
Employee Retirement	956,625	914,773	811,900	828,100
FICA Tax	1,001,491	958,633	815,200	831,500
Long Term Disability & Life Insurance	196,126	207,995	207,400	211,500
Workers' Comp Insurance	308,122	242,353	322,100	328,500
Health Insurance	1,980,700	2,059,095	1,745,800	1,833,100
Total Personnel Expenses	\$18,122,901	\$17,516,075	\$15,868,800	\$15,804,000
Total Expenses - Operating	13,147,539	10,609,252	11,620,600	11,853,000
Total Expenditures	\$31,270,440	\$28,125,327	\$27,489,400	\$27,657,000
Net Income from Operations	\$21,379,699	\$22,124,315	\$20,541,200	\$20,904,600

The Budget

Rhode Island Airport Corporation

	FY 2009 Actual	FY 2010 Actual	FY 2011 Budget	FY 2012 Recommended
Outlying Airports				
Revenues	1,762,673	1,978,991	2,024,100	2,084,800
Payroll Expenses	(1,520,431)	(1,557,339)	(1,557,300)	(1,588,400)
Operating Expenses	(1,157,476)	(1,081,326)	(1,020,100)	(1,040,500)
Airport Management Fee	(157,101)	(183,009)	(185,400)	(191,000)
Net Gain (Loss) Outlying Airport	(\$1,072,335)	(\$842,683)	(\$738,700)	(\$735,100)
Depreciation & Amortization	18,137,836	19,192,984	19,700,000	20,094,000
Net Income(Loss) After Depreciation and Amortization	\$2,169,528	\$2,088,648	\$102,500	\$75,500
Other Income & Expenses				
Interest Income	1,228,719	255,630	160,000	160,000
Interest Expense	(105,449)	(78,677)	(48,000)	(48,000)
Interest Expense - All Bonds	(14,088,357)	(14,972,823)	(13,640,000)	(13,500,000)
Gain (Loss) on Sale of Assets	40,999	78,111	-	-
Miscellaneous Income (Expense)	(140,588)	(13,152)	-	-
Interest Income - PFC	116,392	21,729	25,000	20,000
Passenger Facility Charge	9,111,640	8,293,604	8,078,000	8,239,600
Federal Grants - FAA	8,898,556	14,960,759	23,494,400	44,119,000
Miscellaneous Grants & Contributions	49,795	-	-	-
Land Acquisition Program	(3,403,122)	(8,734,124)	(11,275,300)	(6,669,000)
Total Non-Operating Income & Exp	\$1,708,585	(188,943)	6,794,100	32,321,600
Intermodal Facility Operations (b)				
Facility Revenues	5,576,326	4,810,076	6,505,000	7,510,000
Operating Expenses	-	-	(1,403,000)	(2,102,000)
Depreciation	-	-	(4,000,000)	(5,500,000)
Interest Expense	-	-	(3,650,000)	(4,614,000)
Total Intermodal Facility, Net	\$5,576,326	\$4,810,076	(\$2,548,000)	(\$4,706,000)
Net Income	\$9,454,439	\$6,709,781	\$4,348,600	\$27,691,100

(a) The information presented for FY 2012 has not been reviewed nor approved by the Rhode Island Airport Corporation Board of Directors and is subject to change, pending the aforementioned review.

(b) Operations at the InterLink Facility began in October 2010. Facility Revenues include Customer Facility Charges.

The Agency

Capital Center Commission

Agency Operations

The Capital Center Commission is a public corporation and agency of the State of Rhode Island that was created by state enabling legislation in 1981, and is a public body of the City of Providence by City Council Ordinance enacted in 1982. Legislatively, it is responsible for the adoption, implementation, and administration of the public and private development within Capital Center through its Design and Development Regulations, which, in part, are more restrictive than the local zoning ordinance. The commission's Internal Operating Procedures establish an application and design review process, which is legislated as not to exceed ninety days. The goal is to assure compliance with the regulations and at the same time assure the developer of an early decision on its application for development.

The Capital Center Commission, a fifteen member board created by state legislation, is funded by the State of Rhode Island through the Economic Development Corporation and through development fees assessed during the project application period.

One of the largest and most ambitious economic ventures of the State of Rhode Island and its capital city - Providence - is Capital Center, a seventy-seven acre northerly expansion of downtown Providence to the State Capitol. Through the cooperative and continuing efforts of public and private ownerships and interests, an infusion of over \$100 million of public and private funds has been committed for the planning and construction of public infrastructure improvements within the area. The public improvements, completed in mid 1994, include: new rights-of-way and utility lines, expansion of public open space, river walks along restaurants and retail uses, an amphitheater, and pedestrian bridges created, in part, by the relocation of two rivers.

Private development is controlled by Design and Development Regulations mandating, in part: use, height, building coverage, parking and service. Pedestrian and traffic circulation controls are also established to assure the movement of people and automobiles through Capital Center and to and from the downtown area. Forty-eight of the seventy-seven acres, representing twenty development sites, are designated for private development by public and private ownerships. To date, the following projects have been completed or are under construction: over 1.2 million square feet of retail space, one million square feet of office space, 1,052 hotel rooms and guest suites, 765 residential units, 7,800 structured parking spaces, over 6,900 permanent jobs, and over one billion dollars in private development.

Statutory History

Public Laws of 1981, Section 2, Chapter 332, as amended, establish the Capital Commission as a special development district, as governed by Title 45, Section 24.4 of the Rhode Island General Laws.

The Budget

Capital Center Commission

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Operating Revenues				
State Grants	20,528	18,028	18,028	18,028
City Grants	15,750	23,625	-	-
Development Fees	9,335	-	-	-
Management Fees	200	450	-	-
Miscellaneous Income	25	1,238	-	-
Total Operating Revenues	\$45,838	\$43,341	\$18,028	\$18,028
Expenditures				
Salaries	107,358	-	-	-
Fringes	17,542	-	-	-
Rent and Utilities	9,812	-	-	-
Telephone	150	-	-	-
Print/Supplies	1,529	114	1,500	1,500
Postage	756	-	2,000	2,000
Meetings	2,193	412	2,000	2,000
Miscellaneous	1,577	345	1,500	1,500
Travel/Prof. Dev.	190	-	-	-
Dues, Ins. Subscriptions	2,046	-	-	-
Consultants	-	-	5,000	5,000
Legal & Audit Fees	25,323	11,067	12,000	12,000
Total	\$168,476	\$11,938	\$24,000	\$24,000
Less Non Operating Revenue				
Interest Income	53	7	-	-
Net Income(Loss)	(\$122,585)	\$31,410	(\$5,972)	(\$5,972)

FY 2009 are unaudited figures. Budget numbers for FY 2011 are preliminary and have not been approved or reviewed by the Capital Center Commission. The Commission had reserves to cover the shortfalls in 2008 and 2009. Effective in March 2009, the Providence Planning Department assumed responsibilities for the day to day operations of the Commission. There is currently no full time staff of the Commission and no longer any rental of office space.

The Agency

Rhode Island Clean Water Finance Agency

Agency Operations

The Rhode Island Clean Water Finance Agency (the “Agency”) established in 1990, is an independent, public corporation having a distinct legal existence from the state. The purpose of the Agency is to provide low cost loans to Rhode Island cities, towns, sewer commissions, wastewater management districts and water suppliers to finance capital improvements to wastewater and drinking water infrastructure. The Agency operates three revolving loan funds. Two of the funds provide subsidized loans to finance wastewater infrastructure projects and are collectively referred to as the Clean Water State Revolving Fund (CWSRF). A third fund provides subsidized loans to finance drinking water infrastructure projects and is called the Drinking Water State Revolving Fund (DWSRF).

