

State of Rhode Island and Providence Plantations

Budget as Enacted



Fiscal Year 2013

Lincoln D. Chafee, Governor

FY 2013 Budget as Enacted

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Budget as Enacted

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<p><i>Enacted Appropriations</i></p>
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The FY 2013 Budget was passed by the General Assembly under 12-H-7323 Substitute A, as amended on June 8, 2012 (House of Representatives) and June 11, 2012 (Senate). The budget became law on June 15, 2012 with Governor Chafee's signature, and is filed as Chapter 241 of the Public Laws of 2012.

Fiscal Year 2013 appropriations from all funds total \$8,099,856,384. In relation to the FY 2012 revised budget of \$8,119,033,306, the FY 2013 enacted appropriations decrease by \$19.2 million, or 0.2 percent, from all fund sources. General revenue appropriations total \$3,295,836,490; an increase of \$156.6 million, or 4.9 percent, from the final FY 2012 revised general revenue appropriation of \$3,139,285,535. Within the FY 2013 general revenue appropriations, General Government expenditures increase by \$21.5 million, or 5.1 percent; Human Services increase by \$56.1 million or 4.5 percent; Education increases by \$76.8 million, or 7.4 percent; Public Safety increases by \$3.2 million or 0.8 percent, and; general revenue decreases by \$1.0 million, or 2.7 percent in Natural Resources. Significant general revenue increases include \$17.2 million more for debt service in the Department of Administration, \$69.4 million more for education aid in the Department of Education, \$44.0 million more for managed care and associated services in the Office of Health and Human Services, and \$4.7 million more for a rate increase for developmental disability service providers in the Department of Behavioral Healthcare, Developmental Disabilities and Hospitals.

Federal funds total \$2,676,350,399 in the FY 2013 enacted budget, reflecting a decrease of 5.7 percent or \$161.2 million from the final FY 2012 federal funds appropriation of \$2,837,558,008. Areas of federal expenditure reduction, including General Government by \$168.4 million or 50.3 percent; Education, by \$39.7 million or 13.6 percent; Public Safety by \$14.5 million or 23.5 percent; and Natural Resources by \$11.2 million or 23.4 percent; are mostly attributable to declining availability of stimulus funding from the American Recovery and Reinvestment Act. Federal financing increases include the Human Service agencies which are \$48.7 million or 2.8 percent greater than the FY 2012 enacted level, and Transportation, which increases by \$23.9 million or 7.1 percent. In Human Services, the federal fund increase is largely attributable to expenditure growth in medical and cash assistance programs and the transfer of the Low Income Home Energy Assistance and Weatherization Assistance programs from the Department of Administration to the Department of Human Services. The increase in Transportation is attributable to carry forward of federal stimulus financing for infrastructure improvements already under construction.

Restricted Receipts total \$232,511,115 in the FY 2013 enacted budget, an increase of \$3.1 million or 1.4 percent from the final FY 2012 revised budget of \$229,381,218. By functional area, Human Services restricted receipts grow by 9.4 percent, or \$5.3 million, over the FY 2012 revised level; Education receipts increase by 3.1 percent, or \$801,528; receipts in Public Safety increase by 120.8 percent or \$15.9 million; and Natural Resources receipts grow by 4.5 percent or \$627,423. General Government's restricted receipts decline by 15.1 percent or \$17.8 million, and Transportation declines by 63.0 percent, or \$1.7 million. Significant statewide components of the year over year change include: addition of \$2.0 million for the Technology Investment Fund; additional fees in the Department of Health totaling \$1.9 million; \$6.6 million more for the Unclaimed Property transfer; and a decrease of \$7.1 million in the Job Development fund.

Other funds, including transfers from the Rhode Island Capital Plan Fund, total \$1,895,158,380 in FY 2013, a decrease of \$17.7 million from the FY 2012 revised budget of \$1,912,808,545. By function, other funds decrease by \$99.4 million or 10.9 percent in General Government, offset by increases of \$5.5 million or 41.6 percent in Human Services, \$11.0 million or 1.3 percent in Education, \$14.0 million or 117.1 percent in Public Safety, \$3.6 million or 29.3 percent in Natural Resources, and by \$47.6 million or 47.3 percent in Transportation. The significant decrease of \$104.4 million in the Department of Labor and Training relates to reduced amounts of unemployment insurance benefits available to Rhode Island. In Higher Education, an

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increase of \$13.4 million year over year is attributable to \$22.7 million more for personnel and operating expense at the Rhode Island's schools of higher learning, offset by \$8.3 million less in Rhode Island Capital Plan Fund financing. In Transportation, an increase of \$47.6 million in other funds is attributable to \$20.1 million in anticipated land sale revenue from sale of property from the I-195 relocation project, in addition to \$20.0 million in financing from the Rhode Island Capital Plan Fund, which for the first time will be used for highway improvements, and will eliminate the need for future authorization of general obligation bonds. Across all agencies, Rhode Island Capital Plan Fund financing increases by \$41.6 million from \$80.7 million in FY 2012 to \$122.2 million in FY 2013.

<p><i>Enacted General Revenue Receipt Estimates</i></p>
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The General Assembly's enacted FY 2013 budget estimates general revenues of \$3.321 billion, an increase of 1.9 percent from the final enacted FY 2012 level of \$3.257 billion. The enacted FY 2013 budget is comprised of \$3.147 billion of revenue estimated at the May 2012 Revenue Estimating Conference (REC) and \$174.0 million of changes to these adopted estimates. The enacted FY 2013 revenue estimate assumes the State regains tax revenues in FY 2013

formerly lost from several taxes due to the historic structures tax credit, which are paid from the Historic Preservation Tax Credit Fund with proceeds from bonds issued by the Economic Development Corporation for that purpose.

The largest source of enacted FY 2013 general revenues is the personal income tax, with estimated receipts of \$1.081 billion, \$4.4 million more than the May 2012 REC revised estimate for FY 2013. The increase in personal income tax revenue is the result of the General Assembly's acceptance of two initiatives proposed by the Governor. The first initiative is to discontinue the preparation of personal income tax returns for individuals and to reallocate two full time equivalent Revenue Agent I positions from taxpayer services to field audit in the Division of Taxation. The FY 2013 enacted budget estimates that the reallocation of Division of Taxation staff will generate \$1.3 million in additional personal income tax revenue. The second initiative is the administration of a tax amnesty program for the period September 1, 2012 through November 15, 2012. The purpose of the tax amnesty program is to provide delinquent taxpayers the opportunity to pay taxes that may have become overdue as a result of the Great Recession. The tax amnesty program allows delinquent taxpayers to pay taxes owed without penalty and with a reduction in interest owed of 25.0 percent (effectively lowering the interest rate on taxes owed to the State from 18.0 percent to 13.5 percent). The FY 2013 enacted budget estimates that the tax amnesty program will increase personal income tax revenue by \$3.0 million. Personal income tax receipts are expected to comprise 32.5 percent of enacted total general revenues in FY 2013. Relative to final enacted FY 2012 personal income tax estimates, enacted FY 2013 personal income tax revenues are \$34.7 million more, a growth rate of 3.3 percent. The enacted FY 2013 estimated personal income tax revenues have been adjusted to reflect the reimbursement of the State from the Historic Structures Tax Credit Fund for historic structures tax credit certificates that are expected to be redeemed against personal income taxes.

Sales and use tax collections are enacted at a total of \$887.6 million in FY 2013, or \$14.2 million more than the FY 2013 estimate adopted at the May 2012 Revenue Estimating Conference. The enacted increase in FY 2013 sales and use taxes is due to (1) the General Assembly's partial acceptance of the Governor's proposal to expand the sales tax base; (2) the General Assembly's approval of the Governor's recommended increase in the cigarette tax; (3) the General Assembly's acceptance of the Governor's proposed tax amnesty program; and (4) the off-budget enactment of a modification to the State's laws concerning the operation of compassion centers and the sale of medical marijuana by said compassion centers.

With respect to the broadening of the sales tax base, the General Assembly approved the extension of the

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state's 7.0 percent sales tax, effective October 1, 2012, to (a) pet services providers other than providers of veterinary services and laboratory testing; (b) taxicabs and other providers of road transportation services; and (c) items of clothing and footwear that cost more than \$250.00 per item. By instituting a threshold amount above which an item of clothing or footwear becomes taxable, the State will no longer be in compliance with the Streamlined Sales and Use Tax Agreement (SSUTA) causing the State to forego the receipt of sales tax collected by remote sellers that are signatories to the SSUTA. The enacted FY 2013 budget includes additional sales tax revenues of \$10.7 million from the expansion of the sales tax to these items and a reduction of \$1.4 million in sales tax revenue due to non-compliance with the SSUTA. The net impact of the approved sales tax base expansion by the General Assembly is an increase in revenue in FY 2013 of \$9.4 million. The General Assembly also repealed the application of the sales tax to providers of package tours and scenic and sightseeing transportation. The General Assembly had approved the expansion of the sales tax base to include providers of package tours and scenic and sightseeing transportation during the 2011 Session and had enacted increased sales and use tax revenues in FY 2012 of \$1.1 million. The contraction of the sales tax base to exclude providers of package tours and scenic and sightseeing transportation was estimated by the General Assembly to reduce FY 2013 sales and use tax revenues by \$600,000.

The General Assembly also accepted the Governor's recommendation to increase the cigarette excise tax stamp rate from \$3.46 per pack of 20 cigarettes to \$3.50 per pack of 20 cigarettes. Due to the State's minimum pricing statute and Division of Taxation regulation, the increase in the cigarette excise tax stamp rate will increase the retail price of a pack of cigarettes. The General Assembly estimates increased sales and use tax revenues of \$128,873 in FY 2013 from higher retail cigarette prices that result from the increased cigarette excise tax rate. Additionally, the FY 2013 enacted budget projects increased sales and use tax revenue collections of \$4.4 million from the General Assembly's acceptance of the tax amnesty program proposed by the Governor. Finally, the General Assembly passed and the Governor signed into law a modification to Rhode Island's compassion center legislation that reduces the amount of medical marijuana that compassion centers can have available for sale at any given time and applies more stringent regulations on the distribution of medical marijuana by compassion centers. Although state law currently allows compassion centers to sell medical marijuana, no compassion center licenses have been issued. The new legislation makes it possible for said licenses to be issued and, since the retail sale of medical marijuana is subject to the State's sales tax, the General Assembly has estimated increased revenues of \$837,996 in FY 2013 from these sales. The General Assembly's enacted FY 2013 estimate of \$887.6 million in sales and use tax revenue yields growth of 4.9 percent over the final enacted FY 2012 sales and use tax revenue estimate. Sales and use taxes are anticipated to contribute 26.7 percent to total general revenues in FY 2013.

Motor vehicle operator license and vehicle registration fees are enacted to equal \$47.7 million in FY 2013, the same the level adopted for FY 2013 at the May 2012 Revenue Estimating Conference. The enacted FY 2013 estimate for motor vehicle operator registration fees shows zero growth when compared to the final enacted FY 2012 estimate. Motor carrier fuel use taxes are enacted at \$1.1 million in FY 2013, the same level as was adopted at the May 2012 REC and \$100,000 more than the final enacted FY 2012 estimate.

Cigarettes and other tobacco products tax revenues are expected to total \$138.1 million in FY 2013, an increase of \$7.0 million from the estimate for FY 2013 that was adopted at the May 2012 REC. This increase is due to the General Assembly's adoption of the Governor's recommendation to increase the cigarette excise tax stamp rate from \$3.46 per pack of 20 cigarettes to \$3.50 per pack of 20 cigarettes. This increase is projected to raise \$1.7 million. Furthermore, the General Assembly concurred with the Governor's proposal to amend the definition of a little cigar to include all cigars with an integrated filter

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that weigh 4.0 pounds or less per thousand cigars. Under prior law the weight threshold was 3.0 pounds or less per thousand cigars. The change in definition for little cigars subjects more little cigars to the cigarette excise tax rather than the other tobacco products tax and is expected to increase net cigarettes and other tobacco products tax revenues by \$2.4 million. The General Assembly's enacted FY 2013 budget also provides for the addition of four Tax Investigator positions in the Division of Taxation to fully staff its tobacco tax enforcement task force. The additional 4.0 full-time equivalent positions were recommended by the Governor in his FY 2013 budget. Enhanced tobacco tax enforcement is estimated to augment cigarette tax collections by \$2.9 million, mainly through increased compliance with existing state tobacco tax laws. The General Assembly's enacted FY 2013 estimate for cigarettes and other tobacco products tax revenue yields growth of 3.3 percent over the final enacted FY 2012 cigarette and other tobacco products tax estimate. Cigarettes and other tobacco products taxes are anticipated to contribute 4.2 percent to total general revenues in FY 2013.

Alcohol tax revenues are enacted at the FY 2013 level adopted by the conferees of the May 2012 Revenue Estimating Conference. Alcohol taxes are enacted at \$12.2 million for FY 2013, an increase of \$200,000, or 1.7 percent over the final enacted FY 2012 estimate.

General business taxes comprise 11.1 percent of total general revenues in the enacted FY 2013 budget. Business corporations tax revenues are enacted at \$133.3 million, an increase of \$351,413 from the FY 2013 estimate agreed to at the May 2012 REC. The increase in business corporations tax revenues is the result of the General Assembly's acceptance of the Governor's recommendation for the administration of the tax amnesty program. Business corporations tax collections are projected to be 1.3 percent higher than the final enacted FY 2012 estimate. Business corporations taxes are expected to constitute 4.0 percent of total general revenues in FY 2013. The enacted FY 2013 business corporations tax estimate has been adjusted to reflect the reimbursement of the State from the Historic Structures Tax Credit Fund for historic structures tax credit certificates that are expected to be redeemed against business corporations taxes.

The health care provider assessment is enacted at \$42.2 million in the General Assembly's FY 2013 budget, an increase of \$6,533 from the FY 2013 estimate adopted at the May 2012 REC. The increase in health provider assessment revenues is the result of the General Assembly's acceptance of the Governor's recommendation for the administration of the tax amnesty program. The enacted estimate is \$606,533 higher than the final enacted FY 2012 estimate, an increase of 1.5 percent.

Insurance companies' gross premiums taxes are enacted at a total of \$89.8 million in FY 2013, an increase of \$25,327 from the FY 2013 estimate adopted at the May 2012 REC. The increase in insurance companies' gross premiums revenues is the result of the General Assembly's acceptance of the Governor's recommendation for the administration of the tax amnesty program. Insurance companies gross premiums taxes are expected to be 0.9 percent higher than the final enacted FY 2012 estimate. Insurance companies' gross premiums taxes will comprise 2.7 percent of total enacted general revenues in FY 2013. The enacted FY 2013 insurance companies gross premiums tax estimate has been adjusted to reflect the reimbursement of the State from the Historic Structures Tax Credit Fund for historic structures tax credit certificates that are expected to be redeemed against insurance companies gross premiums taxes.

FY 2013 financial institution taxes are enacted at the same level as was adopted at the May 2012 Revenue Estimating Conference. At a total of \$1.7 million, enacted financial institutions taxes are less than 0.1 percent of total enacted general revenues in FY 2013. Relative to the final enacted FY 2012 estimate, the enacted FY 2013 estimate for financial institutions taxes is 32.0 percent less. The enacted FY 2013 financial institutions tax estimate has been adjusted to reflect the reimbursement of the State from the

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Historic Structures Tax Credit Fund for historic structures tax credit certificates that are expected to be redeemed against financial institutions taxes.

FY 2013 bank deposits taxes are enacted at the same level as was adopted at the May 2012 REC. FY 2013 enacted bank deposits taxes total \$2.1 million and comprise less than 0.1 percent of total enacted general revenues. The enacted FY 2013 estimate for bank deposits taxes shows zero growth when compared to the final enacted FY 2012 estimate.

The General Assembly's enacted FY 2013 public utilities gross earnings tax estimate is the same as the estimate adopted at the May 2012 Revenue Estimating Conference. Enacted FY 2013 public utilities gross earnings taxes are estimated at \$100.1 million and make up 3.0 percent of total enacted general revenues. The enacted FY 2013 public utilities gross earnings tax estimate has been adjusted to reflect the reimbursement of the State from the Historic Structures Tax Credit Fund for historic structures tax credit certificates that are expected to be redeemed against public utilities gross earnings taxes.

Inheritance and gift taxes are enacted by the General Assembly at \$35.1 million for FY 2013, an increase of \$248,959 from the FY 2013 estimate adopted at the May 2012 REC. The increase in estimated inheritance and gift tax revenues is due to the General Assembly's acceptance of the Governor's proposal to administer a tax amnesty program during FY 2013. Enacted FY 2013 inheritance and gift taxes are expected to constitute 1.1 percent of total enacted general revenues. The enacted FY 2013 estimate for inheritance and gift taxes is 21.5 percent less than the final enacted FY 2012 estimate. The decrease in the FY 2013 estimate relative to the previous fiscal year is due to two infrequently occurring estate tax payments totaling \$9.9 million that were received in FY 2012.

Fiscal Year 2013 realty transfer taxes are enacted at the same level adopted at the May 2012 Revenue Estimating Conference. Thus, enacted realty transfer taxes are \$5.9 million, which represents no growth from final enacted FY 2012 estimate. Racing and athletics taxes are also enacted at the same level adopted at the May 2012 Revenue Estimating Conference. The FY 2013 enacted estimate represents a decline of \$100,000 or -7.7 percent, from final enacted FY 2012 estimate. Total racing and athletics taxes enacted for FY 2013 are \$1.2 million. The enacted total of all other taxes for FY 2013 is 1.3 percent of total enacted general revenues in FY 2013.

Enacted FY 2013 departmental receipts are expected to generate \$147.1 million more than the FY 2013 estimate adopted at the May 2012 Revenue Estimating Conference. Including all of the General Assembly's enacted changes to departmental receipts yields total enacted departmental revenues of \$342.1 million for FY 2013. Enacted FY 2013 departmental receipts represent 10.3 percent of total enacted FY 2013 general revenues. Relative to the final enacted FY 2012 departmental receipts estimate, the enacted FY 2013 estimate of departmental receipts yields a growth rate of -0.7 percent. In the licenses and fees category of departmental receipts, \$141.3 million is expected as a result of the General Assembly's re-institution of the hospital licensing fee for FY 2013 at a rate of 5.350 percent of 2011 net patient revenues. The hospital licensing fee rate of 5.350 percent is discounted by 37.0 percent "for all hospitals located in Washington County, Rhode Island" subject to the approval of the Centers for Medicare and Medicaid Services. The 37.0 percent discount yields an effective hospital licensing fee rate for Washington County hospitals of 3.3705 percent.

The enacted FY 2013 departmental receipts estimate includes the following initiatives that reflect a change from the departmental receipts estimate adopted at the May 2012 Revenue Estimating Conference:

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- An increase of \$141.3 million from reinstating the hospital licensing fee at 5.350 percent of 2011 net patient revenues, “except that the license fee for all hospitals located in Washington County, Rhode Island shall be discounted 37.0 percent”;
- An increase of \$512,004 by levying a surcharge of 4.0 percent on the net patient revenues of the newly reconstituted compassion centers;
- An increase of \$186,075 from expanding the beverage container and litter participation fee to all containers containing non-alcoholic beverages except for milk;
- A decrease of \$65,987 from discontinuation of the Department of Environmental Management’s municipal wastewater treatment testing program;
- An increase of \$1.8 million from the restructuring of various licenses and renewal fees administered by the Department of Health;
- An increase of \$2.8 million in interest paid on overdue taxes from the administration of the tax amnesty program;
- An increase of \$58,650 in fines and penalties due to imposing a fee of \$100.00 for the re-inspection of any school bus that has previously failed a safety inspection;
- An increase of \$470,000 from the application of the State’s 10.0 percent indirect cost recovery to the Department of Administration’s Regional Greenhouse Gas Initiative restricted receipt account;
- A decrease of \$9,695 from eliminating the Department of Environmental Management’s well drilling program;
- An increase of \$47,348 in hotel tax from the administration of the tax amnesty program;

The other sources component enacted total of \$399.9 million in FY 2013 represents a decrease of -2.3 percent, or \$25.8 million, compared to final enacted FY 2012 other sources estimate. Enacted other sources revenues are expected to comprise 12.0 percent of total enacted general revenues for FY 2013. The enacted FY 2013 estimate of other sources revenues is \$853,420 more than the other sources estimate adopted at the May 2012 Conference. The \$853,420 increase is attributable to the other miscellaneous and lottery categories.

The Assembly’s enacted FY 2013 estimate for other miscellaneous revenues is \$12.4 million lower than the final enacted FY 2012 level of \$16.8 million, a decrease of 73.6 percent. The final enacted FY 2012 estimate included infrequently occurring revenues of \$4.8 million from the transfer of bond proceeds from a 2011 Series A bond issuance, \$3.3 million and \$2.0 million in settlements from Wachovia and UBS respectively for the 2002 refunding of the State’s debt when the State received bond proceeds from the Tobacco Settlement Financing Corporation (TSFC), and a transfer of \$3.5 million from the Rhode Island Resource Recovery Corporation. The General Assembly’s enacted FY 2013 other miscellaneous revenues estimate includes a grant from Neighborhood Health Plan of Rhode Island of \$1.8 million for dental care for low income adults. In total, other miscellaneous revenues are enacted at \$4.4 million in FY 2013 and comprise 0.1 percent of FY 2013 total general revenues.

The enacted FY 2013 estimate for the lottery transfer is \$9.1 million greater than the final enacted FY 2012 estimated transfer, an increase of 2.4 percent. The General Assembly’s enacted FY 2013 lottery transfer estimate includes a decrease of \$946,580 for the Town of Lincoln’s enhanced share of net terminal income

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generated at Twin River. The Town of Lincoln's share of Twin River net terminal income is increased from 1.26 percent to 1.45 percent as compensation for the 24 hours a day, seven days a week operations at Twin River. The enacted FY 2013 estimated lottery transfer is \$946,580 less than the revised May 2012 Revenue Estimating Conference estimate for the FY 2013 lottery transfer. In FY 2013, the lottery transfer is expected to be \$387.6 million and comprise 11.7 percent of total general revenues.

The final category of general revenues is the unclaimed property transfer. In FY 2013, this transfer is enacted to be \$6.1 million less, or 43.6 percent, than the final enacted FY 2012 estimated unclaimed property transfer. The unclaimed property transfer is enacted to be \$7.9 million in FY 2013, the same level as was adopted at the May 2012 REC, and comprise 0.2 percent of FY 2013 total general revenues.

In addition to the enacted budget several pieces of legislation that have a state fiscal impact were passed outside of the normal enacted budget process. These bills are summarized in the table below:

Legislation Passed Outside of the Normal Enacted Budget Process			
<i>Bill Number</i>	<i>Description</i>	<i>Revenue Item Impacted</i>	<i>FY 2013 Est. Impact</i>
H-7721 / S-2465	Increases rental vehicle surcharge (RVS) to 8.0 percent and decreases State share to 40.0 percent	Motor Vehicle License and Fees	\$ 193,333
H-8161 / S-2835	Expand Middletown Enterprise Zone	Business Corporations Tax	(22,348)
H-7726A / S-2754	Exempt qualified sales of manufactured and mobile home parks from state and local taxes	Realty Transfer Tax	(7,576)
H-7640A / S-2241A	Exempts buses used 80.0 percent or more of the time in interstate commerce	Sales and Use Tax	Indeterminable
H-8213Aaa / S-3001A	Enhances Town of Lincoln's share of Twin River net terminal income	Lottery Transfer	[\$946,850]
H-7157A / S-2283Aaa	Exempts animal feed for agricultural products used for human consumption	Sales and Use Tax	[((\$331,241)]
H-7888A / S-2555A	Amended the rules and regulations for the operation of compassion centers	Sales and Use Tax & Departmental Receipts	[\$1,350,000]
Total Fiscal Impact			\$169,409

Figures in brackets represent amounts that were included in the FY 2013 enacted budget even though the legislation was not passed as part of the normal enacted budget process. The FY 2013 enacted budget assumed no fiscal impact from the exemption of animal feed from the sales and use tax due to the fact that the sales tax was never previously remitted to the Division of Taxation.

Restructure Rental Vehicle Surcharge: The General Assembly passed and the Governor signed into law an increase in the rental vehicle surcharge from 6.0 percent to 8.0 percent and decreased the State's share of total rental vehicle surcharges from 50.0 percent to 40.0 percent. The Office of Revenue Analysis estimates that revenues will increase by \$193,333 in FY 2013 as a result of these changes.

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Expand Middletown Enterprise Zone: The General Assembly approved the expansion of the enterprise zone in the Town of Middletown to include federal census tract 403.02 and redefined the enterprise zone designation for federal census tract 404 from blocks 2025, 2026, and 2030 to block groups 2 and 3 as approved by the Middletown Town Council. These changes will allow more business corporations tax filers to claim the Enterprise Zone wage tax credit. The Office of Revenue Analysis estimates that revenues will decrease by \$22,348 in FY 2013. This legislation became effective on June 26, 2012 without the Governor's signature.

Exemption for the "Qualified Sale" of Mobile and Manufactured Home Parks: The General Assembly passed and the Governor signed into law legislation that exempted any "qualified sale" of a mobile and manufactured home park to a resident organization from state and local excise taxes. A qualified sale is defined as the sale of a mobile or manufactured home park to a residential organization with the goal of resident ownership by at least 51.0 percent of the homeowner households residing in the park. The Office of Revenue Analysis estimates that revenues will decrease by \$7,576 in FY 2013.

Exemption for Buses Used More Than 80.0 Percent in Interstate Commerce: The General Assembly passed and the Governor signed into law an expansion of the "exemption for buses, trucks and trailers in interstate commerce" to include buses used 80.0 percent or more in interstate commerce from the sales and use tax and local motor vehicle excise tax. Under prior law, a bus had to be used 100.0 percent of the time in interstate commerce to receive the exemption. The Office of Revenue Analysis cannot determine the fiscal impact of this legislation at this time. The Office of Revenue Analysis does, however, project a decrease in state and local revenue as the result of the enactment of this legislation.

<p><i>Expenditure Changes from Governor's Recommended</i></p>
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In the FY 2013 enacted budget, the Legislature added a total of \$156.4 million, or 2.0 percent to the Governor's recommendation of \$7,943,434,957, comprised of the addition of \$26.7 million in general revenue, \$82.1 million in federal funds, \$8.4 million in restricted receipts, and \$39.2 million in other funds. The general revenue increase from the Governor's recommended budget of \$3.269 billion is comprised of: \$8.0 million more for transportation debt service; \$3.9 million for the I-195 Commission; \$1.2 million to restore the Bureau of Audits; and; \$2.5 million for a supplemental retirement contribution from pension reform savings. Additional increases include the general revenue portion of: the restoration of Medicaid-eligible dental services for adults in the amount of \$2.7 million; \$5.7 million more for outpatient service reimbursements to community hospitals; \$4.8 million for the System of Care in Department of Children, Youth and Families, and; \$4.7 million more for the direct care rate increase for developmentally disabled adults. These increases are offset by removal of approximately \$13.9 million for the general revenue funded portion of adjustments to caseloads from the May 2012 Caseload Estimating Conference.

In federal funds, the FY 2013 enacted level of \$2.676 billion is an increase of \$82.1 million from the Governor's recommended budget of \$2.594 billion. The bulk of the increase is the addition of \$66.9 million for extension of unemployment insurance through January, 2013 and \$21.1 million in new federal financing added in the Governor's Office for implementation and administration of the Health Benefit Exchange as part of the federal Affordability Care Act.

Restricted Receipts total \$232.5 million in the FY 2013 enacted budget, an increase of \$8.4 million or 3.7 percent from the Governor's recommended budget of \$224.1 million. The increase is largely attributable to \$4.0 million of settlement funds added in the Attorney General's Office for foreclosure assistance; \$12.4 million in the Department of Public Safety for a local public safety initiative and equipment purchases

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financed with revenues from the Google settlement, offset by removal of \$3.5 million for the Technology Investment Fund.

Other funds total \$1.895 billion in the FY 2013 enacted budget, an increase of \$39.2 million or 2.1 percent from the Governor's recommended budget of \$1.904 billion. The largest adjustment is the addition of \$40.5 million for unemployment benefits extension, which in combination with federal funds, will extend benefits through January, 2013, as allowed by the federal Emergency Unemployment Compensation program passed by Congress on February 22, 2012.

The Governor's recommended budgets restored savings from a health-benefit holiday in FY 2012 and pension reform savings in FY 2013 to non-general revenue accounts that include funding for personnel costs in order to allow expenditure of these resources for maintenance of effort or to comply with federal grant conditions regarding minimum expenditure. The Legislature did not concur with this mechanism and removed \$1.5 million in FY 2012 and \$22.5 million in FY 2013 across all agencies in the final enacted budgets.

<p><i>General Government</i></p>

The FY 2013 enacted budget for the **Department of Administration** totals \$389.9 million, including \$272.5 million in general revenue, \$25.6 million in federal funds, \$16.3 million in restricted receipts, and \$75.5 million in other funds. Compared to the Governor's recommended budget, the enacted budget is \$8.2 million less, consisting of \$15.4 million more general revenue, \$314,493 less federal funds, \$11.3 million less restricted receipts and \$12.1 million less other funds.

The net increase in general revenue financing, relative to the Governor's recommendation, includes \$0.6 million for the disallowance of RICAP funds to fund the personnel costs of four FTE positions in Capital Projects and Property Management program; \$1.2 million for the reversal of the Governor's proposal to eliminate the Bureau of Audits and consolidate some of its functions in the newly-created Office of Management and Budget and the related restoration of 12.0 FTE positions; \$3.9 million in general revenue to finance the operating and capital costs of the I-195 Redevelopment Commission; and \$8.0 million in debt service financing for Transportation general obligation bond debt given the projected operating deficit in the Department of Transportation.

The net decrease in restricted receipts, compared to the Governor's recommendation, includes a reduction of \$3.6 million for the Information Technology (IT) Investment Fund, which the Governor recommended be financed with \$6.5 million of bond premium proceeds. The General Assembly did not concur with this use of bond premium funds, but appropriated \$3.0 million for eligible technology projects via a transfer from the General Fund. The decrease in restricted receipts also reflects a reduction in grant funding of \$0.8 million from the Energy Efficiency and Resources Management Council due to legislation adopted by the General Assembly allowing the Council to retain 60 percent of the charge levied by the Public Utilities Commission, pursuant to RIGL 39-2-1.2. Most significantly, the net decrease reflects the transfer of the Demand Side Management program and associated grant funding of \$6.5 million to the Department of Human Services to be administered alongside the Low Income Home Energy Assistance Program and the Weatherization Assistance Program.

The net decrease in other funds, when compared to the Governor's recommendation, reflects the shift of \$8.0 million in transportation debt service costs to general revenue; a decrease of \$3.4 million in planned expenditures from the Rhode Island Capital Plan Fund (RICAP) for the relocation of the Board of Elections to a new facility; and the elimination of \$2.2 million in RICAP funding for the stabilization of

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building 79 at the Pastore Center, which will now be demolished due to compromised structural integrity.

The FY 2012 revised budget for the department totals \$441.0 million, including \$249.0 million in general revenue, \$97.6 million in federal funds, \$74.8 million in other funds, and \$19.6 million in restricted receipts. This revised budget is \$6.0 million less than the Governor's recommended budget, consisting of \$136,196 more general revenue, \$922,849 more federal funds, \$12,212 less restricted receipts, and \$7.0 million less other funds.

The net decrease in other funds, compared to the Governor's FY 2012 revised recommendation, is due to a shift of an additional \$2.0 million to general revenue for the Department of Transportation's debt service; and reductions in planned RICAP expenditures of \$1.5 million for State House renovations; \$1.0 million for the Pastore Center Building Demolition; and \$750,000 for the Zambarano utilities and infrastructure.

The net increase in federal funds, in relation to the Governor's FY 2012 revised recommendation, is due primarily to anticipated funding of \$375,000 from the Department of Labor and Training, which would finance the cost for IT services provided by the Division of Information Technology, as well as \$500,000 in federal stimulus funds to replace exterior lighting at the State House.

The FY 2013 budget authorizes a full time equivalent (FTE) positions ceiling of 687.2, which is 21.6 FTE positions more than the level recommended by the Governor. The increase consists of 3.0 FTE positions to staff capital project purchases within the Division of Purchasing, 12.0 FTE positions in restored Bureau of Audits staffing, 2.0 FTE positions from the Department of Human Services' Low Income Home Energy Assistance Program (LIHEAP) and Weatherization Assistance Program, 2.0 FTE positions for the newly-created Office of Digital Excellence, and 2.6 FTE positions related to the transfer of the Film and Television Office from the Rhode Island State Council on the Arts.

The FY 2012 revised FTE positions authorization of 694.2 is unchanged from the revised level recommended by the Governor. It is, however, 7.0 FTE positions more than the level authorized for FY 2013. This decrease from FY 2012 revised to FY 2013 enacted is due primarily to 12.0 FTE positions in the Division of Human Resources that are not fully financed in the FY 2013 enacted budget in anticipation of staff changes to occur as a result of a program needs assessment by the department.

The FY 2013 enacted budget for Central Management is \$2.3 million, all from general revenue. Compared to the FY 2012 revised budget, this is \$406,226 more, reflecting the funding delay of \$250,000 from FY 2012 for a personnel reform study the Governor recommended in his FY 2012 revised budget and restored personnel funding of \$143,895 for turnover cost savings included in the final revised budget for FY 2012.

The FY 2013 enacted budget of \$2.0 million for the Division of Legal Services, all from general revenue, is \$74,901 more than the final budget authorized for FY 2012. This increase reflects a lower rate of turnover savings in FY 2013 compared to FY 2012.

The FY 2013 budget for the Office of Accounts and Control is \$3.8 million, \$34,178 more than the final budget authorized for FY 2012. Financed solely from general revenue, this increase reflects a lower rate of turnover savings in FY 2013 compared to FY 2012.

The FY 2013 budget for the Bureau of Audits is \$1.2 million, \$40,008 less than the final budget

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authorized for FY 2012, reflecting additional turnover savings as compared to the FY 2012 revised budget.

The enacted budget for the newly created Office of Management and Budget is \$3.4 million, consisting of \$3.0 million from general revenue and \$411,460 from restricted receipts. Compared to the FY 2012 final revised budget, this is \$1.1 million more, reflecting the addition of 11.0 FTE positions to staff the functions and activities of the Director of the Office of Management and Budget, the Performance Management unit, and the Federal Grants Management unit.

For the Division of Purchasing, the FY 2013 enacted budget authorizes total expenditures of \$3.1 million, consisting of \$2.7 million in general revenue, \$764,973 in federal funds, \$427,760 in restricted receipts, and \$1.4 million in other funds. This is \$475,332 more than the final budget authorized for FY 2012 and includes \$300,000 for 3.0 new FTE positions to support additional workload associated with capital projects, particularly those financed from the Rhode Island Capital Plan Fund.

The FY 2013 enacted budget authorizes expenditures totaling \$11.4 million for the Division of Human Resources, including \$8.8 million from general revenue, \$764,973 from federal funds, \$427,760 from restricted receipts, and \$1.4 million from other funds. This is \$464,591 more than the final budget authorized for FY 2012 and includes a shift of \$70,000 from FY 2012 to FY 2013 to finance consultant costs for medical and pharmacy benefits audits. In addition, the General Assembly restored \$400,000 in general revenue funding for staff positions slated for elimination in the Governor's recommended budget. Although the positions were not fully restored in the enacted budget, the General Assembly believes the proposed study to review the personnel system, funded within Central Management, should take place prior to decisions on the elimination of any positions in the Human Resources program.

The FY 2013 enacted budget for the Personnel Appeal Board totals \$75,036, all from general revenue and \$40,104 more than recommended in the Governor's budget. This increase over the Governor's recommendation reflects rescission of the Governor's proposal to eliminate payment for Board members.

The Division of Facilities Management is appropriated total funding of \$37.6 million, consisting of \$32.6 million in general revenue, \$1.0 million in federal funds, \$0.6 million in restricted receipts, and \$3.3 million in other funds. Compared to the Governor's recommendation, this budget is \$127,972 less, which is primarily attributable to \$100,000 in additional turnover savings recognized by the General Assembly and retirement savings in non-general revenue sources not taken in the Governor's recommended budget. The increase of \$0.8 million over the FY 2012 final enacted budget is attributable to a lower turnover rate compared to FY 2012, or an increase of \$481,121 and additional funding for other operating supplies and expense, including utilities of \$466,604, all of which is financed from general revenue.

For the Division of Capital Projects and Property Management, the FY 2013 enacted budget authorizes total expenditures of \$4.4 million, including \$3.0 million from general revenue, and \$1.3 million from restricted receipts. Compared to the Governor's recommendation, this expenditure authority is \$0.8 million more and reflects new funding of \$300,000 for the acquisition of a web-based electronic permitting system and restoration of \$555,367 for the reversal of the Governor's proposal to fund some personnel costs of four (4.0) FTE positions dedicated to statewide capital projects with resources from the Rhode Island Capital Plan Fund. Relative to the final enacted budget for FY 2012 of \$4.1 million, the FY 2013 enacted budget is \$233,103 more, primarily attributable to the acquisition cost of the aforementioned electronic permitting software.

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The FY 2013 enacted budget for the Division of Information Technology is \$31.9 million and consists of \$20.2 million from general revenue, \$5.7 million in federal funds, \$3.8 million in restricted receipts, and \$2.1 million in other funds. The enacted budget is \$4.0 million less than the budget recommended by the Governor, consisting of \$413,797 less federal funds, \$1,978 more general revenue, \$233 more other funds and \$3.6 million less restricted receipts for the Information Technology (IT) Investment Fund. The Governor recommended transferring \$6.5 million in bond premium proceeds to the IT Investment Fund, but the General Assembly did not concur with this proposal and instead authorizes the transfer of \$9.0 million in general revenue resources to the IT Investment Fund, but only authorizes expenditures of \$3.0 million in FY 2013. The balance of these funds will be available in future years for IT capital projects. The FY 2012 enacted budget included an appropriation of \$1.0 million for the IT Investment Fund, in anticipation of resources from the sale of land being available. As no revenues were received in this fund, no expenditures were made. Compared to this FY 2012 enacted budget, the FY 2013 budget is \$2.0 million more and reflects the availability of resources through a transfer of general revenues to this fund.

The FY 2013 enacted budget authorizes total expenditures of \$2.3 million for the Office of Library and Information Services. This consists of \$0.9 million in general revenue, \$1.3 million in federal funds, and \$1,895 in restricted receipts. Compared to the Governor's recommendation, this funding is \$57,808 less, reflecting the elimination of the re-allocated savings from pension reform to other operating. For FY 2012, the final enacted budget from all sources is \$2.4 million, which is \$113,614 more than the budget authorized for FY 2013 and is attributable primarily to additional federal funding for the Library Services Technology grant.

The FY 2013 enacted budget authorizes the Division of Planning to expend a total of \$17.5 million, consisting of \$4.0 million in general revenue, \$8.7 million in federal funds, and \$4.8 million in other funds. The decrease of \$244,656 from the Governor's recommendation is due to primarily to reduced federal funding of \$153,397 from the U.S. Department of Transportation for federal highway planning. Compared to the final budget authorized for FY 2012, the FY 2013 authorization is \$3.9 million less and reflects reduced federal funding under the Community Development Block Grant program of \$1.6 million and expiration of federal stimulus funding for homelessness prevention of \$1.4 million.

For the General program, the FY 2013 enacted budget authorizes total expenditures of \$59.3 million, consisting of \$27.4 million in general revenue, \$4.3 million in federal funds, \$421,500 in restricted receipts, and \$27.1 million in other funds. This is \$553,850 more than the budget recommended by the Governor and is due primarily to the authorization of general revenue funding of \$300,000 for the newly established Office of Digital Excellence. The final FY 2013 enacted budget of \$59.3 million is \$3.6 million more than the final revised budget for FY 2012. This is attributable to less federal funding under the Small Business Credit Initiative grant, which is passed through to the Rhode Island Economic Development Corporation. While \$8.7 million was authorized for FY 2012, only half of that amount was authorized for FY 2013. This decrease was offset by a net increase in general revenue authorization of \$2.6 million, including operating and capital funds of \$3.9 million for the I-195 Redevelopment Commission, \$305,409 for the transfer of the Rhode Island Film and Television Office from the Rhode Island State Council on the Arts, and state employee cost share for the health information exchange of \$450,000. Increased funding in other funds of \$5.4 million relates to various changes to the expenditure plans for various projects funded from the R.I. Capital Plan Fund, including \$3.3 million for State House Renovations, \$2.5 million for Pastore Center Building Demolition, \$1.4 million for the Chapin Health Laboratory and \$1.0 million for the Board of Elections building.

The FY 2013 enacted budget for the Debt Service program is \$203.4 million, consisting of \$159.8 million

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from general revenue, \$2.8 million in federal funds, \$4.5 million in restricted receipts, and \$36.4 million in other funds. Compared to the Governor's recommendation, this is \$0.8 million less and reflects debt service cost savings of \$0.6 million for Fidelity job rent credits and \$0.2 million for lower anticipated issuance of newly authorized Certificates of Participation (COPS). Compared to the FY 2012 final revised budget, this is \$12.3 million more, including a \$17.2 million increase in general revenue and a decrease of almost \$5.0 million in other funds, primarily due to the shift of an additional \$4.0 million in transportation-related debt service from gas tax funded to general revenue. Other major increases in debt service funding include \$1.5 million for the I-195 Redevelopment Commission, \$3.6 million for recently issued energy conservation COPS and \$11.5 million for outstanding general obligation bonds. The FY 2013 enacted budget also includes \$400,000 for proposed new COPS issuance and \$687,500 for new general obligation bond issuance.

Finally, for the Office of Energy Resources, the FY 2013 enacted budget authorizes total expenditures of \$5.4 million, including \$0.6 million in federal funds and \$4.8 million restricted receipts. This is \$7.5 million less than the budget recommended by the Governor, of which \$6.5 million relates to the transfer of demand side management grant funding to the Department of Human Services. Compared to the final FY 2012 enacted expenditures, the enacted FY 2013 level is \$68.9 million less, reflecting the transfer of the Low Income Home Energy Assistance Program (LIHEAP) of \$30.1 million, Weatherization Assistance Program (WAP) of \$2.7 million, and expiration of federal stimulus funding totaling \$29.2 million for energy conservation, energy assurance planning, weatherization and energy planning.

The FY 2013 enacted budget for the **Department of Business Regulation** totals \$14.0 million, including \$9.4 million in general revenue, \$2.7 million in federal funds, and \$1.9 million in restricted receipts. General revenue funding is \$250,000 less than the Governor's recommendation as a result of additional turnover savings taken by the General Assembly. FY 2013 enacted general revenue is \$929,166, or 11.0 percent, more than the final FY 2012 revised budget primarily due to financing staff in FY 2013 for which turnover savings were taken in FY 2012.

The FY 2013 enacted budget for the Central Management program totals \$1.1 million, all in general revenue. This budget reflects no change from the Governor's recommendation.

The FY 2013 enacted budget for the Banking program is \$1.76 million in all funds, a decrease of \$100,000 in general revenue for turnover savings as compared to the Governor's recommendation. In restricted receipts, the program's enacted budget is \$125,000. This budget reflects no change from the Governor's recommendation.

The FY 2013 enacted budget for the Securities Regulation program is \$1.1 million in all funds, including \$1.1 million in general revenue and \$15,000 in restricted receipts, no change from the Governor's recommendation.

The FY 2013 enacted budget for the Commercial Licensing, Racing and Athletics program totals \$1.2 million, a decrease of \$54,225 from the Governor's recommendation. In general revenue, Commercial Licensing, Racing and Athletics has a FY 2013 enacted budget of \$719,111, that did not change from the Governor's recommendation. Restricted receipt funding decreases from the Governor's recommended level of \$515,037 to the enacted level of \$460,812 as a result of pension reform savings.

The FY 2013 enacted budget for the Insurance Regulation program totals \$5.2 million, including \$3.9 million in general revenue, a decrease of \$150,000 for turnover savings as compared to the Governor's

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recommendation. Restricted receipts total \$1.3 million, a decrease of \$16,468 for pension reform savings.

The FY 2013 enacted budget of the Office of Health Insurance Commissioner totals \$3.3 million, including \$542,929 in general revenue and \$10,500 in restricted receipts, as recommended in the Governor's budget, and \$2.7 million in federal funds, an increase of \$204,594 from the Governor's recommendation for health benefits exchange grants.

The FY 2013 enacted budget for the Board of Accountancy totals \$82,483, all general revenue, as in the Governor's recommendation.

The FY 2013 enacted budget for the Boards for Design Professionals totals \$249,799, all general revenue, no change from the Governor's recommendation

The FY 2013 authorization of 94.0 full time equivalent (FTE) positions has decreased by 2.0 FTE positions from the final FY 2012 revised budget level of 96.0 FTE positions due to one less position each in the Securities and Insurance programs.

The FY 2013 enacted budget for the **Department of Labor and Training** totals \$661.6 million, including \$7.9 million in general revenue, \$111.7 million in federal funds, \$36.3 million in restricted receipts, \$1.1 million in Rhode Island Capital Plan Funds, and \$504.6 million in other funds. Pension reform savings of \$2.6 million are included in the FY 2013 enacted budget that were not included in the Governor's recommendation, consisting of \$1.5 million in federal funds, \$656,609 in restricted receipts and \$417,942 in other funds. The enacted budget shifts \$1.6 million from the FY 2012 enacted budget to the FY 2013 enacted budget for the replacement of the Center General Roof; this shift was not reflected in the Governor's recommendation. This shift between fiscal years based on anticipated timing of project expenditures includes \$753,650 in RI Capital Plan Funds, \$357,860 in federal funds, \$248,328 in restricted receipts and \$259,616 in other funds. The FY 2013 enacted budget restores \$94,605 in general revenue for compensation of Labor Relations Board members. The Governor's recommended budget proposed to eliminate compensation for certain boards.

The Department of Labor and Training's FY 2013 enacted budget of \$661.6 million reflects a decrease of \$222.9 million, or 25.2 percent, from the FY 2012 final revised budget. General revenue increases by \$345,630. RI Capital Plan Funds increase by \$864,300, primarily resulting from the aforementioned shift in funding from FY 2012 to FY 2013 for the completion of the Center General Roof replacement. All other fund sources reflect decreases, including reductions in federal funds of \$111.9 million, restricted receipts of \$6.9 million, and other funds of \$105.2 million. The general revenue increase is primarily attributable to a \$337,791 increase in Police and Firemen's Relief Fund benefits, resulting from the General Assembly's rejection of Article 16 of the Governor's Budget Act, which proposed capping these benefits at the FY 2012 enacted budget level. The reduction in federal funds is primarily attributable to decreased Unemployment Insurance funding in the Income Support program totaling \$107.5 million; this reduction included \$98.1 million in benefit payments and \$9.4 million for administration of benefits. Workforce Investment Act federal funding in the Workforce Development Services program, which provides job training for adults, youths and dislocated workers, decreased by \$7.6 million. Reduced Unemployment Insurance benefits also result in a \$102.5 million reduction in benefit payments from other fund sources. Decreases in restricted receipt financing are primarily attributable to a \$7.1 million decrease in the Income Support program for Job Development Fund receipts based on a 0.3 percent surcharge of employers' taxable payrolls.

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The Department's FY 2012 final revised budget totals \$884.5 million, an increase of \$312.8 million from the FY 2012 enacted budget. The final revised budget includes \$7.5 million in general revenue, \$223.7 million in federal funds, \$43.2 million in restricted receipts, \$199,850 in RI Capital Plan Funds, and \$609.9 million in other funds. Compared to the FY 2012 enacted budget, general revenue decreased by \$61,946, federal funds increase by \$123.9 million, restricted receipts increase \$26.1 million, RI Capital Plan Funds decrease by \$778,650 and other funds increase by \$163.6 million. The enacted budget includes medical benefit savings totaling \$179,306 that were not removed in the Governor's recommendation, consisting of \$125,545 in federal funds, \$32,904 in restricted receipts, and \$21,857 in other funds. The enacted budget also reduces federal funds by \$270,834 to offset a shortfall in payments to the Division of Information Technology; this reduction was not included in the Governor's recommendation. The FY 2012 final revised budget also includes reduction in the Center General roof repair and asset protection capital projects, consisting of \$1.3 million and \$239,000, respectively, which were not included in the Governor's recommendation. These funds have been shifted to the FY 2013 enacted budget for completion of the aforementioned projects.

The reduction in the FY 2012 final revised general revenue budget is primarily attributable to an \$119,000 reduction in Police and Firemen's Relief benefit payments in the Income Support program as a result of revised expenditure estimates from the Department. The Governor recommended reducing the budget for these benefit payments by \$192,281 in an amendment to the budget, or \$73,281 greater than the FY 2012 final revised amount. The increase in federal funds and other funds is largely a result of the extension of the Extended Unemployment Compensation and Extended Benefits payments, which increases federal funds for Extended Unemployment Compensation by \$120.0 million, federal funds for administration of Unemployment Insurance by \$4.1 million, and Unemployment Insurance benefits paid by other fund sources by \$140.8 million. Also contributing to the increase in other funds is the addition of \$25.7 million for interest paid to the federal government on the Unemployment Insurance loan. The increase in the FY 2012 final revised budget for restricted receipts is due to a \$25.7 million increase in the Income Support program for Job Development Fund receipts based on a 0.3 percent surcharge of employers' taxable payrolls

The Department's authorized FTE level in FY 2013 totals 462.5 FTE positions, a reduction of 7.6 FTE positions compared to the final FY 2012 revised budget. The FTE decrease is due to a reduction in federal funds in the Income Support and Workforce Development Services programs.

The FY 2013 enacted budget for the **Department of Revenue** totals \$333.5 million in all funds, including \$95.3 million in general revenue, an increase of \$350,492 from the Governor's recommendation; \$2.4 million in federal funds, a decrease of \$113,200; \$1.8 million in restricted receipts, a decrease of \$76,427; and \$233.9 million in other funds, no change from the Governor's recommendation. The all funds total of \$333.5 million in FY 2013 is an increase of \$160,865 from the Governor's recommendation. The Department of Revenue, which was created in FY 2007, originally consisted of five divisions: the Director of Revenue, Office of Revenue Analysis, State Lottery, Division of Municipal Finance, Taxation, and the Division of Motor Vehicles. In FY 2012, a large percentage of the State Aid accounts, excluding aid to libraries, were transferred to the Department of Revenue from the Department of Administration. The State Aid accounts represent \$56.0 million in all funds, with total general revenue expenditures of \$55.1 million.

The FY 2013 enacted budget of \$333.5 million for the Department of Revenue reflects an increase of \$2.9 million from the final FY 2012 revised budget of \$330.6 million. The primary driver of the increase is in the Lottery Division's commission payments.

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The FY 2013 enacted budget for the Director of Revenue totals \$783,388, all in general revenue, and no change from the Governor's recommendation. Budgeted expenses for FY 2013 decrease \$2,578 from the final FY 2012 revised budget.

The FY 2013 enacted budget for the Office of Revenue Analysis totals \$538,285, all in general revenue, no change from the Governor's recommendation, but constituting an increase of \$156,087 from the final FY 2012 revised budget. The increase is primarily in personnel, with two (2.0) positions, which had been vacant for all or part for FY 2012, budgeted to be filled for most of FY 2013.

The FY 2013 enacted budget for the State Lottery totals \$232.7 million, all in other funds, no change from the Governor's recommendation. The enacted budget represents an increase of \$4.9 million from the final FY 2012 revised budget of \$227.8 million. This increase is primarily due to an expected increase in Lottery collections, which translates into greater commission payments and other expenses at the Lottery Division.

The FY 2013 enacted budget for the Office of Municipal Finance, including funds for the Central Falls Receivership and East Providence Budget Commission, totals \$2.6 million, all in general revenue, an increase of \$500,000 from the Governor's recommendation. The enacted budget for FY 2013 represents a decrease of \$451,057 from the final FY 2012 revised budget of \$3.0 million. The FY 2013 enacted budget for the Office of Municipal Finance, excluding the Central Falls Receivership and East Providence Budget Commission, totals \$2.3 million, all in general revenue, an increase of \$500,000 from the Governor's recommendation. The enacted budget for FY 2013 represents an increase of \$1.1 million from the final FY 2012 revised budget of \$1.2 million. The increase is primarily due to personnel costs and contingency funds in anticipation of additional municipalities requiring assistance.

In May, 2010, the City of Central Falls requested a court-appointed receiver to take control of the city. The Rhode Island General Assembly passed the "Providing Financial Stability Act" to enable the State to work with cities and towns undergoing financial distress that threatens the fiscal well being, public safety and welfare of cities and towns. The expenses from the Central Falls receivership were included in the Office of Municipal Finance and total \$300,000 for FY 2013, no change from the Governor's recommendation and a decrease of \$1.4 million from the \$1.7 million included in the FY 2012 revised budget. The decrease is due to the expected emergence from receivership by the City of Central Falls during FY 2013.

In December of 2011, the Director of Revenue established a Budget Commission for the City of East Providence consisting of five (5.0) members. The Budget Commission will implement appropriate measures to secure the financial stability of the city. No funds are included directly in FY 2013 enacted budget for the commission, which represents no change from the Governor's recommendation and a decrease of \$129,225 from the final FY 2012 revised budget. The additional \$500,000 appropriated by the General Assembly includes funds to aid municipalities experiencing financial difficulties. On May 29, 2012, the Director of Revenue established a Budget Commission for the City of Woonsocket under authority granted in Rhode Island General Law 45-9-6, which is the same statute used to establish the East Providence Budget Commission. No funds were included in the FY 2013 enacted budget, nor was there any change from the Governor's recommendation or the final FY 2012 revised budget.

The FY 2013 enacted budget for the Division of Taxation totals \$21.1 million, including \$17.9 million in general revenue, no change from the Governor's recommendation and an increase of \$702,915 from the final FY 2012 revised budget of \$17.2 million; \$1.3 million in federal funds, a decrease of \$109,181 from

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the Governor's recommendation and \$11,040 from the final FY 2012 revised budget; \$872,995 in restricted receipts, a decrease of \$76,427 from the Governor's recommendation and \$7,697 from the final FY 2012 revised budget; and \$1.0 million in other funds, no change from the Governor's recommendation and a decrease of \$244,062 from the final FY 2012 revised budget. The change in other funds is primarily due to a formerly R.I. Capital Plan Fund financed project becoming potentially financed with resources in the new Information Technology Investment fund, if approved by the fund's oversight committee. The all funds total of \$21.1 million in FY 2013 reflects a decrease of \$185,608 from the Governor's recommendation and an increase of \$440,116 over the final FY 2012 revised budget of \$20.7 million. The general revenue increase is primarily due to personnel costs for 4.0 investigator positions for enforcement of cigarette tax regulations and additional costs for a tax amnesty program planned for FY 2013.

The FY 2013 enacted budget for the Division of Motor Vehicles (DMV) totals \$19.7 million, including \$18.5 million in general revenue, a decrease of \$149,508 from the Governor's recommendation and an increase of \$535,910 from the final FY 2012 revised budget of \$17.9 million; \$1.1 million in federal funds, a decrease of \$4,019 from the Governor's recommendation and an increase of \$297,100 from the final FY 2012 revised budget; \$14,763 in restricted receipts, no change from the Governor's recommendation and a decrease of \$348,329 from the final FY 2012 revised budget; and \$100,000 in other funds, no change from the Governor's recommendation and a decrease of \$419,579 from the final FY 2012 revised budget. The all funds total of \$19.7 million in FY 2013 represents a decrease of \$153,527 from the Governor's recommendation and an increase of \$65,102 from the final FY 2012 revised budget of \$19.6 million. The general revenue increase is primarily due to increased personnel costs, including 14.5 FTE positions added for improved customer service beginning in FY 2012, combined with an increase to capital cost related to the Division's new computer system. The \$348,329 decrease in restricted receipts is due to the use of surcharge revenues from DMV transactions to fund a portion of the new computer system in FY 2012, which will not be available in FY 2013. The \$419,579 decrease in other funds is attributable to a reduction in Rhode Island Capital Plan Funds due to the completion of the Division's Forand Building capital project in FY 2012.

The FY 2013 enacted budget for State Aid totals \$56.0 million in all funds. General revenue funding is \$55.1 million, including the Payment in Lieu of Taxes program (\$33.1 million), the Motor Vehicles Excise Tax program (\$10.0 million), Distressed Communities Relief Fund (\$10.4 million), and Property Revaluation reimbursements (\$1.6 million). Restricted receipts of \$957,497 for the Car Rental Surcharge for the City of Warwick were also enacted for FY 2013. The all funds State Aid total of \$56.0 million for FY 2013 represents no change from the Governor's recommendation, and a decrease of \$2.2 million from the final FY 2012 revised budget. The decrease is primarily due to a one time pension supplement of \$2.6 million for retirees of the City of Central Falls as part of the city's receivership that was approved by the Legislature in the final FY 2012 revised budget. The decrease from the prior year was offset by an increase in the Property Revaluation program, which varies yearly depending on the schedule of municipalities' revaluations.

In FY 2013, the Department of Revenue's authorized FTE level is 458.0 FTE positions, an increase of 9.0 FTE positions from the final FY 2012 revised level of 449.0 FTE positions. Municipal Finance has added 5.0 FTE positions to assist municipalities in financial distress, and Taxation has added 4.0 investigator positions.

The FY 2013 enacted budget for the **Legislature** totals \$38.8 million, including \$37.2 million in general revenue and \$1.6 million in restricted receipts. The Legislature's budget of \$38.8 million reflects a net

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decrease of 6.8 percent, or \$2.8 million, from the FY 2012 revised budget of \$41.6 million. In FY 2013, compared to the FY 2012 revised budget, personnel financing declines by \$188,746, consultant expenses declines by \$751,850; operating expenses by \$482,315; grants by \$500,000; and capital expenses by \$897,400. The bulk of the decrease in consultant, operating and capital expense is related to the redistricting project, which will be largely complete by the end of FY 2012, though approximately \$500,000 remains in FY 2013 for legal challenges to redistricting, if required. The reduction in grants corresponds to historical expenditure levels for grants awarded by the Joint Committee on Legislative Affairs.

In relation to the Governor's FY 2013 recommendation of \$40.5 million, the difference of \$1.6 million in the enacted budget relates to a decrease of \$778,831 for post-employee benefits for legislators based on late-year actuarial information, and a decrease of \$768,641 in personnel financing to correct an over-statement of salary requirements in the Legislature's budget submission. The Legislature also removes \$132,857 from the Auditor General's restricted receipt account. The Governor's recommendation added back savings from pension reform to all non-general revenue accounts to allow expenditure for maintenance of effort or to comply with grant conditions regarding minimum expenditure. The General Assembly did not concur with this proposal.

The FY 2012 revised budget includes approximately \$1.0 million to fund the cost of redistricting and subsequent costs, which is expected to be complete by the end of FY 2012. The FY 2012 revised budget also includes reappropriation from FY 2011 in the amount of \$3.8 million, which includes the bulk of the redistricting financing not expended in FY 2011.

The Legislature's FY 2013 FTE authorization of 298.5 FTE positions is the same as the FY 2012 FTE authorization.

The FY 2013 enacted budget for the **Office of Lieutenant Governor** totals \$1.1 million, including \$962,955 in general revenue and \$129,737 in federal funds. The FY 2013 enacted budget reflects an \$11,326 decrease in federal funds from the Governor's recommendation due to pension reform savings. The FY 2013 enacted budget reflects an increase of \$5,678 over the FY 2012 final revised budget in federal funds obtained from the Office of the Health Insurance Commissioner's Exchange Establishment One Grant. The federal funds were obtained for assistance in health reform and are used in their entirety to finance the Health Policy Director position. General revenue expenditures reflect an increase of \$11,846 or 1.2 percent over the final FY 2012 revised budget of \$951,109. The majority of the increase is a result of a \$6,718 increase in salaries with proportionate benefit adjustments, as well as payroll accrual of \$3,514.

The FY 2012 final revised budget totals \$1.1 million, consisting of \$951,109 in general revenue and \$124,059 in federal funds obtained from the Office of the Health Insurance Commissioner's Exchange Establishment One Grant. The FY 2012 final revised budget reflects a \$557 decrease in federal funds from the Governor's recommendation due to medical benefits savings. The FY 2012 final revised budget reflects a \$31,704 reduction from the FY 2012 enacted budget for personnel costs, offset by a \$6,100 increase in operating costs.

The Office of the Lieutenant Governor's FTE authorization is 8.0 FTE positions, reflecting no change from the FY 2012 final revised FTE authorization.

The FY 2013 enacted budget for the **Secretary of State** totals \$7.4 million from all funds, including \$6.9

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million in general revenue and \$505,069 in restricted receipts. The enacted budget reflects a decrease of \$197,749, or 2.6 percent, from the Governor's recommendation, consisting of a \$166,835 reduction in general revenue and a \$30,914 reduction in restricted receipts. The variance between the enacted budget and the Governor's recommendation is primarily attributable to a reduction of \$200,000 in general revenue for additional turnover savings. The enacted budget also restores \$33,165 in general revenue for community service grants that was removed in the Governor's recommendation, which is offset by a \$30,914 decrease in restricted receipts for pension reform savings. Additionally, the enacted budget does not include \$75,000 in restricted receipts requested in an amendment to the Governor's supplemental budget for daily operations of a State House Visitors Center/Gift Shop. Separate legislation was approved by the General Assembly authorizing the creation of the Visitors Center/Gift Shop and an associated restricted receipt account to be financed with receipts once the Gift Shop is operational.

Compared to the FY 2012 final revised budget, the FY 2013 enacted budget reflects an increase of \$345,431, or 4.9 percent, consisting of a \$398,136 increase in general revenue, a \$55,438 reduction in federal funds under the Help America Vote Act (HAVA) for election reform and mock elections, and a \$2,733 increase in Historical Records Trust restricted receipts. The increase in the enacted budget is primarily attributable to expenses related to the General Election to be held in November 2012, including \$476,500 for printing of ballots, \$65,000 for referenda printing, \$55,000 for referenda mailing expenses, \$50,000 in special legal expenses related to anticipated referenda challenges and \$5,000 for interpreters for the translation of election materials. The FY 2013 enacted budget also includes a \$190,000 decrease in general revenue in the Corporations program due to the completion of the First Quick Start Master Application implementation, a \$100,000 general revenue reduction in the Elections and Civics program resulting from the completion of the redistricting process, and a \$40,000 general revenue reduction in Elections and Civics in IT system support due to the completed installation of the Central Voter Registration Services (CVRS) servers.

The FY 2012 final revised budget totals \$7.1 million, reflecting an increase of \$199,816, or 2.8 percent, from the FY 2012 enacted budget. The final revised budget consists of \$6.5 million in general revenue, \$55,438 in HAVA federal funds for election reform and mock elections, and \$502,336 in Historical Records Trust restricted receipts. The decrease in the FY 2012 final revised budget is primarily attributable to a \$208,839 reduction in the budget for personnel, largely due to \$180,000 in turnover savings based on the third quarter report. The re-appropriation of \$190,000 for the implementation of the Quick Start Master Application resulted in an increase in the Corporations program. An additional \$150,000 above the FY 2012 enacted budget is included in the FY 2012 final revised budget for costs related to Voter ID implementation. Also, in order to accommodate changes in Absentee Voting requirements, an additional \$20,000 was added to the FY 2012 final revised budget.

The Secretary of State's FTE authorization is 57.0 FTE positions, reflecting no change from the FY 2012 final revised FTE authorization.

The FY 2013 enacted budget for the **Office of General Treasurer** totals \$37.6 million, including \$2.5 million in general revenue, \$1.2 million in federal funds, \$33.6 million in restricted receipts, and \$251,512 in other funds. The Treasury's FY 2013 enacted budget is \$62,038 less than the Governor's recommendation for the Office, comprised of \$311,760 more in general revenue, offset by \$26,904 less in federal funds, \$326,594 less in restricted receipts and \$20,300 less in other funds. The general revenue increase relates to personnel financing to accommodate the Retirement program's administrative expense for the Defined Contribution program, in comparison to the Governor's recommendation which had included \$570,598 in restricted receipts for this purpose. For non-general revenue sources, the value of

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the changes relates to removal of the savings offset from pension reform. Restricted receipts are reduced by \$586,871 for removal of the savings offset, and also increase of \$25,000 for claims payouts in the Crime Victim's Program, \$163,000 more for disability determination financing in response to a Governor's budget amendment, and \$642,875 more in the Unclaimed Property program, based on results from the May 2012 Revenue Estimating Conference.

In relation to the FY 2012 final revised budget of \$44.3 million, the FY 2013 enacted amount is less by \$6.7 million or 15.2 percent. General revenue decreases by \$96,829, comprised of addition of \$324,983 in personnel funding, mostly related to administrative expense for the Defined Contribution program described above, offset by removal of \$245,793 in consultant expense, \$79,106 from operating, and \$96,913 from capital expense due to final build-out of the 50 Service Avenue facility in FY 2012. Federal funds decrease by \$38,740 mostly in the Crime Victim's program based on expected federal award. Restricted receipts decline by \$6.6 million, attributable to adjustments in the Unclaimed Property program for the transfer to the general fund surplus, change in liability, and liability holdback as a result of testimony at the May 2012 Revenue Estimating Conference, in addition to removal of operating and capital expense due to completion of the 50 Service Avenue facility. In the Retirement program, restricted receipt financing declines by \$308,519, related to the completion of build-out expenses assigned to the program.

In relation to the Governor's FY 2012 recommendation, the FY 2012 final revised budget increases by \$2.9 million, or 6.9 percent. General revenue increases by \$164,856, mostly attributable to addition of \$206,456 for administrative financing for the Defined Contribution program, offset by removal of \$41,600 in personnel financing based on projected spending in the third quarter report. Federal financing increases by \$45,771, due to a request by Treasury to provide more grant financing in the Crime Victim's Compensation program, based on current year activity. Restricted receipts increase by \$2.7 million, comprised of addition of \$3.3 million in Unclaimed Property to reflect the results of the May 2012 Revenue Estimating Conference, offset by removal of \$446,626 in the Defined Contribution program, which is financed instead by general revenue in the Legislature's final enacted budget.

The agency's FY 2013 FTE authorization is 82.0 FTE positions, the same as the FY 2012 FTE level.

The FY 2013 enacted budget for the **Board of Elections** is \$2.0 million, consisting entirely of general revenue. The Board's FY 2013 enacted budget is \$8,000 more than the Governor's recommendation, comprised of a personnel increase of \$38,000 for Board member's salaries, offset by a \$30,000 reduction in legal expenses related to the 2012 General Election. The Board's appropriation increases by \$197,855, or 11.3 percent, from the FY 2012 final revised budget. General revenue increases by \$247,855, or 14.5 percent, due to \$50,000 in federal Help America Vote Act (HAVA) funds no longer being available to supplement the Board's contract payments to Elections Systems and Software (ES&S) for optical readers and voter assistance terminals. The year over year increase is primarily due to costs associated with the 2012 General Election being higher than those budgeted in the FY 2012 final revised budget for the Presidential Preference Primary. Increased costs related to the General Election include an additional \$80,000 for delivery of voting equipment to polling locations, \$70,000 in seasonal wages and \$27,000 in additional printing costs.

The FY 2012 final revised budget totals \$1.8 million, including \$1.7 million in general revenue and \$50,000 in HAVA federal funds. The FY 2012 final revised budget reflects a \$64,000 general revenue decrease from the Governor's supplemental budget recommendation, primarily resulting from lower than anticipated operating costs related to the Presidential Preference Primary. These decreases include

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\$35,000 in printing and \$18,000 in legal expenses.

The Board's FTE authorization is 11.0 FTE positions in FY 2013, a decrease of 1.0 FTE position from the FY 2012 final revised budget of 12.0 FTE positions.

The FY 2013 enacted budget for the **Rhode Island Ethics Commission** totals \$1.6 million, all of which is from general revenue, and representing no change from the Governor's recommended budget. Of this amount, \$1.3 million is for payroll costs, \$42,750 is for contract professional services, \$170,755 is for operating costs, and \$7,118 is for capital purchases and equipment.

The final revised FY 2012 budget for the Commission totals \$1.5 million from general revenue. This amount is \$60,000 less than the Governor's original budget recommendation, based on additional turnover savings identified through the third quarter of FY 2012.

The FY 2013 and FY 2012 full time equivalent (FTE) authorization of 12.0 FTE positions is the same number of positions recommended by the Governor.

The FY 2013 enacted budget for the **Office of the Governor** totals \$26.6 million, including \$4.4 million in general revenue and \$22.2 million in federal funds. The enacted budget increases by 381.9 percent, or by \$21.1 million from the Governor's recommendation of \$5.5 million, due to acceptance of a Governor's budget amendment, which transferred federal funding from the Office of the Health Insurance Commissioner for the Rhode Island Health Benefit Exchange. The Governor's Office will serve as the centralized policy and administrative office for implementation of the Exchange, as per the Governor's Executive Order 11-09 signed on September 19, 2011. Cooperation between the Exchange Office, the Health Insurance Commissioner, the Department of Health, and the Office of the Lieutenant Governor will continue as the Exchange is implemented. The Legislature also accepted the Governor's recommendation that restricted receipt financing for the Office of Economic Recovery and Reinvestment be removed in FY 2013, due to transfer of remaining duties associated with monitoring the end of federal stimulus funding to the new Office of Management and Budget in the Department of Administration.

In relation to the FY 2012 final revised budget of \$5.1 million, the FY 2013 enacted budget is \$21.5 million, or 419.4 percent greater, attributable to first year Health Benefit Exchange federal financing as described above. In general revenue, the FY 2013 enacted budget is \$122,992 more than the FY 2012 enacted attributable to salary and benefit adjustments.

The FY 2012 final revised budget is \$104,494 less than the Governor's recommendation for the Office, attributable to removal of \$102,584 in general revenue for turnover savings based on third quarter report projections and removal of \$1,910 in medical benefit savings from the Office of Economic Recovery and Reinvestment.

The Office's FY 2013 FTE authorization of 45.0 FTE positions includes 39.0 FTE in the Governor's Office and 6.0 FTE in the RI Health Benefit Exchange Program. For FY 2012, 45.0 FTE are authorized, including 39.0 FTE in the Governor's Office and 6.0 FTE in the in the Office of Economic Recovery and Reinvestment.

The FY 2013 enacted budget for the **Rhode Island Commission for Human Rights** totals \$1.5 million, including \$1.1 million in general revenue and \$325,992 in federal funds. This is \$23,949 or 1.6 percent less than the budget recommended by the Governor, reflecting the elimination of the Governor's

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reallocation of pension reform savings. Compared to the final budget for FY 2012, the FY 2013 enacted budget is \$43,871 or 3.1 percent more, reflecting an increase in personnel expenses due to reduced turnover savings and increased medical benefit costs.

The FY 2013 FTE positions authorization of 14.5 is unchanged from the final level authorized for FY 2012.

The FY 2013 enacted budget for the **Public Utilities Commission** totals \$8.2 million, including \$321,795 in federal funds and \$7.9 million in restricted receipts. This is \$0.5 million less than the level recommended by the Governor and reflects the elimination of the Governor's reallocation of pension reform savings. Compared to the final FY 2012 enacted level, the FY 2013 enacted budget is \$147,766 or 1.9 percent more, reflecting the addition of one FTE to staff the Consumer Services Unit and other increases in personnel expenses.

The FY 2013 FTE positions authorization of 47.0 is one FTE position more than the final level authorized for FY 2012.

<p><i>Human Services</i></p>

The FY 2013 enacted budget for the **Executive Office of Health and Human Services** (EOHHS) totals \$1.752 billion, including \$825.1 million in general revenue, \$914.8 million in federal funds, and \$12.5 million in restricted receipts. General revenue funding reflects a net increase of \$814.7 million from the final FY 2012 revised budget of \$10.3 million, and corresponds to a 0.17 percent, or \$1.4 million increase to the Governor's original FY 2013 recommendation. Federal funding reflects a net increase of \$906.8 million from the final FY 2012 revised budget of \$8.0 million, and corresponds to a 0.78 percent, or \$7.1 million increase to the Governor's original FY 2013 recommendation. Restricted receipt funding reflects a net increase of \$11.6 million from the final FY 2012 revised budget of \$897,440, and constitutes a \$381,005 increase to the Governor's original FY 2013 recommendation. The FY 2012 final revised all-funds budget of \$19.3 million, comprised of \$10.3 million in general revenue, is functionally equivalent to the Governor's FY 2012 revised recommendation, but contains a substitution of \$2,413 in federal funds for general revenue in recognition of savings generated by the medical benefit holiday in FY 2012.

The significant disparities in total appropriations within the three major fund sources between FY 2012 and FY 2013 are largely due to the General Assembly's acceptance of the Governor's proposal to transfer the State's Title XIX Medical Assistance (Medicaid) program, complete with its administrative functions, to the Executive Office of Health and Human Services in FY 2013. Specifically, Article 18 of the FY 2013 Appropriations Act, Relating to Office of Health and Human Services, effectuates this shift, confirming the Executive Office as the "single state agency" for Medicaid administration and replacing all Medicaid-related statutory references to the Department of Human Services with the Executive Office of Health and Human Services. Enactment of Article 18 serves to complete the final phase of the reassignment of the Medicaid program from the Department of Human Services to the Executive Office of Health and Human Services. Therefore, commencing in FY 2013, all appropriations for Medical Assistance have been be relocated to the Executive Office and two new programs, entitled "Central Management" and "Medical Assistance", are now established within EOHHS. The singular exception to this transition is field office support of the Medical Assistance program's casework and eligibility functions, which remains within the Department of Human Services budget.

The Central Management program includes all financing for the administrative and operational activities

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of the Executive Office, and includes the Offices of the Secretary, Budget, Policy, Legal Services, and Medical Assistance Administration. The FY 2013 enacted general revenue budget for Central Management totals \$25.4 million, an increase of \$3.0 million relative to the Governor's recommendation. The legislative revision to the Governor's budget consists of the following items: (1) managed turnover savings of \$150,000, to be achieved by maintaining a higher vacancy rate than that assumed in the Governor's budget, (2) an appropriation of \$600,000, requested in a Governor's budget amendment, representing the general revenue share of a new grant to finance the development of Rhode Island's Statewide Health Information Exchange (HIE), known as "Currentcare", (3) a \$2.6 million increase for the transfer of the Ryan White HIV Care Program to EOHHS, as requested in a Governor's budget amendment, and (4) a \$72,120 offset of general revenue with restricted receipt funds, stemming from the availability of unreserved resources due to savings from pension reform.

FY 2013 appropriations for the Central Management program reflect the General Assembly's concurrence with several budgetary initiatives set forth by the Governor. These include \$150,179 in general revenue for 5.0 additional FTE positions¹ to staff a new Program Audit and Oversight Unit. This unit will be charged with conducting performance reviews of major providers and grant recipients, developing a unified financial reporting system across the EOHHS subsidiary departments, and creating an EOHHS-wide risk assessment plan. Also accepted by the General Assembly was additional financing of \$500,000 (\$125,000 in general revenue) to expand the MMIS contract to include an educational outreach, system training, and usability enhancement program surrounding the newly constructed Data Warehouse. Furthermore, the FY 2013 enacted budget includes resources totaling \$14.0 million, or \$1.4 million in general revenue, devoted to the procurement and enhancement of the Medicaid Management Information System (MMIS) and the development of a fully integrated eligibility system under the broader rubric of the Unified Health Infrastructure Project (UHIP).

The FY 2013 enacted budget for the Medical Assistance (Medicaid) program totals \$1.651 billion, including \$799.6 million in general revenue. In comparison to the Governor's original FY 2013 recommendation, which was predicated on the results of the November, 2011 Consensus Caseload Estimating Conference (CEC), enacted appropriations reflect a net decrease of \$7.2 million in total funding, and a \$1.7 million net decrease in general revenue. In contrast to the Governor's recommendation as amended following the May, 2012 CEC, enacted appropriations reflect an increase of \$19.6 million in total funding, and a \$9.5 million increase in general revenue. Relative to FY 2012 final revised budget, total program financing increases by \$72.1 million, or \$43.6 million in general revenue.

Funding for the Medical Assistance program reflects caseload levels as adopted by the May 2012 Consensus Caseload Estimating Conference (CEC), modified by both legislative items as well as various initiatives requiring statutory change that were originally proposed by the Governor. Those initiatives set forth in the FY 2013 Governor's budget, and accepted by the General Assembly as part of the FY 2013 enacted budget include (but are not limited to) the following: trend-based reductions to managed care capitation (i.e. monthly cost per member) rates, effective July 1, 2012; refinements to Medicaid managed care programs, such as reductions to allowable administrative expenses, hospital re-admission avoidance, initiation of preventive nutrition services for individuals with chronic conditions, and the transition to lower-cost Primary Care Medical Home settings; reinstatement of "lesser of logic" edits for inpatient hospital fee-for-service claims; increased frequency of post-payment surveillance utilization reviews; clinical utilization reviews of children with special health care needs and certain high-cost beneficiaries of home and community based services (HCBS); strengthening of the Medicaid Estate Recovery Program by

¹ To be hired toward the close of the third quarter of FY 2013.

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expanding its statutory powers; establishment of an intercept on personal injury or workers' compensation insurance settlements where the claimant has received (accident/loss-related) Medical Assistance benefits; and a reduction to the durable medical equipment (DME) fee schedule. Combined, these retrenchment policies generate savings of \$47.6 million to the Medical Assistance program, of which \$23.1 million represents general revenue.

The FY 2013 enacted budget for Medical Assistance also contains two significant budgetary measures that were initiated by the 2012 General Assembly. Additional financing of \$11.8 million, including \$5.7 million in general revenue, was provided for supplemental hospital payments under the outpatient upper payment limit (UPL). Although historically excluded from the budget year estimate at the CEC (due to the lack of statutory authority) and the Governor's budget recommendation, these payments have been appropriated in every fiscal year since FY 2008. In recognition of this trend, the General Assembly passed Article 15, Section 2 of the FY 2013 Appropriations Act, providing the continuous legal authority for annual appropriation of the outpatient UPL payment as well as a standardized calculation for the determination of each hospital's quarterly UPL disbursement. Secondly, FY 2013 appropriations contain an upward base adjustment of \$7.8 million, including \$3.8 million in general revenue, to accommodate the anticipated recalibration of per-diem nursing facility rates following the transition to a price-based reimbursement system, as authorized by RIGL 40-8-19. To this end, the Executive Office is currently pursuing the phased-in adoption of a patient-specific, modified price-based methodology, fully incorporating the use of resource utilization groups (RUGS) to appropriately adjust rates for patient acuity.

Enacted staffing authorizations total 168.0 FTE positions in FY 2013, an increase of 10.0 FTE relative to the FY 2012 final revised level of 158.0 FTE. The increase in authorized staff reflects the transfer of 5.0 FTE from DHS to EOHHS for the administration of the Ryan White HIV Care Program and 5.0 additional FTE to implement the newly created Program Audit and Oversight unit. Enacted FTE authorizations in both FY 2012 and FY 2013 comport with the Governor's final amended recommendations for personnel at the Executive Office.

The FY 2013 enacted budget for the **Department of Children, Youth & Families** totals \$216.6 million, including \$152.6 million in general revenue, \$58.4 million in federal funds, \$2.8 million in restricted receipts, and \$2.8 million in other funds. This budget is \$1.1 million less than the final FY 2012 revised budget of \$217.8 million. This includes a net general revenue increase of 0.5 percent, or \$685,046, from the final FY 2012 revised budget of 151.9 million. Additional changes from the final FY 2012 budget include a decrease of \$2.8 million in federal funds and an increase of \$966,100 in other funds. The FY 2013 enacted budget includes an additional \$5.2 million as compared to the Governor's FY 2013 recommendation and the final FY 2012 revised budget was \$274,900 less than the Governor's FY 2012 revised recommendation.

For FY 2013, the budget for the Central Management program totals \$7.2 million, including \$4.7 million in general revenue, \$2.4 million in federal funds, and \$204,094 in restricted receipts. This reflects a net increase of 6.9 percent, or \$328,282 in general revenue, which is attributed to changes in purchased services, as compared to the final FY 2012 revised budget. The enacted budget for FY 2013 includes \$450,000 in contract services related to National Accreditation, which was shifted from FY 2012 in the Governor's recommendation. Other small changes to the Governor's recommendations include federal reductions for medical benefits in FY 2012 and pension reform savings in FY 2013.

The FY 2013 budget for the Children's Behavioral Health program totals \$18.9 million, including \$10.1

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million is general revenue, \$7.5 million federal funds, and \$1.3 million in Rhode Island Capital Plan Funds. This reflects a net decrease of \$1.8 million, including decreases of \$456,518 in general revenue, \$1.4 million in federal funds, and an increase of \$70,000 in other funds from the final FY 2012 revised budget of \$20.7 million. The majority of the reductions in this program represent contracts being moved to the Child Welfare Program and the further implementation of the System of Care Transformation project.