The CWSRF is jointly administered by the Agency and the Department of Environmental Management (DEM). DEM is responsible for the environmental and regulatory components of the CWSRF while the Agency is responsible for the financial components. The CWSRF is capitalized by the grants from the U.S. Environmental Protection Agency (EPA) with a match of 20 percent by the State of Rhode Island. The Agency reimburses DEM for its administrative expenses.

The DWSRF is jointly administered by the Agency and the Department of Health (DOH). DOH is responsible for the water quality and regulatory components of the DWSRF while the Agency is responsible for the financial components. Funding for the DWSRF comes from capitalization grants from the federal and state governments, and through the issuance of tax-exempt Agency revenue bonds or direct loans. (The State of Rhode Island does not have any obligation for repayment of Agency revenue bonds.) DOH is reimbursed for administrative expenses via an administrative set-aside component of the capitalization grant.

Agency Objectives

The objective of the Agency is to provide low-cost loans to finance capital improvements to the wastewater and the drinking water infrastructure in Rhode Island.

Statutory History

Chapter 12.2 of Title 46 established the CWSRF. Chapter 238 as amended by Chapter 303 and Chapter 434 authorized the state to issue General Obligation Bonds up to \$34 million for Capitalization Grants to the CWSRF. Chapter 12.8 of Title 46 established the DWSRF.

The Budget

Rhode Island Clean Water Finance Agency

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended ⁽²⁾
Revenue				
Interest and Investment Income	25,994,837	27,271,986	24,043,627	25,005,372
Operating Grant Income	2,428,174	2,247,603	2,199,000	2,237,483
Loan Service Fees ⁽¹⁾	3,873,536	3,973,817	4,257,398	4,363,833
Other Revenue	209,852	233,244	198,000	217,800
Total Revenues	\$32,506,399	\$33,726,650	\$30,698,025	\$31,824,488
Operating Expenses				
Interest and Finance Expenses	27,716,562	28,153,881	29,656,540	30,546,236
Administrative Expenses	1,715,012	1,632,225	1,357,840	1,384,997
Administrative Fees - DEM	210,362	303,723	399,000	405,000
Administrative Fees - DOH	119,399	127,401	139,401	155,000
DOH Set-Aside Programs	2,098,413	1,816,479	1,660,599	1,700,000
Total Operating Expenses	\$31,859,748	\$32,033,709	\$33,213,380	\$34,191,233
Other Revenues (Expenses)				
Federal & State Capitalization Grants	8,185,602	22,355,699	42,327,680	21,163,840
Gain (Loss) Sale of Assets	-	-	-	-
Excess Revenues over Expenses	\$8,832,253	\$24,048,640	\$39,812,325	\$18,797,095

(1) Service Fee portion of loan service fees is on a cash basis; loan origination fees are amortized over the life of the bonds/loan as per G.A.A.P.

(2) The FY 2012 Budget information has not been presented to, or approved by the Agency's Board of Directors. The Board normally reviews and accepts the budgets in the quarter before the start of the fiscal year.

The Agency

Rhode Island Convention Center Authority

Agency Operations

The Rhode Island Convention Center Authority was created in 1987 by the Rhode Island General Assembly as a public corporation, instrumentality and agency of the state, having a distinct legal existence from the state and not constituting a department of state government. The Authority is governed by a Board of Directors, which is comprised of eleven members, eight appointed by the Governor, two appointed by the mayor of the City of Providence and one appointed by the Providence City Council.

The authority's original purpose was the construction, management and operation of a facility to house conventions, trade shows, exhibitions, displays, meetings, banquets, and other events, as well as facilities related thereto, such as parking lots and garages, connection walkways, hotels and office buildings, including any retail facilities incidental to and located within any of the foregoing, and to acquire, by purchase or otherwise, land to construct the complex. The authority was authorized to lease the convention center and the related facilities to the state and undergo a bond and note issuance for facilities pursuant to the terms of a sublease agreement, dated as of November 1, 1991, as amended, by and between the state as sub lessor and the authority, as sub lessee (the "Sublease").

A "phased" approach for each entity of the complex occurred as follows: North Parking Facility: December 5, 1992, Convention Center and South Parking Facilities: December 2, 1993 and the Westin Hotel: December, 1994. The authority has operated its facilities with various management contracts since inception. During FY 2005 and FY 2006, major changes occurred altering the future direction and scope for the authority, including the Westin Hotel sale in April, 2005 and the authority's acquisition of the Dunkin' Donuts Center from the City of Providence in December 2005.

The authority was authorized to issue revenue bonds to acquire the Dunkin' Donuts Center and lease the facility to the state. Rental payments from the Dunkin's Donuts Center lease are applied to payments of the bonds. The Center underwent major renovations subsequent to its acquisition by the authority and re-opened with new seating, luxury suites, a new sound system and video scoreboard, a redesigned concourse/lobby and a bridge connection to the Convention Center in September, 2008.

In July, 2008, the authority assumed management responsibility for the Veterans Memorial Auditorium and Cultural Center (VMA) from the Veterans Memorial Auditorium Foundation.

Agency Objectives

Manage and operate the convention center complex, parking facilities and the Dunkin' Donuts Center. Future potential plans under investigation by the authority's Board include the acquisition of the Veteran's Memorial Auditorium, which will complement the current assets of the Authority.

The Budget

Rhode Island Convention Center Authority

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Resources				
Opening Cash Balances	965,135	1,619,715	3,164,814	2,633,056
Operations	19,941,584	21,540,669	21,726,808	23,998,960
Reimbursement for Capital Projects	66,895	767,771	-	-
Investment Income and Swap Savings	(1,349,293)	153	200	350
Westin Hotel Room Tax	288,089	261,542	300,000	306,000
Net Bank Transfers/Misc Revenues	1,265,929	419,536	350,000	400,000
Total Resources	\$21,178,339	\$24,609,386	\$25,541,822	\$27,338,366
Expenditures				
Convention Center Authority	3,298,552	2,879,324	3,193,006	3,321,440
Convention Center Management	12,343,623	11,825,933	11,406,522	11,753,404
Dunkin Donuts Center	6,466,315	6,331,502	7,188,939	7,646,007
Veteran's Memorial Auditorium	-	527,814	660,298	660,469
Dunkin Donuts Center Renovation	4,100,000	-	-	-
Subtotal Operations	\$26,208,490	\$21,564,572	\$22,448,766	\$23,381,320
Debt Service	13,433,412	\$15,476,433	\$16,224,883	\$16,230,945
Dunkin Donuts Center Debt Service	6,906,654	6,906,665	6,905,454	6,909,337
Renewal and Replacement - Conv. Ctr.	-	-	-	-
Renewal and Replacement - D.D. Center	-	1,380,000	460,000	460,000
Grand Total Expenditures	\$46,548,556	\$45,327,670	\$46,039,103	\$46,981,602
Balance from Operations	(\$25,370,216)	(\$20,718,284)	(\$20,497,281)	(\$19,643,236)
State Appropriation - Debt Service	20,340,066	22,383,098	23,130,337	23,140,282
State Appropriation - Operating	2,549,865	\$1,500,000	-	1,500,000
Dunkin Donuts Center Renovation	4,100,000	-	-	-
Final Cash Balances	\$1,619,715	\$3,164,814	\$2,633,056	\$4,997,046

The information presented above is based upon cash flow data provided by the authority and has not been approved by the authority's Board of Directors.