Changes to the Governor's FY 2013 recommendation in the Children's Behavioral Health program include a shift of \$275,000 in capital funds from FY 2012 for the Fire Towers project and a reduction in federal funds for pension reform savings. Changes from the Governor's FY 2012 recommendation include an additional reduction of \$280,000 in capital funds for the NAFI Center project, an increase of \$134,600 in general revenue for private grants that also have a corresponding adjustment in revenues, and a reduction of \$1,723 in federal funds for medical benefits savings.

The Juvenile Corrections program is authorized \$32.5 million from all sources in FY 2013, including \$30.2 million from general revenue, \$1.3 million from federal funds, and \$976,000 from Rhode Island Capital Plan Funds for improvements to the Rhode Island Training School for Youth. This authorization represents a decrease of \$43,433, including \$288,016 less in general revenue, from the final FY 2012 revised budget of \$32.5 million. There is also a reduction of \$651,517 in federal funds. The majority of the reductions in this program relates to grants and benefits, which shifts funding to the Child Welfare program.

Adjustments to the Governor's FY 2013 recommendations include the restoration of \$39,027 in general revenue for holiday pay and a reduction of \$18,616 for pension reform savings. The FY 2012 revised budget included a decrease of \$100,000 for turnover savings and an increase in federal funds of \$28,720 to the Byrne Formula grant from the Governor's FY 2012 recommendation.

The FY 2013 enacted budget for the Child Welfare program totals \$157.8 million, including \$107.4 million in general revenue, \$47.3 million in federal funds, \$2.6 million in restricted receipts, and \$500,000 in other funds. This reflects a net increase of \$236,462 from all funds, or 0.2 percent, from the final FY 2012 revised budget of \$157.6 million. General revenue increases by \$1.1 million and federal funds decrease by \$945,806.

Compared to the Governor's FY 2013 budget recommendation, the enacted budget contains a general revenue increase of \$11,579 for the restoration of holiday pay, \$375,000 to provide funding for the YESS program, a general revenue decrease of \$14,737 for legislative grants, and a federal reduction of \$1.4 million for pension reform savings. The final enacted budgets for FY 2013 and FY 2012 contain reductions of \$500,000 in RI Capital Plan Funds for fire code upgrades compared to the Governor's recommendations in both years. For the FY 2012 final revised general revenue budget, there is a reduction of \$18,540 in legislative grants and an increase of \$47,500 for the Child Welfare Initiative grant, and a slight decrease in federal funds for medical benefits savings.

A major component of the Child Welfare program encompasses practice improvements and the continuation of the implementation of Phase II of the System of Care transformation. Phase I of the System of Care established the Family Care Community Partnerships for youth that are at-risk for DCYF involvement. Phase II institutes a network of community based wraparound services that serves as a system of support for those families involved with the agency. Implementation of the System of Care is scheduled to take place on July 1, 2012. The final revised budget for FY 2012 includes an additional \$1.2

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million in federal funds as compared to the Governor's recommendation to support start-up costs for each of the two networks in the System of Care. The enacted FY 2013 budget contains an increase of \$6.1 million (\$4.8 million in general revenue and \$1.3 million in federal funds) compared to the Governor's FY 2013 recommendation for costs associated with providing services to children through the System of Care based on an analysis of the caseloads performed by the Executive Office of Health and Human Services and the Department of Children, Youth & Families.

The Department of Children, Youth & Families' authorized FTE level for the FY 2013 budget is 665.5 FTE positions, an increase of 3.0 FTE positions from the final revised FY 2012 authorization of 662.5 FTE positions.

The FY 2013 enacted budget for the **Department of Health** totals \$119.5 million, including \$24.8 million in general revenue, \$65.0 million in federal funds, \$29.5 million in restricted receipts and \$172,000 in other funds. The Department's FY 2013 enacted budget is \$77,720 less than the Governor's recommendation, including \$317,996 more general revenue, \$681,535 less federal funds and \$285,815 more restricted receipts.

The FY 2013 enacted budget is \$6.1 million less than the final FY 2012 revised budget, consisting of increases of \$824,470 in general revenue and \$1.9 million in restricted receipts, and a decrease of \$8.8 million in federal funds. Categorically, the budget includes decreases of \$5.6 million for purchased services, \$5.5 million for assistance and grants, \$907,964 for operating costs, and \$322,568 for capital purchases and equipment; and an increase of \$6.2 million for salaries and benefits. Of the increase in salaries and benefits, \$4.7 million is for federally-funded or restricted receipt funded programs, while \$1.5 million is for general revenue funded programs. The increase in expenditures for salaries and benefits and the decrease in expenditures for purchases services is largely the associated with the conversion of 39.0 ADIL contract staff to regular state employees, including 18.0 positions in Community and Family Health and Equity, 10.0 positions in Central Management, 7.0 positions in Environmental and Health Services Regulation, 3.0 positions in Infectious Disease and Epidemiology, and 1.0 position in Public Health Information. The decrease in expenditures for assistance and grants is mostly due to a reduction in federal grant funding in the Community and Family Health and Equity program.

The increase in general revenue funding in FY 2013 compared to FY 2012 is for salaries and benefits, primarily in the Environmental and Health Services Regulation and Medical Examiner programs. The increase in restricted receipt funding is mostly for operating costs budgeted in the Community and Family Health and Equity program for Infant and Adult Immunization activities. The decrease in federal funding is primarily associated with a reduction in assistance and grant funding in the Community and Family Health and Equity program due to the expiration of ARRA funding. Between FY 2012 and FY 2013, expenditures of ARRA funding in the Community and Family Health and Equity program are projected to decrease by \$5.3 million from \$6.4 million to \$1.1 million. Expenditures of ARRA funding in all other programs are projected to decrease by \$484,328.

The FY 2013 enacted budget in the Central Management program is \$13.1 million, including \$1.2 million in general revenue, \$8.4 million in federal funds, and \$3.6 million in restricted receipts. The FY 2013 enacted budget in the Central Management program is \$296,981 less than the Governor's FY 2013 recommendation with amendments, including \$2,424 less general revenue, \$294,593 less federal funds, and \$36 more restricted receipts. The FY 2013 enacted budget is \$1.3 million less than FY 2012, primarily due to reductions in federally-funded Pandemic Influenza Planning and Bioterrorism programs. While general revenue expenditures are essentially level-funded compared to FY 2012, restricted receipt

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expenditures are \$534,977 higher due to increased use of Indirect Cost Recovery monies.

The FY 2013 enacted budget provides \$2.5 million for the State Medical Examiner program consisting of \$2.3 million in general revenue and \$204,371 in federal funds. The FY 2013 enacted budget for the State Medical Examiner is \$156,394 less than the Governor's FY 2013 recommendation, including \$150,000 less general revenue and \$6,394 less federal funds. The \$172,429 increase compared to FY 2012 includes increases of \$242,199 for salaries and benefits and \$5,000 for operating costs, and a decrease of \$74,770 for contract professional services. The increase in salaries and benefits are for one-time vacancy savings in FY 2012 that will not be duplicated in FY 2013.

For the Environmental and Health Services Regulation program, the FY 2013 enacted budget provides \$19.2 million, of which \$9.2 million is general revenue, \$5.6 million is federal funds, and \$4.4 million is restricted receipts. The FY 2013 enacted budget for the Environmental and Health Services Regulation program is \$486,358 less than the Governor's FY 2013 recommendation with amendments, including \$229,979 less general revenue and \$256,379 less federal funds. The enacted budget is \$867,512 higher than FY 2012, and includes increases of \$619,465 in general revenue, \$271,453 in restricted receipts, and a decrease of \$23,406 in federal funds. The FY 2013 budget includes funding for the Governor's initiative to hire an additional 6.0 Environmental Health Food Inspectors to allow the Department to inspect more food service facilities on an annual basis.

The FY 2013 enacted budget for the Health Laboratories program provides \$8.1 million, including \$6.3 million in general revenue and \$1.8 million in federal funds. The Health Laboratories program enacted budget is \$110,698 less than the Governor's recommendation with amendments due to reductions in federal funds. The FY 2013 enacted budget is \$203,217 less than the FY 2012 revised budget. The reduction is primarily associated with a \$222,071 reduction in ARRA federal grant funding for the expansion of Laboratory Capacity for Infectious Diseases.

For the Public Health Information program, the FY 2013 enacted budget provides \$2.8 million consisting of \$1.7 million of general revenue and \$1.1 million of federal funds. The enacted Public Health Information program budget is \$48,312 less than the Governor's recommendation due to reductions in federal funds. The FY 2013 enacted budget is \$320,860 less than the FY 2012 revised budget, primarily associated with a \$183,045 reduction in ARRA federal grant funding for Electronic Health Records and Immunization programs.

The FY 2013 enacted budget for the Community and Family Health and Equity program is \$68.7 million, including \$2.4 million in general revenue, \$44.6 million in federal funds, \$21.5 million in restricted receipts, and \$172,000 in other funds. The enacted Community and Family Health and Equity program budget is \$898,081 less than the Governor's recommendation with amendments due to reductions in federal funds. The FY 2013 enacted budget is \$5.3 million less than the FY 2012 revised budget due to ARRA federal funding that will not be available in FY 2013. Some of the ARRA funded grant programs with significant reductions in FY 2013 include Obesity Policy and Environment, \$2.1 million; Putting Prevention to Work, \$2.1 million; Tobacco Quit Line, \$355,580; and Immunization, \$276,928.

For the Infectious Disease and Epidemiology program, the FY 2013 enacted budget is \$5.1 million consisting of \$1.8 million of general revenue and \$3.3 million of federal funds. The enacted Infectious Disease and Epidemiology program budget is \$145,378 less than the Governor's recommendation with amendments due to reductions in federal funds. The FY 2013 enacted budget is \$43,171 less than the FY 2012 revised budget due to a reduction in ARRA funding for a Epidemiology and Laboratory Capacity

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for Infectious Disease grant program.

The FY 2012 revised budget for the Department is \$125.6 million, comprised of \$24.0 million in general revenue, \$73.8 million in federal funds, \$27.6 million in restricted receipts, and \$172,000 in other funds. The FY 2012 revised budget is \$110,102 less than the Governor's recommendation attributable to additional medical benefit savings taken by the General Assembly, of which \$84,943 is federal funds and \$25,159 is general revenue.

The FY 2013 enacted budget authorizes 497.3 full-time equivalent (FTE) positions, which is 75.0 FTE positions more than the FY 2012 authorized level of 422.3 FTE. The additional 75.0 FTE positions will allow the Department convert 39.0 ADIL staff to full-time state employees; hire an additional 6.0 Environmental Health Food Inspectors; apply for new federally funded grant programs that the Department previously could not apply for due to lack of ability to hire; and budget for positions that were not previously included in the budget, but for which federal funds are available.

The FY 2013 enacted budget for the **Department of Human Services** totals \$650.3 million, including \$97.0 million in general revenue, \$539.7 million in federal funds, \$9.1 million in restricted receipts, and \$4.4 million in other funds. General revenue funding reflects a net decrease of 88.8 percent, or \$766.4 million from the final FY 2012 revised budget of \$863.4 million, and corresponds to a 2.8 percent, or \$2.8 million reduction to the Governor's original FY 2013 recommendation. Federal funding reflects a net decrease of 61.2 percent, or \$852.3 million from the final FY 2012 revised budget of \$1.392 billion, and corresponds to a 2.0 percent, or \$10.8 million reduction to the Governor's original FY 2013 recommendation. Restricted receipt funding reflects a net decrease of 47.6 percent, or \$8.3 million from the final FY 2012 revised budget of \$17.4 million, and constitutes a \$6.8 million increase to the Governor's original FY 2013 recommendation. Other funding reflects no deviation from either the FY 2012 final revised budget or the Governor's FY 2013 recommendation.

The significant disparities in total appropriations within the three major fund sources between FY 2012 and FY 2013 are largely due to the General Assembly's acceptance of the Governor's proposal to transfer the State's Title XIX Medical Assistance (Medicaid) program, complete with its administrative functions, to the Executive Office of Health and Human Services in FY 2013. Specifically, Article 18 of the FY 2013 Appropriations Act, *Relating to Office of Health and Human Services*, effectuates this shift, confirming the Executive Office as the "single state agency" for Medicaid administration and replacing all Medicaid-related statutory references to the Department of Human Services with the Executive Office of Health and Human Services. Given Medical Assistance caseload expenditures as adopted by the May 2012 Caseload Estimating Conference, coupled with budgetary initiatives either proposed by the Governor or originated by the General Assembly, the removal of this program yields a transfer-out of general revenue, federal funds, and restricted receipts totaling \$811.8 million, \$898.4 million, and \$11.6 million, respectively, in FY 2013. These figures represent appropriations for both Medical Assistance benefits as well as administrative expenses that have historically been housed in the Department's budget, but which are now programmed in that of Executive Office. Article 18 also served two other distinct purposes: (1) transfer of the Ryan White HIV Care Program from the Department to the Executive Office in FY 2013, resulting in the removal of \$12.2 million, or \$2.6 million in general revenue, from the Department's budget and (2) establishing a supplemental monthly payment for SSI recipients currently residing in assisted living facilities that are ineligible for Medicaid (Title XIX) funding (see "Supplemental Security Income" below).

The FY 2013 enacted general revenue budget for the Central Management program totals \$5.1 million, a

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decrease of \$151,533 relative to the Governor's recommendation. This downward revision is attributable to: (1) a \$41,904 offset of general revenue with restricted receipt funds, stemming from the availability of unreserved resources due to pension reform savings and (2) an additional reduction to community services grants of \$109,629. All community service grants budget in Human Services, other than those administered by the Division of Elderly Affairs, are housed within the Central Management program. The FY 2012 final revised general revenue budget for Central Management totals \$5.7 million, a reduction of \$1,570 relative to the Governor's recommendation, reflecting a redirection of operating financing to the indirect recovery account in recognition of savings generated by the medical benefit "holiday" in FY 2012.

The FY 2013 enacted general revenue budget for the Office of Child Support Services (OCSS) totals \$2.3 million, a decrease of \$9,488 relative to the Governor's recommendation. This revision consists solely of the withdrawal of state matching funds for "Project Restore", a federal program that expired in February of 2012. The FY 2012 final revised general revenue budget for OCSS totals \$2.2 million, a reduction of \$80,178 relative to the Governor's recommendation resulting solely from the apportionment of \$940,000 in department-wide turnover savings to OCSS.

The FY 2013 enacted general revenue budget for the Individual and Family Support (IFS) program totals \$20.6 million, a decrease of \$2.6 million relative to the Governor's recommendation of \$23.2 million. The legislative revision to the Governor's budget consists of the following items: (1) a \$2.6 million decrease for the transfer of the Ryan White HIV Care Program to the Executive Office, as requested in a Governor's budget amendment, (2) additional general revenue of \$250,000 for monthly payments to SSI beneficiaries residing in non-Medicaid assisted living facilities, and (3) an offset of \$156,274 in general revenue with federal funds, stemming from the availability of unreserved federal resources due to pension reform savings. The FY 2013 enacted budget for this program maintains a proposal set forth by the Governor to institute client co-payments of \$2 per trip to adult day care centers for beneficiaries of the elderly transportation (RIDE) program, yielding general revenue savings of \$150,000. The FY 2012 final revised general revenue budget for Individual and Family Support totals \$22.4 million, a reduction of \$308,080 relative to the Governor's recommendation of \$22.7 million. The legislative revisions in FY 2012 consist of this program's apportionment of \$940,000 in department-wide turnover savings, or \$299,822, coupled with a redirection of \$8,258 to federal sources in recognition of savings generated by the medical benefit "holiday" in FY 2012.

Pursuant to Article 9 of Chapter 151 of the Public Laws of 2011, both the Low Income Home Energy Assistance Program (LIHEAP) and the Weatherization Assistance Program (WAP) were transferred from the Department of Administration to the Department of Human Services in FY 2013. In conjunction with this reorganization, associated federal and restricted resources totaling \$19.0 million and \$6.5 million, respectively, were transferred to the IFS budget, together with 7.0 FTE positions necessary to administer these programs. Also incorporated within the IFS federal line item is the General Assembly's concurrence with the Governor's recommendation to add \$7.1 million for the DHS allocation of the Race to the Top Early Learning Challenge Grant, accompanied by 2.5 additional FTE positions for associated programmatic and administrative support.

The FY 2013 enacted general revenue budget for the Division of Veterans' Affairs totals \$19.6 million, \$310,853 below the Governor's recommendation of \$19.9 million. This revision is comprised of a reduction of \$200,000 for overtime expenditures at the Veterans' Home, a restoration of \$27,264 in holiday pay, and a \$138,117 offset of general revenues with federal funds stemming from the availability of unreserved federal resources due to pension reform savings. The FY 2012 final revised general

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revenue budget for the Division of Veterans' Affairs totals \$18.3 million, equivalent to the Governor's recommendation. The Division's FY 2013 enacted budget includes the Governor's proposal to delay the planned resident census expansion at the Veteran's Home to FY 2014, as well as the Governor's amended proposal for grounds improvements, maintenance, and capital projects at the Rhode Island Veterans' Memorial Cemetery.

In accordance with a Governor's budget amendment, Article 5 of the FY 2013 Appropriations Act provides for a November 2012 ballot item authorizing the issuance of general obligation bonds not to exceed \$94.0 million for the design and construction of a new Rhode Island Veterans' Home. Article 5 further stipulates that any federal support awarded toward the project will commensurately reduce the aggregate amount of general obligation debt issued.

The FY 2013 enacted general revenue budget for the for the Health Care Quality, Financing and Purchasing (HCQFP) program totals \$8.3 million, and is equivalent to the Governor's recommendation. The FY 2012 final revised general revenue budget for this program totals \$18.1 million, a reduction of \$560,000 relative to the Governor's recommendation of \$18.7 million. This legislative revision solely reflects this program's apportionment of \$940,000 in department-wide turnover savings. The dramatic decrease in general revenue financing between FY 2012 and FY 2013 (\$9.8 million) is due to the transfer of the majority of HCQFP to the Central Management program of the Executive Office, in accordance with the aforementioned relocation of the Medical Assistance program in FY 2013. Human Service field office support of the Medical Assistance program's casework and eligibility functions (including the InRhodes contract) will however remain under the Department's budget, thus constituting the remainder of this program.

The FY 2013 enacted general revenue budget for the Division of Elderly Affairs (DEA) totals \$10.7 million, \$343,093 above the Governor's recommendation of \$10.3 million. The legislative revision reflects the sum of three distinct changes: (1) the acceptance of a Governor's amendment requesting additional financing of \$393,550 for the DEA Home and Community Care Medicaid Waiver program, (2) partial restoration of the Governor's proposed 25 percent reduction to community services grants, in the amount of \$211,446, and (3) the shift of \$261,903 from general revenues to restricted receipts (i.e. rebates) within the RIPAE program, fully utilizing available reserves of pharmaceutical rebate funds and eliminating all general revenue appropriations for RIPAE. The FY 2012 final revised general revenue budget for the Division totals \$9.5 million, a downward revision of \$72,000 relative to the Governor's recommendation. This is comprised of a \$460,422 reduction in general revenues for the RIPAE program (\$285,422 of which was reallocated to rebate funds) coupled with the acceptance of a Governor's amendment requesting additional financing of \$388,422 for the DEA Home and Community Care Medicaid Waiver program.

The FY 2013 enacted budget for programs of medical and cash assistance administered by the Department of Human Services are as follows:

Medical Assistance (FY 2012 Final Only)

Final appropriations for Medical Assistance (Medicaid) total \$1.579 billion in FY 2012. Of this total, \$756.0 million is from general revenues, a decrease of \$28.0 million from the Governor's original recommendation, but commensurate with caseloads as adopted by the May 2012 Consensus Caseload Estimating Conference (CEC) and the Governor's recommendation *as amended*.

Rhode Island Works (formerly the Family Independence Program) and the Child Care Assistance

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Program: Total financing of \$89.9 million, consisting of \$9.7 million in general revenues, reflecting caseloads as adopted by the May 2012 Consensus Caseload Estimating Conference and the Governor's recommendation as amended. As in recent fiscal years, all general revenues are appropriated in support of the Child Care Assistance Program (primarily in satisfaction of federal maintenance of effort (MOE) requirements for state-subsidized child care), whereas Rhode Island Works is fully financed through the federal TANF block grant. Budgeted expenditures for these programs in FY 2013 are \$1.7 million above the FY 2012 final revised level of \$88.1 million, with the entirety of the increase accommodated by available federal resources.

Supplemental Security Income Program (SSI): Total financing of \$18.2 million in general revenue, reflecting caseloads as adopted by the May 2012 Consensus Caseload Estimating Conference and the Governor's recommendation as amended. Budgeted expenditures for this program in FY 2013 are \$358,920 below the FY 2012 final enacted level of \$18.6 million. The enacted budget maintains the provision of Article 23 of Chapter 151 of the Public Laws of 2011, which reduced the State Supplemental Payment (SSP) from \$538 per month to the federally-mandated floor of \$332 per month for SSI recipients residing in assisted living facilities. Note, however, that for FY 2013 the General Assembly appropriated \$250,000 in support of a \$206 per month (non-SSP) stipend to the subset of these individuals who reside in non-Medicaid assisted living facilities. Financing for these payments is included within the Department's Individual and Family Support (IFS) program, and is therefore not subject to estimation at the CEC.

General Public Assistance (GPA): *Bridge Program:* \$853,320 in general revenue, consistent with adopted caseload levels and the Governor's recommendation as amended. *Burials:* \$750,000 in general revenue, consistent with adopted caseload levels and the Governor's recommendation as amended. *GPA Medical (GMED), designated as a "Cost Not Otherwise Matchable" ("CNOM"):* \$1,565,000, comprised of \$759,338 in general revenue, and consistent with adopted caseload levels and the Governor's recommendation as amended. *GPA Hardship Contingency Fund:* \$210,000 in general revenue, consistent with Article 1 of the FY 2013 Appropriations Act.

Supplemental Nutrition Assistance Program (SNAP) and the Special Supplemental Nutrition Program for Women, Infants, and Children (WIC): Federal funding for benefits provided under the Supplemental Nutrition Assistance Program (SNAP), which are not determined at the CEC, totals \$298.2 million in both the FY 2012 final enacted and FY 2013 budgets. Financing for benefits provided under the Special Supplemental Nutrition Program for Women, Infants, and Children (WIC), also not determined at the CEC, totals \$19.4 million in both the FY 2012 final enacted and FY 2013 budgets. These allocations are consistent with the Governor's original recommendations.

Enacted staffing authorizations are 940.7 FTE positions in FY 2013, a decrease of 8.5 FTE relative to the FY 2012 final enacted level of 949.2 FTE. This decrease includes the following modifications to the authorized personnel structure: 2.5 additional FTE for positions involving the administration of the Race to the Top Grant, the removal of 22.0 "limited period" FTE originally provided for the administrative support of SNAP that were fully federally financed through a one-time (unmatched) federal grant, 9.0 additional FTE in support of the Veterans' Home census expansion in FY 2014, 7.0 FTE transferred from the Department of Administration to appropriately staff the LIHEAP and WAP programs, and a 5.0 FTE reduction due to the transfer of the Ryan White HIV Care Program's administrative staff to the EOHHS roster.

The FY 2013 enacted budget for the **Department of Behavioral Healthcare, Developmental**

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Disabilities, and Hospitals totals \$445.7 million, including \$193.1 million in general revenue, \$234.1 million in federal funds, \$7.2 million in restricted receipts, and \$11.2 million in other funds. The Department's total FY 2013 budget of \$445.7 million is \$19,621 more than the Governor's FY 2013 recommendation and \$16.5 million more than the FY 2012 final revised budget of \$429.2 million. Funding changes compared to the FY 2012 final revised budget include increases of \$6.1 million in general revenue, \$5.8 million in federal funds, \$4.6 million in other funds, and \$70,387 in restricted receipts.

FY 2013 general revenue funding reflects a net increase of 3.3 percent from the FY 2012 revised budget of \$187.1 million and \$3.8 million more than the Governor's FY 2013 recommendation of \$189.3 million. The general revenue increase from the Governor's recommendation includes an additional \$4.7 million to support a rate increase for developmental disability providers and \$90,196 for holiday pay, which is slightly offset by adjustments in community service grants, hospitals fees, pension reform savings, and turnover savings and operating costs. The largest increase in general revenue in the FY 2013 budget from the FY 2012 revised budget pertains to additional funding for personnel at the state operated facilities so the institutions can reduce overtime expenditures and operate more efficiently with proper staffing levels. The final general revenue budget for FY 2012 reflects a decrease of \$10,768 from the Governor's FY 2012 recommendation in medical benefits savings.

The increase of \$5.8 million in federal funds in FY 2013 reflects an increase of 2.5 percent from the FY 2012 revised budget of \$228.4 million and an increase of \$190,816 from the Governor's FY 2013 recommendation. The FY 2013 enacted budget includes an addition of \$4.9 million from the Governor's recommendation to account for the federal portion of the increase to provider rates in the Developmental Disabilities program and \$91,772 for holiday pay. There are reductions of \$4.5 million pension reform and other savings associated with hospital licensing fees and turnover. The federal funds budget for FY 2012 reflects a decrease of \$270,864 from the Governor's FY 2012 recommendation in medical benefits savings.

The other funds increase of \$4.6 million from FY 2012 to FY 2013 is funding from the Rhode Island Capital Plan Fund. Capital projects with significant increases in funding include the hospital consolidation project (\$1.7 million), administrative building renovations (\$1.9 million), community fire code upgrades (\$599,014), and housing development (\$300,000). The FY 2013 enacted budget reduces the Governor's recommendation by \$3.5 million for the hospital consolidation project and \$500,000 for the Zambarano buildings renovations. The Governor's recommendation is reduced by \$3.0 million in Rhode Island Capital Plan Funds in the FY 2012 final revised budget based on updated year end project expenditure estimates.

On an all funds basis, grants and assistance payments to providers totaling \$299.9 million comprise the largest portion of the Department's budget in FY 2013, followed by \$120.6 million for salary and benefits expenses, \$19.2 million for capital purchases and equipment, \$11.9 million for operating expenses, and \$1.1 million for contract professional services. Major net changes from the FY 2012 revised budget consist of an increase in grants and assistance payments of \$11.2 million and \$5.2 million for capital purchases and equipment. Key changes to the Governor's FY 2013 recommended budget include a reduction of \$4.8 million for the pension reform savings offset in operating expenses, an increase of \$8.8 million in grants and benefits, and a decrease of \$4.0 million in other funds. There was a reduction of \$3.4 million in the FY 2012 revised budget from the Governor's FY 2012 recommendation for other funds.

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For the Central Management program, the FY 2013 enacted budget is \$1.2 million, including \$797,214 in general revenue and \$361,940 in federal funds. The enacted budget is 5.7 percent, or \$62,942, more than the FY 2012 revised budget of \$1.1 million. For the Hospital and Community Support System program, the FY 2013 enacted budget is \$4.8 million, including \$2.5 million in general revenue, \$505,624 in restricted receipts, and \$1.8 million in RI Capital Plan Funds. The enacted budget is \$264,158 less than the FY 2012 revised budget, primarily because of capital repair projects financed from capital funds. The only major change in these two programs from the Governor's recommendation is in FY 2012 and includes a reduction of \$1.0 million in Rhode Island Capital Plan Funds.

For the Services for the Developmentally Disabled program, the FY 2013 enacted budget is \$224.4 million, including \$105.3 million in general revenue, \$114.9 million in federal funds, \$1.8 million in restricted receipts, and \$2.5 million in RI Capital Plan Funds. The FY 2013 enacted budget is 5.7 percent or \$12.1 million more than the FY 2012 revised budget of \$212.3 million and \$8.2 million more than the Governor's recommendation for FY 2013. This increase reflects additional funding for providers as part of Project Sustainability, which redesigned the developmentally disabled service system. The restructuring of the network of service providers is intended to maximize services and operational efficiencies, and assure beneficiaries' needs are met with the most appropriate services in the most appropriate setting.

For the Behavioral Healthcare Services program, the FY 2013 enacted budget is \$110.9 million, including \$34.9 million in general revenue, \$74.5 million in federal funds, \$125,000 in restricted receipts, and \$1.4 million in RI Capital Plan Funds. The enacted budget is 2.0 percent, or \$2.2 million more than the FY 2012 revised budget of \$108.7 million. There are no significant changes in general revenue for FY 2012 or FY 2013 from the Governor's recommendations.

The FY 2013 budget includes a savings initiative of \$3.5 million (\$220,363 of this savings is in the Developmental Disabilities program) by expanding Health Home funding, which increases the federal match for individuals who meet the Health Home criteria and receive services through a designated Health Home provider. This is in addition to the \$12.7 million in general revenue in the FY 2012 revised budget.

For the Hospital and Community Rehabilitative Services program, the FY 2013 enacted budget is \$104.4 million. Of this amount, \$49.7 million is general revenue, \$44.4 million is federal funds, \$4.8 million is restricted receipts, and \$5.5 million is RI Capital Plan Funds. The enacted budget is 2.3 percent or \$2.3 million more than the FY 2012 revised budget of \$102.1 million. Major changes to the Governor's FY 2013 recommendation include reductions of \$3.1 million in federal funds for the retirement savings offset and \$4.0 million in Rhode Island Capital Plan Funds. The enacted FY 2012 budget contains a reduction of \$833,000 from the Governor's FY 2012 recommendation in other funds. The majority of the changes in Rhode Island Capital Plan Funds are related to the Hospital Consolidation project.

The Department's FTE authorization in the enacted budget for FY 2012 and FY 2013 is 1,383.2 FTE positions.

The FY 2013 enacted budget for the **Governor's Commission on Disabilities** totals \$751,439, including \$371,096 in general revenue, \$120,649 in federal funds, \$9,694 in restricted receipts, and \$250,000 in other funds. The enacted budget corresponds to the Governor's recommendation, with the exception of removal of \$4,853 from federal funds for pension reform savings. In relation to the FY 2012 enacted budget, general revenue financing decreases by \$16,233, or 4.4 percent, attributable to personnel savings

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from a reconfigured position title and compensation. Federal financing decreases by \$1,799, or 1.5 percent, reflecting removal of the pension reform savings offset described above. Restricted receipts decline by \$1,666, or 14.7 percent, based on expected collections from technical assistance services provided by Commission staff. Rhode Island Capital Plan Fund financing in the amount of \$250,000 in both FY 2012 and FY 2013 is used for handicapped retrofit projects for state-owned buildings on a basis consistent with available financing.

For FY 2013, 4.0 FTE positions have been authorized, which is consistent with the authorized level in FY 2012.

The FY 2013 enacted budget for the **Commission on the Deaf and Hard of Hearing** totals \$390,251, consisting solely of general revenue. The final FY 2012 enacted budget for the Commission totals \$386,286 in general revenue. Both the Commission's FY 2012 final revised and FY 2013 enacted budgets are identical to Governor's recommendations. Relative to the final FY 2012 revised budget, the FY 2013 enacted budget increases by \$3,965, or 1.0 percent. This increase consists of an upward base adjustment of \$2,234 to contract services expenditures, recognizing anticipated cost escalation from more frequent usage of standard-hour interpreter services. Personnel financing increases by \$5,579 to comport with FY 2013 salary and fringe benefit rates, while operating expenditures are reduced by \$3,848 to account for a one-time acquisition of computer hardware in FY 2012. The FY 2013 appropriation includes full financing for the Commission's personnel, operating, and interpreter referral services, and provides the resources necessary to support the Commission's current operations.

Staffing authorizations for the Commission remain unchanged at 3.0 FTE positions in both years.

The FY 2013 enacted budget for the **Office of the Child Advocate** totals \$657,572, including \$611,469 of general revenue and \$46,103 of federal funds. General revenue for FY 2013 is consistent with the Governor's FY 2013 recommendation and \$122,635 higher than the FY 2012 revised budget of \$488,834. All of this increase is related to payroll costs, which supports the full salary and associated benefits for all staff within the office. The FY 2012 revised budget decreases by \$40,000 from the Governor's recommendation due to additional turnover savings.

The Office of the Child Advocate has an FTE authorization of 5.8 positions for both FY 2012 and FY 2013.

The FY 2013 enacted budget for the **Office of the Mental Health Advocate** of \$447,119, entirely from general revenue, reflects full funding for agency current services and a staffing authorization of 3.7 FTE positions in both years. This budget represents an increase of \$53,947 over the final FY 2012 revised budget of \$393,172, which included significant personnel savings associated with a vacancy. There is no change from the Governor's recommendation in FY 2013; however, for FY 2012 the final revised budget includes an additional \$20,000 in turnover savings based on third quarter report results.

<i>Education</i>

The FY 2013 enacted budget for the **Department of Elementary and Secondary Education** totals \$1.198 billion, including \$935.4 million in general revenue, \$230.8 million in federal funds, \$25.6 million in restricted receipts, and \$6.5 million in other funds. The Department's FY 2013 enacted budget is \$3.2 million more than the Governor's recommendation, comprised of \$3.3 million more in general revenue, \$754,973 more in federal funds, offset by \$857,785 less in restricted receipts. There was

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no change in other funds from the Governor's recommendation. General revenue funding reflects a net increase of \$70.5 million or 8.1 percent from the final FY 2012 revised budget of \$864.9 million. Federal funds reflect a net decrease of \$20.4 million or 8.1 percent from the final FY 2012 revised budget of \$251.2 million. Restricted receipts reflect a net increase of \$917,432 or 3.7 percent from the final FY 2012 revised budget of \$24.7 million. Other funds reflect a net decrease of \$1.9 million or 22.4 percent from the final FY 2012 revised budget of \$8.3 million.

The FY 2013 enacted budget for the Administration of the Comprehensive Education Strategy (ACES) program totals \$254.1 million, including \$19.0 million in general revenue, \$229.1 million in federal funds, \$4.8 million in restricted receipts, and \$1.2 million in other funds. The program's FY 2013 enacted budget is \$981,464 more than the Governor's recommendation, comprised of \$178,786 more in general revenue and \$802,678 more in federal funds. Restricted receipts and others funds are equal to the Governor's recommendation. The increase in general revenue from the Governor's recommendation is a result of an increase of \$278,613 for community service grants which are offset by a decrease of \$99,827 in personnel costs based on statewide savings achieved in various federal and restricted receipt accounts that can be used to offset general revenue expenses. General revenue funding reflects a net decrease of \$417,776 or 2.2 percent from the final FY 2012 revised budget of \$19.4 million. Federal funds reflect a net decrease of \$16.2 million or 6.6 percent from the final FY 2012 revised budget of \$245.3 million. Restricted receipts reflect a net increase of \$192,764 or 4.2 percent from the final FY 2012 revised budget of \$4.6 million. Other funds reflect a net decrease of \$2.1 million or 64.2 percent from the final FY 2012 revised budget of \$3.2 million.

The final revised FY 2012 budget for the ACES program totals \$272.5 million, comprised of \$19.4 million in general revenue, \$245.3 million in federal funds, \$4.6 million in restricted receipts, and \$3.2 million in other funds. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget for ACES is \$2.6 million less than the Governor's recommendation, including \$2.3 million more in general revenue offset by \$1.8 million less in federal funds, \$2.3 million less in restricted receipts and \$828,000 less in other funds. The increase in general revenue financing is to restore support for adult education grants, funding for which was shifted to restricted receipts in the FY 2012 enacted budget by the 2011 General Assembly.

In August 2010, Rhode Island was awarded a \$75.0 million Race to the Top competitive grant from the federal government to be used over a four year period. As described by the Department, Rhode Island will use Race to the Top funding to promote an educational system that prepares all Rhode Island students for success in college, careers and life. Over the term of this grant, Rhode Island will implement five important support systems: Standards and Curriculum, Instructional Improvement Systems, Educator Effectiveness, Human Capital Development, and School Transformation and Innovation. The final FY 2012 revised budget contains \$24.6 million, while the FY 2013 enacted budget allocates \$26.1 million from this grant.

In December 2011, Rhode Island was awarded an additional \$50.0 million in the latest round of grant awards for the Race to the Top program. Under the title Race to the Top – Early Learning Challenge Grant, funding will be used to improve education for pre-school students. This program will involve multiple human service state agencies with funding allocated over a four year span, similar to the previous Race to the Top program. Within the Department's budget, \$40,248 has been allocated for year one of the program in the final FY 2012 revised budget and \$6.1 million in year two, which encompasses FY 2013.

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The FY 2013 enacted budget for the William M. Davies Career and Technical School totals \$17.2 million, including \$13.4 million in general revenue, \$1.4 million in federal funds, \$1.8 million in restricted receipts, and \$675,628 in other funds. Davies' FY 2013 enacted budget is \$116,815 less than the Governor's recommendation, comprised of \$18,958 less in general revenue, \$37,790 less in federal funds and \$60,067 less in restricted receipts. There was no change to the Governor's recommendation for other funds. The decrease in general revenue is for an adjustment to the education aid funding formula based on March 2012 updated student enrollment numbers along with free and reduced price lunch data. The Governor proposed this change in an amendment, which the General Assembly accepted. The General Assembly offset some of this decrease by not accepting the Governor's proposal to reduce general revenue in lieu of the second round of federal grant money through the Education Jobs Fund, as allocated to Local Education Agencies (LEA), and restored \$9,957 of general revenue from the Governor's original recommendation. General revenue financing reflects a net decrease of \$34,717 or 0.3 percent from the final FY 2012 revised budget of \$13.4 million. Federal funds reflect a net decrease of \$1.2 million or 47.6 percent from the final FY 2012 revised budget of \$2.6 million. Restricted receipts reflect a net increase of \$820,406 or 85.0 percent from the final FY 2012 revised budget of \$965,495. Other funds reflect a net decrease of \$1.7 million or 71.7 percent from the final FY 2012 revised budget of \$2.4 million.

The final revised FY 2012 budget for Davies totals \$19.4 million, including \$13.4 million in general revenue, \$2.6 million in federal funds, \$965,495 in restricted receipts, and \$2.4 million in other funds. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget for Davies is \$125,086 more than the Governor's recommendation, entirely comprised of an increase in federal funds.

The FY 2013 enacted budget for the R.I. School for the Deaf totals \$7.0 million, including \$6.2 million in general revenue, \$270,697 in federal funds and \$482,261 in restricted receipts. The School for the Deaf's FY 2013 enacted budget is \$34,011 less than the Governor's recommendation, comprised of \$4,239 more in general revenue offset by \$9,915 less in federal funds and \$28,335 less in restricted receipts. The General Assembly did not accept the Governor's proposal to reduce general revenue in lieu of the second round of federal grant money through the Education Jobs Fund, as allocated to local education agencies (LEA), and restored \$4,194 of general revenue as compared to the Governor's original recommendation. General revenue financing reflects a net increase of \$377,003 or 6.4 percent from the final FY 2012 revised budget of \$5.9 million. Federal funds reflect a net decrease of \$533,581 or 66.3 percent from the final FY 2012 revised budget of \$804,278. Restricted receipts reflect a net decrease of \$26,901 or 5.3 percent from the final FY 2012 revised budget of \$509,162.

The final revised FY 2012 budget for the School for the Deaf totals \$7.2 million, including \$5.9 million in general revenue, \$804,278 in federal funds and \$509,162 in restricted receipts. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget for the School for the Deaf is \$1,876 less than the Governor's recommendation, including \$442 less in federal funds and \$1,434 less in restricted receipts. There was no change to the Governor's recommendation for general revenue.

The FY 2013 enacted budget for the Metropolitan Career and Technical School (MET) totals \$16.1 million, including \$11.6 million in general revenue and \$4.4 million in other funds. The MET's FY 2013 enacted budget is \$46,557 more than the Governor's recommendation, comprised of an increase in general revenue financing done through an adjustment to the education aid funding formula based on March 2012 updated student enrollment numbers along with free and reduced price lunch data. The Governor proposed this change within an amendment, which the General Assembly accepted. The

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General Assembly did not accept the Governor's proposal to reduce general revenue in lieu of the second round of federal grant money through the Education Jobs Fund, as allocated to LEAs, and restored \$8,772 of general revenue as compared to the Governor's original recommendation. There was no change to the Governor's recommendation for other funds. General revenue financing reflects a net increase of \$5,693 or .05 percent from the final FY 2012 revised budget of \$11.6 million. Other funds reflect a net increase of \$1.9 million or 76.8 percent from the final FY 2012 revised budget of \$2.5 million.

The final revised FY 2012 budget for the MET totals \$14.1 million, including \$11.6 million in general revenue and \$2.5 million in other funds. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget for the MET is \$425,927 less than the Governor's recommendation, all in other funds. The decrease in the Governor's recommendation is solely based on the removal of RICAP funding for the new entrepreneurial center at the Providence Public Street campus, which was completed in May 2011. The Governor requested that the school be reimbursed for the cost of the building from the RI Capital Plan Fund, which the General Assembly did not accept.

The FY 2013 enacted budget for the Education Aid program totals \$709.8 million, including \$691.1 million in general revenue, \$18.6 million in restricted receipts and \$183,624 in other funds. Education Aid's FY 2013 enacted budget is \$464,872 more than the Governor's recommendation, comprised of \$1.2 million more in general revenue, offset by \$769,383 less in restricted receipts. There was no change to the Governor's recommendation for federal funds and other funds. General revenue financing reflects a net increase of \$1.2 million or 11.2 percent from the final FY 2012 revised budget of \$621.7 million. Federal funds reflect a net decrease of \$2.5 million or 100.0 percent from the final FY 2012 revised budget of \$0. Restricted receipts reflect a net decrease of \$68,837 or 0.4 percent from the final FY 2012 revised budget of \$18.6 million. Other funds are equal to the final FY 2012 revised budget of \$183,624.

The Governor proposed, and the General Assembly enacted, full funding of the education aid funding formula for LEAs in the FY 2013 enacted budget. The increase in general revenue is done through an adjustment to the education aid funding formula based on March 2012 updated student enrollment numbers along with free and reduced price lunch data. The Governor proposed this change within an amendment, which the General Assembly accepted. Additionally, the General Assembly agreed with the Governor to replace expiring Education Jobs Fund federal grant money while also reducing the overall total amount of funding remaining to be transitioned for underfunded districts by increasing those districts' FY 2013 base. The General Assembly also accepted the Governor's proposal to fund five education aid categorical funds that were included in the funding formula legislation passed in 2010 and will be distributed to LEAs according to their own individual set of rules. The five categorical funds consist of a Regionalization Bonus, a Transportation categorical fund, a High Cost Special Education categorical fund, a Career and Technical Education categorical fund and an Early Childhood Demonstration program initiative.

The General Assembly rejected the Governor's proposal to eliminate general revenue financing for the school breakfast program and the non-public textbook reimbursement fund. Finally, the General Assembly did not accept the Governor's proposal to reduce general revenue in lieu of the second round of federal grant money through the Education Jobs Fund, as allocated to LEAs, and restored \$424,764 of general revenue as compared to the Governor's original recommendation. Under the Rhode Island Telecommunications Education Access Fund (RI-TEAF), the General Assembly rejected the Governor's proposal to lower the RI-TEAF fee on landline phones and adding wireless phones to the fee payers. Instead, it maintained the current fee structure, accepted the Governor's reduction of \$350,000 in general revenue funding, which in the past has been used to leverage federal funds in addition to what is brought

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in through the RI-TEAF fee. Instead, the General Assembly has mandated the use of the principal payment on the new technology infrastructure debt issuance as a match for federal support.

The Governor recommended and the General Assembly approved Certificates of Participation (COPS) financing of \$20.0 million to be used over a five year period beginning in FY 2013 to fund a technology infrastructure initiative. RIDE is embarking on several educational reform initiatives as outlined in the Department's Strategic Plan. Funding of the LEA Technology Infrastructure project plans to address the inequitable states of readiness of LEAs to meet the new requirements, focusing on student/teacher information systems, virtual learning and technology in the classroom. The proceeds from the certificates will primarily be used to extend the wireless access in classrooms across the state. The goal of the project is to ensure that within each classroom, each and every student will have the same access to the tools of the 21st century.

The final revised FY 2012 budget for the Education Aid program totals \$643.0 million, comprised of \$621.7 million in general revenue, \$2.5 million in federal funds, \$18.6 million in restricted receipts and \$183,624 in other funds. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget for Education Aid is \$265 less than the Governor's recommendation, all from restricted receipts.

The FY 2013 enacted budget for the Central Falls School District totals \$39.7 million, all from general revenue. The District's FY 2013 enacted budget is \$292,557 more than the Governor's original recommendation, comprised of an increase in general revenue financing through an adjustment to the education aid funding formula based on March 2012 updated student enrollment numbers along with free and reduced price lunch data. The Governor proposed this change within an amendment, which the General Assembly accepted. The General Assembly did not accept the Governor's proposal to reduce general revenue in lieu of the second round of federal grant money through the Education Jobs Fund, as allocated to LEAs, and restored \$29,100 of general revenue as compared to the Governor's original recommendation. General revenue financing reflects a net increase of \$544,059 or 1.4 percent from the final FY 2012 revised budget of \$39.2 million. The final revised FY 2012 budget for Central Falls Aid totals \$39.2 million, all from general revenue and unchanged from the Governor's supplemental recommendation.

The FY 2013 enacted budget for School Construction Aid totals \$74.6 million, all from general revenue. There was no change to the Governor's recommendation as compared to the program's FY 2013 enacted budget. General revenue financing reflects a net increase of \$4.9 million or 7.1 percent from the final FY 2012 revised budget of \$69.6 million. The Governor proposed and the General Assembly accepted keeping the minimum share at 35.0 percent in FY 2013 and beyond by amending RIGL 16-7-39, which sets the minimum state share ratio.. The General Assembly did however keep in place a 40.0 percent minimum share for any districts that had approval by the Board of Regents prior to June 30, 2012.

The final revised FY 2012 budget for School Construction Aid totals \$69.6 million, all from general revenue. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget for the program is \$127,688 less than the Governor's original recommendation. The Governor submitted and the General Assembly accepted an amendment to the program to adjust for the final aid number to the School Construction program based on the interest earning and unspent bond proceeds applied to the April debt service. Housing aid is paid on the net amount and as a result \$85,308 in savings related to Providence and \$42,380 in savings related to Portsmouth was achieved after the Governor's original recommendation.

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The FY 2013 enacted budget for Teacher Retirement totals \$79.8 million, all from general revenue. The Teacher Retirement program's FY 2013 enacted budget is \$1.5 million more than the Governor's recommendation, comprised entirely of an increase in general revenue financing as a result of RIGL 36-10-2 titled "State Contributions" which requires that the Governor appropriate to the retirement system an amount equal to 20.0 percent of the state's savings from reductions due to changes in retirement rates from the prior fiscal year. This occurred in FY 2013, as those rates are lower than the FY 2012 rates. The Governor proposed removing this requirement in Article 11 of the Appropriations Act, which was not accepted by the General Assembly. General revenue financing reflects a net decrease of \$4.3 million or 5.2 percent from the final FY 2012 revised budget of \$84.1 million. The decrease in general revenue financing is due to a decline in the state share from 9.09 percent to 7.88 percent in FY 2013, as a result of pension reform with the passage of the Retirement Security Act of 2011. The final revised FY 2012 budget for Teacher Retirement totals \$84.1 million, all from general revenue. There was no change to the Governor's recommendation to the Teacher Retirement program.

The Department's enacted budget includes 169.4 FTE positions for the ACES and Education Aid programs, which is unchanged from the final FY 2012 revised budget authorization. Under the ACES program, the FY 2012 revised and FY 2013 enacted budget includes thirteen (13.0) new limited-term FTE positions to be financed under the Race to the Top – Early Learning Challenge Grant. Additionally, the budget includes 126.0 FTE positions for the Davies Career and Technical School, which is unchanged from the final FY 2012 revised budget authorization. In the FY 2012 revised and FY 2013 final enacted budget, Davies' FTE authorization is reduced by six (6.0) FTE's to reflect school based coordinators who now work directly for districts under the federal Perkins grant funding and who are no longer considered state employees. Lastly, the budget includes 60.0 FTE positions for the R.I. School for the Deaf, which is unchanged from the final FY 2012 revised budget authorization.

The FY 2013 enacted budget for **Public Higher Education** is \$1.0 billion, including \$172.5 million in general revenue, \$4.9 million in federal funds, \$702,583 in restricted receipts, and \$853.7 million in other funds. The agency's enacted budget is \$30.4 million less than the Governor's recommendation, of which \$27.7 million is from a proposed merger with the Rhode Island Higher Education Assistance Authority that was not enacted and for all personnel, operating, aid, and capital requirements at the state's three schools of higher learning and at the Office of Higher Education. The additional \$2.7 million decrease from the Governor's recommendation is comprised of a \$0.5 million increase in general revenue, and decreases of \$0.4 million in federal funds, \$0.1 million in restricted receipts, and \$2.7 million in other funds. The FY 2013 enacted general revenue is \$6.8 million, or 4.1 percent, more than the final FY 2012 revised budget due to benefit adjustments of \$3.7 million, debt service adjustments of \$3.6 million, and contract services savings of \$0.5 million.

The enacted FY 2013 budget includes \$14.3 million in Rhode Island Capital Plan Funds, of which \$12.3 million is for asset protection, \$1.0 million for the University of Rhode Island's new Chemistry Building, and \$1.0 million for Rhode Island College's infrastructure modernization project.

Article 4, entitled Relating to Government Organization, authorizes a new Rhode Island Board of Education, effective January 1, 2013, with eleven public members appointed by the Governor. By July 1, 2013, this board, with a five member executive committee to include the Commissioner of Elementary and Secondary Education, the Commissioner of Higher Education, and the three presidents of the University of Rhode Island, Rhode Island College, and the Community College of Rhode Island, is required to submit to the Governor and the General Assembly a final plan for the permanent

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administrative structure of higher education. The plan may distribute functions of the Office of Higher Education to the three institutions and appropriate state agencies with the abolishment of the Office of Higher Education effective July 1, 2014.

For FY 2013, the Office of Higher Education is authorized 15.8 FTE positions, with one additional FTE to be supported with third party funds; the University of Rhode Island is authorized a total of 2,450.5 FTE positions, 593.2 of which are to be supported with third party funds; Rhode Island College is authorized a total of 919.6 FTE positions, of which 82.0 are to be supported with third party funds; and the Community College of Rhode Island is authorized a total 854.1 FTE positions, of which 100.0 are to be supported with third party funds. This is 26.0 FTE positions more than in the revised FY 2012 cap of 4,215.0 FTE positions. The General Assembly recommended 2.0 FTE positions more for the Office, 14.0 FTE faculty positions more for the University, and 10.0 FTE faculty and staff positions more for the College.

The FY 2013 enacted budget for the **Rhode Island State Council on the Arts** totals \$3.4 million, including \$1.6 million in general revenue, \$998,794 in federal funds and \$843,500 in other funds. The Council's FY 2013 enacted budget is \$20,916 less than the Governor's recommendation, entirely comprised of a decrease in general revenues. In relation to the FY 2012 enacted budget, general revenue funding decreases by \$99,021 or 5.9 percent from the final revised budget authorization of \$1.7 million. Federal funds reflect a net increase of \$19,221 or 2.0 percent from the final FY 2012 revised budget of \$979,573. Other funds reflect a net decrease of \$374,500 or 30.7 percent from the final FY 2012 revised budget of \$1.2 million.

The Council's FY 2013 enacted budget includes 6.0 full time equivalent (FTE) positions, which are 2.6 less FTE positions from the final FY 2012 revised budget authorization and the Governor's FY 2013 recommendation. The decrease in the Council's authorized FTE level is based on the shift of the Rhode Island Film and Television Office from the Council to the Department of Administration. This shift represents a decrease of \$305,409 from the Council's general revenue budget. In addition, the General Assembly increased the Council's community service grant allocation by \$299,986 in comparison to the Governor's recommendation to include additional funding to Waterfire Providence and the Newport Opera House.

The final revised FY 2012 budget totals \$3.9 million, comprised of \$1.7 million in general revenue, \$979,573 in federal funds and \$1.2 million in other funds. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget is \$9,041 less than the Governor's recommendation, all in general revenue. The decrease from the Governor's recommendation is based on adjustments to community service grants and shifting statewide medical benefit savings achieved in the Federal Partnership Agreement Grant to be used to offset general revenue expenses.

As previously discussed, the Council's enacted budget includes 6.0 full time equivalent positions, which are 2.6 FTEs less from the final FY 2012 revised budget authorization of 8.0 FTEs.

The FY 2013 enacted budget for the **Rhode Island Atomic Energy Commission** totals \$1.5 million from all funds, including \$876,213 in general revenue, \$267,616 in federal funds, and \$333,122 in other funds. This is a decrease of \$1,246, or 0.1 percent, less than the FY 2012 revised budget due to allocation adjustments. This is \$87,400 more in federal funds than was included in the Governor's FY 2013 recommendation for the Commission for an infrastructure grant to fund a cement study.

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The enacted budget authorizes 8.6 FTE positions, the same level as FY 2012.

The FY 2013 enacted budget for the **Rhode Island Higher Education Assistance Authority** totals \$27.7 million from all funds, including \$5.6 million in general revenue, \$13.3 million in federal funds, and \$8.8 million in other funds. This is a decrease in general revenue of \$294,734, or 5.0 percent, from the FY 2012 revised budget due to pension reform savings of \$24,078, personnel reallocations of \$170,656, and elimination of contract repayments and work study grants of \$100,000. As described above under Public Higher Education, the Governor proposed to merge the Authority with the Office of Higher Education in his FY 2013 recommended budget. The General Assembly did not authorize this merger and shifted \$27.7 million in total funding from the Office of Higher Education back to the Authority. The enacted budget finances \$8.0 million of scholarships in the Tuition Savings Program. Scholarships from all funds are \$13.2 million, a reduction of \$447,864 from the FY 2012 revised budget of \$13.6 million.

The final FY 2012 revised budget for the Authority, as in the Governor's recommendation, totals \$27.9 million, comprised of \$5.9 million in general revenue, \$13.0 million in federal funds, and \$9.0 million in other funds.

The enacted budget authorizes 38.6 FTE positions, three less than the level of FY 2012.

The FY 2013 enacted budget for the **Rhode Island Historical Preservation and Heritage Commission** totals \$2.7 million, including \$1.4 million in general revenue, \$836,139 in federal funds, \$456,037 in restricted receipts, and \$75,000 in other funds. The agency's FY 2013 enacted budget is \$61,524 less than the Governor's recommendation, comprised of \$9,137 less in general revenue, \$49,918 less in federal funds and \$2,469 less in restricted receipts. There was no change to the Governor's recommendation for other funds. General revenue funding reflects a net increase of \$23,946 or 1.8 percent from the final FY 2012 revised budget of \$1.3 million. Federal funds reflect a net decrease of \$37,717 or 4.3 percent from the final FY 2012 revised budget of \$873,856. Restricted receipts reflect a net decrease of \$1,140 or 0.2 percent from the final FY 2012 revised budget of \$457,177. Other funds are equal to the final FY 2012 revised budget of \$75,000.

The General Assembly reduced the Historical Preservation and Heritage Commission's community service grants by \$9,137 in FY 2013 in comparison to the Governor's recommendation based on adjustments to various grants. The FY 2013 enacted budget continues to provide funding of \$75,000 from the RI Capital Plan Fund for asset protection projects at the Eisenhower House in Newport, Rhode Island.

The final revised FY 2012 budget totals \$2.7 million, comprised of \$1.3 million in general revenue, \$873,856 in federal funds, \$457,177 in restricted receipts and \$75,000 in other funds. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget for the Commission is \$12,585 less, including \$12,191 less in federal funds and \$394 less in restricted receipts. Similar to FY 2013, there was no change to the Governor's recommendation for other funds.

The Commission's enacted budget includes 16.6 FTE positions, which is unchanged from the final FY 2012 revised budget authorization.

The FY 2013 enacted budget for the **Rhode Island Public Telecommunications Authority** totals \$1.5 million, including \$799,077 in general revenue and \$701,895 in other funds. The Authority's FY 2013 enacted budget is \$373,918 more than the Governor's original recommendation, comprised of \$373,791

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more in general revenue and \$127 more in other funds. For FY 2013, the Governor originally recommended general revenue financing of the Authority for a six month period totaling \$425,286, after which time the State would eliminate general revenue financing for the operational support of the Rhode Island Public Telecommunications Authority. The Governor later submitted an amendment to extend general revenue financing for the full fiscal year to provide the Authority sufficient time to transition off State support, transfer their Federal Communication Commission (FCC) license to the Rhode Island Public Broadcasting Service (PBS) Foundation, and address staff and fundraising issues. The Authority would then become an independent entity beginning in FY 2014. The General Assembly approved the amendment for an additional \$425,286 and included language in Article 4 that requires the Administration to submit a transition plan to both the House and Senate Finance Committees by November 1, 2012. The Authority's FY 2013 enacted budget is \$51,495 less than the Governor's amended recommendation, entirely comprised of a decrease in general revenues. The reduction is based on statewide pension reform savings achieved in the Corporation for Public Broadcasting Grant that can be used to offset general revenue expenses.

General revenue funding reflects a net decrease of \$129,344 or 13.9 percent from the final FY 2012 revised budget of \$928,421. Other funds reflect a net increase of \$65,980 or 10.4 percent from the final FY 2012 revised budget of \$635,915.

The final revised FY 2012 budget totals \$1.6 million, comprised of \$928,421 in general revenue and \$635,915 in other funds. In comparison to the Governor's supplemental recommendation, the final revised FY 2012 budget is \$4,141 less than the Governor's recommendation, all of which is budgeted in general revenue. The decrease from the Governor's recommendation is solely based on shifting statewide medical benefit savings achieved in the Corporation for Public Broadcasting Grant to be used to offset general revenue expenses.

The Authority's enacted budget includes 14.0 full time equivalent (FTE) positions, which is a decrease of 1.0 FTE from the final FY 2012 revised authorization due to the elimination of the ITV Educational Director position.

<p><i>Public Safety</i></p>

The FY 2013 enacted budget for the **Attorney General** totals \$30.0 million, including \$23.1 million in general revenue, \$1.5 million in federal funds, \$5.2 million in restricted receipts, and \$287,500 in other funds. The agency's FY 2013 enacted budget is \$3.6 million more than the Governor's recommendation, comprised of \$3.9 million more in restricted receipts, offset by \$200,000 less in general revenue, and \$117,249 less in federal funds. The Department's budget of \$30.0 million represents a net increase of 12.3 percent, or \$3.3 million, from the final revised FY 2012 budget. General revenue financing reflects a net increase of 3.7 percent, or \$821,507; federal funds reflect a net decrease of 49.0 percent or \$1.4 million; restricted receipts reflect a net increase of 283.2 percent or \$3.8 million; and other funds reflect a net increase of 30.7 percent or \$67,500 from the final revised FY 2012 budget of \$26.7 million.

The final revised FY 2012 budget totals \$26.7 million, consisting of \$22.3 million in general revenue, \$2.9 million in federal funds, \$1.3 million in restricted receipts, and \$220,000 in other funds. In relation to the Governor's supplemental recommendation, the final revised FY 2012 budget is a decrease of \$818,552, comprised of \$800,000 less in general revenue, \$30,000 less in other funds, and \$6,824 less in restricted receipts offset by \$18,272 more in federal funds.

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For FY 2013, a total of \$16.1 million is authorized in the Criminal Program, which is a net decrease of \$677,412 or 4.0 percent from the final revised FY 2012 budget. This total consists of \$14.3 million in general revenue, \$1.5 million in federal funds, and \$367,509 in restricted receipts. The program's FY 2013 enacted budget is \$234,262 less than the FY 2013 Governor's recommendation comprised of \$100,000 in general revenue, \$117,249 in federal funds, and \$17,013 in restricted receipts. Savings were achieved through pension reform and an additional \$100,000 taken in turnover savings.

The Civil Program's authorized total financing of \$9.7 million in FY 2013 reflects a net increase of \$3.8 million, or 65.9 percent from the final revised FY 2012 budget of \$5.8 million. This includes \$4.9 million in general revenue and \$4.8 million in restricted receipts. The program's FY 2013 enacted budget is \$3.9 million more than the Governor's FY 2013 recommendation, comprised primarily of \$4.0 million for foreclosure assistance, offset by statewide savings. The General Assembly recommends \$4.0 million in foreclosure settlement funds for the Attorney General's office to work closely with Rhode Island Housing to provide mortgage and foreclosure assistance for homeowners.

In the Bureau of Criminal Identification, a total of \$1.2 million is authorized in FY 2013. This includes \$1.2 million in general revenue and \$25,030 in federal funds. General revenue increases by 2.7 percent, or \$31,371, from the final revised FY 2012 budget. The Department's FY 2013 enacted budget is in line with the FY 2013 Governor's recommendation for the Bureau of Criminal Identification program.

The General Program has a total enacted budget of \$3.0 million in FY 2013, an increase of 5.1 percent from the final revised FY 2012 budget totaling \$2.9 million. This includes an appropriation of \$2.7 million in general revenue and \$287,500 in other funds. The program's FY 2013 enacted budget is \$100,000 less than the FY 2013 Governor's recommendation due to an additional \$100,000 taken in turnover savings.

The Department's FY 2013 FTE authorization is 233.1 FTE positions, which is level with the final revised FY 2012 budget.

The FY 2013 enacted budget for the **Department of Corrections** totals \$196.7 million, comprising \$183.3 million in general revenue, \$2.0 million in federal funds, \$61,397 in restricted receipts, and \$11.4 million in Rhode Island Capital Plan Funds. The FY 2013 enacted all funds budget increases by \$2.8 million from the FY 2012 final revised budget of \$194.0 million. General revenue decreases by \$2.7 million, federal funds decrease by \$1.2 million, while the other funds increase by \$6.7 million. The budget includes statewide benefit adjustments reflecting the passage of pension reform legislation, including provision for a defined contribution plan.

The department's FY 2013 budget is \$4.8 million less than the Governor's recommendation, comprising a \$59,679 increase in general revenue offset by reductions of \$751,713 in federal funds, \$3,528 in restricted receipts, and \$4.1 million in Rhode Island Capital Plan Funds. Programmatic changes include restoration of the Election Day holiday (adding \$258,959 in general revenue); adding \$325,000 to the overtime budget due to rejection of proposed changes to general laws impacting overtime, reducing population related costs by \$420,000; reducing correctional officer training costs by \$104,280; reducing federal funds by \$100,081 and restricted receipts by \$3,528 for pension reform savings; and reducing RI Capital Plan Fund expenditures by \$4.1 million to reflect revised expenditure estimates.

The FY 2013 budget reflects a reorganization of departmental programs in order to facilitate performance tracking. The reorganization includes the transfer of the inmate accounts unit and the Central Distribution

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Center internal service fund to the Central Management program; the reorganization of the Institutional Corrections program into four programs: Custody and Security, Institutional Support, Institutional-based Rehabilitation, and Healthcare Services; and the transfer of the Correctional Industries internal service fund to Institutional-based Rehabilitation.

In the Central Management program, the FY 2013 enacted budget is \$9.3 million, virtually all of which is general revenue, the latter increasing from the final FY 2012 enacted budget by \$596,447 primarily due to the transfer of the inmate accounts unit. The budget includes general revenue funding of \$720,951 for one correctional officer training class in FY 2013 starting in the fall of 2012 with graduation in early 2013. This includes a reduction of \$104,280 from the Governor's initial recommended budget. The budget also includes \$350,000 to initiate funding for the development of a Time Tracker system to replace current human resources time keeping with a fully integrated process that would include employee profiles and other data to track and report on all hours.

In the Parole Board program, the FY 2013 enacted budget is \$1.4 million, all but \$36,850 in general revenue. The general revenue increase from the final FY 2012 enacted budget appropriation is \$26,195. The \$36,850 in federal funds is for victim's services.

In the Custody and Security program, the FY 2013 enacted budget is \$115.8 million, including \$115.1 million in general revenue, \$700,125 in federal funds, and \$29,758 in restricted receipts. This program primarily finances personnel costs of correctional officers working in the department's six facilities. The general revenue budget of \$115.1 million is an increase of \$3.1 million from the FY 2012 final revised budget of \$112.0 million, as adjusted for reorganization and the closure of the Price facility. Federal funds in FY 2013 will finance \$643,633 in core personnel costs through the State Criminal Alien Assistance program.

In the Institutional Support program (including food services, maintenance, classification, and capital projects), the FY 2013 final enacted budget is \$27.1 million, including \$15.7 million in general revenue (an increase of \$95,673 from the FY 2012 final enacted budget as adjusted), and \$11.4 million in Rhode Island Capital Plan Funds (an increase of \$6.7 million from FY 2012). In order to provide necessary repairs and renovations to the Department's aging facilities, the final enacted includes \$4.0 million for asset protection projects, \$3.7 million for various infrastructure renovation projects at the Intake Services Center, Maximum, and Moran facilities, and \$3.7 million in renovation costs to enable the transfer of women inmates from their current facilities to the new Gloria McDonald facility (the former Reintegration Center).

In the Institutional-based Rehabilitation program (educational and vocational training, substance abuse services, correctional industries, case management, and transitional services), the FY 2013 final enacted budget is \$10.0 million, including \$8.9 million in general revenue (a decrease of \$226,000 from the FY 2012 adjusted budget) and \$1.1 million in federal funds (a decrease of \$300,000). Federal funds in FY 2013 will finance adult inmate education, AIDS counseling, sex offender assessment, supervision and treatment and reentry services, and federal stimulus grants from the American Recovery and Reinvestment Act (ARRA) for programs in inmate family reunification and inmate transition through access to employment.

In the Healthcare program (physician, pharmacy, dental, nursing and mental health services, AIDS counseling, and medical records), the FY 2013 final enacted budget is \$18.5 million, all in general revenue, a decrease of \$88,884 from FY 2012.

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The FY 2013 final enacted budget reflects a revised inmate population of 3,192. This is 39 fewer inmates than the Governor's revised FY 2013 request budget of 3,231. The inmate reduction reflects the most recent inmate population, the FY 2012 year-to-date May average of 3,191. Included in the final enacted budget is a reduction from the Governor's request of \$420,000 in personnel (\$240,000 in overtime), and operating expenditure (\$82,000 in medical services, \$55,000 in food, and \$43,000 in pharmaceuticals). The final enacted FY 2013 per diem inmate related expenditures totals \$12.8 million, including medical supplies and pharmaceuticals (\$2.8 million), medical services (\$3.9 million), food (\$4.3 million), janitorial and kitchen supplies (\$1.1 million), program supplies (\$255,635), and linen, inmate clothing, and other non medical costs (\$422,768).

Overtime supervisory costs decrease by \$6.7 million in FY 2013 from the final FY 2012 level, from \$20.2 million to \$13.5 million, reflecting the anticipated hiring of correctional officer trainees. The final enacted budget does not include the Governor's proposal that would have allowed the state to negotiate changes in overtime. The budget restores \$325,000 in overtime cost savings, but reduces overtime by \$240,000 due to the revised population estimate, for a net increase of \$85,000. The FY 2013 budget also includes both wage base funding and a FY 2013 adjustment for a March 2010 arbitration award of retroactive pay increases of \$14.9 million, including a further increase of 2.95 percent reflecting parity with a prior year award to the Sheriffs.

In the Community Corrections program (probation and parole, home confinement, and victim's services), the FY 2013 final enacted budget is \$14.7 million, including \$14.5 million in general revenue, \$153,088 in federal funds, and \$31,639 in restricted receipts. The enacted budget includes a general revenue reduction and a corresponding increase in restricted receipts to reflect the transfer of indirect administrative expenditures of 5.0 percent of applicable federal funds. The general revenue decrease from the final FY 2012 enacted budget is \$45,865.

The FY 2012 enacted budget totals \$194.0 million, \$186.0 million in general revenue, \$3.2 million in federal funds, \$104,336 in restricted receipts, and \$4.7 million in Rhode Island Capital Plan Funds. The enacted budget is \$8.5 million less than the Governor's recommendation. Programmatic changes include general revenue reductions of \$200,000 for additional turnover; \$900,000 for a reduced population estimate (including \$712,000 in overtime, and \$350,000 for the delay of the Time Tracker project; reductions of \$3,284 in federal funds reflecting medical benefits savings; increases of \$16,705 in federal funds and \$40,309 in restricted receipts due to revised expenditure estimates; and reductions of \$7.1 million in capital funding reflecting revised expenditure schedules for six projects.

The FY 2012 and FY 2013 FTE level for the Department remains the same as the enacted level of 1,419.0 FTE positions.

The FY 2013 enacted budget for the **Judiciary** totals \$104.2 million, including \$89.2 million in general revenue, \$2.7 million in federal funds, \$10.6 million in restricted receipts, and \$1.7 million in other funds. In relation to the Governor's recommendation, the FY 2013 enacted budget is \$1.1 million less, or 1.0 percent. General revenue decreases by \$304,268, mostly attributable to additional turnover savings in the amount of \$400,000 throughout all courts, offset by the addition of \$125,000 in the Adult Drug Court for treatment expenses. Federal funds are reduced by \$64,166, comprised of removal of \$139,166 for pension reform savings, offset by the addition of \$75,000 in the Adult Drug Court for a new grant in the Court's expansion project. Restricted receipts are reduced by \$698,673 from the Governor's recommendation, comprised entirely of removal of pension reform savings.

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For the Supreme Court, the FY 2013 enacted budget totals \$32.8 million, comprised of \$29.5 million in general revenue, \$220,021 in federal funds, \$1.4 million in restricted receipts and \$1.7 million in other funds. Across all fund sources, the FY 2013 enacted budget is \$1,648 less than the FY 2012 final revised budget. General revenue decreases by \$214,441, comprised of \$98,725 more for personnel, \$218,842 more for security services and IT System support, offset by \$484,073 less for operating expense due to offset of court-occupancy costs to other state agencies with presence in the court buildings, and \$51,979 less for defense of indigent grants to correspond to recent years' activity. Federal funds decrease by \$298,536, attributable to \$196,026 less for computer licenses, and \$94,305 less for temporary services.

In the Superior Court, the FY 2013 enacted budget is \$22.6 million, comprised of \$21.9 million in general revenue, \$175,025 in federal funds, and \$508,174 in restricted receipts. The FY 2013 enacted budget is \$581,756, or 2.6 percent greater than the FY 2012 final revised budget. General revenue increases by \$572,090 over the FY 2012 revised budget, comprised of \$855,869 more for salary and benefits, with decreases of \$54,447, \$68,535, \$80,251 and \$80,546 in consultant expense, operating expense, grants and capital expense, respectively.

Family Court financing in FY 2013 totals \$20.9 million, which is \$737,737 or 3.7 percent greater than the FY 2012 revised budget. General revenue increases by \$897,100 from the FY 2012 revised level, largely attributable to salary and benefit growth, including \$260,613 more for judges' pensions. Federal funds decrease by \$181,999, including removal of \$118,370 from IT design, training and seminars, \$85,000 from testing services in the mental health court clinic account, offset by addition of \$26,176 for personnel growth in salary and benefits. Restricted receipts in the Family Court increase by \$22,636 to a total of \$704,529 in FY 2013, attributable to additional resources in its indirect cost recovery account available for personnel offsets from the federal Child Support Enforcement grant.

In FY 2013, the District Court is financed at \$11.9 million, an increase of \$130,066, or 1.1 percent from the FY 2012 revised budget. Financing in this court is comprised of \$11.4 million in general revenue, \$130,128 in federal funds from a pre-trial service pilot grant, and \$285,916 in restricted receipt recoveries from small claims mediation efforts. General revenues increase by \$127,454 from the FY 2012 revised budget, mostly attributable to salary and benefit growth. Federal funds and restricted receipts are adjusted by a combined total of \$2,612 to correspond to historical expenditure levels.

Traffic Tribunal financing totals \$8.2 million in FY 2013, a decrease of \$185 from the FY 2012 revised budget. The court is financed entirely with general revenue. Between the two years, personnel financing increases by \$54,371, security services are reduced by \$74,349, attributable to offset of occupancy costs to other agencies with presence in court buildings, and capital decreases by \$37,193 for computer systems. Judges' pensions increase by \$48,359 in the grant category.

The Worker's Compensation Court, financed entirely with restricted receipts, totals \$7.8 million in FY 2013, an increase of \$28,917 or 0.4 percent from the FY 2012 enacted level. Personnel increases by \$323,519, IT system support decreases \$219,500, and judges' pensions decline by \$79,904.

The Judicial Tenure and Discipline program increases by \$8,079, attributable to changes in benefit calculations. The program is financed entirely with general revenue.

Court-wide, the final FY 2012 revised budget of \$102.8 million is \$804,616 less than the Governor's recommended amount of \$103.6 million, and is attributable to removal of \$850,000 for turnover savings

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based on the Judiciary's third quarter report, removal of \$34,423 for medical benefit savings in non-general revenue accounts, and addition of \$79,807 in several federal grant accounts based on updated award availability.

The authorized FTE level for the final FY 2013 and FY 2012 revised budgets is 723.3 FTE positions.

The FY 2013 final enacted budget totals \$42.4 million for the **Military Staff**, including \$3.5 million in general revenue, \$33.8 million in federal funds, \$481,278 in restricted receipts, and \$4.6 million from the Rhode Island Capital Plan Fund. Compared to the final revised FY 2012 appropriation, general revenue expenditures decrease by \$38,097, federal funds decrease by \$9.0 million, funding from the Rhode Island Capital Plan Fund increases by \$3.5 million, and restricted funds increase by \$11,248. The FY 2013 enacted budget is \$197,551 more than Governor's recommendation, comprised of \$84,982 less in general revenue (for additional turnover savings of \$85,000 and the restoration of the Election Day holiday), \$392,467 less in federal funds (for pension reform savings, Election Day holiday, and a federal grant revision), and \$675,000 more in Rhode Island Capital Plan Funds. The FY 2013 enacted budget reflects statewide target adjustments, including adjustments for medical benefits, medical waivers, and retirement, including a defined contribution adjustment arising from pension reform legislation.

In the National Guard program, the FY 2013 enacted budget totals \$18.5 million, including \$1.5 million in general revenue, \$12.1 million in federal funds, \$300,000 in restricted receipts, and \$4.6 million in Rhode Island Capital Plan Funds. General revenue increases by \$103,112 from the FY 2012 final revised budget, federal funds are \$491,318 more, and Rhode Island Capital Plan Funds increase by \$3.5 million. The National Guard program budget includes \$67,600 in general revenue for the Funeral Honors program, to be used to compensate military retirees who wish to provide ceremonial services. The budget also continues funding of various benefits provided to National Guard personnel, including the Education Benefit to fund enrollment of eligible guardsmen in courses at state colleges, and the Life Insurance Benefit to reimburse federally funded life insurance for guardsmen deployed overseas. Capital project funding from the Rhode Island Capital Plan Fund includes \$2.4 million for renovations at the Armory of Mounted Commands, \$850,000 for an addition to the Command Readiness Center, \$650,000 in asset protection funding for various projects, \$375,000 for roof repair at Camp Fogarty, and \$250,000 for feasibility studies of a new Emergency Management headquarters and a regional training facility in Burrillville.

In the Emergency Management program, the FY 2013 enacted budget totals \$23.9 million, comprised of \$2.0 million in general revenue, \$21.7 million in federal funds, and \$181,278 in restricted receipts. General revenue decreases by \$141,209 from the FY 2012 final revised budget, federal funds are \$9.5 million less, and restricted receipts increase by \$11,248. The reductions reflect primarily position reorganizations and reductions. The FY 2013 enacted budget includes \$714,351 in general revenue and \$4.0 million in federal funds for personnel and operating costs incurred by the program. The Emergency Management program also includes continued funding of \$1.3 million in general revenue, and \$129,020 in federal funds, for the operation of the Rhode Island Statewide Communications Network, a radio communications system designed to provide interoperable communications among cities and towns and the state.

The State of Rhode Island is eligible for federal assistance for damages incurred during the March/April 2010 flood. Eligible work includes debris removal, emergency protective measures, permanent repairs to roads and bridges, water control facilities, buildings, equipment, utilities and parks and recreation facilities. The final enacted budget includes an estimated \$50,000 in general revenue to fund the 10

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percent state match as required by Federal Emergency Management Agency regulations for the 90 percent expenditure estimates for state facilities (\$1.0 million), municipal facilities (\$2.3 million), and quasi-public facilities (\$500,000). The FY 2013 budget also includes \$836,968 in federal hazard mitigation funds arising from both the 2010 flood and the 2011 Tropical Storm Irene, as well as \$5.0 million in federal funding for damages incurred by Tropical Storm Irene.

The enacted budget includes \$7.4 million for homeland security and related transit protection and buffer zone protection programs: first responder equipment, equipment for local emergency response and urban search and rescue teams, municipal planning, exercises, and training, state homeland security equipment, training, exercise and planning activities, law enforcement terrorism protection, and volunteer training programs.

The FY 2012 revised budget totals \$48.0 million, comprised of \$3.6 million in general revenue, \$42.9 million in federal funds, \$470,030 in restricted receipts, and \$1.1 million in Rhode Island Capital Plan Funds. The enacted budget is \$1.1 million less than the Governor's recommendation, including reductions of \$180,000 in general revenue for additional turnover savings, reductions of \$30,854 in federal funds and \$703 in restricted receipts reflecting medical benefits savings, and reductions of \$902,631 in RI Capital Plan Fund financing reflecting revised expenditure schedules for three projects, offset by an increase in federal funds of \$60,888 for a federal grant adjustment.

The FY 2013 final enacted budget includes funding for 112.0 FTE positions, a decrease of 1.0 FTE from the FY 2012 final enacted level, reflecting a program reduction in Emergency Management, as well as a net reduction of 4.0 maintenance FTE's in the National Guard program from the FY 2012 enacted budget.

The FY 2013 enacted budget for the **Department of Public Safety** totals \$122.5 million, including \$94.8 million in general revenue, \$6.9 million in federal funds, \$12.7 million in restricted receipts, and \$8.1 million in other funds. The agency's FY 2013 enacted budget is \$12.3 million more than the FY 2013 Governor's recommendation, comprised of \$271,927 more in general revenue, \$12.0 million more in restricted receipts, and \$436,683 more in other funds and operating transfers, offset by a reduction of \$346,890 in federal funds. The Department's budget of \$123.3 million reflects a net increase of 15.2 percent, or \$106.3 million, from the final revised FY 2012 budget of \$107.1 million. General revenue funding reflects a net increase of 3.5 percent, or \$3.2 million, federal funding reflects a net decrease of 25.0 percent, or \$2.3 million, restricted receipt funding reflects a net increase of 2,014.3 percent, or \$12.1 million, and other funds and operating transfers reflect a net increase of 64.7 percent, or \$3.2 million from the final revised FY 2012 budget.

In the Central Management program, the FY 2013 enacted budget totals \$5.5 million, including \$1.2 million in general revenue, \$4.3 million in federal funds, and \$850 in restricted receipts. The program's FY 2013 enacted budget is \$47,790 less than the FY 2013 Governor's recommendation comprised entirely of a reduction in federal funding due to pension reform. The program's budget of \$5.5 million reflects a net decrease of 7.6 percent, or \$450,000, from the final revised FY 2012 budget of \$6.0 million.

In the E-911 program, the FY 2013 enacted budget totals \$5.3 million and is solely financed from general revenue. The program's FY 2013 enacted budget is \$231,182 less than the FY 2013 Governor's recommendation due to a reduction of \$240,000 for the State Homeland Security - GIS Upgrade, and an increase of \$8,818 for holiday pay due to restoration of the Election Day holiday. The program's budget of \$5.3 million reflects a net increase of 3.6 percent, or \$181,357, from the final revised FY 2012 revised budget of \$5.1 million. The program's final revised FY 2012 budget is \$190,000 less than the FY 2012

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Governor's recommendation comprised of \$100,000 in additional general revenue turnover savings and \$90,000 in federal funds for the State Homeland Security - GIS Upgrade.

In the State Fire Marshal program, the FY 2013 enacted budget totals \$4.6 million, including \$2.7 million in general revenue, \$102,717 in federal funds, \$286,698 in restricted receipts, and \$1.6 million in other funds. The program's FY 2013 enacted budget is \$37,730 more than the FY 2013 Governor's recommendation comprised of \$49,944 more in federal funds, offset by \$7,101 less in restricted receipts, and \$5,113 less in other funds. The change from the Governor's recommendation is due to additional federal grants awarded after the budget was submitted by the agency. The program's budget of \$4.6 million reflects a net increase of 23.9 percent, or \$891,533, from the final revised FY 2012 budget of \$3.7 million. The final revised FY 2012 budget is \$1.3 million less than the FY 2012 Governor's recommendation, which is a direct result of \$1.3 million in Rhode Island Capital Plan Fund financing for the State Fire Academy being shifted to FY 2014.