The Agency

Rhode Island Economic Development Corporation

Agency Operations

The Rhode Island Economic Development Corporation consolidates all economic development activities of the State of Rhode Island into one entity to enhance service delivery, performance, and accountability.

The Rhode Island Economic Development Corporation's Board of Directors consists of eight members, including the Governor, who serves as chair. The Governor appoints all seven members. The board oversees the implementation of all state-level economic development programs. Effective January 1, 2005, corporate governance for the Quonset Point/Davisville Industrial Park in North Kingstown was transferred to the Board of Directors of the newly created Quonset Development Corporation.

Effective July 1, 2008, the Corporation will provide staff support to the Economic Policy Council.

Agency Objectives

The Rhode Island Economic Development Corporation works in partnership with the business community to enhance Rhode Island's business climate; provides direct assistance to Rhode Island businesses to retain and add jobs; identifies and works to attract new businesses and investment to Rhode Island; and serves as an advocate for economic development in Rhode Island.

The Rhode Island Economic Development Corporation's economic growth plan involves a targeted calling program by Business Development professionals with specific expertise in industries that pay higher wages and enable workers to move from lower to higher-wage positions. Specific industries targeted include: (1) Information technology and Digital Media; (2) Marine trades and Defense Technology; (3) Financial Services; (4) Advanced Manufacturing and Industrial Products; (5) Health and Life Sciences; and (6) Consumer Products and Design.

Statutory History

The Corporation was created in 1995 by Title 42, Chapters 43 and 64, of the Rhode Island General Laws, replacing the former Department of Economic Development and the Rhode Island Port Authority.

The Budget

Rhode Island Economic Development Corporation

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Estimated Opening Balance Revenues:	\$356,748	\$219,059	\$358,720	\$3,191
Resources				
State Appropriation	5,098,487	4,566,052	4,648,487	3,951,214
Legislative Grants	730,320	852,320	852,320	852,320
Welcome Center	-	-	-	350,000
Airport Impact Aid	1,000,754	1,010,496	1,025,000	1,025,000
STAC Research Alliance (EPScore)	1,601,545	1,369,871	1,500,000	1,500,000
Business Innovation Factory ²	100,000	-	-	-
Grants - Department of Education	125,000	58,140	-	-
Slater Centers of Excellence	3,000,000	2,000,000	2,000,000	2,000,000
Subtotal	\$11,656,106	\$9,856,879	\$10,025,807	\$9,678,534
Revenue from Federal Government				
Federal Grants	1,203,314	1,568,367	1,263,453	1,184,232
Renewable Energy Fund	1,725,832	3,400,666	2,400,000	2,400,000
Subtotal	\$2,929,146	\$4,969,033	\$3,663,453	\$3,584,232
Revenues from Operations				
Other Income	120,000	465,236	141,735	152,500
Finance Program Allocation ¹	487,420	525,005	537,076	750,978
Welcome Center	455,759	416,898	400,000	-
QDC Allocation	150,000	150,000	-	-
Subtotal	\$1,213,179	\$1,557,139	\$1,078,811	\$903,478
Total Resources	\$16,155,179	\$16,602,110	\$15,126,791	\$14,169,435
Expenditures				
Personnel Expenses	3,410,759	3,825,902	4,242,821	4,099,116
Operating Expenses	2,861,008	2,401,642	2,155,452	1,362,250
Legislative/EDC Grants	730,320	852,320	852,320	852,320
Airport Impact Aid	1,000,754	1,010,496	1,025,000	1,025,000
STAC Research Alliance (EPSCoR)	1,601,545	1,177,933	1,280,554	1,280,554
Business Innovation Factory ²	100,000	-	-	-
Slater Centers of Excellence	3,000,000	2,000,000	2,000,000	2,000,000
Welcome Center	455,759	416,898	400,000	350,000
Federal Grants	1,050,143	1,338,512	872,453	1,027,286
Renewable Energy Fund	1,725,832	3,219,687	2,295,000	2,168,191
Total Expenditures	\$15,936,120	\$16,243,390	\$15,123,600	\$14,164,717
Closing Balance	\$219,059	\$358,720	\$3,191	\$4,718

The information presented above was provided by the entity, and in most cases, the data provided for FY 2011 has not been approved by the Board of Directors.

¹ Includes funding from the Small Business Loan Fund, the Renewable Energy Fund and the Industrial-Recreational Building Authority for staff support.

² Funding for STAC and BIF are incorporated into the state appropriation under resources and in personnel and operating expenses under expenditures

The Agency

Rhode Island Health and Educational Building Corporation

Agency Operations

The Rhode Island Health and Educational Building Corporation is a non-business corporation and agency of the state that provides bond and lease financing to non-profit health and educational institutions in the state. Since its inception in 1966, the corporation has assisted with over \$5 billion in financing for such institutions without obligating the state's credit.

Under the direction of a five member board of directors, appointed by the Governor, the corporation has assisted hospitals, nursing homes, mental health centers, health care providers, day care centers, visiting nurses associations, and colleges and universities in obtaining low-cost financing from the public bond market.

The corporation receives no state appropriations for its operations.

Agency Objectives

To ensure that adequate financing is available for the education institutions and health care providers in the state to meet the needs of the citizens of Rhode Island.

Statutory History

The Rhode Island Health and Educational Building Corporation was created by the General Assembly in 1967 with its duties and powers defined by R.I.G.L. 45-38 (as amended).

The Budget

Rhode Island Health and Educational Building Corporation

	FY 2009 Actual	FY 2010 Actual	FY 2011 Projected	FY 2012 Proposed
Expenditure by Object				
Personnel	493,686	487,290	525,500	540,000
Other Operating Expenditures	308,132	314,156	298,700	315,000
Financing Services	556,517	654,421	575,000	625,000
Grants	-	-	50,000	50,000
Transfer to State	1,100,000	1,500,000	1,000,000	-
Total Expenditures	\$2,458,335	\$2,955,867	\$2,449,200	\$1,530,000
Expenditures by Fund				
Personnel	493,686	487,290	525,500	540,000
Other Operating Expenditures	308,132	314,156	298,700	315,000
Financing Services	556,517	654,421	575,000	625,000
Grants	-	-	50,000	50,000
Transfer to State	1,100,000	1,500,000	1,000,000	-
Total Expenditures	\$2,458,335	\$2,955,867	\$2,449,200	\$1,530,000

The information presented above was provided by the entity, and in most cases, the data provided for FY 2012 has not been approved by the Board of Directors.

The Agency

Rhode Island Housing and Mortgage Finance Corporation

Agency Operations

The Rhode Island Housing and Mortgage Finance Corporation (the "Corporation") is a public instrumentality of the State established in 1973 by an Act of the Rhode Island General Assembly. The Corporation is governed by a seven member board of commissioners. The Corporation was created to provide and improve housing to persons of low and moderate income, as well as to encourage the investment of private capital for the construction, rehabilitation, operation, retention, and maintenance of residential housing and health care facilities, to provide construction and mortgage loans, and to make grants in regard to housing needs including shelters for the homeless. The Corporation also has the power to acquire and operate housing projects on an individual or partnership basis in order to meet the housing demands of the State and to create subsidiaries for the purpose of the development and preservation of affordable housing for low and moderate income families.