In the Security Services program, the FY 2013 enacted budget totals \$21.5 million and is solely financed from general revenue. The program's FY 2013 enacted budget is \$249,549 less than the FY 2013 Governor's recommendation due to additional turnover savings taken in the Sheriff's Division. The program's budget of \$21.5 million reflects a net increase of 8.7 percent, or \$1.7 million, from the final revised FY 2012 budget of \$19.8 million. The final revised FY 2012 budget is \$675,000 less than the FY 2012 Governor's recommendation attributable to turnover savings of \$525,000 taken in the Sheriff's Division, and \$150,000 in the Capitol Police Division based on third quarter report results.

In the Municipal Police Training Academy program, the FY 2013 enacted budget totals \$570,978 and includes \$356,811 in general revenue and \$214,167 in federal funds. In FY 2013, the Governor's recommendation included shifting financing for the Municipal Police Training Academy into a restricted receipt account in order to make the academy self-supporting. This proposal was later reversed by the Governor in a budget amendment, which was accepted by the General Assembly. This led to financing being restored to general revenue in FY 2013. Therefore, on an all funds basis, there is no change from the FY 2013 Governor's recommendation to the FY 2013 enacted budget. The program's budget of \$570,978 reflects a net decrease of 13.9 percent, or \$91,788, from the final revised FY 2012 budget of \$662,766.

In the State Police program, the FY 2013 enacted budget totals \$85.1 million, including \$63.8 million in general revenue, \$2.3 million in federal funds, \$12.4 million in restricted receipts, and \$6.5 million in other funds. The FY 2013 enacted budget is \$12.8 million more than the FY 2013 Governor's recommendation comprised of \$395,847 more in general revenue, \$12.4 million more in restricted receipts, and \$441,796 more in other funds, offset by \$349,044 less in federal funds. The primary difference between the FY 2013 enacted budget and the FY 2013 Governor's recommendation is an addition of \$7.4 million for Public Safety Modernization, \$5.0 million for the Local Public Safety Initiative, and \$537,557 for an additional retirement contribution. The majority of this financing is available from a federal forfeiture from Google Inc. The program's budget of \$85.1 million reflects a net increase of 19.6 percent, or \$13.9 million, from the final revised FY 2012 budget of \$71.1 million. The program's final revised FY 2012 budget is \$2.5 million less than the FY 2012 Governor's recommendation comprised of \$625,000 less in general revenue, \$390,025 less in federal funds, and \$1.8 million less in other funds, offset by \$300,000 more in restricted receipts. The reductions can be attributed to a shift in financing for capital projects into FY 2014, and savings taken in overtime based on third quarter report results. The FY 2012 enacted budget also removes \$442,591 in federal funds to purchase new equipment for the State Police Dive Team that will no longer be necessary.

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The Department's FY 2013 FTE authorization of 609.2 FTE positions reflects an increase of 3.0 FTE positions from the FY 2012 revised budget appropriation of 606.2 FTE positions. The increase reflects 3.0 FTE positions in the State Fire Marshal program; a Fire Investigator, a Fire Safety Inspector and an Assistant Explosive and Flammable Liquids Technician.

The FY 2013 enacted budget for the **Office of the Public Defender** totals \$11.2 million, including \$10.8 million in general revenue and \$421,898 in federal funds. The FY 2013 general revenue budget is \$503,012 greater than the final FY 2012 revised budget, while federal funds decrease by \$102,460. The agency's FY 2013 enacted budget is \$94,813 less than the Governor's recommendation, comprised of \$112,215 more in general revenue for an additional FTE, and \$17,402 less in federal funds for pension reform savings. The budget reflects adjustments to current services required for salary and employee benefits of the existing staff, offset by statewide adjustments for medical insurance, retirement (arising from the passage of pension reform legislation, including a defined contribution plan estimate), and medical waivers for a net increase of \$32,351. The final enacted budget includes general revenue financing for 2.0 attorney FTE's. One, at a cost of \$117,040, will represent clients on misdemeanor cases, reflecting the transfer of cases from the Sixth to the Third District (Kent County) Court. The other, at a cost of \$112,215, added by the General Assembly to the Governor's recommended budget, is to fund an attorney for the Adult Drug Court. The final enacted budget also includes general revenue funding for an existing Community Outreach position to replace anticipated reductions in federal funds. The final enacted budget also includes \$30,215 for computer network and operating systems upgrades. The enacted budget also includes a federal grant of \$108,072 in FY 2013, the John R. Justice Incentive Grant. Funds from this grant will be loaned out as scholarly assistance to municipal, state and federal prosecutors and defenders.

The FY 2012 enacted budget totals \$10.8 million, comprised of \$10.3 million in general revenue and \$524,358 in federal funds. The enacted budget is \$33,313 less than the Governor's recommendation, including reductions of \$969 in federal funds reflecting medical benefits savings and \$70,000 in general revenue reflecting turnover savings, offset by increases in federal funds of \$30,000 for an Adult Drug Court attorney, and \$7,656 for the John R. Justice loan repayment incentive grant.

The FY 2012 recommendation is for 92.0 FTE positions, and the FY 2013 recommendation is for 93.0 FTE positions.

<p><i>Natural Resources</i></p>

The FY 2013 enacted budget for the **Department of Environmental Management** totals \$98.8 million, including \$34.5 million in general revenue, \$35.0 million in federal funds, \$14.3 million in restricted receipts, and \$15.0 million in other funds. The agency's FY 2013 enacted budget is \$768,583 less than the FY 2013 Governor's recommendation, and includes reductions of \$76,695 in general revenue, \$922,622 in federal funds, and \$517,531 in restricted receipts, offset by an addition of \$748,265 in other funds. The Department's budget of \$98.8 million reflects a net decrease of 5.2 percent, or \$5.4 million, from the final revised FY 2012 budget of \$104.2 million. General revenue financing reflects a net decrease of 2.9 percent, or \$1.0 million; federal funds reflect a net decrease of 19.2 percent, or \$8.3 million; restricted receipts reflect a net increase of 4.6 percent, or \$627,423; and other funds reflect a net increase of 29.0 percent, or \$3.4 million from the final revised FY 2012 budget.

The final revised FY 2012 budget totals \$104.2 million, consisting of \$35.6 million in general revenue, \$43.3 million in federal funds, \$13.7 million in restricted receipts, and \$11.6 million in other funds. In

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relation to the Governor's supplemental recommendation, the final revised FY 2012 budget is a decrease of \$738,153, comprised of \$72,308 less in restricted receipts, and \$1.3 million less in other funds, offset by increases of \$99,315 in general revenue, and \$550,893 in federal funds.

In the Office of the Director program, the FY 2013 enacted budget totals \$8.2 million, including \$4.8 million in general revenue, \$493,300 in federal funds, and \$2.9 million in restricted receipts. The program's budget of \$8.2 million reflects a net decrease of 15.8 percent, or \$1.5 million, from the final revised FY 2012 budget of \$9.7 million. The program's FY 2013 enacted budget is \$94,531 less than the FY 2013 Governor's recommendation, comprised of a reduction of \$101,602 in restricted receipts, offset by an additional \$7,071 in general revenue. The reduction can be attributed to pension reform savings. The general revenue increase in FY 2013 is mainly a result of \$155,762 more in Community Service grants, offset by \$148,691 less in rental expense.

In the Bureau of Natural Resources program, the FY 2013 enacted budget totals \$56.5 million, including \$18.2 million in general revenue, \$22.6 million in federal funds, \$3.6 million in restricted receipts, and \$12.1 million in other funds. The program's budget of \$56.5 million reflects a net decrease of 0.1 percent, or \$69,411, from the final FY 2012 revised budget of \$56.6 million. The agency's FY 2013 enacted budget is \$143,363 more than the FY 2013 Governor's recommendation, which includes an increase of \$752,487 in other funds, offset by \$83,766 in general revenue, \$405,278 in federal funds, and \$120,080 in restricted receipts. The overall program increase is primarily due to \$765,000 in other funds for Rhode Island Capital Plan Fund financed pier upgrades, offset by statewide savings throughout the remainder of the program. The FY 2012 final revised budget is \$977,934 less than the FY 2012 Governor's recommend, comprised of \$24,187 in restricted receipts, and \$1.3 million in other funds, offset by \$106,530 in general revenue, and \$255,639 in federal funds. The General Assembly shifted numerous Rhode Island Capital Plan Fund projects into FY 2013, while adding \$366,908 in federal financing for the Boy Scouts Property purchase, and \$106,530 for additional Tropical Storm Irene State Match.

In the Bureau of Environmental Protection program, the FY 2013 enacted budget totals \$34.1 million, including \$11.6 million in general revenue, \$11.9 million in federal funds, \$7.8 million in restricted receipts, and \$2.8 million in other funds. The program's budget of \$34.1 million reflects a net decrease of 10.0 percent, or \$3.8 million from the final FY 2012 revised budget of \$37.9 million. General revenue financing reflects a net decrease of 6.0 percent, or \$731,862, federal funds decrease by 22.9 percent, or \$3.5 million, restricted receipts increase by 6.7 percent, or \$491,208, and other funds decrease by 0.1 percent, or \$4,085, from the final FY 2012 revised budget. The agency's FY 2013 enacted budget is an overall reduction of \$817,415 from the FY 2013 Governor's recommendation, comprised of \$517,344 in federal funds, \$295,849 in restricted receipts, and \$4,222 in other funds. The change from the FY 2013 Governor's recommendation can be entirely attributed to statewide savings.

The Department's FY 2013 FTE authorization is 407.0 FTE positions, a decrease of 3.0 FTE positions from the FY 2012 revised budget level. The 3.0 FTE positions were term-limited positions in the Water Resources program, which directly result in a reduction of federal funding available to states pursuant to Section 319 of the Clean Water Act.

The FY 2013 enacted budget for the **Coastal Resources Management Council** totals \$5.1 million, including \$2.3 million of general revenue, \$1.7 million of federal funds, \$900,000 from the Rhode Island Capital Plan Fund and \$250,000 in restricted receipts. In relation to the FY 2012 revised budget, general revenue increases by \$25,694, federal funds decrease by \$2.9 million and RI Capital Plan Funds increase

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by \$233,682. Federal funds include \$1.3 million for personnel and operating support; \$295,271 for the Narragansett Bay Habitat Restoration Planning to complete the study of shorelines to determine how organic materials can be used to restore habitats; and \$33,593 for aquatic invasive species management. Restricted receipts from the Oil Spill Prevention, Administration and Response Fund finance specific coastal habitat restoration projects. In addition to statewide target adjustments, including a revision in retirement rates and a defined contribution rate arising from passage of pension reform legislation, the general revenue budget includes \$36,000 of contract legal expenditures due to the reduction in federal operating funds. The agency's FY 2013 enacted budget is \$181,779 less than the Governor's recommendation, comprised of \$35,892 less in general revenue, and \$145,887 less in federal funds. Programmatic changes from the Governor's recommended budget include a reduction of 0.5 FTE for a part time staff attorney, and a reduction of \$35,892 in general revenue, and \$35,982 in federal funds. The enacted budget also includes a reduction of \$109,995 in federal funds reflecting retirement savings. The final enacted FY 2013 budget includes Rhode Island Capital Plan Funds of \$850,000 for the South Coast Restoration project, and \$50,000 to construct a secure boat storage facility.

The enacted FY 2012 budget for the agency totals \$7.7 million, including \$2.2 million in general revenue, \$4.6 million in federal funds, \$250,000 in restricted receipts, and \$66,318 in Rhode Island Capital Plan Funds. The enacted budget is \$68,453 less than the Governor's recommendation, comprised of \$5,671 less federal funds reflecting medical benefits savings and \$62,782 less RI Capital Plan Fund financing reflecting completion of one stage of the South Coast Restoration project.

The FTE position ceiling for the Council is unchanged at 30.0 FTE positions for FY 2012. In FY 2013, the FTE position ceiling is 29.0 FTE, due to the loss of a federal position.

<i>Transportation</i>

The FY 2013 enacted budget for the **Department of Transportation** totals \$511.6 million, including \$148.3 million in other funds, \$362.3 million in federal funds, including \$8.9 million in federal stimulus funds, and \$1.0 million in restricted receipts. The agency's FY 2013 enacted budget represents a \$19.3 million, or 3.9 percent, increase from the Governor's recommendation for the department, comprised of \$19.3 million in other funds and \$6,818 in federal funds. The increase in other funds is primarily due to \$20.0 million in Rhode Island Capital Plan Funds included in the enacted budget to eliminate the November 2012 general obligation bond referendum intended to finance the federal highway program's state match requirement in FY 2014.

The Department's FY 2013 enacted budget represents an increase of \$69.8 million, or 15.8 percent, from the final FY 2012 revised budget of \$441.8 million.

The final enacted 2012 budget for the Department totals \$441.8 million, comprised of \$338.4 million in federal funds, including \$11.4 million in federal stimulus funds, \$2.7 million in restricted receipts, and \$100.7 million in other funds. In comparison to the Governor's supplemental recommendation, the final enacted FY 2012 budget for the Department represents an increase of \$956,500, or 0.2 percent, from the Governor's recommendation, including no change in federal funds, an increase of \$1.7 million in restricted receipts, and a decrease of \$743,500 in other funds. Third party payments increased over the past year and are responsible for the change in restricted receipts funds, offset by decreases to a RI Capital Plan Fund financed project of \$200,000 and a decrease in the forecast of the per penny yield of gasoline tax revenues impacting other funds.

The State's gasoline tax remains at 32.0 cents per gallon in FY 2013, with an additional 1.0 cent per

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gallon for the Underground Storage Tank Fund. Upon receipt, all gasoline tax proceeds are deposited into the Intermodal Surface Transportation fund from which statutory transfers are made to the Department of Transportation, the Rhode Island Public Transit Authority (RIPTA), and the elderly/disabled transportation program in the Department of Human Services. The disposition of the gasoline tax is as follows: the Department of Transportation receives 19.75 cents per gallon, RIPTA receives 9.25 cents per gallon, and the GARVEE/ Motor Fuel program receives 2.0 cents per gallon (for debt service). The 1.0 cent from the Underground Storage Tank Fund originally directed to the Department of Environmental Management (DEM), was split as of FY 2009, with 0.50 cent directed to the Rhode Island Public Transit Authority, and the remainder to DEM.

FY 2013 Gas Tax Allocation (cents per gallon)

	<i>Fiscal Year</i>							
Recipient	2006	2007	2008	2009	2010	2011	2012	2013
DOT	20.75	20.75	20.75	20.75	21.75 ³	21.75	21.75	21.75
RIPTA	7.25 ¹	7.25	7.25	7.75 ²	9.75 ⁴	9.75	9.75	9.75
General Fund	1.00 ¹	1.00 ¹	1.00	1.00	0.00	0.00	0.00	0.00
DHS ⁵	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
DEM	1.00	1.00	1.00	0.50 ²	0.50	0.50	0.50	0.50
Total	31.00	31.00	31.00	31.00	33.00⁴	33.00	33.00	33.00

¹ Increased to 7.25 cents in May 2006 with a corresponding decrease to the General Fund

² The Underground Storage Tank Fee of 1.00 cent which was previously directed to DEM is now split with 0.50 cent to DEM and 0.50 cent to RIPTA

³ The 1.00 cent that previously went to the General Fund now flows to the DOT as of July 2009

⁴ Gasoline tax increased to 32.0 cents in July 2009 with a corresponding 2.00 cent increase to RIPTA.

⁵ The administration of the Elderly and Disabled Transportation Program was transferred from the former Department of Elderly Affairs to the Department of Human Services as of July 2009.

The FY 2013 gasoline tax budget for the Intermodal Surface Transportation Fund totals \$136.5 million, a decrease of \$12.0 million from the Governor's recommendation. The decrease is primarily a result of rejection of the Governor's recommendation that an increase in certain Division of Motor Vehicle fees, slated to be phased in beginning in FY 2014, be accelerated to January 2013 to provide additional operating resources for DOT. The additional fees totaled \$13.6 million. The Legislature did not include the additional revenues in the FY 2013 enacted budget, instead including operating assistance to the Department by appropriating \$8.0 million in general revenue in the Department of Administration to offset part of Transportation's debt service. The general revenue-financed debt payments will relieve the pressure on declining gas tax revenues. The gasoline tax yield, as projected by the Office of Revenue Analysis, was decreased \$10,880 per cent to \$4,213,320 from the original forecast utilized in the Governor's recommendation, a total decrease of \$342,720, offset by a \$2.0 million increase in projected balance forward funds within the Department of Transportation.

The FY 2013 gasoline tax budget for the Intermodal Surface Transportation Fund of \$136.5 million represents a decrease of \$1.7 million from the final FY 2012 revised budget of \$138.2 million. The primary variance is the decrease of \$1.9 million in the carry forward balance between the two years.

The FY 2013 budget of the Central Management division of the Department of Transportation totals \$11.9 million, no change from the Governor's recommendation. The \$11.9 million enacted budget

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represents an increase of \$1.1 million from the final FY 2012 revised budget of \$10.8 million. Other funds, which are comprised solely of gasoline tax funds in this division, are \$1.4 million, an increase of \$71,640 over the previous year's final enacted. Federal funds of \$10.5 million increase \$1.0 million within the National Highway Transportation Safety Administration grants and reflect expected federal awards for various highway safety programs.

Within the Management and Budget program, gasoline tax funds for FY 2013, the only funds appropriated within this division, total \$1.9 million, an increase of \$426,669 from the revised FY 2012 final budget of \$1.5 million, which is attributable to an increase in personnel costs due to lower indirect cost recovery rates which reduce the portion of personnel costs allocated to federal projects. There is no change from the Governor's recommendation for the division.

Other funds in the Infrastructure Engineering program increase \$19.9 million from the Governor's recommendation to \$100.7 million, of which gasoline tax funded expenses of \$54.2 million decreased by \$124,788. The gasoline tax decrease is primarily due to the reduced estimate of the per penny gasoline tax yield. The \$19.9 million increase in other funds is primarily due to the Legislature appropriating \$20.0 million from the Rhode Island Capital Plan Fund to accelerate the elimination of general obligation bond financing for the Department of Transportation's federal highway match. The RI Capital Plan Funds will replace debt financing, which will eventually reduce the debt service of the department and alleviate the systemic deficits that have recurred in the recent past. The remaining other funds have not changed from the Governor's recommendation of \$26.4 million, from land sales revenue, primarily the anticipated sale of the land made available from the I-195 project. Federal funds totaled \$351.8 million, including the \$8.9 million related to the American Recovery and Reinvestment Act of 2009, which did not change from the Governor's recommendation; increased \$6,818 from the Governor's recommendation. Restricted receipts of \$1.0 million for FY 2013 within the Infrastructure Engineering Division remained at the same funding level as the Governor's recommendation.

Total funds of \$453.5 million are appropriated in Infrastructure Engineering for FY 2013, an increase of \$63.0 million from the final FY 2012 enacted budget. Federal funds account for \$22.9 million of the increase over the previous year, \$20.0 million of the increase is in RI Capital Plan Funds appropriated to replace debt financing as discussed above, and a \$21.8 million increase in other funds due to projected land sales from the I-195 project. The increases are offset by a decrease of \$1.7 million in restricted receipts as the increased expenditures in third party payments are not projected to carry forward into FY 2013.

The FY 2013 enacted budget includes \$8.9 million from the American Recovery and Reinvestment Act of 2009, no change from the Governor's recommendation, and a decrease of \$2.5 million from the final FY 2012 revised budget of \$11.4 million. The stimulus funds include \$2.9 million in Highway Improvement Funds, including construction, reconstruction, rehabilitation, resurfacing, restoration and operational improvements for highways, interstates, bridges; \$5.0 million for improvements to the Kingston train station track capacity and platform improvements; and \$1.0 million for the Providence Train Station Improvement Project. Funds for Commuter Rail projects and an on-the-job training program have been exhausted in FY 2012. FY 2013 represents the end of highway stimulus funding under the American Recovery and Reinvestment Act of 2009. The Department of Transportation originally increased total employment of 89.0 FTE temporary positions to complete the projects budgeted, which have been converted to permanent positions. These FTE positions are assigned to the federal highway funded construction projects.

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Other funds of \$44.3 million in the Infrastructure Maintenance program decrease \$534,839 from the Governor's recommendation. Gasoline tax revenues of \$39.6 million decrease \$209,839 from the Governor's recommend. RI Capital Plan Funds of \$4.6 million decreased \$325,000 from the recommendation due to a project's bid being less than the original estimates.

Total appropriated expenditures for the Infrastructure Maintenance program increased \$5.3 million in FY 2013 from the final FY 2012 enacted budget. The primary reasons were that winter maintenance costs were abnormally low in FY 2012, and have been appropriated at a five (5) year average for FY 2013, combined with an increase in RI Capital Plan Fund financed projects of \$1.6 million over the previous year.

A total of 772.6 FTE positions are authorized for the department in FY 2013, no change from the final FY 2012 enacted authorization.

All Sources

The total expected resources for FY 2013 are \$8.116 billion and include all sources of funds from which state agencies make expenditures. It should be noted that \$102.4 million of the total available resources is allocated directly to the budget stabilization fund.

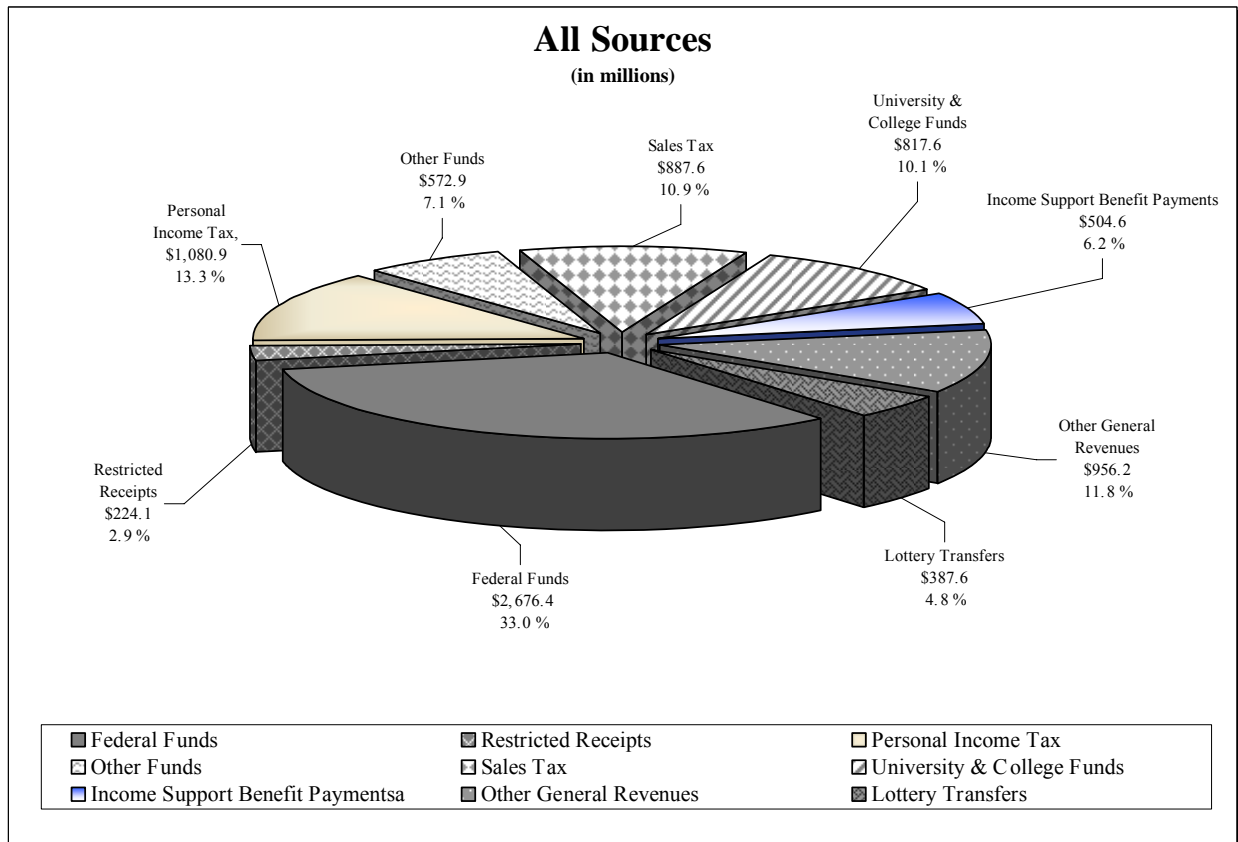
Federal funds are the largest single source at 33.0 percent of total available resources. This is lower than FY 2012 when federal funds comprised 34.9 percent of total expenditures.

From the general fund, Personal Income and the Sales and Use tax provide a combined 24.3 percent of total support.

Other General Revenue sources, which include the net surplus and General Business Taxes provide 11.8 percent of the funding.

Income support benefit payments provide 6.2 percent of total available resources, and University and College Funds, including tuition payments, provide another 10.1 percent of the total.

The remaining sources of funding include Restricted Receipts at 2.9 percent, the Lottery Transfer at 4.8 percent, and Other Funds at 7.1 percent of enacted FY 2013 total available resources.



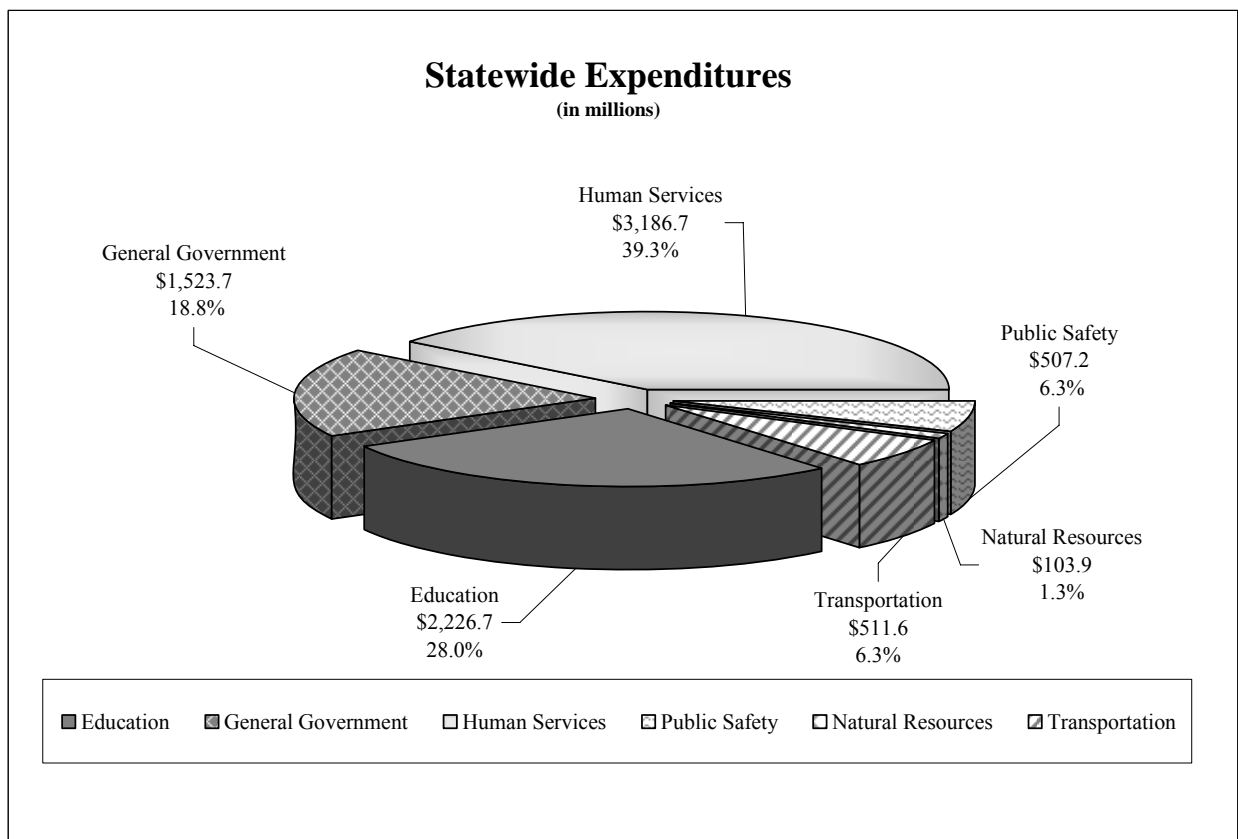
All Expenditures

Approximately 67.3 percent of all expenditures are for human services and education programs. The budgets for the human services agencies total \$3.2 billion, or 39.3 percent of all expenditures. Education expenditures of \$2.3 billion are 28.0 percent of the total expenditures, with \$1.1 billion for aid to local units of government for category aid, teacher retirement, school construction, and charter schools. This is approximately 46.9 percent of all education expenditures, and 13.1 percent of all spending authorized for FY 2013.

Expenditures of \$1.5 billion authorized for general government programs include \$666.6 million in non-education aid to local units of government and for assistance, grants and benefits to individuals. These expenditures are primarily for vehicle and property tax relief in addition to employment training, and unemployment benefits. General government expenditures are 18.8 percent of the total all funds budget.

Transportation expenditures of \$511.6 million compose 6.3 percent of the total budget, including funds for public transportation, highway, road and bridge expenditures. Remaining expenditures are \$507.2 million, or 6.3 percent for public safety agencies, and \$103.9 million, or 1.3 percent for natural resources agencies.

Overall, expenditures from all funds decreased 0.2 percent, or \$19.2 million, from the final revised FY 2012 budget authorization.



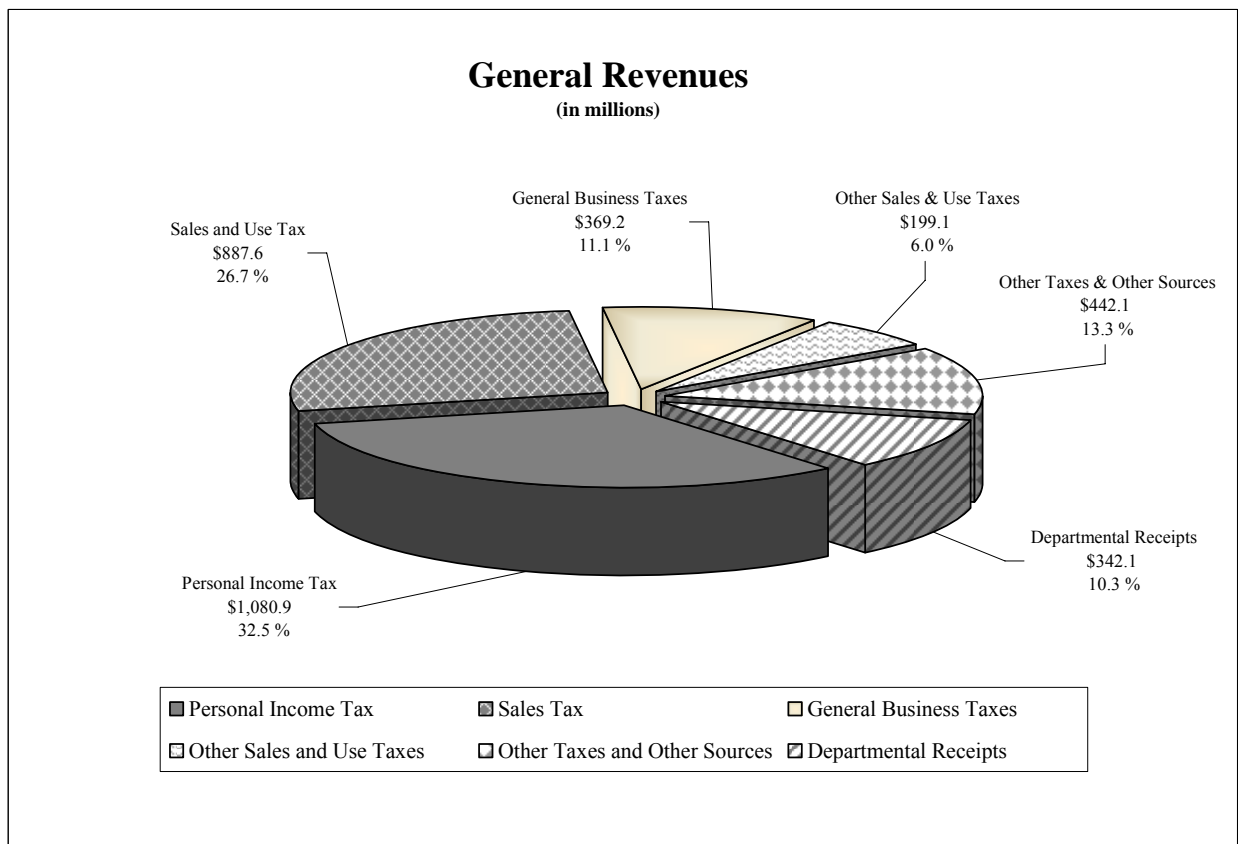
General Revenues

The enacted FY 2013 general revenue budget is based upon \$3.321 billion of general revenues. General revenues are subject to appropriation for any lawful government purpose.

The personal income tax is the largest single general revenue source at 32.5 percent. All sales and use taxes, including the sales tax, motor vehicle licenses and fees, cigarette taxes and alcohol taxes, are an additional 32.7 percent of general revenue. The sales tax on its own is projected at \$887.6 million, or 26.7 percent of general revenue.

General business taxes, including corporate income taxes, are 11.1 percent of general revenue, while all departmental receipts equal 10.3 percent of general revenues.

Other revenue sources, including other taxes, are an additional \$442.1 million, or 13.3 percent of general revenue.



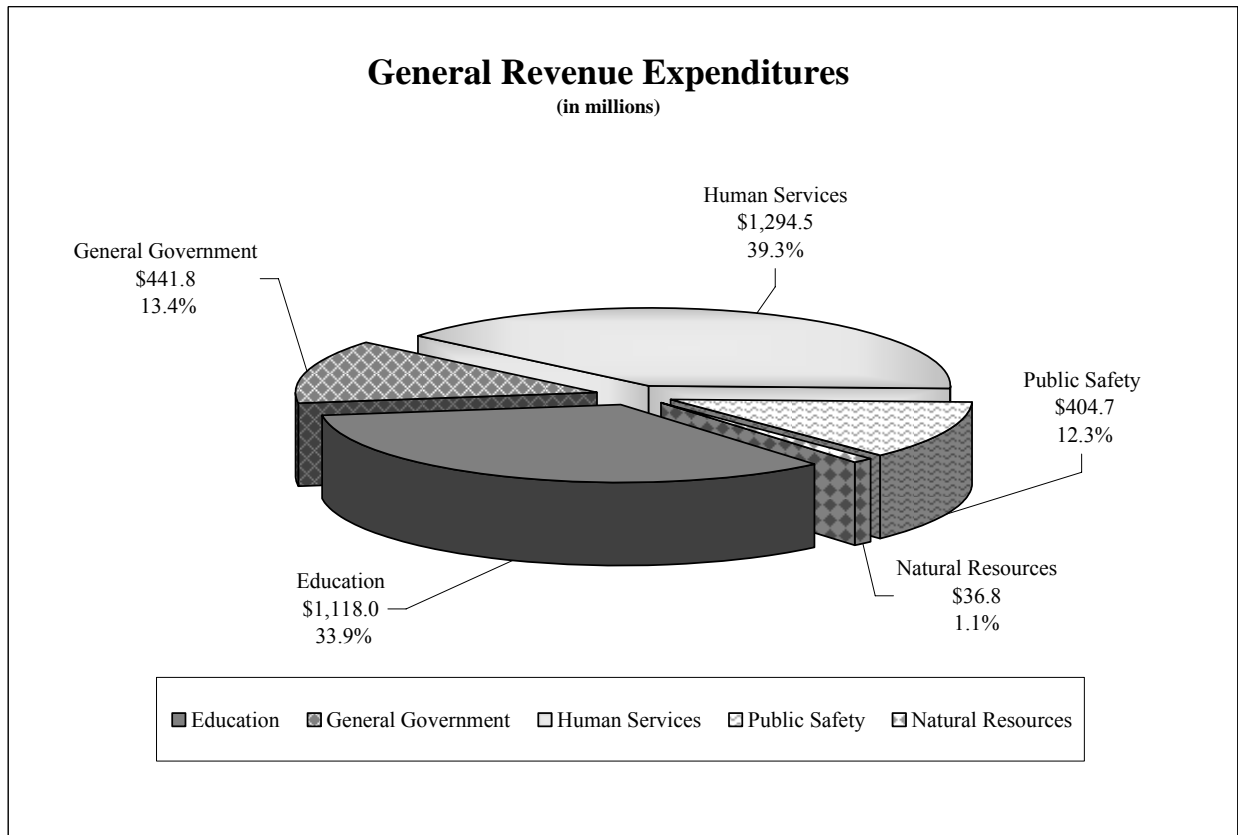
General Revenues Expenditures

The enacted FY 2013 budget from general revenues is \$3.3 billion or \$156.6 million more than the FY 2012 final authorized budget. This allows for the statutory mandate that the state spend no more than 97.0 percent of taxes and departmental receipts. The remaining 3.0 percent (\$102.4 million) is deposited into the Budget Reserve and Cash Stabilization Fund.

Human services programs comprise the largest share at 39.3 percent of all FY 2013 authorizations. The majority of the expenditures are for assistance, grants, and benefits and represent direct services to clients, patients and consumers. Education programs, which include local education aid, comprise the second largest share of expenditures from general revenue at 33.9 percent.

General Government programs constitute 13.4 percent of general revenue appropriations. Authorized public safety expenditures are 12.3 percent of all general revenue enacted budgets. Natural resource programs will receive \$36.8 million in general revenues or 1.1 percent of all general revenue authorizations.

Transportation receives all of its funding from the gas tax and other non-general revenues.



***Full Time
Equivalent
Positions***

The number of full time equivalent (FTE) positions authorized within the agency FTE caps in the FY 2013 final enacted budget is 15,026.3, an increase of 91.3 FTE positions from the FY 2012 final revised budget of 14,935.0. This net increase is made up of both increases and decreases in several agencies. The largest variances are in the Human Services function, where there is an increase of 79.5 FTE positions from the FY 2012 final revised budget, including a 75.0 FTE position increase in the Department of Health due to the following amendments requested by the Governor: the conversion of 39.0 contract services staff to full-time positions; the retention of 8.0 laboratory positions; and 27.0 additional FTE positions to be funded from current or new federal grants. Other Human Services function changes include a 10.0 FTE position increase in the Executive Office of Health and Human Services primarily due to transfers from the Departments of Health and Human Services. The Department of Children, Youth and Families' FTE cap increases by 3.0 FTE positions due to the Race to the Top federal grant. The Department of Human Services' FTE cap decreases by 8.5 FTE positions due to the transfer of the HIV program to the Executive Office of Health and Human Services and the return of 2.0 FTE positions related to energy programs to the Department of Administration.

The next largest increase of 19.4 FTE positions is in the Education program, where the Higher Education increase of 26.0 FTE positions for additional faculty and staff is offset by reductions in the R.I. Council on the Arts (2.6 FTE positions for the Film Office transfer), Higher Education Assistance Authority (3.0 FTE positions) and the Public Telecommunication Authority (1.0 FTE position).

The General Government function decreases by 6.6 FTE positions. The Department of Revenue adds 9.0 FTE positions for investigative auditors and tax investigators, and the Public Utilities Commission adds 1.0 consumer unit FTE, while the Department of Administration's FTE cap decreases by a net of 7.0 FTE positions, the Department of Business Regulation decreases by 2.0 securities and insurance program positions, and the Department of Labor and Training decreases by 7.6 FTE positions.

Other FTE changes are in Public Safety (an additional 3.0 fire investigator/inspector positions); Office of the Public Defender (1.0 attorney to continue the Adult Drug Court program); Military Staff (a reduction of 1.0 FTE due to reorganization in the Emergency Management program); and in Natural Resources (reductions of 3.0 FTE positions in the Department of Environmental Management; and 1.0 FTE position in the Coastal Resources Management Council due to the loss of federal funds).

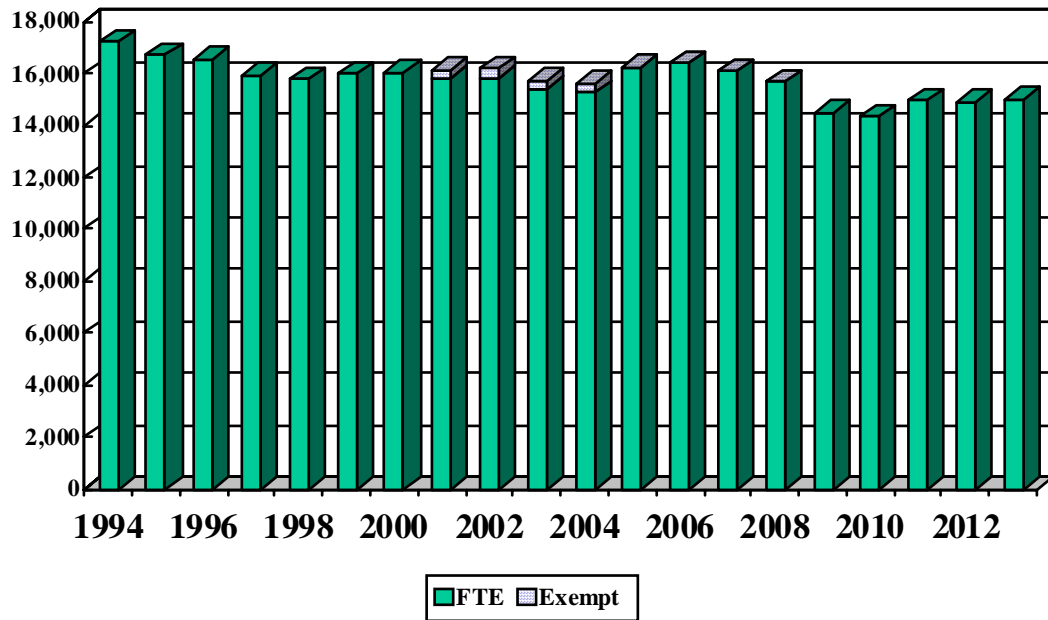
In the final FY 2012 revised budget, the number of full time equivalent positions is 14,935.0, a decrease of 7.2 FTE positions from the FY 2012 original enacted budget of 14,942.2. The only change from Governor's recommended supplemental budget is an additional FTE in the Office of the Public Defender.

The final enacted FY 2013 FTE cap of 15,026.3 is 188.6 FTE positions more than the Governor's recommended FTE cap of 14,837.7. The General Assembly included the following modifications (the first two and some of the remainder requested by the Governor as part of subsequent amendments to the original budget request):

- Added 98.1 FTE positions in the Department of Labor and Training: 61.0 in the Unemployment Insurance program, and 37.0 in the Workforce Investment Act program.

- Added 74.0 FTE positions in the Department of Health for converting contract employees to full time FTE's (39.0), for restoring funding and positions in the Health Laboratory (8.0) and for adding 27.0 FTE positions funded by current or new federal grants.
- Added 21.6 FTE positions in Department of Administration, restoring 12.0 Bureau of Audit positions, creating new positions in Purchasing (3.0) and the Office of Digital Excellence (2.0), and transferring the R.I. Television and Film Office from the R.I. State Council on the Arts (2.6) and energy program related positions from the Department of Human Services (2.0).
- Added 5.0 FTE positions in the Executive Office of Health and Human Services due to the transfer of the HIV program from the Department of Human Services.
- Added 1.0 attorney FTE in the Office of the Public Defender for the Adult Drug Court.
- Reduced the Coastal Resources Management Council by 0.5 FTE position, not approving the Governor's recommendation for a part time attorney.
- Reversing the merger of the Higher Education Assistance Authority with the Office of Higher Education for a net reduction of 1.0 FTE position.
- Transferred 12.0 WIC positions from the Department of Health to the Department of Human Services.

Full Time Equivalent Positions



Schedules

General Revenues as Enacted

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Enacted	FY 2013 Enacted*
Personal Income Tax	\$ 898,113,113	\$ 1,021,338,869	\$ 1,010,021,422	\$ 1,046,200,000	\$ 1,080,856,603
General Business Taxes					
Business Corporations	146,834,598	84,510,308	121,224,665	131,600,000	133,251,413
Public Utilities Gross Earnings	95,792,717	103,743,912	99,400,000	98,300,000	100,100,000
Financial Institutions	2,319,242	2,459,474	500,000	2,500,000	1,700,000
Insurance Companies	95,921,454	60,590,000	102,600,000	89,000,000	89,825,327
Bank Deposits	1,860,271	1,967,288	2,000,000	2,100,000	2,100,000
Health Care Provider Assessment	40,254,281	40,760,872	41,327,129	41,600,000	42,206,533
Sales and Use Taxes					
Sales and Use	803,394,856	813,007,301	846,512,902	846,000,000	887,558,055
Motor Vehicle	48,285,182	47,654,534	51,600,000	47,700,000	47,700,000
Motor Fuel	968,870	1,054,939	1,100,000	1,000,000	1,100,000
Cigarettes	138,315,461	134,060,439	133,500,000	133,600,000	138,053,896
Alcohol 11,269,477		11,683,059	12,100,000	12,000,000	12,200,000
Other Taxes					
Inheritance and Gift	29,056,952	46,855,153	29,300,000	44,800,000	35,148,959
Racing and Athletics	1,492,221	1,325,193	1,200,000	1,300,000	1,200,000
Realty Transfer	6,993,915	6,370,632	6,500,000	5,900,000	5,900,000
Total Taxes	\$ 2,320,872,610	\$ 2,377,381,973	\$ 2,458,886,118	\$ 2,503,600,000	\$ 2,578,900,786
Departmental Receipts	\$ 333,128,045	\$ 332,714,668	\$ 343,543,141	\$ 344,500,000	\$ 342,094,537
Taxes and Departmentals	\$ 2,654,000,655	\$ 2,710,096,641	\$ 2,802,429,259	\$ 2,848,100,000	\$ 2,920,995,323
Other Sources					
Gas Tax Transfer	\$ 24,134	\$ -	\$ -	\$ -	\$ -
Other Miscellaneous	12,466,517	11,116,047	6,325,000	16,800,000	4,440,000
Lottery	344,672,747	354,860,987	361,042,103	378,500,000	387,553,420
Unclaimed Property	5,867,150	7,640,462	6,200,000	14,000,000	7,900,000
Other Sources	\$ 363,030,548	\$ 373,617,496	\$ 373,567,103	\$ 409,300,000	\$ 399,893,420
Total General Revenues	\$ 3,017,031,203	\$ 3,083,714,137	\$ 3,175,996,362	\$ 3,257,400,000	\$ 3,320,888,743

* Omits \$163,409 in additional revenue from various legislative changes which became law after the Budget was enacted.

FY 2012 General Revenue Changes to Enacted

	Original Enacted Revenues <i>June 2011</i>	November 2011 REC <i>November 2011</i>	Governor Recommended <i>January 2011</i>	May 2011 REC <i>May 2012</i>	Total Enacted Revenue Enhancements <i>June 2012</i>	Final Enacted Revenues <i>June 2012</i>
Personal Income Tax	\$ 1,010,021,422	\$ 1,033,600,000	\$ 1,033,600,000	\$ 1,046,200,000	\$ -	\$ 1,046,200,000
General Business Taxes						
Business Corporations	121,224,665	112,600,000	112,600,000	131,600,000	-	131,600,000
Public Utilities Gross Earnings	99,400,000	99,400,000	99,400,000	98,300,000	-	98,300,000
Financial Institutions	500,000	1,000,000	1,000,000	2,500,000	-	2,500,000
Insurance Companies	102,600,000	99,500,000	99,500,000	89,000,000	-	89,000,000
Bank Deposits	2,000,000	2,000,000	2,000,000	2,100,000	-	2,100,000
Health Care Provider Assessment	41,327,129	41,800,000	41,800,000	41,600,000	-	41,600,000
Sales and Use Taxes						
Sales and Use	846,512,902	845,100,000	845,100,000	846,000,000	-	846,000,000
Motor Vehicle	51,600,000	48,200,000	48,200,000	47,700,000	-	47,700,000
Motor Fuel	1,100,000	1,100,000	1,100,000	1,000,000	-	1,000,000
Cigarettes	133,500,000	131,500,000	131,500,000	133,600,000	-	133,600,000
Alcohol	12,100,000	11,800,000	11,800,000	12,000,000	-	12,000,000
Other Taxes						
Inheritance and Gift	29,300,000	34,000,000	34,000,000	44,800,000	-	44,800,000
Racing and Athletics	1,200,000	1,200,000	1,200,000	1,300,000	-	1,300,000
Realty Transfer	6,500,000	6,100,000	6,100,000	5,900,000	-	5,900,000
Total Taxes	\$ 2,458,886,118	\$ 2,468,900,000	\$ 2,468,900,000	\$ 2,503,600,000	\$ -	\$ 2,503,600,000
Departmental Receipts	\$ 343,543,141	\$ 340,500,000	\$ 340,500,000	\$ 344,500,000	\$ -	\$ 344,500,000
Taxes and Departmentals	\$ 2,802,429,259	\$ 2,809,400,000	\$ 2,809,400,000	\$ 2,848,100,000	\$ -	\$ 2,848,100,000
Other Sources						
Other Miscellaneous	6,325,000	11,015,000	17,015,000	16,800,000	-	16,800,000
Lottery	361,042,103	367,200,000	367,200,000	378,500,000	-	378,500,000
Unclaimed Property	6,200,000	7,800,000	7,800,000	14,000,000	-	14,000,000
Other Sources	\$ 373,567,103	\$ 386,015,000	\$ 392,015,000	\$ 409,300,000	\$ -	\$ 409,300,000
Total General Revenues	\$ 3,175,996,362	\$ 3,195,415,000	\$ 3,201,415,000	\$ 3,257,400,000	\$ -	\$ 3,257,400,000

FY 2013 General Revenue Changes to Estimated

	Initial Estimated Revenues <i>November 2011</i>	Governor Recommended <i>January 2012</i>	May 2011 REC <i>May 2012</i>	Enacted Revenue Enhancements <i>June 2012</i>	Original Enacted <i>June 2012</i>
Personal Income Tax	\$ 1,081,700,000	\$ 1,086,056,603	\$ 1,076,500,000	\$ 4,356,603	\$ 1,080,856,603
General Business Taxes					
Business Corporations	116,800,000	117,151,413	132,900,000	351,413	133,251,413
Public Utilities Gross Earnings	101,000,000	101,000,000	100,100,000	-	100,100,000
Financial Institutions	1,000,000	1,000,000	1,700,000	-	1,700,000
Insurance Companies	101,400,000	101,425,327	89,800,000	25,327	89,825,327
Bank Deposits	2,000,000	2,000,000	2,100,000	-	2,100,000
Health Care Provider Assessment	42,600,000	42,606,533	42,200,000	6,533	42,206,533
Sales and Use Taxes					
Sales and Use	868,000,000	940,866,633	873,400,000	14,158,055	887,558,055
Motor Vehicle	48,200,000	48,258,650	47,700,000	-	47,700,000
Motor Fuel	1,100,000	1,100,000	1,100,000	-	1,100,000
Cigarettes	128,800,000	135,873,160	131,100,000	6,953,896	138,053,896
Alcohol	11,900,000	11,900,000	12,200,000	-	12,200,000
Other Taxes					
Inheritance and Gift	31,000,000	31,248,959	34,900,000	248,959	35,148,959
Racing and Athletics	1,100,000	1,100,000	1,200,000	-	1,200,000
Realty Transfer	6,000,000	6,000,000	5,900,000	-	5,900,000
Total Taxes	\$ 2,542,600,000	\$ 2,627,587,278	\$ 2,552,800,000	\$ 26,100,786	\$ 2,578,900,786
Departmental Receipts	197,000,000	\$ 345,597,793	\$ 195,000,000	\$ 147,094,537	\$ 342,094,537
Taxes and Departmentals	\$ 2,739,600,000	\$ 2,973,185,071	\$ 2,747,800,000	\$ 173,195,323	\$ 2,920,995,323
Other Sources					
Gas Tax Transfer	\$ -	\$ -	-	-	-
Other Miscellaneous	2,725,000	5,798,000	2,640,000	1,800,000	4,440,000
Lottery	376,800,000	376,800,000	388,500,000	(946,580)	387,553,420
Unclaimed Property	9,900,000	9,900,000	7,900,000	-	7,900,000
Other Sources	\$ 389,425,000	\$ 392,498,000	\$ 399,040,000	\$ 853,420	\$ 399,893,420
Total General Revenues	\$ 3,129,025,000	\$ 3,365,683,071	\$ 3,146,840,000	\$ 174,048,743	\$ 3,320,888,743

General Revenue Changes to Adopted Estimates

FY 2012	Governor Recommend^a	Assembly Enacted^b
<u>Other Sources</u>		
<i>Other Miscellaneous Revenues</i>		
Transfer of Bond Premium from 2011 Series A Bond Issue	\$ 6,000,000	\$ -
<i>Subtotal: Other Miscellaneous Revenues</i>	<i>\$ 6,000,000</i>	<i>\$ -</i>
Subtotal: Other Sources	\$ 6,000,000	\$ -
FY 2012 Total General Revenue Change:	\$ 6,000,000	\$ -

^a Governor Recommend is based on estimates adopted at the November 2011 Revenue Estimating Conference.

^b Assembly Final Enacted is based on estimates adopted at the May 2012 Revenue Estimating Conference

General Revenue Changes to Adopted Estimates

FY 2013	Governor Recommend ^a	Assembly Enacted ^b
<u>Taxes</u>		
<u>Personal Income Taxes</u>		
Tax from Tax Amnesty for 75 Day Period Beginning September 1, 2012	\$ 3,012,820	\$ 3,012,820
Reallocate 2.0 Revenue Agents from Tax Preparation Services to Office Audit	1,343,783	1,343,783
Subtotal: Personal Income Taxes	\$ 4,356,603	\$ 4,356,603
<u>General Business Taxes</u>		
<u>Business Corporations Tax</u>		
Tax from Tax Amnesty for 75 Day Period Beginning September 1, 2012	\$ 351,412	\$ 351,413
<u>Insurance Companies Gross Premiums Tax</u>		
Tax from Tax Amnesty for 75 Day Period Beginning September 1, 2012	25,327	25,327
<u>Health Care Provider Assessment - Nursing Homes</u>		
Tax from Tax Amnesty for 75 Day Period Beginning September 1, 2012	6,533	6,533
Subtotal: General Business Taxes	\$ 383,272	\$ 383,273
<u>Sales and Excise Taxes</u>		
<u>Sales and Use Tax</u>		
<u>Sales Tax Base Changes^c</u>		
Establish Threshold Amount above which Clothing and Footwear are Taxable ^d	\$ 13,334,361	\$ 7,321,993
Revenue Lost Due to Non-Compliance with Streamlined Sales and Use Tax Agreement	(1,839,102)	(1,379,327)
Apply Sales Tax to Taxicabs and Other Road Transportation Services	3,286,187	2,476,784
Apply Sales Tax to Pet Services Except Veterinary Services and Testing Laboratories	1,259,006	948,907
Apply Sales Tax to Moving, Storage, Warehousing and Freight Services	10,809,724	-
Apply Sales Tax to Car Washes	1,265,561	-
Sales Tax on Rental of Vacation Homes and B&B Inns < 3 Bedrooms	1,682,651	-
Repeal Sales Tax on Package Tours and Scenic and Sightseeing Transportation ^e	-	(600,000)
Subtotal: Sales Tax Base Changes	\$ 29,798,388	\$ 8,768,357
Tax from Tax Amnesty for 75 Day Period Beginning September 1, 2012	4,422,830	4,422,830
Increased Receipts from Higher Minimum Cigarette Prices	127,052	128,873
Increase Meal and Beverage Tax to 10.0 Percent to Accelerate School Funding Formula	39,522,786	-
Reinstate Project Status for Non-Retail Projects	(1,004,423)	-
Sales Tax Revenue from Compassion Center Sales of Medical Marijuana	-	837,996
Subtotal: Sales and Use Taxes	\$ 72,866,634	\$ 14,158,055
<u>Cigarettes Tax</u>		
Add 4.0 FTE for Tobacco Enforcement Task Force	\$ 2,921,267	\$ 2,871,554
Increase Cigarette Excise Tax from \$3.46 per Pack to \$3.50 per Pack	1,634,237	1,657,658
Redefine Little Cigars to Cigars that Have a Filter and Weigh < 4.0 lbs. per 1,000	2,097,490	2,424,684
Increase Maximum Tax per Premium Cigar from \$0.50 to \$1.00	420,166	-
Subtotal: Cigarettes Tax	\$ 7,073,160	\$ 6,953,896
Subtotal: Sales and Excise Taxes	\$ 79,939,793	\$ 21,111,951
<u>Other Taxes</u>		
<u>Inheritance and Gift Tax</u>		
Tax from Tax Amnesty for 75 Day Period Beginning September 1, 2012	\$ 248,959	\$ 248,959
Subtotal: Other Taxes	\$ 248,959	\$ 248,959
Subtotal: All Taxes	\$ 84,928,627	\$ 26,100,786

General Revenue Changes to Adopted Estimates

FY 2013	Governor Recommend ^a	Assembly Enacted ^b
<u>Departmental Revenues</u>		
<i>Licenses and Fees</i>		
DHS: Reinstigate Hospital Licensing Fee at 5.350 Percent on FY 2011 Net Patient Revenues	\$ 143,763,554	\$ 141,256,638
DOH: Restructure Various License and Renewal Fees ^f	1,512,462	1,812,462
DEM: Expand Beverage Container and Litter Participation Fee to All Beverage Containers	186,075	186,075
DEM: Discontinue Municipal Wastewater Treatment Testing Program	(65,987)	(65,987)
DOR: Revenue from 4.0 percent Surcharge on Compassion Center Net Patient Revenues	-	512,004
Subtotal: Licenses and Fees	\$ 145,396,104	\$ 143,701,192
<i>Fines and Penalties</i>		
DOR: Interest from Tax Amnesty for 75 Day Period Beginning September 1, 2012	\$ 2,827,042	\$ 2,827,042
DOR: Impose \$100.00 Fee for the Re-Inspection of School Buses That Failed Initial Inspection	58,650	58,650
Subtotal: Fines and Penalties	\$ 2,885,692	\$ 2,885,692
<i>Miscellaneous</i>		
DEM: Eliminate Well Drilling Program	\$ (9,792)	\$ (9,695)
Hotel Tax: Tax from Tax Amnesty for 75 Day Period Beginning September 1, 2012	47,348	47,348
Indirect Cost Recovery: Telecommunication Education Access Fund	84,693	-
Hotel Tax: State Share on Rental of Vacation Homes and B&B Inns < 3 Bedrooms	252,398	-
Indirect Cost Recovery: Regional Greenhouse Gas Initiative Restricted Receipt Account	-	470,000
Subtotal: Miscellaneous	\$ 374,646	\$ 507,653
Subtotal: Departmental Revenues	\$ 148,656,443	\$ 147,094,537
Subtotal: Taxes and Departmental Revenues	\$ 233,585,070	\$ 173,195,324
<u>Other Sources</u>		
<i>Other Miscellaneous Revenues</i>		
Transfer from Narragansett Bay Commission for Payment of Debt Service	\$ 3,073,000	\$ -
Neighborhood Health Plan of Rhode Island Grant for Dental Care for Low Income Adults	-	1,800,000
Subtotal: Other Miscellaneous Revenues	\$ 3,073,000	\$ 1,800,000
<u>Lottery Transfer</u>		
<i>Lottery</i>		
Enhanced NTI share for the Town of Lincoln for 24 hour operations at Twin River	\$ -	\$ (946,580)
Subtotal: Lottery Transfer	\$ -	\$ (946,580)
Subtotal: Other Sources	\$ 3,073,000	\$ 853,420
Total FY 2013 General Revenue Adjustments	\$ 236,658,070	\$ 174,048,744

^a Governor Recommend is based on estimates adopted at the November 2011 Revenue Estimating Conference.

^b Assembly Enacted is based on estimates adopted at the May 2012 Revenue Estimating Conference

^c The Governor's Recommended FY 2013 sales tax expansion was proposed to take effect July 1, 2012. The General Assembly's enacted FY 2013 sales tax expansion is scheduled to go into effect on October 1, 2012.

^d Governor recommended threshold of \$175 per item. General Assembly enacted threshold of \$250 per item

^e Enactment of the sales tax on package tours and scenic and sightseeing transportation by the 2011 General Assembly included \$1,050,000 in revenue.

^f Includes \$29,775 of Chemical Dependency Professionals Licenses and Fees

Other Revenue Enhancements

	Governor Recommend ^a	Assembly Enacted ^b
FY 2012		
<u>Restricted Receipts</u>		
Transfer of Bond Premium from 2011 Series A Bond Issue	\$ 6,553,566	\$ -
Transfer Historic Tax Credit Processing Fees Account to Historic Preservation Tax Credit Trust Fund	[(1,575,529)]	[(1,575,529)]
Subtotal: Restricted Receipts	\$ 6,553,566	\$ -
<u>Historic Preservation Tax Credit Trust Fund</u>		
Transfer of Historic Tax Credit Processing Fees from Restricted Receipts	[\$1,575,529]	[\$1,575,529]
Subtotal: Historic Preservation Tax Credit Trust Fund	\$ -	\$ -
<u>Rhode Island Capital Plan Fund</u>		
Transfer of Bond Premium from 2011 Series A Bond Issue	\$ (12,553,566)	\$ -
Subtotal: Rhode Island Capital Plan Fund	\$ (12,553,566)	\$ -
Total FY 2012 Other Revenue Adjustments	\$ (6,000,000)	\$ -
FY 2013		
<u>Restricted Receipts</u>		
DOH: Move Chemical Dependency Professionals Licenses and Fees to General Revenue	\$ (29,775)	\$ (29,775)
Reduce Wireline Monthly Surcharge from \$0.26 to \$0.15 per line for Telecom Ed Access Fund	(541,376)	-
Impose Wireless Monthly Surcharge of \$0.15 per line for Telecom Ed Access Fund	1,303,615	-
Transfer to Information Technology Investment Fund	-	9,000,000
Restore State Fleet Revolving Loan Fund ^c	-	7,350,000
Subtotal: Restricted Receipts	\$ 762,239	\$ 16,350,000
<u>Intermodal Surface Transportation Fund</u>		
Accelerate \$30.00 Increase in Biannual Registration Fees to January 1, 2013 for ISTF	\$ 8,876,273	\$ -
Accelerate \$15.00 Increase in Annual Registration Fees to January 1, 2013 for ISTF	1,839,439	-
Accelerate \$30.00 Increase in Operator's License Fees to January 1, 2013 for ISTF	2,929,889	-
Subtotal: Intermodal Surface Transportation Fund	\$ 13,645,601	\$ -
<u>Local Pass-Through Funds</u>		
Local Share of State Hotel Tax on Rental of Vacation Homes and B&B Inns < 3 Bedrooms	\$ 300,473	\$ -
Local 1.0 Percent Hotel tax on Rental of Vacation Homes and B&B Inns < 3 Bedrooms	240,379	-
Subtotal: Local Pass-Through Funds	\$ 540,852	\$ -
FY 2013 Total Non-General Revenue Changes	\$ 14,948,693	\$ 16,350,000

^a Governor Recommend is based on estimates adopted at the November 2011 Revenue Estimating Conference.

^b Assembly Enacted is based on estimates adopted at the May 2012 Revenue Estimating Conference

^c Resources (\$3.15 million) in the State Fleet Revolving Loan Fund were transferred to the General Fund in FY 2010. This transfer restores these funds and provides an additional \$4.2 million to the R.I. Public Transit Authority for the twenty percent (20.0%) match on bus purchases.

Expenditures from All Funds

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
General Government					
Administration (1)	\$557,074,835	\$466,222,505	\$413,935,351	\$441,015,690	\$389,897,691
Business Regulation	9,313,438	9,861,335	18,007,098	19,796,370	13,977,309
Labor and Training	1,022,130,923	912,521,587	571,666,655	884,464,204	661,604,139
Revenue	269,354,051	268,488,387	316,676,398	330,554,182	333,502,288
Legislature	32,080,717	34,703,108	38,197,252	41,664,529	38,844,218
Lieutenant Governor	848,369	890,413	1,090,172	1,075,168	1,092,692
Secretary of State	5,999,701	6,995,441	6,872,860	7,072,676	7,418,107
General Treasurer	26,761,576	28,031,616	33,200,576	44,304,351	37,571,560
Board of Elections	1,202,211	3,400,118	1,875,905	1,754,261	1,952,116
Rhode Island Ethics Commission	1,366,012	1,419,805	1,560,008	1,462,946	1,557,881
Governor's Office	5,320,273	4,701,867	5,256,095	5,117,422	26,581,535
Commission for Human Rights	1,284,241	1,355,743	1,455,570	1,419,889	1,463,760
Public Utilities Commission	5,989,976	6,088,904	8,105,006	8,097,458	8,246,708
Rhode Island Commission on Women	71,068	-	-	-	-
Subtotal - General Government	\$1,938,797,391	\$1,744,680,829	\$1,417,898,946	\$1,787,799,146	\$1,523,710,004
Human Services					
Office of Health & Human Services (2)	5,089,966	6,284,050	16,928,680	19,284,908	1,752,372,084
Children, Youth, and Families	234,187,262	235,882,905	211,004,272	217,756,541	216,622,996
Health	131,659,235	119,439,071	110,193,818	125,573,953	119,522,083
Human Services (3)	2,055,997,628	2,198,054,450	2,331,251,725	2,277,134,651	650,256,012
Mental Health, Retardation, & Hospitals	458,930,214	450,952,134	441,122,327	429,219,020	445,671,144
Governor's Commission on Disabilities	578,829	514,758	829,892	771,737	751,439
Commission On Deaf and Hard of Hearing	339,304	358,036	387,985	386,286	390,251
Office of the Child Advocate	552,865	597,596	652,432	538,615	657,572
Office of the Mental Health Advocate	381,030	399,837	468,718	393,172	447,119
Subtotal - Human Services	\$2,887,716,333	\$3,012,482,837	\$3,112,839,849	\$3,071,058,883	\$3,186,690,700
Education					
Elementary and Secondary	1,080,094,111	1,128,630,354	1,133,884,351	1,149,104,380	1,198,219,358
Higher Education - Board of Governors	901,551,465	942,679,878	996,844,842	1,031,243,174	1,031,676,319
RI Council on the Arts	3,014,458	3,454,128	3,086,926	3,862,407	3,408,107
RI Atomic Energy Commission	1,141,723	1,198,881	1,511,526	1,394,387	1,476,951
Higher Education Assistance Authority	23,669,359	23,672,445	27,412,147	27,920,690	27,722,149
Historical Preservation and Heritage Comm.	1,901,211	2,183,534	2,869,173	2,743,888	2,728,977
Public Telecommunications Authority	1,607,931	1,525,009	1,631,172	1,564,336	1,500,972
Subtotal - Education	\$2,012,980,258	\$2,103,344,229	\$2,167,240,137	\$2,217,833,262	\$2,266,732,833

Expenditures from All Funds

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
Public Safety					
Attorney General	22,310,578	23,618,629	26,711,046	26,728,399	30,009,938
Corrections	173,870,935	183,456,477	195,375,598	193,964,732	196,749,862
Judicial	91,925,710	97,166,263	101,948,934	102,763,576	104,248,298
Military Staff	25,640,295	36,424,255	35,119,240	48,000,209	42,450,127
Public Safety (4)	98,996,111	88,811,483	104,450,377	106,323,954	122,500,068
Office Of Public Defender	9,124,681	9,990,894	10,876,941	10,812,572	11,213,124
Subtotal - Public Safety	\$421,868,310	\$439,468,001	\$474,482,136	\$488,593,442	\$507,171,417
Natural Resources					
Environmental Management	64,770,868	66,346,606	97,520,399	104,215,418	98,837,511
Coastal Resources Management Council	5,623,950	5,724,792	5,254,375	7,721,667	5,092,818
Water Resources Board (5)	1,235,380	1,335,871	-	-	-
Subtotal - Natural Resources	\$71,630,198	\$73,407,269	\$102,774,774	\$111,937,085	\$103,930,329
Transportation					
Transportation	375,941,217	345,215,545	426,986,933	441,811,488	511,621,101
Subtotal - Transportation	\$375,941,217	\$345,215,545	\$426,986,933	\$441,811,488	\$511,621,101
Total	\$7,708,933,707	\$7,718,598,710	\$7,702,222,775	\$8,119,033,306	\$8,099,856,384

(1) In FY 2010, the Fire Code Board was merged into the Capital Projects division of Administration and in FY 2012, the Sheriffs program was moved to the Department of Public Safety.

(2) In FY 2013, the Medicaid program is moved from the Department of Human Services to the Office of Health and Human Services.

(3) In FY 2012, the Department of Elderly Affairs was merged into the Department of Human Services as its own program.

(4) In FY 2012, the Sheriffs program was moved from the Department of Administration to the Department of Public Safety.

(5) In FY 2012, the Water Resources Board was merged into the Statewide Planning program in the Department of Administration.

Expenditures from General Revenues

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
General Government					
Administration (1)	\$418,405,347	\$331,624,887	\$246,446,221	\$249,020,598	\$272,514,956
Business Regulation	8,078,396	8,128,770	9,436,378	8,432,882	9,362,048
Labor and Training	6,308,677	6,902,868	7,575,486	7,513,540	7,859,170
Revenue	32,476,057	35,111,465	92,610,905	96,566,087	95,342,244
Legislature	30,577,686	33,127,794	36,548,053	40,022,474	37,217,044
Lieutenant Governor	848,369	890,413	965,940	951,109	962,955
Secretary of State	5,142,947	6,564,248	6,376,312	6,514,902	6,913,038
General Treasurer	2,072,608	2,240,286	2,300,852	2,638,944	2,542,115
Board of Elections	1,092,280	3,290,424	1,825,905	1,704,261	1,952,116
Rhode Island Ethics Commission	1,366,012	1,419,805	1,560,008	1,462,946	1,557,881
Governor's Office	4,344,370	4,102,488	4,338,521	4,295,298	4,418,290
Commission for Human Rights	959,253	1,214,438	1,154,038	1,142,820	1,137,768
Public Utilities Commission	-	-	-	-	-
Rhode Island Commission on Women	71,068	-	-	-	-
Subtotal - General Government	\$511,743,070	\$434,617,886	\$411,138,619	\$420,265,861	\$441,779,625
Human Services					
Office of Health & Human Services (2)	3,253,566	3,314,257	9,773,834	10,344,962	825,065,703
Children, Youth, and Families	152,831,095	156,123,293	145,198,983	151,901,406	152,586,452
Health	25,221,245	27,469,636	24,248,025	23,997,366	24,821,836
Human Services (3)	661,600,662	735,671,107	893,131,302	863,374,054	97,023,967
Mental Health, Retardation, & Hospitals	160,665,295	172,743,967	184,249,569	187,086,151	193,137,995
Governor's Commission on Disabilities	343,441	352,190	388,786	387,929	371,096
Commission On Deaf and Hard of Hearing	339,304	358,036	387,985	386,286	390,251
Office of the Child Advocate	506,961	550,911	603,384	488,834	611,469
Office of the Mental Health Advocate	381,030	399,837	468,718	393,172	447,119
Subtotal - Human Services	\$1,005,142,599	\$1,096,983,234	\$1,258,450,586	\$1,238,360,160	\$1,294,455,888
Education					
Elementary and Secondary	803,066,786	846,144,631	863,077,600	864,901,278	935,364,061
Higher Education - Board of Governors	161,108,248	163,941,501	166,487,219	165,654,006	172,456,170
RI Council on the Arts	1,615,295	1,681,095	1,678,862	1,664,834	1,565,813
RI Atomic Energy Commission	769,039	858,629	879,592	877,459	876,213
Higher Education Assistance Authority	6,611,632	7,320,186	5,913,104	5,911,798	5,617,064
Historical Preservation and Heritage Comm.	1,256,875	1,294,878	1,469,797	1,337,855	1,361,801
Public Telecommunications Authority	1,000,695	929,325	947,960	928,421	799,077
Subtotal - Education	\$975,428,570	\$1,022,170,245	\$1,040,454,134	\$1,041,275,651	\$1,118,040,199

Expenditures from General Revenues

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
Public Safety					
Attorney General	19,592,235	20,763,514	22,442,867	22,254,817	23,076,324
Corrections	169,892,046	177,719,606	182,141,365	185,999,307	183,293,277
Judicial	78,865,431	84,300,614	87,073,983	87,859,899	89,249,996
Military Staff	4,104,899	3,755,542	3,470,928	3,586,872	3,548,775
Public Safety (4)	54,155,469	69,087,143	89,407,711	91,569,827	94,790,039
Office Of Public Defender	9,013,466	9,493,812	10,300,580	10,288,214	10,791,226
Subtotal - Public Safety	\$335,623,546	\$365,120,231	\$394,837,434	\$401,558,936	\$404,749,637
Natural Resources					
Environmental Management	32,646,082	34,074,887	35,383,601	35,585,780	34,546,300
Coastal Resources Management Council	1,938,722	2,063,094	2,236,814	2,239,147	2,264,841
Water Resources Board (5)	1,052,485	1,123,928	-	-	-
Subtotal - Natural Resources	\$35,637,289	\$37,261,909	\$37,620,415	\$37,824,927	\$36,811,141
Transportation					
Transportation	-	-	-	-	-
Subtotal - Transportation	\$0	\$0	\$0	\$0	\$0
Total	\$2,863,575,074	\$2,956,153,505	\$3,142,501,188	\$3,139,285,535	\$3,295,836,490

(1) In FY 2010, the Fire Code Board was merged into the Capital Projects division of Administration and in FY 2012, the Sheriff to the Department of Public Safety.

(2) In FY 2013, the Medicaid program is moved from the Department of Human Services to the Office of Health and Human Services.

(3) In FY 2012, the Department of Elderly Affairs was merged into the Department of Human Services as its own program.

(4) In FY 2012, the Sheriffs program was moved from the Department of Administration to the Department of Public Safety.

(5) In FY 2012, the Water Resources Board was merged into the Statewide Planning program in the Department of Administration.

Expenditures from Federal Funds

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
General Government					
Administration (1)	\$57,534,460	\$64,251,529	\$69,084,207	\$97,556,204	\$25,578,747
Business Regulation	-	465,176	6,803,273	9,441,337	2,719,081
Labor and Training	330,506,335	234,108,321	99,763,402	223,705,731	111,743,981
Revenue	1,803,123	1,139,852	2,636,059	2,164,649	2,450,709
Legislature	-	-	-	-	-
Lieutenant Governor	-	-	124,232	124,059	129,737
Secretary of State	397,172	33,659	-	55,438	-
General Treasurer	1,072,595	1,140,258	1,128,051	1,198,452	1,159,712
Board of Elections	109,931	109,694	50,000	50,000	0
Rhode Island Ethics Commission	-	-	-	-	-
Governor's Office	55,161	40,411	139,898	109,768	22,163,245
Commission for Human Rights	324,988	141,305	301,532	277,069	325,992
Public Utilities Commission	105,096	266,641	309,373	320,311	321,795
Rhode Island Commission on Women	-	-	-	-	-
Subtotal - General Government	\$391,908,861	\$301,696,846	\$180,340,027	\$335,003,018	\$166,592,999
Human Services					
Office of Health & Human Services (2)	1,254,175	2,367,877	6,250,134	8,042,506	914,833,795
Children, Youth, and Families	78,805,892	76,711,604	59,625,993	61,224,853	58,440,291
Health	88,783,805	69,303,495	59,124,539	73,795,549	65,015,651
Human Services (3)	1,380,745,701	1,446,893,845	1,419,613,547	1,391,982,280	539,731,758
Mental Health, Retardation, & Hospitals	287,059,335	267,384,605	225,489,947	228,350,618	234,125,964
Governor's Commission on Disabilities	85,780	124,377	181,842	122,448	120,649
Commission On Deaf and Hard of Hearing	-	-	-	-	-
Office of the Child Advocate	45,904	46,685	49,048	49,781	46,103
Office of the Mental Health Advocate	-	-	-	-	-
Subtotal - Human Services	\$1,836,780,592	\$1,862,832,488	\$1,770,335,050	\$1,763,568,035	\$1,812,314,211
Education					
Elementary and Secondary	259,815,919	259,873,651	238,146,015	251,161,783	230,760,206
Higher Education - Board of Governors	3,746,126	9,441,081	4,594,756	24,507,261	4,852,615
RI Council on the Arts	1,117,813	954,515	973,064	979,573	998,794
RI Atomic Energy Commission	130,200	76,635	324,104	183,752	267,616
Higher Education Assistance Authority	10,873,936	9,744,236	13,508,323	13,034,719	13,346,283
Historical Preservation and Heritage Comm.	589,499	831,658	846,195	873,856	836,139
Public Telecommunications Authority	-	-	-	-	-
Subtotal - Education	\$276,273,493	\$280,921,776	\$258,392,457	\$290,740,944	\$251,061,653

Expenditures from Federal Funds

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
Public Safety					
Attorney General	1,297,016	1,788,468	2,895,944	2,906,182	1,483,604
Corrections	2,106,693	2,780,906	2,914,545	3,204,407	1,995,588
Judicial	2,830,983	2,555,921	3,576,588	3,152,639	2,682,107
Military Staff	20,725,608	32,256,773	29,418,438	42,861,075	33,842,074
Public Safety (5)	18,591,398	9,267,352	7,647,988	9,245,781	6,940,151
Office Of Public Defender	111,215	497,082	576,361	524,358	421,898
Subtotal - Public Safety	\$45,662,913	\$49,146,502	\$47,029,864	\$61,894,442	\$47,365,422
Natural Resources					
Environmental Management	18,437,828	19,885,602	38,356,542	43,328,189	34,997,551
Coastal Resources Management Council	1,806,719	3,501,698	2,038,461	4,566,202	1,677,977
Water Resources Board (5)	-	-	-	-	-
Subtotal - Natural Resources	\$20,244,547	\$23,387,300	\$40,395,003	\$47,894,391	\$36,675,528
Transportation					
Transportation	\$242,296,127	\$229,999,857	\$309,995,579	\$338,457,178	\$362,340,586
Subtotal - Transportation	\$242,296,127	\$229,999,857	\$309,995,579	\$338,457,178	\$362,340,586
Total	\$2,813,166,533	\$2,747,984,769	\$2,606,487,980	\$2,837,558,008	\$2,676,350,399

(1) In FY 2010, the Fire Code Board was merged into the Capital Projects division of Administration and in FY 2012, the She to the Department of Public Safety.

(2) In FY 2013, the Medicaid program is moved from the Department of Human Services to the Office of Health and Human Services.

(3) In FY 2012, the Department of Elderly Affairs was merged into the Department of Human Services as its own program.

(4) In FY 2012, the Sheriffs program was moved from the Department of Administration to the Department of Public Safety.

(5) In FY 2012, the Water Resources Board was merged into the Statewide Planning program in the Department of Administration.