The Corporation also provides services for the federal Department of Housing and Urban Development as a contract administrator, technical assistance in the housing area to other governmental entities and homeowner buying and counseling assistance to all Rhode Island citizens.

The Corporation has the power to issue negotiable notes and bonds to achieve its corporate purpose, and has a separate credit rating for itself and its bond apart from the state.

Agency Objectives

To provide, improve and expand housing and housing related community development services to, and specifically address issues of sanitary, safe and decent housing for, persons of low and moderate income, as well as to encourage the investment of private capital for the construction, rehabilitation, operation, retention, and maintenance of residential housing and housing related community development efforts, to provide construction and mortgage loans, and to make grants in regard to housing needs including shelters for the homeless.

Statutory History

The Rhode Island Housing and Mortgage Finance Corporation is authorized and empowered under Title 42, Chapter 55 of the Rhode Island General Laws.

The Budget

Rhode Island Housing and Mortgage Finance Corporation

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Expenditure Report				
Personnel Services*	12,591,609	13,347,822	14,900,000	15,300,000
Other Administrative Expenses	4,745,880	4,335,316	5,100,000	5,100,000
Programmatic Expenses	8,621,700	8,730,558	9,400,000	9,400,000
Provision for Loan Loss	3,469,602	4,288,119	2,000,000	2,000,000
Arbitrage Rebate	811,768	1,271,806	200,000	200,000
Amortization and Depreciation	1,899,118	1,859,375	1,500,000	1,500,000
Total	\$32,139,677	\$33,832,996	\$33,100,000	\$33,500,000

The information for FY 2011 has not been reviewed nor approved by the Rhode Island Housing and Mortgage Finance Corporation and is subject to change pending review by the Corporation.

* Actual amounts for personnel services do not include adjustment for FASB 91.

The Agency

Housing Resources Commission

Agency Operations

The Rhode Island Housing Resources Commission was established in 1998 with responsibility for establishing housing policy, planning and coordination for the State of Rhode Island. Funding was provided to establish a lead hazardous reduction program in conjunction with Rhode Island Housing. With the passage of the Lead Hazard Mitigation Act, the Commission's responsibilities included implementation of that law. Additional responsibility was given to the Commission with the passage of the Comprehensive Housing and Rehabilitation Act of 2004. This law mandated the development of a strategic housing plan and ongoing tracking of 29 local affordable housing plans.

With the passage of the Building Homes Rhode Island Bond in November 2006, the Commission assumed responsibility for the program with administrative assistance from Rhode Island Housing. Regulations, an application, distribution process and contracts were developed and the Commission will disburse \$12.5 million annually for this program. The Commission is responsible for program development and implementation of homeless facilities and resources to respond to those seeking shelter including those who have been discharged from the Department of Corrections, aged out of foster care and lost housing due to foreclosures of multi-family housing.

Agency Objectives

The objectives are to promulgate state policies and plans for housing and performance measures for housing programs established pursuant to state law. The Commission coordinates activities among state agencies and political subdivisions pertaining to housing and promotes quality of life within communities. We accomplished this by providing opportunities for safe, healthy, and affordable housing and economic development for all Rhode Islanders through encouraging public-private partnerships, fostering support for nonprofit organizations, and distributing funding for housing, shelter, and community development.

Statutory History

R.I.G.L. 42-128 established the Housing Resources Commission as of July 1, 1998. The Commission has 27 members, both ex-officio and appointed by the Governor representing a cross section of people working on housing issues. Amendments enacted during the 2008 legislative session give two additional responsibilities to the Commission: operation of a supportive service program and administration of an expedited permitting process for affordable housing.

The Budget

Housing Resources Commission

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Expenditure by Object				
Administrative Expenses	106,000	106,000	89,040	89,040
Assistance, Grants, Benefits	2,064,000	2,064,000	2,080,960	2,080,960
Capital (NOP)	5,000,000	2,500,000	1,500,000	-
Capital (Building Homes RI) ⁽¹⁾	12,500,000	12,500,000	12,500,000	-
Total Operating Expenses	19,670,000	17,170,000	16,170,000	2,170,000
Expenditure by Funds				
State General Revenues	2,170,000	2,170,000	2,170,000	2,170,000
Federal Grants	-	-	-	-
NOP	5,000,000	2,500,000	1,500,000	-
G.O. Bond Proceeds - Building Homes	12,500,000	12,500,000	12,500,000	-
Total Expenditures	19,670,000	17,170,000	16,170,000	2,170,000
Closing Balance	\$0	\$0	\$0	\$0

⁽¹⁾ Reflects State General Obligation bond proceeds also reflected in the State's Capital Budget.

The Agency

Rhode Island Industrial Facilities Corporation

Agency Operations

The Rhode Island Industrial Facilities Corporation is a public body corporate of the State of Rhode Island in accordance with Section 45-37 of the General Laws. The corporation is utilized to foster economic growth within the State of Rhode Island.

The purpose of the Rhode Island Industrial Facilities Corporation is to act as the issuer of tax-exempt and taxable revenue bonds, which are sold to private or public investors, on the behalf of Rhode Island companies seeking financing. The role of the Rhode Island Industrial Facilities Corporation is to act as a conduit in a company's efforts to obtain financing from sources other than the corporation. The Rhode Island Industrial Facilities Corporation is a title holder to the property and does not have financial exposure in connection with the bonds.

Agency Objectives

The corporation's objective is to encourage economic growth within the state by further developing industrial and recreational facilities.

Statutory History

The Rhode Island Industrial Facilities Corporation was created in 1956 by Chapter 45-37.1 of the Rhode Island General Laws.

The Budget

Rhode Island Industrial Facilities Corporation

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Receipts				
Bond Fees	72,928	61,615	75,000	85,000
Other	3,500	4,250	5,000	5,000
Interest	4,867	63	-	-
Total	\$81,295	\$65,928	\$80,000	\$90,000
Expenses				
Administration	85,421	83,056	68,000	70,000
Insurance	16,866	11,768	12,000	13,000
Legal and Audit	11,936	33,248	30,000	30,000
Recovery Zone Program Costs	-	13,891	-	-
Other	29	13	-	-
Total	\$114,252	\$141,976	\$110,000	\$113,000
Net Gain/(Loss) ⁽¹⁾	(\$32,957)	(\$76,048)	(\$30,000)	(\$23,000)

The information was provided by the entity and was approved by the Board on October 21, 2010

The Agency

Rhode Island Industrial-Recreational Building Authority

Agency Operations

The Rhode Island Industrial-Recreational Building Authority was created for the purpose of nurturing economic growth within the State of Rhode Island by insuring mortgage payments on industrial or recreational projects approved by the authority. The Rhode Island Industrial-Recreational Building Authority, as required by statute, maintains a first security position in all projects. Effective July 1, 2008, the total amount of mortgage insurance issued cannot exceed \$20,000,000 in the aggregate.

The State of Rhode Island, according to R.I.G.L. 42-34-15, is responsible for providing any additional resources that may be required to allow the mortgage insurance fund to meet its obligations.