Expenditures from Restricted Receipts

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
General Government					
Administration (1)	\$19,964,401	\$14,219,372	\$20,059,071	\$19,617,027	\$16,286,426
Business Regulation	1,235,042	1,267,389	1,767,447	1,922,151	1,896,180
Labor and Training	19,182,847	20,821,559	17,104,361	43,154,647	36,292,695
Revenue	4,001,548	4,836,294	1,861,496	2,201,281	1,845,255
Legislature	1,503,031	1,575,314	1,649,199	1,642,055	1,627,174
Lieutenant Governor	-	-	-	-	-
Secretary of State	459,582	397,534	496,548	502,336	505,069
General Treasurer	23,407,229	24,442,547	29,544,084	40,217,240	33,618,221
Board of Elections	-	-	-	-	-
Rhode Island Ethics Commission	-	-	-	-	-
Governor's Office	920,742	558,968	777,676	712,356	-
Commission for Human Rights	-	-	-	-	-
Public Utilities Commission	5,884,880	5,822,263	7,795,633	7,777,147	7,924,913
Rhode Island Commission on Women	-	-	-	-	-
Subtotal - General Government	\$76,559,302	\$73,941,240	\$81,055,515	\$117,746,240	\$99,995,933
Human Services					
Office of Health & Human Services (2)	582,225	601,916	904,712	897,440	12,472,586
Children, Youth, and Families	2,148,243	2,426,338	3,389,296	2,825,382	2,825,253
Health	17,590,794	22,658,203	26,757,854	27,609,038	29,512,596
Human Services (3)	8,898,484	10,590,911	14,089,597	17,389,133	9,111,103
Mental Health, Retardation, & Hospitals	7,747,477	6,941,943	7,997,979	7,118,447	7,188,834
Governor's Commission on Disabilities	7,931	5,191	9,264	11,360	9,694
Commission On Deaf and Hard of Hearing	-	-	-	-	-
Office of the Child Advocate	-	-	-	-	-
Office of the Mental Health Advocate	-	-	-	-	-
Subtotal - Human Services	\$36,975,154	\$43,224,502	\$53,148,702	\$55,850,800	\$61,120,066
Education					
Elementary and Secondary	15,794,969	19,581,873	26,334,421	24,726,436	25,643,868
Higher Education - Board of Governors	738,830	658,531	941,338	817,347	702,583
RI Council on the Arts	100,000	-	-	-	-
RI Atomic Energy Commission	-	-	-	-	-
Higher Education Assistance Authority	-	-	-	-	-
Historical Preservation and Heritage Comm.	54,837	56,998	478,181	457,177	456,037
Public Telecommunications Authority	-	-	-	-	-
Subtotal - Education	\$16,688,636	\$20,297,402	\$27,753,940	\$26,000,960	\$26,802,488

Expenditures from Restricted Receipts

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
Public Safety					
Attorney General	1,051,750	791,992	1,122,235	1,347,400	5,162,510
Corrections	-	12,347	34,371	104,336	61,397
Judicial	8,843,617	9,480,024	10,198,363	10,629,955	10,641,195
Military Staff	94,563	189,042	609,311	470,030	481,278
Public Safety (4)	942,338	209,090	335,749	600,087	12,687,548
Office Of Public Defender	-	-	-	-	-
Subtotal - Public Safety	\$10,932,268	\$10,682,495	\$12,300,029	\$13,151,808	\$29,033,928
Natural Resources					
Environmental Management	10,159,927	10,389,053	14,131,035	13,682,519	14,309,942
Coastal Resources Management Council	223,000	160,000	250,000	250,000	250,000
Water Resources Board (5)	-	-	-	-	-
Subtotal - Natural Resources	\$10,382,927	\$10,549,053	\$14,381,035	\$13,932,519	\$14,559,942
Transportation					
Transportation	757,110	187,949	1,000,000	2,698,891	998,758
Subtotal - Transportation	\$757,110	\$187,949	\$1,000,000	\$2,698,891	\$998,758
Total	\$152,295,397	\$158,882,641	\$189,639,221	\$229,381,218	\$232,511,115

(1) In FY 2010, the Fire Code Board was merged into the Capital Projects division of Administration and in FY 2012, the Sheriffs program was moved to the Department of Public Safety.

(2) In FY 2013, the Medicaid program is moved from the Department of Human Services to the Office of Health and Human Services.

(3) In FY 2012, the Department of Elderly Affairs was merged into the Department of Human Services as its own program.

(4) In FY 2012, the Sheriffs program was moved from the Department of Administration to the Department of Public Safety.

(5) In FY 2012, the Water Resources Board was merged into the Statewide Planning program in the Department of Administration.

Expenditures from Other Funds

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
General Government					
Administration (1)	\$61,170,627	\$56,126,717	\$78,345,852	\$74,821,861	\$75,517,562
Business Regulation	-	-	-	-	-
Labor and Training	666,133,064	650,688,839	447,223,406	610,090,286	505,708,293
Revenue	231,073,323	227,400,776	219,567,938	229,622,165	233,864,080
Legislature	-	-	-	-	-
Lieutenant Governor	-	-	-	-	-
Secretary of State	-	-	-	-	-
General Treasurer	209,144	208,525	227,589	249,715	251,512
Board of Elections	-	-	-	-	-
Rhode Island Ethics Commission	-	-	-	-	-
Governor's Office	-	-	-	-	-
Commission for Human Rights	-	-	-	-	-
Public Utilities Commission	-	-	-	-	-
Rhode Island Commission on Women	-	-	-	-	-
Subtotal - General Government	\$958,586,158	\$934,424,857	\$745,364,785	\$914,784,027	\$815,341,447
Human Services					
Office of Health & Human Services (2)	-	-	-	-	-
Children, Youth, and Families	402,032	621,670	2,790,000	1,804,900	2,771,000
Health	63,391	7,737	63,400	172,000	172,000
Human Services (3)	4,752,781	4,898,587	4,417,279	4,389,184	4,389,184
Mental Health, Retardation, & Hospitals	3,458,107	3,881,619	23,384,832	6,663,804	11,218,351
Governor's Commission on Disabilities	141,677	33,000	250,000	250,000	250,000
Commission On Deaf and Hard of Hearing	-	-	-	-	-
State Council on Developmental Disabilities	-	-	-	-	-
Office of the Child Advocate	-	-	-	-	-
Office of the Mental Health Advocate	-	-	-	-	-
Subtotal - Human Services	\$8,817,988	\$9,442,613	\$30,905,511	\$13,279,888	\$18,800,535
Education					
Elementary and Secondary	1,416,437	3,030,199	6,326,315	8,314,883	6,451,223
Higher Education - Board of Governors	735,958,261	768,638,765	824,821,529	840,264,560	853,664,951
RI Council on the Arts	181,350	818,518	435,000	1,218,000	843,500
RI Atomic Energy Commission	242,484	263,617	307,830	333,176	333,122
Higher Education Assistance Authority (4)	6,183,791	6,608,023	7,990,720	8,974,173	8,758,802
Historical Preservation and Heritage Comm.	-	-	75,000	75,000	75,000
Public Telecommunications Authority	607,236	\$595,684	\$683,212	\$635,915	\$701,895
Subtotal - Education	\$744,589,559	\$779,954,806	\$840,639,606	\$859,815,707	\$870,828,493

Expenditures from Other Funds

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Final Revised	FY 2013 Enacted
Public Safety					
Attorney General	369,577	274,655	250,000	220,000	287,500
Corrections	1,872,196	2,943,618	10,285,317	4,656,682	11,399,600
Judicial	1,385,679	829,704	1,100,000	1,121,083	1,675,000
Military Staff	715,225	222,898	1,620,563	1,082,232	4,578,000
Public Safety (4)	25,306,906	10,247,898	7,058,929	4,908,259	8,082,330
Office Of Public Defender	-	-	-	-	-
Subtotal - Public Safety	\$29,649,583	\$14,518,773	\$20,314,809	\$11,988,256	\$26,022,430
Natural Resources					
			0	0	0
Environmental Management	3,527,031	1,997,064	9,649,221	11,618,930	14,983,718
Coastal Resources Management Council	1,655,509	-	729,100	666,318	900,000
Water Resources Board (5)	182,895	211,943	-	-	-
Subtotal - Natural Resources	\$5,365,435	\$2,209,007	\$10,378,321	\$12,285,248	\$15,883,718
Transportation					
Transportation	132,887,980	\$115,027,739	\$115,991,354	\$100,655,419	\$148,281,757
Subtotal - Transportation	\$132,887,980	\$115,027,739	\$115,991,354	\$100,655,419	\$148,281,757
Total	\$1,879,896,703	\$1,855,577,795	\$1,763,594,386	\$1,912,808,545	\$1,895,158,380

(1) In FY 2010, the Fire Code Board was merged into the Capital Projects division of Administration and in FY 2012, the Sheriff to the Department of Public Safety.

(2) In FY 2013, the Medicaid program is moved from the Department of Human Services to the Office of Health and Human Services.

(3) In FY 2012, the Department of Elderly Affairs was merged into the Department of Human Services as its own program.

(4) In FY 2012, the Sheriffs program was moved from the Department of Administration to the Department of Public Safety.

(5) In FY 2012, the Water Resources Board was merged into the Statewide Planning program in the Department of Administration.

Full-Time Equivalent Positions

	FY 2010	FY 2011	FY 2012 Enacted	FY 2012 Revised	FY 2013 Enacted
General Government					
Administration	835.4	871.6	694.6	694.2	687.2
Business Regulation	85.5	93.0	96.0	96.0	94.0
Labor & Training	514.4	512.2	470.2	470.1	462.5
Revenue	413.5	426.5	434.5	449.0	458.0
Legislature	288.8	298.5	298.5	298.5	298.5
Office of the Lieutenant Governor	8.0	8.0	8.0	8.0	8.0
Secretary of State	56.5	57.0	57.0	57.0	57.0
General Treasurer	79.5	82.0	82.0	82.0	82.0
Board Of Elections	11.5	11.0	12.0	11.0	11.0
Rhode Island Ethics Commission	12.0	12.0	12.0	12.0	12.0
Office of the Governor	44.0	45.0	45.0	45.0	45.0
Commission for Human Rights	14.2	14.5	14.5	14.5	14.5
Public Utilities Commission	45.5	46.0	46.0	46.0	47.0
Rhode Island Commission on Women	1.0	-	-	-	-
Subtotal - General Government	2,409.8	2,477.3	2,270.3	2,283.3	2,276.7
Human Services					
Office of Health and Human Services	52.9	77.6	149.0	158.0	168.0
Children, Youth, and Families	658.5	691.0	662.5	662.5	665.5
Elderly Affairs (1)	29.5	31.0	-	-	-
Health	397.4	424.7	426.3	422.3	497.3
Human Services	919.7	1,000.2	984.2	949.2	940.7
Behavioral Healthcare, Developmental Disabilities, and Hospitals(2)	1,294.0	1,372.2	1,378.2	1,383.2	1,383.2
Office of the Child Advocate	5.8	5.8	5.8	5.8	5.8
Commission On the Deaf & Hard of Hearing	3.0	3.0	3.0	3.0	3.0
Governor's Commission on Disabilities	4.0	4.0	4.0	4.0	4.0
Office of the Mental Health Advocate	3.7	3.7	3.7	3.7	3.7
Subtotal - Human Services	3,368.5	3,613.2	3,616.7	3,591.7	3,671.2
Education					
Elementary and Secondary Education	129.7	156.4	156.4	169.4	169.4
Davies	128.5	132.0	132.0	126.0	126.0
School for the Deaf	57.6	60.0	60.0	60.0	60.0
Elementary Secondary Education - Total	315.8	348.4	348.4	355.4	355.4
Office of Higher Education Non-Sponsored Research	16.2	18.4	13.4	13.8	15.8
URI Non-Sponsored Research	1,814.4	1,834.5	1,843.3	1,843.3	1,857.3
RIC Non-Sponsored Research	805.2	810.1	827.6	827.6	837.6
CCRI Non-Sponsored Research	706.4	754.1	754.1	754.1	754.1
Higher Education - Total Non-Sponsored	3,342.2	3,417.1	3,438.4	3,438.8	3,464.8
RI Council On The Arts	8.6	8.6	8.6	8.6	6.0
RI Atomic Energy Commission	8.6	8.6	8.6	8.6	8.6
Higher Education Assistance Authority	37.3	41.6	41.6	41.6	38.6
Historical Preservation and Heritage Commission	16.6	16.6	16.6	16.6	16.6
Public Telecommunications Authority	16.0	16.0	15.0	15.0	14.0
Subtotal - Education	3,745.1	3,856.9	3,877.2	3,884.6	3,904.0

Full-Time Equivalent Positions

	FY 2010	FY 2011	FY 2012 Enacted	FY 2012 Revised	FY 2013 Enacted
Public Safety					
Attorney General	230.0	231.1	231.1	233.1	233.1
Corrections	1,402.5	1,419.0	1,419.0	1,419.0	1,419.0
Judicial	699.7	723.3	723.3	723.3	723.3
Military Staff	109.0	117.0	117.0	113.0	112.0
Public Safety	418.6	423.2	605.8	606.2	609.2
Office of the Public Defender	92.0	93.0	93.0	92.0	93.0
Subtotal - Public Safety	2,951.8	3,006.6	3,189.2	3,186.6	3,189.6
Natural Resources					
Environmental Management	402.5	410.0	410.0	410.0	407.0
Coastal Resources Management Council	30.0	30.0	30.0	30.0	29.0
Water Resources Board (3)	6.0	6.0	-	-	-
Subtotal - Natural Resources	438.5	446.0	440.0	440.0	436.0
Transportation					
Transportation	739.4	772.6	772.6	772.6	772.6
Subtotal - Transportation	739.4	772.6	772.6	772.6	772.6
Total Non Sponsored	13,653.1	14,172.6	14,166.0	14,158.8	14,250.1
Higher Education Sponsored Research *					
Office	1.0	1.0	1.0	1.0	1.0
CCRI	61.5	100.0	100.0	100.0	100.0
RIC	75.1	82.0	82.0	82.0	82.0
URI	550.1	602.0	593.2	593.2	593.2
Subtotal Sponsored Research	687.7	785.0	776.2	776.2	776.2
Total Higher Education	4,029.9	4,202.1	4,214.6	4,215.0	4,241.0
Total Personnel Authorizations	14,340.8	14,957.6	14,942.2	14,935.0	15,026.3

*A total of 776.2 FTE positions in Higher Education in both FY 2012 and FY 2013 represent FTE's supported by sponsored research funds. Commencing in FY 2005, these positions were included in the overall FTE Cap. In addition, there are separate caps for each program and for sponsored/non-sponsored research FTE's.

- (1) The Department of Elderly Affairs was merged with the Department of Human Services in FY 2012.
- (2) Formerly the Department of Mental Health, Retardation and Hospitals.
- (3) The Water Resources Board was merged with the Department of Administration in FY 2012.

Total Statewide Expenditures

	FY 2010 Actual	FY 2011 Actual	FY 2012 Enacted	FY 2012 Revised	FY 2013 Enacted
Expenditure by Function					
General Government	1,938,797,391	1,744,680,829	1,417,898,946	1,787,799,146	1,523,710,004
Human Services	2,887,716,333	3,012,482,837	3,112,839,849	3,071,058,883	3,186,690,700
Education	2,012,980,258	2,103,344,229	2,167,240,137	2,217,833,262	2,266,732,833
Public Safety	421,868,310	439,468,001	474,482,136	488,593,442	507,171,417
Natural Resources	71,630,198	73,407,269	102,774,774	111,937,085	103,930,329
Transportation	375,941,217	345,215,545	426,986,933	441,811,488	511,621,101
Total Expenditures	\$7,708,933,707	\$7,718,598,710	\$7,702,222,775	\$8,119,033,306	\$8,099,856,384
Expenditure by Object					
Personnel	1,527,956,791	1,612,105,395	1,711,385,326	1,779,319,186	1,815,136,144
Operating Supplies and Expenses	615,048,083	634,693,765	669,748,790	688,786,473	700,146,511
Aid to Local Units of Government	1,163,779,173	1,093,751,385	1,076,177,269	1,084,576,297	1,129,850,763
Assistance, Grants, and Benefits	3,838,106,564	3,788,984,698	3,605,248,622	3,847,484,455	3,665,108,724
Subtotal: Operating Expenditures	7,144,890,611	\$7,129,535,243	\$7,062,560,007	\$7,400,166,411	\$7,310,242,142
Capital Purchases and Equipment	216,078,130	165,137,514	255,896,277	298,146,818	370,534,627
Debt Service	206,116,163	206,627,733	242,021,638	261,133,231	274,353,607
Operating Transfers	141,848,803	217,298,220	141,744,853	159,586,846	144,726,008
Total Expenditures	\$7,708,933,707	\$7,718,598,710	\$7,702,222,775	\$8,119,033,306	\$8,099,856,384
Expenditures by Funds					
General Revenue	2,863,575,074	2,956,153,505	3,142,501,188	3,139,285,535	3,295,836,490
Federal Funds	2,813,166,533	2,747,984,769	2,606,487,980	2,837,558,008	2,676,350,399
Restricted Receipts	152,295,397	158,882,641	189,639,221	229,381,218	232,511,115
Other Funds	1,879,896,703	1,855,577,795	1,763,594,386	1,912,808,545	1,895,158,380
Total Expenditures	\$7,708,933,707	\$7,718,598,710	\$7,702,222,775	\$8,119,033,306	\$8,099,856,384
Total FTE Complement	13,653.1	14,172.6	14,166.0	14,158.8	14,250.1
Higher Education Sponsored Research	687.7	785.0	776.2	776.2	776.2
Total Personnel	14,340.8	14,957.6	14,942.2	14,935.0	15,026.3

FY 2013 General Revenue Budget Surplus

	FY2011 Audited ⁽¹⁾	FY 2012 Final Enacted ⁽²⁾	FY 2013 Recommended ⁽³⁾	FY 2013 Final Enacted ⁽⁴⁾	Change from Recommended
Surplus					
Opening Surplus	\$17,889,522	\$64,229,426	\$5,977,407	\$93,870,509	\$87,893,102
Audit Adjustments	604,058	-	-	-	-
Reappropriated Surplus	3,364,847	4,532,242	-	-	-
Subtotal	\$21,858,427	\$68,761,668	\$5,977,407	\$93,870,509	\$87,893,102
General Taxes	2,377,381,973	\$2,458,886,118	2,542,600,000	2,542,600,000	-
Revenue estimators' revision	-	44,713,882	-	10,200,000	10,200,000
Changes to the Adopted Estimates	-	-	84,987,278	84,987,278	-
Rebased Changes to Adopted	-	-	-	644,625	644,625
Governor Changes to Recommend	-	-	-	(26,859,656)	(26,859,656)
General Assembly Changes	-	-	-	(32,612,811)	(32,612,811)
Subtotal	\$2,377,381,973	\$2,503,600,000	\$2,627,587,278	\$2,578,959,436	(\$48,627,842)
Departmental Revenues	332,714,668	\$343,543,141	197,000,000	197,000,000	-
Revenue estimators' revision	-	956,859	-	(2,000,000)	(2,000,000)
Changes to the Adopted Estimates	-	-	148,597,793	148,597,793	-
Rebased Changes to Adopted	-	-	-	(4,754)	(4,754)
Governor Changes to Recommend	-	-	-	201,323	201,323
General Assembly Changes	-	-	-	(1,758,475)	(1,758,475)
Subtotal	\$332,714,668	\$344,500,000	\$345,597,793	\$342,035,887	(\$3,561,906)
Other Sources					
Other Miscellaneous	11,116,047	6,325,000	2,725,000	2,725,000	-
Revenue estimators' revision	-	10,475,000	-	(85,000)	(85,000)
Changes to the Adopted Estimates	-	-	3,073,000	3,073,000	-
Lottery	354,860,987	361,042,103	376,800,000	376,800,000	-
Revenue estimators' revision	-	17,457,897	-	11,700,000	11,700,000
Changes to the Adopted Estimates	-	-	-	-	-
Unclaimed Property	7,640,462	6,200,000	9,900,000	9,900,000	-
Revenue estimators' revision	-	7,800,000	-	(2,000,000)	(2,000,000)
General Assembly Changes	-	-	-	(2,219,580)	(2,219,580)
Subtotal	\$373,617,496	\$409,300,000	\$392,498,000	\$399,893,420	\$7,395,420
Total Revenues	\$3,083,714,137	\$3,257,400,000	\$3,365,683,071	\$3,320,888,743	(\$44,794,328)
Transfer to Budget Reserve	(80,657,401)	(93,005,624)	(101,149,814)	(102,442,778)	(802,463)
Total Available	\$3,024,915,163	\$3,233,156,044	\$3,270,510,664	\$3,312,316,475	\$42,296,311
Actual/Enacted Expenditures	\$2,956,153,495	\$3,142,501,188	\$3,269,153,035	\$3,269,153,035	\$0
Reappropriations	-	4,532,242	-	-	-
Caseload Conference Changes	-	(31,259,688)	-	(14,215,952)	(14,215,952)
Governor's Recommended Budget	-	26,815,202	-	-	-
March Amendments	-	46,068	-	666,081	666,081
May Amendments	-	2,399,168	-	10,649,543	10,649,543
General Assembly Changes	-	(5,748,645)	-	29,583,783	29,583,783
Total Expenditures	\$2,956,153,495	\$3,139,285,535	\$3,269,153,035	\$3,295,836,490	\$26,683,455
Free Surplus	\$64,229,426	\$93,870,509	\$1,357,629	\$16,479,985	\$15,122,356
Transfer to Other Funds	\$0	\$0	\$0	(\$16,350,000)	(\$16,350,000)
Reappropriations	(4,532,242)	-	-	-	-
Total Ending Balances	\$68,761,668	\$93,870,509	\$1,357,629	\$129,985	\$ (1,227,644)
Budget Reserve and Cash					
Stabilization Account	\$130,258,817	\$152,794,954	\$168,547,337	\$170,737,963	\$2,190,626

⁽¹⁾ Derived from the State Controller's final closing report for FY 2011, dated January 5, 2012, reflecting a surplus of \$64,229,426.

⁽²⁾ Reflects the final FY 2012 revised budget enacted by the General Assembly and signed into law by the Governor on June 15, 2012.

⁽³⁾ Reflects the Governor's recommended budget for FY 2013 submitted to the General Assembly on January 31, 2012.

⁽⁴⁾ Reflects the FY 2013 budget enacted by the General Assembly and signed into law by the Governor on June 15, 2012.

FY 2012 Budget

Changes to FY 2012 General Revenue Budget Surplus

	FY 2012 Enacted ⁽¹⁾	FY 2012 Governor's ⁽²⁾	FY 2012 Final Enacted ⁽³⁾	Change from Enacted ⁽⁴⁾
Surplus				
Opening Surplus	\$57,202,735	\$64,229,426	\$64,229,426	-
Reappropriated Surplus	-	4,532,242	4,532,242	-
Subtotal	\$57,202,735	\$68,761,668	\$68,761,668	\$0
General Taxes	2,458,886,118	2,458,886,118	\$2,458,886,118	-
Revenue estimators' revision	-	10,013,882	44,713,882	34,700,000
Subtotal	\$2,458,886,118	\$2,468,900,000	\$2,503,600,000	\$34,700,000
Departmental Revenues	343,543,141	343,543,141	\$343,543,141	-
Revenue estimators' revision	-	(3,043,141)	956,859	4,000,000
Subtotal	\$343,543,141	\$340,500,000	\$344,500,000	\$4,000,000
Other Sources				
Other Miscellaneous	6,325,000	6,325,000	6,325,000	-
Revenue estimators' revision	-	4,690,000	10,475,000	5,785,000
Changes to the Adopted Estimates	-	6,000,000	-	(6,000,000)
Lottery	361,042,103	361,042,103	361,042,103	-
Revenue estimators' revision	-	6,157,897	17,457,897	11,300,000
Unclaimed Property	6,200,000	6,200,000	6,200,000	-
Revenue estimators' revision	-	1,600,000	7,800,000	6,200,000
Subtotal	\$373,567,103	\$392,015,000	\$409,300,000	\$17,285,000
Total Revenues	\$3,175,996,362	\$3,201,415,000	\$3,257,400,000	\$55,985,000
Transfer to Budget Reserve	(90,529,575)	(91,438,044)	(93,005,624)	(2,476,049)
Total Available	\$3,142,669,523	\$3,178,738,624	\$3,233,156,044	\$53,508,951
Actual/Enacted Expenditures	\$3,142,501,188	\$3,142,501,188	\$3,142,501,188	\$0
Reappropriations	-	4,532,242	4,532,242	-
Caseload Conference Changes	-	(1,087,415)	(31,259,688)	(30,172,273)
Governor's Recommended Budget	-	26,815,202	26,815,202	-
March Amendments	-	-	46,068	46,068
May Amendments	-	-	2,399,168	2,399,168
General Assembly Changes	-	-	(5,748,645)	(5,748,645)
Total Expenditures	\$3,142,501,188	\$3,172,761,217	\$3,139,285,535	(\$33,475,682)
Free Surplus	\$168,335	\$5,977,407	\$93,870,509	\$86,984,633
Total Ending Balances	\$168,335	\$5,977,407	\$93,870,509	\$86,984,633
Budget Reserve and Cash				
Stabilization Account	\$148,727,159	\$150,219,644	\$152,794,954	\$4,067,795

⁽¹⁾ Reflects the FY 2012 budget enacted by the General Assembly and signed into law by the Governor on June 30, 2011.

⁽²⁾ Reflects the Governor's recommended supplemental budget as submitted in January 2012.

⁽³⁾ Reflects the FY 2012 Supplemental Budget enacted by the General Assembly and signed into law by the Governor on June 15, 2012.

⁽⁴⁾ The difference between the originally enacted and final enacted budgets.

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
<u>General Government</u>						
Administration						
Central Management	1,326,065					
Unachievable Turnover Cost Savings				539,434		
Medical Benefits Holiday			(4,625)			
Operating - Out of State Travel & Cellular Phones				5,423		
Statewide Personnel System Study				0		
1,326,065		-	(4,625)	544,857	1,866,297	(540,232)
Accounts & Control	3,751,998					
Unachievable Turnover Cost Savings				20,889		
Medical Benefits Holiday			(16,716)			
Contract Professional Services - Legal				25,000		
3,751,998		-	(16,716)	45,889	3,781,171	(29,173)
Budgeting	2,015,159					
Unachievable Turnover Cost Savings				240,944		
Medical Benefits Holiday			(4,777)			
Actuarial Services - Pension Reform				15,000		
Other Contract Services, Incl Perf Budgeting				3,115		
Office Supplies and Equipment				(2,700)		
Pension Reform Consulting Services				22,000		
2,015,159		-	(4,777)	278,359	2,288,741	(273,582)
Purchasing	2,445,901					
Payroll - Turnover Cost Savings				(146,842)		
Medical Benefits Holiday			(9,559)			
Operating - Office Supplies & Equipment				16,307		
2,445,901		-	(9,559)	(130,535)	2,305,807	140,094
Auditing	1,376,922					
Payroll - Turnover Cost Savings				(134,269)		
Medical Benefits Holiday			(2,645)			
1,376,922		-	(2,645)	(134,269)	1,240,008	136,914
Human Resources	8,952,981					
Payroll - Turnover Cost Savings				(259,593)		
Medical Benefits Holiday			(29,287)			
Health Benefits Consulting Delay				(70,000)		
Operating - ISF HR Charges				(7,818)		
8,952,981		-	(29,287)	(337,411)	8,586,283	366,698
Personnel Appeal Board	73,560					
Compensation Cost - Board Members				1,116		
73,560		-	-	1,116	74,676	(1,116)
Legal Services	1,825,486					
Unachievable Turnover Cost Savings/Allocation from Energy				98,677		
Medical Benefits Holiday			(5,549)			
Contract Services - Legal Title Search				5,283		
Operating - Subscription Services				8,197		
1,825,486		-	(5,549)	112,157	1,932,094	(106,608)
Facilities Management	31,519,155					
Payroll - Turnover Cost Savings				(359,376)		
Medical Benefits Holiday			(44,185)			
Contract Services - Janitorial & Fire Protection				205,845		
Natural Gas/Electricity Expenses				(268,136)		
Operating - Insurance/Sewer Exp/Other				348,062		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
	31,519,155	-	(44,185)	(73,605)	31,401,365	117,790
Capital Projects and Property Management	2,429,894					
Unachievable Turnover Cost Savings				79,286		
Medical Benefits Holiday			(7,933)			
Contract - Legal Services - RITS Arbitration				135,450		
	2,429,894	-	(7,933)	214,736	2,636,697	(206,803)
Information Technology	19,949,105					
Payroll - GR Offset for Lost/Reduced Federal Funds				447,481		
Medical Benefits Holiday			(47,299)			
Contract Services - IT Disaster Recovery				15,235		
Operating - Telephone & Software Maint. Agreement				384,610		
Capital Purchases - Hardware for Internet Redundancy				32,345		
DLT Federal Funds for DoIT Shortfall				(375,000)		
IT Purchase - FY 11 Post-closing Adjustment				135,716		
	19,949,105	-	(47,299)	640,387	20,542,193	(593,088)
Library and Information Services	932,971					
Medical Benefits Holiday			(1,802)			
Payroll - Salaries and Benefits				12,373		
Other Operating Supplies and Expense				(12,373)		
	932,971	-	(1,802)	-	931,169	1,802
Planning	4,075,067					
Payroll - Turnover Cost Savings				(5,786)		
Medical Benefits Holiday			(5,870)			
	4,075,067	-	(5,870)	(5,786)	4,063,411	11,656
Energy Resources	-					
		-	-	-	-	-
General						
Economic Development Corp.	4,811,811			770,000		
EHC-RI Airport Corp. Impact Act	1,025,000			-		
EHC EPScore (Research Alliance)	1,500,000			-		
Miscellaneous Grants	376,560			(14,175)		
Slater Centers for Excellence	2,000,000			-		
Torts	400,000			-		
State/Teachers' Retiree Health Subsidy	2,321,057			-		
Resource Sharing and State Library Aid	8,773,398			-		
I-195 Commission Operating Funds				50,000		
Library Construction Aid	2,821,772			-		
	24,029,598	-	-	805,825	24,835,423	(805,825)
Debt Service Payments	144,742,359					
General Obligation Bonds				(4,531,275)		
Certificates of Participation				483,177		
Historic Structures Tax Credit				(1,400,000)		
Fidelity Job Rent Credits				90,250		
Tax Anticipation Notes				(849,248)		
DOT Debt Service - Shift from Other Funds				4,000,000		
	144,742,359	-	-	(2,207,096)	142,535,263	2,207,096
Undistributed Statewide Savings (Medical)	(3,000,000)		3,000,000		-	
	(3,000,000)	-	3,000,000	-	-	(3,000,000)
Total	246,446,221	-	2,819,753	(245,376)	249,020,598	(2,574,377)
Business Regulation						
Central Management	1,162,041					

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Personnel-Salary & Benefits				(55,667)		
Operating				(8,064)		
Medical Benefits Holiday			(3,354)	-		
	1,162,041	-	(3,354)	(63,731)	1,094,956	67,085
Insurance Regulation	4,031,865					
Personnel-Salary & Benefits				(382,046)		
Operating				(25,027)		
Medical Benefits Holiday			(13,210)	-		
	4,031,865	-	(13,210)	(407,073)	3,611,582	420,283
Office of the Health Commissioner	547,168					
Personnel-Salary & Benefits				(17,750)		
Contracted Professional Services				(20,000)		
Operating				(2,953)		
Medical Benefits Holiday			(1,028)	-		
	547,168	-	(1,028)	(40,703)	505,437	41,731
Board of Accountancy	170,668					
Personnel-Salary & Benefits				(27,850)		
Operating				(1,561)		
Medical Benefits Holiday			(585)	-		
	170,668	-	(585)	(29,411)	140,672	29,996
Banking 1,472,238						
Personnel-Salary & Benefits				(89,079)		
Operating				(7,565)		
Medical Benefits Holiday			(4,457)	-		
	1,472,238	-	(4,457)	(96,644)	1,371,137	101,101
Securities	1,051,512					
Personnel-Salary & Benefits				(190,371)		
Operating				(6,628)		
Medical Benefits Holiday			(3,501)	-		
	1,051,512	-	(3,501)	(196,999)	851,012	200,500
Commercial Licensing, Racing & Athletics	753,526					
Personnel-Salary & Benefits				(204,671)		
Operating				(13,248)		
Medical Benefits Holiday			(1,858)	-		
	753,526	-	(1,858)	(217,919)	533,749	219,777
Board of Design Professionals	247,360					
Personnel-Salary & Benefits				84,029		
Operating				(5,318)		
Medical Benefits Holiday			(1,734)	-		
	247,360	-	(1,734)	78,711	324,337	(76,977)
Total	9,436,378	-	(29,727)	(973,769)	8,432,882	1,003,496
Labor and Training						
Central Management	113,640					
Personnel-Salary & Benefits				(7,750)		
Medical Benefits Holiday			(413)	-		
Contracted Professional Services				9,133		
Operating Supplies and Expenses/Capital				4,265		
	113,640	-	(413)	5,648	118,875	(5,235)
Workforce Regulation and Safety	2,901,435					

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Personnel-Salary & Benefits				92,085		
Medical Benefits Holiday			(12,957)			
Contracted Professional Services				(12,017)		
Operating Supplies and Expenses/Capital				13,374		
Grants and Benefits				(65)		
Tardy and Interest Transfer				-		
	2,901,435	-	(12,957)	93,377	2,981,855	(80,420)
Income Support	4,163,873					
Personnel-Salary & Benefits				4,039		
Medical Benefits Holiday			(296)			
Contracted Professional Services				127		
Operating Supplies and Expenses/Capital				(338)		
Police Relief Fund				(3,694)		
Firefighter Relief Fund				(131,850)		
	4,163,873	-	(296)	(131,716)	4,031,861	#REF!
Labor Relations Board	396,538					
Personnel-Salary & Benefits				2,927		
Medical Benefits Holiday			(760)			
Contracted Professional Services				(2,682)		
Operating Supplies and Expenses/Capital				(15,066)		
Grants and Benefits				(8)		
	396,538	-	(760)	(14,829)	380,949	15,589
Total	7,575,486	-	(14,426)	(47,520)	7,513,540	61,946
Legislature						
Legislature	36,548,053	3,842,297	-	(3,842,297)		
Personnel-Salary & Benefits				1,459,774		
Medical Benefits Holiday			(173,078)			
Contracted Professional Services				(57,447)		
Operating Supplies and Expenses				746,642		
Grants				500,000		
Capital				998,530		
Total	36,548,053	3,842,297	(173,078)	(194,798)	40,022,474	367,876
Office of the Lieutenant Governor	965,940					
Personnel-Salary & Benefits				(22,247)		
Medical Benefits Holiday			(3,184)			
Contracted Professional Services				250		
Operating Supplies and Expenses/Capital				10,350		
Total	965,940	-	(3,184)	(11,647)	951,109	14,831
Secretary of State						
Administration	2,056,734					
Personnel-Salary & Benefits				(252,529)		
Medical Benefits Holiday			(4,467)			
Contracted Professional Services				-		
Operating Supplies and Expenses				332		
Capital Purchases and Equipment				65,787		
	2,056,734	-	(4,467)	(186,410)	1,865,857	190,877
Corporations	1,891,380	190,000				
Personnel-Salary & Benefits				154,061		
Medical Benefits Holiday			(8,942)			
Contracted Professional Services				-		
Operating Supplies and Expenses				2,623		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
	1,891,380	190,000	(8,942)	156,684	2,229,122	(147,742)
State Archives	79,385					
Personnel-Salary & Benefits		-		-		
Operating Supplies and Expenses		-		-		
	79,385	-		-	79,385	-
Elections	1,432,530					
Personnel-Salary & Benefits				(105,203)		
Medical Benefits Holiday			(2,585)			
Contracted Professional Services				-		
Voter ID Implementation				150,000		
Operating Supplies and Expenses				21,244		
Capital Purchases and Equipment				(87,441)		
	1,432,530		(2,585)	(21,400)	1,408,545	23,985
State Library	581,844					
Personnel-Salary & Benefits				7,677		
Medical Benefits Holiday			(1,871)			
Operating Supplies and Expenses				4,592		
	581,844	-	(1,871)	12,269	592,242	(10,398)
Office of Public Information	334,439					
Personnel-Salary & Benefits				5,199		
Medical Benefits Holiday			(1,351)			
Contracted Professional Services				-		
Operating Supplies and Expenses				1,296		
Capital Purchases and Equipment				168		
	334,439	-	(1,351)	6,663	339,751	(5,312)
Total	6,376,312	190,000	(19,216)	(32,194)	6,514,902	51,410
Office of the General Treasurer						
Treasury	2,190,137	40,326				
Personnel-Salary & Benefits				(131,609)		
Medical Benefits Holiday			(5,947)			
SEC Investigation/Disclosure Counsel				138,000		
Operating Expense				19,267		
Office Build-out/Move to 50 Service Avenue				38,684		
	2,190,137	40,326	(5,947)	64,342	2,288,858	(58,395)
Crime Victim Compensation Program	110,715	1,682				
Personnel-Salary & Benefits				3,474		
Contracted Professional Services				990		
Medical Benefits Holiday			(316)			
Operating Supplies and Expenses				15,381		
Capital				11,704		
	110,715	1,682	(316)	31,549	143,630	(31,233)
Retirement						
Defined Contribution Admn Expenses	0	-		206,456	206,456	(206,456)
Total	2,300,852	42,008	(6,263)	302,347	2,638,944	(296,084)
Board of Elections						
Board Of Elections	1,825,905					
Personnel-Salary & Benefits				(34,031)		
Medical Benefits Holiday			(4,554)			
Contracted Professional Services				(99,753)		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Operating/Non-Taxable Settlements				16,694		
Total	1,825,905	-	(4,554)	(117,090)	1,704,261	121,644
RI Ethics Commissions						
RI Ethics Commission	1,560,008					
Personnel-Turnover Savings				(103,439)		
Medical Benefits Holiday			(2,634)			
Operating Supplies and Expenses				9,011		
Total	1,560,008	-	(2,634)	(94,428)	1,462,946	97,062
Office of the Governor	4,088,521		-			
Personnel-Salary & Benefits				(16,462)		
Medical Benefits Holiday			(11,776)			
Operating /Contracted Services				(24,241)		
Capital				9,256		
Contingency Fund	250,000			-		
Total	4,338,521	0	(11,776)	(31,447)	4,295,298	43,223
Commission for Human Rights	1,154,038					
Payroll				(1,125)		
Medical Benefits Holiday			(4,912)			
Other Operating Supplies and Expense				(3,306)		
Contract Professional Services - Stenographic				(1,875)		
Total	1,154,038	0	(4,912)	(6,306)	1,142,820	11,218
Department of Revenue						
Director of Revenue	784,261					
Personnel-Salary & Benefits				(14,577)		
Medical Benefits Holiday			(2,507)			
Contracted Professional Services				17,637		
Operating Supplies and Expenses				1,152		
Total	784,261	0	(2,507)	4,212	785,966	(1,705)
Office of Revenue Analysis	435,910					
Personnel-Salary & Benefits				(11,840)		
Medical Benefits Holiday			(1,872)			
Contracted Professional Services				(40,000)		
Total	435,910	-	(1,872)	(51,840)	382,198	53,712
Office of Municipal Finance	1,204,490					
Personnel-Salary & Benefits				10,432		
Medical Benefits Holiday			(3,755)	-		
Operating Supplies and Expenses				(39,992)		
Central Falls Receivership-Personnel				83,923		
Central Falls Receivership-Contract Services	698,450			933,064		
East Providence-Personnel				128,485		
East Providence-Operating Supplies and Expenses				740		
Total	1,902,940	0	(3,755)	1,116,652	3,015,837	(1,112,897)
Taxation	17,323,623					
Personnel-Salary & Benefits				(40,670)		
Medical Benefits Holiday			(66,386)			
Contracted Professional Services				(17,000)		
Operating Supplies and Expenses				6,943		
Capital Purchases and Equipment				(5,200)		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
	17,323,623	0	(66,386)	(55,927)	17,201,310	122,313
Registry 17,574,304						
Personnel-Salary & Benefits				174,740		
Medical Benefits Holiday			(62,362)			
Contracted Professional Services				(462,414)		
Operating Supplies and Expenses				(7,555)		
DMV Personnel Overtime				41,450		
DMV Personnel Additional Staffing +14.5 FTE				595,543		
Capital Purchases and Equipment				80,405		
Other Operating Supplies and Expenses				5,646		
	17,574,304	0	(62,362)	427,815	17,939,757	(365,453)
State Aid						
Distressed Communities Relief Fund	10,384,458					
Payment in Lieu of Tax Exempt Properties	33,080,409					
Motor Vehicle Excise Tax Payments	10,000,000					
Property Revaluation Program	1,125,000			(219,780)		
Municipal Pension Revaluation Contract Services				234,000		
Central Falls Stabilization Payment				2,636,932		
54,589,867		-		2,651,152	57,241,019	(2,651,152)
Total	92,610,905	0	(136,882)	4,092,064	96,566,087	(3,955,182)
Sub-Total General Government	411,138,619	4,074,305	2,413,101	2,639,836	420,265,861	(5,052,937)
<u>Human Services</u>						
Office of Health and Human Services	9,773,834					
Interagency Transfers of Personnel (5.0 FTE)				781,849		
Personnel- Other Salary & Benefits				(259,056)		
Medical Benefits Holiday			(34,957)			
Contracted Professional Services				44,500		
Other Operating Supplies and Expenses				38,792		
	9,773,834	-	(34,957)	606,085	10,344,962	(571,128)
Children, Youth, and Families						
Central Management	4,694,560					
Personnel-Salary & Benefits				166,459		
Medical Benefits Holiday			(9,523)			
Contracted Professional Services				(74,351)		
Operating Supplies and Expenses				(424,016)		
Grants and Benefits				(1,147)		
Capital Purchases and Equipment				(5,715)		
	4,694,560	-	(9,523)	(338,770)	4,346,267	348,293
Children's Behavioral Health	10,818,296					
Personnel-Salary & Benefits				365,922		
Medical Benefits Holiday			(5,970)			
Operating Supplies and Expenses				10,021		
Grants and Benefits				(782,439)		
	10,818,296	-	(5,970)	(406,496)	10,405,830	412,466
Juvenile Corrections	30,485,148					
Personnel-Salary & Benefits				1,906,407		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Overtime				(1,007,732)		
Medical Benefits Holiday			(93,611)			
Contracted Professional Services				(78,017)		
Operating Supplies and Expenses				(112,007)		
Grants and Benefits				(612,865)		
Capital Purchases and Equipment				4,270		
	30,485,148	0	(93,611)	100,056	30,491,593	(6,445)
Child Welfare	86,642,162					
18 to 21 Year Olds	12,358,817					
Personnel-Salary & Benefits				(949,432)		
Medical Benefits Holiday			(86,333)			
Contracted Professional Services				(1,861)		
Operating Supplies and Expenses				(203,133)		
Grants and Benefits				8,703,496		
Capital Purchases and Equipment				(6,000)		
	99,000,979	0	(86,333)	7,543,070	106,457,716	(7,456,737)
Higher Education Incentive Grants	200,000					
Higher Education Incentive Grants	200,000	0	0	0		
Total	145,198,983	0	(195,437)	6,897,860	151,901,406	(6,702,423)
Health						
Central Management	1,352,631					
Personnel-Salary & Benefits				(134,416)		
Medical Benefits Holiday			(12,595)			
Contracted Professional Services				(900)		
Operating Supplies and Expense				(18,799)		
	1,352,631	-	(12,595)	(154,115)	1,185,921	166,710
State Medical Examiner	2,012,467					
Unachieved Turnover Savings				74,863		
Medical Benefits Holiday			(6,342)			
Contract Medical Services				74,770		
Medical & Other Supplies				(61,490)		
Capital Purchases and Equipment				(1,000)		
	2,012,467	-	(6,342)	87,143	2,093,268	(80,801)
Environmental & Health Services Regulations	8,511,059					
Turnover Savings				(76,524)		
Medical Benefits Holiday			(37,873)			
Temporary Contract Services				129,531		
Operating Supplies and Expense				27,873		
Assistance and Grants				(20,000)		
Capital Purchases and Equipment				(8,110)		
	8,511,059	-	(37,873)	52,770	8,525,956	(14,897)
Health Laboratories	6,016,806					
Unachieved Turnover Savings				364,716		
Medical Benefits Holiday			(17,974)			
Contracted Professional Services				(24,418)		
Operating Expenditures				3,289		
Assistance and Grants				(100)		
Capital Purchases and Equipment				(23,750)		
	6,016,806	-	(17,974)	319,737	6,318,569	(301,763)
Public Health Information	1,599,404					