Agency Objectives

The authority promotes economic growth in the state by providing insurance for qualifying mortgages of industrial and recreational facilities.

Statutory History

The Rhode Island Industrial-Recreational Building Authority was created in 1958 by R.I.G.L. 42-34.

The Budget

Rhode Island Industrial - Recreational Building Authority

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Receipts:				
Premiums	95,853	91,894	170,000	300,000
Interest	40,692	12,524	5,000	15,000
Rent	75,000	75,000	56,250	-
Recovery of Bad Debt	613,320	10,250	-	-
Total Receipts	\$824,865	\$189,668	\$231,250	\$315,000
Expenses:				
Administration	85,421	83,056	145,000	150,000
Legal	33,627	28,064	36,000	40,000
Insurance	20,725	11,023	11,000	15,000
Building Maintenance and Repairs	-	25,674	-	-
Other	14,286	15,406	12,000	-
Total Expenses	\$154,059	\$163,223	\$204,000	\$205,000
Operating Income (Loss)	\$670,806	\$26,445	\$27,250	\$110,000
Est. Loss-Default	-	-	-	-
Net	\$670,806	\$26,445	\$27,250	\$110,000

The information was provided by the entity, and the data provided for FY 2011 was approved by the Board on 11/19/10

The Agency

Narragansett Bay Commission

Agency Operations

The Narragansett Bay Commission (NBC) was created by the Rhode Island General Assembly in 1980. Charged with the acquisition and operation of the Field's Point Wastewater Treatment Facility in Providence and portions of the metropolitan Providence wastewater collection system, the NBC's fundamental purpose is to improve and preserve the environmental integrity of Narragansett Bay and its tributaries. Through legislation signed into law by the Governor, the NBC assumed ownership of the Bucklin Point Wastewater Treatment Facility in East Providence on January 1, 1992.

The NBC owns and operates Rhode Island's two largest wastewater treatment facilities, 92 miles of sewer interceptors, 66 combined sewer overflows, 32 tide gates and 6 pump stations, and provides wastewater collection and treatment services to over 360,000 residents and approximately 7,900 industrial and commercial customers in 10 communities throughout Rhode Island. These communities include Providence, North Providence, Johnston, Pawtucket, Central Falls, Cumberland, Lincoln and the northern portion of East Providence, and small sections of Cranston and Smithfield.

The NBC has a \$507 million five-year capital improvement budget for fiscal years 2012-2016. The NBC is governed by a 19-member Board and is organized into five divisions: the Executive Affairs, Construction Services, Administration and Finance, Operations and Engineering, and Planning, Policy and Regulation divisions. In addition, through the Clean Water Act, which sets guidelines for water-quality improvements, the NBC has been charged with the responsibility to reduce the amount of combined sewer overflow to local waterways within its service area.

Agency Objectives

The Narragansett Bay Commission's primary objective is to ensure that the Field's Point and Bucklin Point Wastewater Treatment Facilities are in compliance with state and federal guidelines, thereby safeguarding the health and safety of the citizens of Rhode Island and protecting their environment.

Statutory History

R.I.G.L. 46-25 relates to the Narragansett Bay Commission: R.I.G.L. 46-25.1 relates to the merger of the Blackstone Valley District Commission and the Narragansett Bay Water Quality Management District Commission, and R.I.G.L. 46-25.2 relates to future acquisitions of wastewater treatment facilities.

The Budget

Narragansett Bay Commission

	FY 2009 Actual	FY 2010 Actual	FY 2011 Budget	FY 2012* Projected
Expenditures by Object				
Personnel	18,108,181	18,903,583	19,118,418	20,552,299
Operating Supplies & Expenses	8,311,523	8,538,736	9,707,750	9,707,750
Special Services	7,158,834	6,894,154	7,480,289	7,480,289
Subtotal Operating Expenditures	\$33,578,538	\$34,336,473	\$36,306,457	\$37,740,338
Capital Outlays	1,529,433	1,710,227	2,300,000	2,000,000
Debt Service	29,486,227	36,156,930	32,801,374	36,779,372
Total Expenditures	\$64,594,198	\$72,203,630	\$71,407,831	\$76,519,710
Expenditures by Funds				
NBC User Fees/Misc Revenues				
Personnel	18,108,181	18,903,583	19,118,418	20,552,299
Operating Supplies & Expenses	8,311,523	8,538,736	9,707,750	9,707,750
Special Services	7,158,834	6,894,154	7,480,289	7,480,289
Capital Outlays	1,529,433	1,710,227	2,300,000	2,000,000
Debt Service	29,486,227	36,156,930	32,801,374	36,779,372
Total Expenditures	\$64,594,198	\$72,203,630	\$71,407,831	\$76,519,710

* The information presented for FY 2012 has not been reviewed nor approved by the Narragansett Bay Commission and is subject to change pending review by the Commission.

Sources:

FY 2009 Actuals taken from the audited financial statements.

FY 2010 Actuals taken from the audited financial statements.

FY 2011 taken from NBC's approved budget.

The Agency

Rhode Island Public Transit Authority

Agency Operations

The Rhode Island Public Transit Authority (RIPTA) has primary responsibility for directing statewide fixed-route bus service and Americans with Disabilities Act paratransit service operations. RIPTA is managed under the direction of an eight-member policy Board of Directors. In addition to these core transit services, RIPTA operations also include program development and implementation of the statewide carpool program. RIPTA is committed to protecting the environment and providing safe, reliable, quality transit service that is responsive to customer needs with particular emphasis on Rhode Island's families, children, transit dependent populations, and elderly and disabled residents. RIPTA operates a fleet of 258 buses operated and maintained by 700 employees. The authority's main facility is located in the City of Providence with a satellite operation on Aquidneck Island. The state's paratransit operation includes 135 vans currently operated by 3 carriers. In FY 2010, 17.4 million passengers were carried on RIPTA's fixed-route bus service and an additional 616,875 passengers were transported on the state's coordinated paratransit service.

Agency Objectives

As the statewide public transit organization, RIPTA has a primary role to expand access and mobility opportunities for Rhode Islanders by undertaking actions and supportive strategies, directly and in collaboration with others, to provide a full range of alternatives to the single-occupant automobile. These key mobility strategies include: transit design and service strategies to improve the livability of communities and act as a stimulus for neighborhood renewal; technological advancements which increase travel options and convenience; and collaborative land use strategies and economic development initiatives that foster transit ridership and pedestrian movement through transit-friendly land use and development.

Statutory History

The authority was created as a body corporate and politic in 1964 by R.I.G.L. 39-18-2 to acquire, purchase, hold, use and dispose of any property, real, personal or mixed, tangible or intangible, or any interest therein necessary or desirable for carrying out the purposes of the authority.

The Budget

Rhode Island Public Transit Authority

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommend
Revenue				
Passenger Revenue	26,481,446	20,339,300	21,061,127	21,803,459
Special Revenue	688,035	821,984	863,624	907,622
Other Revenue	11,306,471	10,660,300	11,285,707	11,483,647
State Subsidy - Gasoline Tax ⁽²⁾	33,613,398	41,788,014	41,762,604	41,830,981
Department of Human Services ⁽⁴⁾	976,000	975,998	883,742	889,382
Federal Subsidy	21,181,376	20,599,287	24,468,767	20,617,857
Total Revenue	\$94,246,726	\$95,184,883	\$100,325,571	\$97,532,948
Expenses				
Salaries and Wages	42,800,274	42,522,117	44,697,751	46,553,447
Employee Benefits	22,407,488	24,693,407	23,825,925	24,723,417
Special Services	1,509,711	1,720,442	2,235,751	1,588,502
Operating Expenses ⁽¹⁾	27,108,007	25,989,251	29,305,365	30,264,891
Offset to Balance Expenses/Revenues ⁽³⁾			(1,229,604)	
Prior Year Carry Forward	-	-	1,490,383	-
Total Expenses:	\$93,825,480	\$94,925,217	\$100,325,571	\$103,130,257
Closing Surplus/(Deficit): ⁽³⁾	\$421,246	\$259,666	-	(\$5,597,309)

⁽¹⁾ Includes Debt Service payable on general obligation bonds.

⁽²⁾ Figure represents agency's estimate.

⁽³⁾ Board must determine reductions of expenses or increases of revenue to provide a balanced budget.

⁽⁴⁾ Gas Tax funding provided through the Department of Human Service for the RIDE Program.

Sources:

FY 2009 and FY 2010 Actuals taken from the audited financial statements

FY 2011 Revised and FY 2012 Proposed Budget have not been approved by RIPTA Board of Directors.

The Agency

Quonset Development Corporation

Agency Operations

The Quonset Development Corporation (QDC) is a real estate development and management company organized as a subsidiary of the Rhode Island Economic Development Corporation.

The Quonset Development Corporation's Board of Directors consists of eleven members. The Executive Director of the RI Economic Development Corporation is the chairperson. The Governor appoints six members, the Town of North Kingstown appoints two members, the Town of Jamestown appoints one member, and the Town of East Greenwich appoints one member.

Agency Objectives

The Corporation develops and manages the Quonset Business Park in accordance with the QDC Master Plan and in the best interests of the citizens of Rhode Island to attract and retain successful businesses that provide high quality jobs.

The Corporation insures quality infrastructure, a high standard of design and aesthetics within the Park to create a favorable work environment compatible with the natural setting of the land and Narragansett Bay.

The Corporation develops and operates the Park in an environmentally sound manner, maintains excellent relationships with Park tenants, the Town of North Kingstown, and surrounding communities.

Statutory History

The Corporation was created in 2004 by Title 42, Chapter 64.9 of the Rhode Island General Laws, as a subsidiary of the Rhode Island Economic Development Corporation.

The Budget

Quonset Development Corporation

	FY 2009 Actual ⁽¹⁾	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Estimated Opening Balance Revenues:	\$4,347	(\$50)	\$46,437	\$50,631
Revenues from Operations				
Rental Income	4,758,618	4,978,090	5,191,256	6,076,608
Pier Income	694,019	680,885	700,000	720,000
Utility Sales	1,857,474	1,758,687	1,900,000	1,825,000
Other Income	169,227	464,304	523,688	744,953
	7,479,338	7,881,966	8,314,944	9,366,561
Total Resources	\$7,483,685	\$7,881,916	\$8,361,381	\$9,417,192
Expenditures				
Personnel Expenses	2,986,100	3,434,901	3,770,235	3,827,175
Operating Expenses	2,874,635	2,450,578	3,090,515	3,296,378
EDC Allocation	150,000	150,000	150,000	-
Capital Expenditures	1,473,000	1,800,000	1,300,000	2,300,000
	\$7,483,735	\$7,835,479	\$8,310,750	\$9,423,553
Closing Balance	(\$50)	\$46,437	\$50,631	(\$6,361)

(1) Operating surplus to be used for Capital Improvements Projects as well as other internal capital requirement

The Program

Rhode Island Refunding Bond Authority

Program Operations

The Rhode Island Refunding Bond Authority was created in 1987 as a public corporation, having a distinct legal existence from the state and not constituting a department of state government. It was created for the purpose of providing a means to advance refund two series of general obligation bonds (1984 and 1985) of the State of Rhode Island. The authority was authorized to issue bonds and notes secured solely by revenues derived from payments pursuant to a loan and trust agreement with the State of Rhode Island, which are subject to annual appropriation.

On July 1, 1997, the Rhode Island Public Buildings Authority was merged into the authority. Prior to the merger, the Public Buildings Authority issued debt to finance the acquisition and construction of certain facilities to be leased by state agencies. Debt service payments are secured by the lease payments made by the state, subject to annual appropriations. Since 1998, the Refunding Bond Authority has refunded all of the outstanding principal of bonds issued by the Public Building Authority. As of June 30, 2010, total net debt of the authority has been repaid, with no further obligations planned.

Program Objectives

To ensure prompt payment of outstanding debts of the authority.

Statutory History

R.I.G.L. 35-8.1 created the authority.

The Budget

Rhode Island Refunding Bond Authority

In earlier years, the budget of the Refunding Bond Authority was reflected in the operating budget of the General Treasurer. As of June 30, 2010, the Authority had paid all its debt obligations and the Authority is not anticipated to be used in the short term for debt refinancing or refunding.

The Agency

Rhode Island Resource Recovery Corporation

Agency Operations

The Rhode Island Resource Recovery Corporation operates an integrated statewide system of solid waste management facilities and programs to provide waste reduction, recycling and disposal services. The goal of the corporation's solid waste management system is to minimize waste generated and landfilled and maximize waste reduction and recycling.

The Corporation's materials recycling facility (MRF), in conjunction with grants and technical assistance provided to municipalities supports the State's municipal recycling programs. Metals, plastic and glass containers, paper cartons, juice boxes, as well as numerous types of paper and cardboard are delivered to the MRF, processed, and sold on the open market to be remanufactured.

The waste reduction program includes initiatives including (but not limited to): two web-based materials exchange programs, an education program, promotion of leaf and yard debris composting and information on reducing household waste. The corporation encourages backyard composting and sells subsidized composting bins to Rhode Island residents.

Other Corporation recycling initiatives target computer equipment and televisions, marine shrink wrap, plastic bags and provide assistance to school paper recycling programs.

In August 2001, the Corporation assumed responsibility of the ECO-DEPOT program, previously administered by the R.I. Department of Environmental Management, to handle and dispose of household hazardous waste.

The Corporation has developed and implemented an integrated solid waste management system in the most environmentally sensitive and economical manner possible. The landfill is currently the foundation of the integrated system. All operations are conducted utilizing state-of-the-art technology, including double lining of the landfill and an integrated methane recovery system. The Corporation operates a construction/demolition (C&D) debris processing facility, converting types of C&D debris from solid waste to alternate cover material, thereby conserving valuable landfill capacity.

Agency Objectives

The Corporation's primary objectives are to develop and implement waste reduction programs, divert waste from the landfill, and provide cost-effective disposal alternatives. Since its initial roll-out, the Corporation's "Maximum Recycling Program," has increased recyclables diversion from the municipalities. The "Maximum Recycling Program" is available in all 39 municipalities throughout the state, providing the opportunity of these municipalities to reduce their waste disposal costs. Licensure of additional landfill capacity is being pursued to maintain disposal capacity as the current facility is depleted.

Statutory History

R.I.G.L. 23-19 defines the programs that are required of the Corporation.

The Budget

Rhode Island Resource Recovery Corporation

	FY 2009 Audited	FY 2010 Audited	FY 2011 Projected	FY 2012 Projected
Revenues:	\$45,526,158	\$48,782,579	\$45,354,309	\$46,800,000
Expenses:				
Personnel Costs	12,466,008	11,603,613	11,614,789	12,000,000
Contractual Services	9,945,221	9,217,409	8,581,015	8,600,000
Utilities	1,722,848	3,526,869	1,614,903	1,700,000
Repairs and Maintenance	3,981,364	3,219,118	3,358,964	3,400,000
Other Supplies and Expenses	2,933,233	2,512,318	2,330,579	2,500,000
Grants to Municipalities for Recycling	1,040,072	1,241,230	120,250	1,800,000
Bad Debts	576,931	414,493	120,000	120,000
Provision for landfill closure and post closure care and Superfund clean-up costs	(355,952)	648,601	2,526,318	(6,800,000)
Depreciation, depletion, and amortization	10,408,402	11,023,519	10,382,146	13,200,000
Total Expenses	\$42,718,127	\$43,407,170	\$40,648,964	\$36,520,000
Income (Loss) from Operations	\$2,808,031	\$5,375,409	\$4,705,345	\$10,280,000
Transfers to State of Rhode Island	(7,500,000)	-	-	(3,500,000)
Interest and investment revenue	1,627,519	1,734,656	951,292	1,000,000
Loss on disposal of land held for sale	26,431	-	-	-
Interest expense	(778,890)	(722,791)	(677,486)	(600,000)
Other income (expense)	1,000,000	3,477,146	-	-
Total nonoperating revenues (expenses)	(\$5,624,940)	\$4,489,011	\$273,806	(\$3,100,000)
Net Income (Loss) for the Year	(\$2,816,909)	\$9,864,420	\$4,979,151	\$7,180,000
Assets:				
Cash, Cash Equivalents & Investments	5,332,005	11,431,210	(1,568,790)	(2,168,790)
Accounts Receivable, Net	6,058,595	7,741,395	7,741,395	7,741,395
Property, Plant and Equipment, Net	74,557,395	64,728,351	75,128,351	83,028,351
Restricted Investments	2,219,925	9,697,969	9,697,969	10,597,969
Assets Held in Trust	81,057,415	82,375,079	88,875,079	88,875,079
Other Assets	5,885,403	5,103,678	5,103,678	5,103,678
Total Assets	\$175,110,738	\$181,077,682	\$184,977,682	\$193,177,682
Liabilities:				
Accounts Payable	9,646,449	3,563,640	3,563,640	3,563,640
Other Current Liabilities	4,858,177	4,585,123	4,585,123	4,585,123
Bonds/ Notes Payable	13,730,060	13,750,855	12,855,855	11,920,855
Superfund Clean-up, Closure & Post-Closure Costs	87,600,562	90,038,154	89,197,472	75,097,472
Total Liabilities	\$115,835,248	\$111,937,772	\$110,202,090	\$95,167,090
Retained Earnings	\$59,275,490	\$69,139,910	\$74,775,592	\$98,010,592
Total Liabilities and Retained Earnings	\$175,110,738	\$181,077,682	\$184,977,682	\$193,177,682

(1) The FY 2012 recommended budget reflects management's FY 2012 budget projections made at the end of SFY 2010. They have not been approved by the Corporation's Board of Commissioners or the Office of the Governor under Executive Order 08-03. The final budget numbers will likely be significantly different than the preliminary numbers reflected above due to the uncertainties involving estimated volumes and market prices for recyclables.

(2) Due to the recent economic conditions, the Corporation has experienced a significant drop in volume and corresponding revenues compared to State fiscal year 2008. Accordingly, the Corporation has made significant cuts in operating costs, and has deferred various capital outlays previously anticipated in fiscal years 2009 and 2010.

The Agency

Rhode Island Student Loan Authority

Agency Operations

The Authority, a public corporation, governmental agency, and public instrumentality of the state, was established pursuant to an act of the Legislature in May, 1981 for the purpose of providing a comprehensive system of financial aid for needy students. The Authority originates over \$25,000,000 per year of low cost state based education loans for students pursuant to its enabling Act under its Rhode Island Family Education Loan Program (RIFEL).

The Authority operates a free information service called the College Planning Center of Rhode Island (CPC). The CPC, staffed by experienced college financial aid and admission counselors, is open seven days a week during the peak financial aid season. The CPC operates out of four locations in Warwick, Bristol, Cumberland and Providence. The CPC is dedicated to increasing access to higher education through the several free services it provides. Its focus is to help provide parents and students with information on early awareness, college planning, admissions, and financial aid. It is a service that is used by over 7,000 Rhode Islanders each year. The CPC conducts financial aid nights at most high schools in Rhode Island and helps parents and students complete the Free Application for Federal Student Aid Form (FAFSA) and College Board Profile form. RISLA also started the Latino College Access Coalition which is a coalition of 17 business and community groups whose mission is to increase college access and completion for the fastest growing population group in the state.

Agency Objectives

The Authority has helped over 200,000 students and parents since its state in 1981. As of December 31, 2010, the authority also holds \$662,619,960 in Federal Family Education Loans and \$417,909,603 in Rhode Island Family Education Loans. Under its enabling legislation, the Authority may issue bonds to further its corporate purpose. The bonds are not an obligation of the State of Rhode Island and are solely an obligation of the Authority. As of December 31, 2010 the Authority has \$685,770,000 in bonds outstanding. As of December 31, 2010 the Authority has a balance of \$390,418,150 under the US Department of Education's Conduit borrowing program.

RISLA also offers a need based scholarship named after former professor of education and state representative Paul Sherlock. RISLA has awarded a total of \$350,000 in need based scholarships to 175 students in the past seven years.

Statutory History

The authority was created in 1981 by Title 16 Chapter 62 of the Rhode Island General Laws. It is governed by a six-member board of directors, five of which are appointed by the Governor for staggered terms and the general treasurer (ex-officio).

The Budget

Rhode Island Student Loan Authority

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Expenditures by Program				
Student Loan Program	48,612,098	41,043,594	38,449,776	33,994,771
College Planning Center	585,985	573,817	658,820	658,820
Representative Paul Sherlock Scholarship Progr	50,000	82,890	296,421	296,421
Total Expenditures	\$49,248,083	\$41,700,301	\$39,405,017	\$34,950,012
Expenditures by Category				
Interest & Bond Expenses	34,703,487	24,025,470	22,919,262	20,301,262
Arbitrage Rebate Expense	(7,764,290)	(2,141,304)	1,750,000	1,750,000
Loan Servicing	7,015,326	6,949,382	5,667,480	5,667,480
Provision for Risk Share	5,009,338	4,174,467	2,246,344	2,246,344
Department of Education Loan fees	5,809,946	4,198,901	1,468,816	1,427,322
Repurchase Loan Origination Rights	1,057,046	820,000	1,845,000	-
Personnel	3,299,359	3,562,854	3,401,336	3,450,825
Depreciation	67,871	60,531	56,779	56,779
Representative Paul Sherlock Scholarship Progr	50,000	50,000	50,000	50,000
Total Expenditures	\$49,248,083	\$41,700,301	\$39,405,017	\$34,950,012
Expenditures by Funds				
Bond Indentures	49,198,083	41,617,411	39,108,596	34,653,591
Dedicated Revenue from Licensing	50,000	82,890	296,421	296,421
Total Expenditures	\$49,248,083	\$41,700,301	\$39,405,017	\$34,950,012

The Agency

Rhode Island Turnpike and Bridge Authority

Agency Operations

The Rhode Island Turnpike and Bridge Authority was created in 1954 by the Rhode Island General Assembly as a body corporate and politic with powers to construct, acquire, maintain, and operate bridge projects as defined by law. The Authority was responsible for the construction of the Claiborne Pell Bridge (formerly the Newport Bridge) which was opened for traffic on June 28, 1969. The Turnpike and Bridge Authority is responsible for the operation and maintenance of the Pell Bridge between Newport and Jamestown, and the Mount Hope Bridge between Portsmouth and Bristol, structures that are integral to travel in the coastal area of Rhode Island and neighboring states.

On July 31, 2003 Taxable Refunding Revenue Bonds – Series 2003 were issued in the amount of \$35,650,000 to refund the outstanding 1997 Refunding Revenue Bonds. The maturity date of December 1, 2017 remains the same. At June 30, 2009, \$23,683,887 in principal remains to be paid. Principal and interest payments are made annually and semi-annually, respectively. The toll for the Mount Hope Bridge has been eliminated and the upkeep remains the responsibility of the Authority from proceeds of toll revenues calculated on the Claiborne Pell Bridge and interest earned on investments. Bond covenants provide for non-system projects to the extent that revenues in excess of the obligations of the system allow.

Agency Objectives

To facilitate safe and efficient vehicular traffic over waters of the Mount Hope Bay and the East Passage of Narragansett Bay through the operation and maintenance of its two suspension bridges - the Claiborne Pell Bridge, built in 1969, and the Mount Hope Bridge, built in 1929.

Statutory History

Title 24 Chapter 12 of the General Laws of Rhode Island established the organization and function of the Rhode Island Turnpike and Bridge Authority. In January 1997 the legislature passed article 36 amending the law adding certain provisions in section 24-12-9.

The Budget

Rhode Island Turnpike and Bridge Authority

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended ⁽²⁾
Revenue				
Tolls	12,546,502	13,500,555	18,900,000	18,942,000
Interest Income	1,241,956	800,000	800,125	800,125
Miscellaneous	836,249	12,000	12,000	12,000
Total Revenue	\$14,624,707	14,312,555	19,712,125	19,754,125
Expenses				
Salaries and Wages	2,547,860	2,806,494	2,923,110	2,923,110
Bond Interest	1,170,064	1,089,446	3,275,205	3,275,204
Maintenance & Supplies	307,753	457,500	617,550	763,750
Insurance	1,253,495	979,770	929,425	948,000
Professional	1,138,424	264,000	410,750	351,375
All Other	1,290,275	1,249,118	1,657,609	1,465,250
Total Expenses	\$7,707,871	6,846,328	9,813,649	9,726,689
Debt Service and Reserves				
Bond Principal Account	2,105,000	2,180,000	2,370,000	2,475,000
Renewal and Replacement Fund ⁽¹⁾	5,334,230	4,433,723	6,500,000	7,552,436
Insurance Reserve Fund	-	-	-	-
General Fund	40,437	-	-	-
Total Funding	\$7,479,667	6,613,723	8,870,000	10,027,436
Total Expenses and Funding	\$15,187,538	13,460,051	18,683,649	19,754,125
Change in Net Assets	(562,831)	852,504	1,028,476	-

⁽¹⁾ The Renewal and Replacement Fund is used for capital improvements included in the ten-year plan approved by the Board of Trustees and certain maintenance costs of the Authority's two bridges and related buildings and grounds. Amounts in this fund are pledged to bondholders.

⁽²⁾ The information presented above was provided by the Authority. Fiscal 2012 data has not been approved by the Authority's management or Board of Directors. The final budget numbers may be significantly different than the preliminary numbers reflected herein.

The Agency

Rhode Island Water Resources Board Corporate

Agency Operations

The Rhode Island Water Resources Board Corporate (RIWRB Corporate) was established by the General Assembly in 1970 as an agency with a distinct legal existence from the state. The RIWRB Corporate establishes water supply facilities and leases them to the cities, towns, districts and other municipal, quasi-municipal, private corporations and water supply companies. The RIWRB Corporate may contract for use of the facilities of such persons, or sell to those persons, the water derived from, carried by, or processed in the facilities. The RIWRB Corporate administers the Public Drinking Water Protection Program, which protects the quality and safety of public drinking water supplies. The RIWRB Corporate operates two funds: the Providence Project Fund has financed water quality/quantity improvement projects for the Providence Water Supply Board; the Water Quality Protection Fund secures revenue bonds, the proceeds from which are disbursed to fund contributors for the purposes of protecting water supplies and associated watersheds, wells and wellheads.

Agency Objective

Protect the quality and safety of the public drinking water supply by providing revenue bonding for the acquisition of properties surrounding watersheds and water supply facilities for the state and municipal water suppliers.

Statutory History

The Rhode Island Water Resources Board Corporate was established under R.I.G.L. 46-15.1 in 1970.

The Budget

Rhode Island Water Resources Board Corporate

	FY 2009 Actual	FY 2010 Actual	FY 2011 Revised	FY 2012 Recommended
Expenditures by Object ⁽¹⁾				
Personnel	21,181	30,742	26,100	34,350
Other State Operating	-	-	-	-
Assistance, Grants and Benefits	-	-	-	-
Subtotal: Operating Expenditure	\$21,181	\$30,742	\$26,100	\$34,350
Capital Projects Debt Service	1,056,731	1,056,418	1,037,650	1,040,281
Total Expenditures	\$1,077,912	\$1,087,160	\$1,063,750	\$1,074,631
Expenditures by Funds				
Personnel ⁽²⁾	21,181	30,742	26,100	34,350
Other Operating Expenses	-	-	-	-
Assistance, Grants and Benefits	-	-	-	-
Capital Debt Service	1,056,731	1,056,418	1,037,650	1,040,281
Subtotal: Water Quality Protection Charge	\$1,077,912	\$1,087,160	\$1,063,750	\$1,074,631
Other Funds				
Capital Debt Service-Prov Project ⁽³⁾	1,070,325	1,014,255	-	-
Subtotal: Water Quality	\$1,070,325	\$1,014,255	-	-
Total Expenditures	\$1,077,912	\$1,087,160	\$1,063,750	\$1,074,631

⁽¹⁾ Principal payments on debt are considered expenditures for budgetary purposes only but are not considered an expenditure for financial statement purposes. The Board's financial consultant prepared an analysis of revenues and expenditures and cash balances in December, 2010. The FY 10 financial statement surplus was \$745,642. Projected surpluses for FY 2011, 2012, and 2013 are \$825,285, \$859,404, and \$894,685 respectively. The FY 10 cash balance was \$1,932,698. Projected balances for FY 2011, 2012, and 2013 are \$1,917,448, \$1,901,317 and \$1,890,467 respectively.

Surcharge collections for FY 2009 and FY 2010 are as listed in the audited financial statements, p. 19. Future collections are projected for the first quarter of 2010. Future revenues will continue to fluctuate due to weather, economic factors, and/or conservation and demand management.

⁽²⁾ For FY 2009-2013 personnel services are provided by the Water Resources Board staff. Cash expenditures consist of purchased financial and legal services.

⁽³⁾ Paid directly by Providence Water Supply Board. Final payment was remitted September 15, 2009.