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Unachieved Turnover Savings				224,947		
Medical Benefits Holiday			(6,302)			
Contracted Professional Services				(139,270)		
Capital Purchases and Equipment				(2,500)		
Operating Supplies and Expenses				(29,810)		
	1,599,404	-	(6,302)	53,367	1,646,469	(47,065)
Community & Family Health and Equity	2,623,954					
Unachieved Turnover Savings				52,166		
Medical Benefits Holiday			(12,161)			
Contracted Professional Services				36,070		
Operating Expenditures				86,377		
Assistance and Grants				(312,133)		
	2,623,954	-	(12,161)	(137,520)	2,474,273	149,681
Infectious Disease and Epidemiology	2,131,704					
Unachieved Turnover Savings				73,173		
Medical Benefits Holiday			(3,620)			
Contracted Professional Services				52,500		
Operating Expenditures				(224,347)		
Assistance and Grants				(276,500)		
	2,131,704	-	(3,620)	(375,174)	1,752,910	378,794
Total	24,248,025	-	(96,867)	(153,792)	23,997,366	250,659
Human Services						
Central Management	5,683,745					
Personnel- Salary & Benefits				46,120		
CHC CNOM Adjustment (FMAP)				204		
Shift of Legal Services to EOHHS				(42,500)		
Medical Benefits Holiday			(5,915)			
	5,683,745		(5,915)	3,824	5,681,654	2,091
Child Support Enforcement	2,214,781					
Personnel- Salary & Benefits				(45,343)		
Medical Benefits Holiday			(5,935)			
Constable Services				(2,790)		
Other Contracted Professional Services				(2,502)		
Operating Supplies and Expenses				(5,133)		
	2,214,781		(5,935)	(55,768)	2,153,078	61,703
Individual and Family Support	22,498,106					
Personnel- Salary & Benefits				(187,223)		
Medical Benefits Holiday			(58,695)			
Contracted Professional Services				(280,848)		
Operating Supplies and Expenses				149,022		
Assistance and Grants				(285,225)		
RIDE Program- General Revenues (Utilization)				600,000		
	22,498,106		(58,695)	(4,274)	22,435,137	62,969
Veterans' Affairs	18,568,043					
Personnel- Salary & Benefits				(1,317,622)		
Medical Benefits Holiday			(66,232)			
Overtime Increase				1,333,948		
Contracted Professional Services				(2,270)		
Operating Supplies and Expenses				(187,154)		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Grants and Benefits	18,568,043		(66,232)	(388) (173,486)	18,328,325	239,718
Health Care Quality, Financing and Purchasing	18,551,887					
Personnel- Salary & Benefits				215,744		
Medical Benefits Holiday			(28,201)			
Contracted Professional Services				(440,480)		
Grants and Benefits				(186,336)		
Operating Supplies and Expense				(16,796)		
	18,551,887		(28,201)	(427,868)	18,095,818	456,069
Medical Benefits						
Managed Care- CEC	290,019,801			(21,083,470)		
Hospitals- CEC	114,309,330			(5,325,714)		
Other- CEC	43,965,644			(1,063,443)		
Nursing Facilities- CEC	162,645,787			1,529,693		
H&CBS- CEC	32,834,071			1,822,019		
Pharmacy- CEC	51,048,438			(2,820,091)		
Rhody Health- CEC	91,145,473			(3,038,955)		
	785,968,544		-	(29,979,961)	755,988,583	29,979,961
S.S.I. Program						
S.S.I. Program- CEC	18,000,600			598,920		
	18,000,600		-	598,920	18,599,520	(598,920)
Rhode Island Works						
Child Care	9,668,635					
	9,668,635		-	-	9,668,635	-
State Funded Programs						
General Public Assistance- CEC	2,491,925			415,790		
	2,491,925		-	415,790	2,907,715	(415,790)
Elderly Affairs						
General Revenues	9,109,749					
Personnel-Salary & Benefits				13,411		
Medical Benefits Holiday			(2,058)			
CNOM/MA Admin. Matching Rate Adjustments				8,087		
Operating Supplies and Expenses				(3,309)		
Medicaid Waiver Shortfall (3Q)				388,422		
RIPAE	374,000			(374,000)		
Care and Safety of the Elderly	1,287			-		
	9,485,036		(2,058)	32,611	9,515,589	(30,553)
Total	893,131,302	-	(167,036)	(29,590,212)	863,374,054	29,757,248
Behavioral Health, Developmental Disabilities & Hospitals						
Central Management	829,195					
Personnel-Salary & Benefits				(58,887)		
Medical Benefits Holiday			(1,204)			
Contracted Professional Services				7,060		
Operating Supplies and Expenses				558		
	829,195	-	(1,204)	(51,269)	776,722	52,473
Hosp. & Community System Support	2,435,629					
Personnel-Salary & Benefits				(65,543)		
Medical Benefits Holiday			(9,029)			
Contracted Professional Services				19,744		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Operating Supplies and Expenses				(996)		
Total	2,435,629	-	(9,029)	(46,795)	2,379,805	55,824
Services. for the Developmentally Disabled	97,336,360					
Personnel-Salary & Benefits				467,724		
Medical Benefits Holiday			(77,467)			
Overtime				702,917		
Contracted Professional Services				279,565		
Operating Supplies and Expenses				(294,725)		
Grants - Provider Payments				85,286		
Capital Purchases and Equipment				2,302		
Total	97,336,360	-	(77,467)	1,243,069	98,501,962	(1,165,602)
Behavioral Healthcare Services	36,009,986					
Personnel-Salary & Benefits				(251,965)		
Medical Benefits Holiday			(7,675)			
Assistance and Grant				228,568		
Total	36,009,986	0	(7,675)	(23,397)	35,978,914	31,072
Hosp. & Community Rehab. Services	47,638,399					
Personnel-Salary & Benefits				(562,467)		
Medical Benefits Holiday			(181,437)			
Overtime				2,722,807		
Contracted Professional Services				(28,690)		
Operating Supplies and Expenses				393,826		
Grants and Assistance - Medical Services				(532,087)		
Capital Purchases and Equipment				(1,603)		
Total	47,638,399	-	(181,437)	1,991,786	49,448,748	(1,810,349)
Total	184,249,569	-	(276,812)	3,113,394	187,086,151	(2,836,582)
Office of the Child Advocate	603,384					
Personnel-Salary & Benefits				(118,155)		
Medical Benefits Holiday			(2,465)			
Operating Supplies and Expenses				5,070		
Capital Purchases and Equipment				1,000		
Total	603,384	-	(2,465)	(112,085)	488,834	114,550
Commission on Deaf and Hard of Hearing	387,985					
Personnel- Salary & Benefits				(5,723)		
Medical Benefits Holiday			(1,699)			
Computer Equipment and Software Licenses				4,948		
Other Operating Supplies and Expenses				325		
Contracted Professional Services				450		
Total	387,985	-	(1,699)	-	386,286	1,699
Governor's Commission on Disabilities	388,786					
Personnel-Salary & Benefits				(288)		
Medical Benefits Holiday			(845)			
Contracted Professional Services				(698)		
Operating Supplies and Expenses				986		
Total	388,786	0	(857)	-	387,929	857

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Office of the Mental Health Advocate	468,718					
Personnel-Salary & Benefits				(77,369)		
Medical Benefits Holiday			(1,746)			
Contracted Professional Services				1,800		
Operating Supplies and Expenses		-		1,769		
Total	468,718	-	(1,746)	(73,800)	393,172	75,546
Sub-Total Human Services	1,258,450,586	0	(777,876)	(19,312,550)	1,238,360,160	20,090,426
<u>Education</u>						
Elementary and Secondary Education						
State Education Aid	621,639,790					
Statewide Transportation				-		
Across-the-board cut-Local Districts				-		
Pension reform-Local Districts				-		
Shift to Stabilization Funding-Local Districts				-		
Charter School Aid				-		
Across-the-board cut-Charter Schools				-		
Pension reform-Charter Schools				-		
Shift to Stabilization Funding-Charter Schools				-		
Shift OERR admin \$ to LEAs instead				-		
Contracted Professional Services				-		
Operating Supplies and Expenses				-		
Group Home aid				-		
Non-public textbook aid				25,698		
Transfer from ACES for Pre-K Demo Project				-		
E-Rate				-		
	621,639,790	-		25,698	621,665,488	(25,698)
School Housing Aid	72,507,180			(2,858,858)		
	72,507,180	-		(2,858,858)	69,648,322	2,858,858
Teachers' Retirement	81,635,719			2,477,488		
Base adjustment				-		
	81,635,719	-		2,477,488	84,113,207	(2,477,488)
RI School for the Deaf	5,889,334					
Personnel (Turnover Savings)				(629,569)		
Medical Benefits Holiday			(21,456)			
Contracted Professional Services (Increase Legal Services)				425,173		
Operating Supplies and Expenses				165,396		
Grants				24,000		
Capital Purchases and Equipment				15,000		
	5,889,334	-	(21,456)	-	5,867,878	21,456
Central Falls School District	39,161,820					
Across-the-board cut				-		
Pension reform				-		
	39,161,820	-		-	39,161,820	0
Davies Career & Technical School	13,416,256					
Personnel (Turnover Savings)				(291,500)		
Medical Benefits Holiday			(46,594)			
Contracted Professional Services				-		
Operating Supplies and Expenses (Various increases to operating)				338,094		
Capital Purchases and Equipment				-		
	13,416,256	-	(46,594)	46,594	13,416,256	0

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Met. Career & Tech. School	11,642,563			-		
	11,642,563	-		-	11,642,563	0
Administration of the Comp. Education Strategy	17,184,938					
Personnel-Salary & Benefits				-		
Medical Benefits Holiday			(32,681)			
Contracted Professional Services				34,214		
Operating Supplies and Expenses				(80,720)		
Grants				2,287,521		
Capital				(7,528)		
Aid to Locals				-		
	17,184,938		(32,681)	2,233,487	19,385,744	(2,200,806)
Total	863,077,600	-	(100,731)	1,924,409	864,901,278	(1,823,678)
Higher Education						
Board of Governors/Office of Higher Education	6,141,012					
Medical Benefits Holiday			(7,774)			
	6,141,012	-	(7,774)	-	6,133,238	7,774
University of Rhode Island						
General Revenues	57,773,316					
Medical Benefits Holiday			(138,628)			
State Crime Lab	775,000			75,633		
Debt Service	15,164,218			931,528		
	73,712,534	0	(138,628)	1,007,161	74,581,067	(868,533)
Rhode Island College						
General Revenues	38,359,719					
Medical Benefits Holiday			(120,112)			
Debt Service	1,978,374			(1,437,055)		
	40,338,093	0	(120,112)	(1,437,055)	38,780,926	1,557,167
Community College of Rhode Island						
General Revenues	44,619,462					
Medical Benefits Holiday			(136,805)			
Debt Service	1,676,118					
	46,295,580	0	(136,805)	0	46,158,775	136,805
Total	166,487,219	0	(403,319)	(429,894)	165,654,006	833,213
RI Council On The Arts						
Operating Support	716,635					
Personnel-Salary & Benefits				(1,669)		
Medical Benefits Holiday			(4,921)			
Operating Supplies and Expenses				(1,026)		
Grants	962,227			(6,412)		
Total	1,678,862	0	(4,921)	(9,107)	1,664,834	14,028
RI Atomic Energy Commission						
Personnel-Salary & Benefits	879,592					
Medical Benefits Holiday			(2,133)	5,901	840,959	
Contracted Professional Services					6,907	
Operating Supplies and Expenses				(5,901)	37,807	
Total	879,592	-	(2,133)	-	877,459	2,133

RI Higher Education Assistance Authority

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Authority Operations and other Grants	899,101					
Personnel-Salary & Benefits				(153,864)		
Medical Benefits Holiday			(1,306)			
Needs Based Grants and Work Opport.	5,014,003			153,864		
Total	5,913,104	0	(1,306)	0	5,911,798	1,306
RI Historical Preservation & Heritage Commission	1,469,797					
Personnel-Salary & Benefits (Turnover of 2FTE)				(122,575)		
Medical Benefits Holiday			(5,091)			
Contracted Professional Services				(160)		
Operating Supplies and Expenses				(4,116)		
Grants				-		
Capital				-		
Total	1,469,797	-	(5,091)	(126,851)	1,337,855	131,942
RI Public Telecommunications Authority	947,960					
Personnel-Salary & Benefits				(11,398)		
Medical Benefits Holiday			(8,141)			
Contracted Professional Services				-		
Operating Supplies and Expenses				-		
Total	947,960	-	(8,141)	(11,398)	928,421	19,539
Sub-Total Education	1,040,454,134	-	(525,642)	1,347,159	1,041,275,651	(821,517)
<u>Public Safety</u>						
Attorney General						
Criminal	13,739,364					
Personnel-Salary & Benefits				(99,719)		
Medical Benefits Holiday			(47,755)			
Contracted Professional Services				35,076		
Operating Supplies and Expenses				(56,795)		
Capital Purchases and Equipment				10,255		
	13,739,364	-	(47,755)	(111,183)	13,580,426	158,938
Civil	4,692,836					
Personnel-Salary & Benefits				100,155		
Medical Benefits Holiday			(16,175)			
Contracted Professional Services				100,096		
Operating Supplies and Expenses				(10,655)		
Capital Purchases and Equipment				-		
	4,692,836	-	(16,175)	189,596	4,866,257	(173,421)
Bureau of Criminal Identification	1,101,532					
Personnel-Salary & Benefits				78,795		
Medical Benefits Holiday			(3,081)			
Contracted Professional Services				1,434		
Operating Supplies and Expenses				(676)		
Capital Purchases and Equipment				-		
	1,101,532	-	(3,081)	79,553	1,178,004	(76,472)
General	2,909,135					
Personnel-Salary & Benefits				(314,914)		
Medical Benefits Holiday			(10,013)			
Contracted Professional Services				3,816		
Operating Supplies and Expenses				42,106		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Capital Purchases and Equipment	2,909,135	-	(10,013)	(268,992)	2,630,130	279,005
Total	22,442,867	-	(77,024)	(111,026)	22,254,817	188,050
Corrections						
Central Management	8,596,603					
Personnel-Salary & Benefits Other				(17,571)		
Weapons Requalification				18,625		
CO Training Class				(61,122)		
Medical Benefits Holiday			(21,225)			
Contracted Professional Services Other				29,027		
CO Training Class				87,780		
Time Tracker System				-		
Probation & Parole Rewrite				-		
Operating Supplies and Expenses Other				20,107		
CO Training Class				13,032		
Capital	8,596,603	-	(21,225)	89,878	8,665,256	(68,653)
Parole Board	1,365,771					
Personnel-Salary & Benefits				(57,807)		
Medical Benefits Holiday			(3,447)			
Contracted Professional Services				2,030		
Other Operating/Grants/Capital				(1,273)		
	1,365,771	-	(3,447)	(57,050)	1,305,274	60,497
Institutional Corrections	157,573,034					
Personnel-Salary & Benefits Other				5,469,422		
SCAAP Award Decrease				323,435		
Population-related Overtime				(712,000)		
Medical Benefits Holiday			(531,877)			
Contracted Professional Services Other				29,131		
Medical Services				239,756		
Population-related Per Diem Operating				(203,000)		
Operating Supplies and Expenses Other				18,640		
Snow Removal, Pastore Complex				100,000		
Grants Other				14,729		
Grants-Outpatient Services				(1,006,445)		
Capital				135,000		
	157,573,034	-	(531,877)	4,408,668	161,449,825	(3,876,791)
Community Corrections	14,605,957					
Personnel-Salary & Benefits Other				47,157		
CO Training Class				13,212		
Medical Benefits Holiday			(51,609)			
Contracted Professional Services				(750)		
Operating Supplies and Expenses Other				(35,015)		
	14,605,957	-	(51,609)	24,604	14,578,952	27,005
Total	182,141,365	-	(608,158)	4,466,100	185,999,307	(3,857,942)
Judiciary						
Supreme Court		-				
General Revenues	26,325,441	80,704	-	-		
Personnel-Salary & Benefits				396,484		
Medical Benefits Holiday			(49,507)			
Contracted Professional Services				146,156		
Operating Supplies and Expenses				(570,865)		
Judges Pensions				(59,521)		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Capital Purchases and Equipment				(90,000)		
Assistance and Grants				4,647		
Defense of Indigents	3,562,240			-		
	29,887,681	80,704	(49,507)	(173,099)	29,745,779	222,606
Superior Court	20,865,210	315	-			
Personnel-Salary & Benefits				743,900		
Medical Benefits Holiday			(61,310)			
Contracted Professional Services				2,523		
Operating Supplies and Expenses				(34,761)		
Grants				2,667		
Judges Pensions				(158,306)		
Capital				-		
	20,865,210	315	(61,310)	556,023	21,360,238	(494,713)
Family Court	17,533,090	2,714	-			
Personnel-Salary & Benefits				(162,284)		
Medical Benefits Holiday			(65,628)			
Contracted Professional Services				15,918		
Operating Supplies and Expenses				(62,648)		
Judges Pensions				(122,745)		
Grants				9,438		
Capital				-		
	17,533,090	2,714	(65,628)	(322,321)	17,147,855	387,949
District Court	10,924,545	8,082	-			
Personnel-Salary & Benefits				402,492		
Medical Benefits Holiday			(34,178)			
Contracted Professional Services				15,925		
Operating Supplies and Expenses				(5,857)		
Grants and Benefits				30,300		
Judges Pensions				(32,885)		
Capital				-		
	10,924,545	8,082	(34,178)	409,975	11,308,424	(375,797)
Traffic Tribunal	7,752,175		-			
Personnel-Salary & Benefits				394,059		
Medical Benefits Holiday			(28,882)			
Contracted Professional Services				89,312		
Operating Supplies and Expenses				3,181		
Judges Pensions				(17,772)		
	7,752,175	-	(28,882)	468,780	8,192,073	(439,898)
Judicial Tenure and Discipline	111,282		-			
Personnel-Salary & Benefits				(5,554)		
Medical Benefits Holiday			(206)			
Operating Adjustment				8		
	111,282		(206)	(5,546)	105,530	5,752
Total	87,073,983	91,815	(239,711)	933,812	87,859,899	(694,101)
Military Staff						
National Guard	1,446,301					
Personnel-Salary & Benefits				(27,307)		
Guard Activation-Tropical Storm Irene				2,943		
Medical Benefits Holiday			(3,313)			
Contracted Services-Other				1,249		
Contracted Services-Maintenance				(27,375)		
Contract Services-Fire Protection				(7,600)		
Maintenance/Repairs/Groundskeeping				(55,705)		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Electricity				2,095		
Fuel Oil				54,287		
Other Operating				39,848		
Funeral Honors				2,300		
Life Insurance Subsidy				(14,000)		
	1,446,301	-	(3,313)	(29,265)	1,413,723	32,578
Emergency Management	2,024,627					
Personnel-Salary & Benefits				(150,837)		
Medical Benefits Holiday			(3,248)			
Contract Services				(18,396)		
RISCON Maintenance Contracts				230,463		
Other Operating				(9,460)		
Tropical Storm Irene Expenses - State Match				100,000		
	2,024,627	-	(3,248)	151,770	2,173,149	(148,522)
Total	3,470,928	-	(6,561)	122,505	3,586,872	(115,944)
Public Safety						
Central Management	780,113					
Personnel-Salary & Benefits				285,999		
Medical Benefits Holiday			(2,276)			
	780,113	-	(2,276)	285,999	1,063,836	(283,723)
E-911 Emergency Telephone System	4,772,358					
Personnel-Salary & Benefits				46,863		
Medical Benefits Holiday			(19,344)			
Contracted Professional Services				(181,981)		
Operating Supplies and Expenses				294,090		
Capital				18,900		
	4,772,358	-	(19,344)	177,872	4,930,886	(158,528)
State Fire Marshal	2,568,574					
Personnel-Salary & Benefits				87,200		
Medical Benefits Holiday			(6,827)			
Contracted Professional Services				(200)		
Operating Supplies and Expenses				(5,533)		
Capital				-		
	2,568,574	-	(6,827)	81,467	2,643,214	(74,640)
Security Services	19,963,594					
Personnel-Salary & Benefits				54,559		
Medical Benefits Holiday			(72,823)			
Contracted Professional Services				(1,500)		
Operating Supplies and Expenses				(180,184)		
Capital				-		
	19,963,594	-	(72,823)	(127,125)	19,763,646	199,948
Municipal Police Training Academy	352,118					
Personnel-Salary & Benefits				2,393		
Medical Benefits Holiday			(1,138)			
Contracted Professional Services				-		
Operating Supplies and Expenses				(609)		
	352,118	-	(1,138)	1,784	352,764	(646)
State Police	60,970,954					
Personnel-Salary & Benefits				1,437,616		

Final Changes to FY 2012 Enacted Agency General Revenue Expenditures

	FY2012 Enacted Appropriation	Reappropriation/ Appropriation Transfer	Distribution of Medical Holiday Savings	Final Enacted Changes	FY 2012 Final Enacted Expenditures	Projected Surplus/ (Deficit)
Medical Benefits Holiday			(125,165)			
Contracted Professional Services				(1,900)		
Operating Supplies and Expenses				356,312		
State Trooper Pensions				177,664		
Capital				-		
	60,970,954	-	(125,165)	1,969,692	62,815,481	(1,844,527)
Total	89,407,711	-	(227,573)	2,389,689	91,569,827	(2,162,116)
Office Of Public Defender	10,300,580					
Medical Benefits Holiday			(32,061)			
Additional Turnover				(70,000)		
Contracted Professional Services				53,225		
Network Upgrades				27,779		
Operating Supplies and Expenses				8,691		
Total	10,300,580	-	(32,061)	19,695	10,288,214	12,366
Sub-Total Public Safety	394,837,434	91,815	(1,191,088)	7,820,775	401,558,936	(6,629,687)
<u>Natural Resources</u>						
Environmental Management						
Office of the Director	4,775,428					
Personnel-Salary & Benefits				(237,890)		
Medical Benefits Holiday			(8,772)			
Other Operating Supplies & Expenses				(25,321)		
Operating Supplies & Expenses: Headquarters				98,475		
	4,775,428	-	(8,772)	(164,736)	4,601,920	173,508
Natural Resources	18,508,312					
Personnel-Salary & Benefits				(461,859)		
Medical Benefits Holiday			(49,018)			
Contracted Professional Services				1,000		
Operating Supplies and Expenses				815,698		
Flood Related Expenditures - 25% State Share						
Other Assistance & Grants				(8,100)		
Assistance & Grants: Payments to Host Communities				(105,642)		
Capital Purchases and Equipment				(4,880)		
	18,508,312	-	(49,018)	236,217	18,695,511	(187,199)
Environmental Protection	12,099,861					
Personnel-Salary & Benefits				252,284		
Medical Benefits Holiday			(45,405)			
Contracted Professional Services				(16,500)		
Operating Supplies and Expenses				(7,191)		
Capital Purchases and Equipment				5,300		
	12,099,861	-	(45,405)	233,893	12,288,349	(188,488)
Total	35,383,601	-	(103,195)	305,374	35,585,780	(202,179)
Coastal Resources Management Council	2,236,814					
Personnel-Salary & Benefits				6,567		
Operating Supplies and Expenses				4,133		
Medical Benefits Holiday			(8,367)			
Total	2,236,814	-	(8,367)	10,700	2,239,147	(2,333)
Sub-Total Environment	37,620,415	-	(111,562)	316,074	37,824,927	(204,512)
Statewide General Revenue Total	3,142,501,188	4,166,120	(193,067)	(7,188,706)	3,139,285,535	7,381,773

Changes to FY 2012 Enacted Transportation Expenditures

	FY 2012 Enacted Appropriation	Change to Carryforward from FY2011	Distribution of Medical Holiday Savings	Supplemental Changes	FY 2012 Final Enacted Expenditures
Total ISTF Fund Revenue Collections	138,199,068	1,448,255		(1,479,822)	138,167,501
Transportation ISTE A Fund Changes - Surplus	-				-
Total Revenues Available	138,199,068				138,167,501
Central Management	1,108,923				
Salaries & Benefits				207,036	
Medical Benefits Holiday			(4,275)		
Uncompensated Leave Days(1)					
Purchased Services				(39,600)	
Operating				7,314	
Grants & Benefits				(700)	
Capital Improvements				3,000	
	1,108,923	-	(4,275)	177,050	1,281,698
Management & Budget	1,176,686				
Salaries & Benefits				348,542	
Medical Benefits Holiday			(13,226)		
Purchased Services				0	
Operating				(1,023)	
Capital Improvements				0	
	1,176,686	-	(13,226)	347,519	1,510,979
Infrastructure-Engineering	3,507,899				3,507,899
Salaries & Benefits				724,114	
Medical Benefits Holiday			(16,700)		
Gas Tax Allocation from Payroll Clearing Account				85,361	
Federal Indirect Cost Allocation Department Wide					
Purchased Services				0	
Operating				46,015	
Grants & Benefits				(350)	
Capital Improvements				19,000	
Other Operating Transfers				0	
	3,507,899	-	(16,700)	874,140	4,365,339
Infrastructure-Maintenance	41,451,540				
Salaries & Benefits				97,716	
Medical Benefits Holiday			(88,515)		
Overtime				18,300	
Purchased Services				0	
Operating				(57,135)	
Grants & Benefits				5,000	
Capital Improvements				0	
Operating Transfers				0	
Winter Maintenance - Overtime				(333,715)	
Winter Maintenance - Materials & Contractors				(4,517,000)	
Highway Lighting Electricity				(187,876)	
Vehicle Repairs Personnel				110,588	
Vehicle Repairs/Fuel Operating				(666,696)	
	41,451,540	-	(88,515)	(5,530,818)	35,832,207
Total Department of Transportation Operations	47,245,048	-	(122,716)	(4,132,109)	42,990,223
Operating Transfers to Motor Fuel Bonds - debt serv	8,504,558			(90,666)	8,413,892
Operating Transfers to RIPTA	40,261,350			756,375	41,017,725
Total Transfers	48,765,908	-	-	665,709	49,431,617
Total Transportation	96,010,956	-	(122,716)	(3,466,400)	92,421,840

Changes to FY 2012 Enacted Transportation Expenditures

	FY 2012 Enacted Appropriation	Change to Carryforward from FY2011	Distribution of Medical Holiday Savings	Supplemental Changes	FY 2012 Final Enacted Expenditures
Gas tax budgeted outside DOT					
DOT Debt Service Paid by General Revenue				(4,000,000)	
DOT Debt service(est DOT refunding allocation)	46,206,772			(2,360,035)	39,846,737
RIPTA Debt Service	1,198,371			(1,198,371)	-
Gas tax budgeted in DOA-planning	47,405,143	-	-	(3,558,406)	39,846,737
Consolidations Transfer	1,592,391			575,459	2,167,850
Total Transfers	1,592,391			575,459	2,167,850
Gas Tax Budgeted outside of DOT	48,997,534	-	-	(2,982,947)	42,014,587
DHS - Elderly Transportation	4,252,279			(45,533)	4,206,746
General Fund Transfer	-				-
Total ISTE A Fund	149,260,769	-	(122,716)	(6,494,880)	138,643,173
Change in Fund Balance	(11,061,701)	1,448,255	122,716	5,015,058	(475,672)
¹ Beginning Balance	-				
Ending Balance	(11,061,701)	1,448,255	122,716	5,015,058	(475,672)

Aid to Cities and Towns/Schools

Formula Aid to Cities and Towns

The **Payment-in-Lieu-of-Taxes (PILOT)** program reimburses communities for 27.0 percent of what they would have collected in property taxes from certain designated tax exempt property (subject to appropriation). The final enacted FY 2012 budget and the FY 2013 enacted budget is level funded at \$33.1 million, which represents a reimbursement rate of 21.41 percent. Data used to determine distribution amounts, however, will be updated to reflect the most recent data.

The **Distressed Communities Relief Fund** provides assistance to municipalities that meet the statutorily determined distressed test in three of four categories. The program is level funded at \$10.4 million in FY 2012 and FY 2013, but data used to determine distribution amounts will be updated to reflect updated qualifying tax levies.

The FY 2013 budget continues to provide funding for the **Property Revaluation Program**, which reimburses cities and towns for legislatively mandated property statistical revaluations updates on a per parcel basis. Funding enacted for the final FY 2012 revised budget is \$905,220. The FY 2013 enacted budget is \$1.6 million.

Funding for **Aid to Local Libraries** is level funded at \$8.8 million in FY 2012 and FY 2013. In addition, funding for library construction aid is provided at \$2.8 million in FY 2012 and \$2.5 million in FY 2013 to finance anticipated debt service or construction reimbursement obligations under this program.

The 1998 General Assembly enacted the **Motor Vehicle Excise Tax Phase-Out** legislation to phase out the excise tax on motor vehicles and trailers over an original seven year period. There have been various legislative changes to the legislation since its inception. For FY 2011 and thereafter, the General Assembly enacted legislation that mandates a \$500 exemption for which the State will reimburse municipalities an amount subject to appropriation. The legislation further allows municipalities to provide an additional exemption; however, that additional exemption will not be subject to reimbursement. The Assembly removed the provision that restricted municipalities from taxing the difference in the event that the value of a vehicle is higher than the prior fiscal year. It also allowed for rates and ratios of assessment to be lowered from the current frozen levels. Total funding enacted in FY 2012 and FY 2013 to support this program is \$10.0 million. Data used to determine distribution amounts for FY 2013 are subject to change based on December 31, 2011 motor vehicle tax rolls.

The **Public Service Corporation Tax** is for tangible personal property of telegraph, cable and telecommunications corporations and express corporations that is exempt from local taxation, and instead is subject to taxation by the State. The revenue from this tax flows through the State (it is not appropriated by the State). The revenues (apart from some administrative expenses) are apportioned to the cities and towns based on the ratio of each municipality's population relative to the total population of the State. The actual disbursements for FY 2012 and the projected disbursements for FY 2013 total \$12.7 million. Data used to determine distribution amounts, however, will be updated to reflect the most recent data.

The 2003 General Assembly enacted the **Local Meals and Beverage Tax**, a one percent additional tax on gross receipts from the sale of food and beverages sold in or on eating and drinking establishments. The tax is collected by the Division of Taxation and then distributed back to the city or town in which the meals and beverages were delivered. Actual distributions under this tax totaled \$20.6 million in FY 2012 and are projected to total \$20.9 million in FY 2013.

Fiscal Year 2012 Revised State Aid to Cities and Towns

City or Town	Payment In Lieu of Tax Exempt Property	Distressed Community Relief Fund	State Library Aid	Motor Vehicle Excise Tax Reimbursement Value of Exemption	FY 2012 Total Appropriated State Aid
Barrington	54,250		332,622	245,208	632,080
Bristol	715,338		119,255	117,205	951,798
Burrillville	115,270	243,867	124,048	214,709	697,894
Central Falls	23,895	292,172	62,301	84,330	462,697
Charlestown	-		47,345	41,218	88,563
Coventry	-		203,149	225,597	428,746
Cranston	4,807,056		530,519	951,625	6,289,200
Cumberland	124		266,209	216,513	482,846
East Greenwich	8,724		111,399	123,478	243,601
East Providence	153,405	757,468	395,804	445,084	1,751,762
Exeter	-		40,392	82,437	122,829
Foster	475		31,425	69,333	101,233
Glocester	-		70,178	94,919	165,097
Hopkinton	-		29,512	65,621	95,133
Jamestown	-		77,618	36,685	114,303
Johnston	-		110,371	382,377	492,748
Lincoln	-		186,608	236,662	423,270
Little Compton	-		28,295	23,548	51,843
Middletown	-		126,526	89,262	215,788
Narragansett	-		123,812	95,791	219,603
Newport	932,980		377,002	138,612	1,448,594
New Shoreham	-		73,576	8,132	81,708
North Kingstown	1,981		257,813	228,200	487,994
North Providence	505,424	620,828	163,008	350,127	1,639,386
North Smithfield	-		63,053	173,847	236,900
Pawtucket	435,268	1,524,800	365,315	664,782	2,990,165
Portsmouth	-		102,565	109,483	212,048
Providence	23,109,815	5,169,135	1,262,405	1,617,922	31,159,277
Richmond	-		22,762	60,200	82,962
Scituate	-		94,735	127,207	221,942
Smithfield	533,237		267,131	281,936	1,082,304
South Kingstown	160,632		203,044	172,163	535,839
Tiverton	-		76,399	108,700	185,099
Warren	-		52,283	82,773	135,056
Warwick	1,241,268		638,710	1,156,532	3,036,510
Westerly	128,720		269,310	230,697	628,727
West Greenwich	-		26,493	49,532	76,025
West Warwick	-	894,406	173,748	223,933	1,292,086
Woonsocket	152,547	881,782	191,671	373,623	1,599,623
Subtotal	\$33,080,409	\$10,384,458	\$7,698,411	\$10,000,000	\$61,163,278
Statewide Reference Library Resource Grant (Providence)			1,012,378		1,012,378
Grant-In-Aid to Institutional Libraries			62,609		62,609
Library Construction Reimbursement			2,821,772		2,821,772
Motor Vehicle Excise Tax Reimbursement - Fire Districts			-		-
Total	\$33,080,409	\$10,384,458	11,595,170	\$10,000,000	\$65,060,037

Fiscal Year 2012 Revised Pass Through Aid-Cities & Towns

City or Town	Public Service Corporation Tax	Meals and Beverage Tax	FY 2012 Total Shared Taxes State Aid	FY 2012 Total Shared & Appropriated Aid
Barrington	196,291	131,503	327,794	959,874
Bristol	276,252	347,660	623,912	1,575,710
Burrillville	192,019	183,273	375,292	1,073,186
Central Falls	233,190	94,601	327,791	790,488
Charlestown	94,198	111,799	205,997	294,560
Coventry	421,394	354,899	776,293	1,205,039
Cranston	967,459	1,447,844	2,415,303	8,704,503
Cumberland	403,245	376,563	779,808	1,262,654
East Greenwich	158,212	446,238	604,450	848,051
East Providence	566,091	777,592	1,343,683	3,095,445
Exeter	77,325	71,109	148,434	271,263
Foster	55,433	18,205	73,638	174,871
Glocester	117,293	61,543	178,836	343,933
Hopkinton	98,543	47,054	145,597	240,730
Jamestown	65,049	78,880	143,929	258,232
Johnston	346,235	470,311	816,546	1,309,294
Lincoln	253,999	665,733	919,732	1,343,002
Little Compton	42,026	34,307	76,333	128,176
Middletown	194,366	600,566	794,932	1,010,720
Narragansett	190,972	472,293	663,265	882,868
Newport	296,928	1,735,713	2,032,641	3,481,235
New Shoreham	12,649	249,018	261,667	343,375
North Kingstown	318,759	464,273	783,032	1,271,026
North Providence	386,059	392,400	778,459	2,417,845
North Smithfield	144,023	165,380	309,403	546,303
Pawtucket	856,267	686,834	1,543,101	4,533,266
Portsmouth	209,277	173,950	383,227	595,275
Providence	2,142,738	4,312,681	6,455,419	37,614,696
Richmond	92,766	113,116	205,882	288,844
Scituate	124,310	57,003	181,313	403,255
Smithfield	257,910	541,208	799,118	1,881,422
South Kingstown	368,741	568,492	937,233	1,473,072
Tiverton	189,913	166,152	356,065	541,164
Warren	127,704	233,806	361,510	496,566
Warwick	994,959	2,358,365	3,353,324	6,389,834
Westerly	274,242	612,742	886,984	1,515,711
West Greenwich	73,835	92,258	166,093	242,118
West Warwick	351,314	361,789	713,103	2,005,189
Woonsocket	495,674	530,824	1,026,498	2,626,121
Subtotal	\$12,667,660	\$20,607,977	\$33,275,637	\$94,438,915
Statewide Reference Library Resource Grant				1,012,378
Grant-In-Aid to Institutional Libraries				62,609
Library Construction Reimbursement				2,821,772
Motor Vehicle Excise Tax Reimbursement - Fire Districts				-
Total	\$12,667,660	\$20,607,977	\$33,275,637	\$98,335,674

Fiscal Year 2013 State Aid to Cities and Towns

City or Town	Payment In Lieu of Tax Exempt Property	Distressed Community Relief Fund	State Library Aid	Motor Vehicle Excise Tax Reimbursement Value of Exemption	FY 2013 Total Appropriated State Aid
Barrington	38,827		334,107	237,138	610,072
Bristol	672,847		118,895	115,531	907,273
Burrillville	108,949		125,987	210,552	445,488
Central Falls	22,986	289,708	47,079	92,588	452,361
Charlestown	-		47,128	40,195	87,323
Coventry	-		207,369	212,432	419,801
Cranston	4,554,377	1,201,480	524,404	962,964	7,243,225
Cumberland	96		264,240	210,819	475,155
East Greenwich	164,567		114,121	120,869	399,557
East Providence	163,162		416,425	448,434	1,028,021
Exeter	-		40,082	83,465	123,547
Foster	435		29,625	68,286	98,346
Glocester	-		69,879	93,156	163,035
Hopkinton	-		29,999	62,734	92,733
Jamestown	-		79,139	35,751	114,890
Johnston	-		111,963	373,565	485,528
Lincoln	-		189,340	232,641	421,981
Little Compton	-		28,078	23,665	51,743
Middletown	-		128,935	83,649	212,584
Narragansett	-		121,555	95,050	216,605
Newport	905,365		374,002	133,343	1,412,710
New Shoreham	-		73,011	7,945	80,956
North Kingstown	1,859		257,842	222,551	482,252
North Providence	528,650	1,025,738	164,384	347,631	2,066,403
North Smithfield	-		62,569	168,480	231,049
Pawtucket	398,662	1,416,751	369,002	679,794	2,864,209
Portsmouth	-		102,367	105,623	207,990
Providence	23,455,411	4,804,334	1,217,603	1,715,886	31,193,234
Richmond	-		24,829	57,421	82,250
Scituate	-		94,008	124,283	218,291
Smithfield	497,049		265,315	274,622	1,036,986
South Kingstown	151,238		196,594	167,774	515,606
Tiverton	-		91,928	107,432	199,360
Warren	-		51,832	80,778	132,610
Warwick	1,150,335		662,952	1,147,235	2,960,522
Westerly	118,381		270,491	224,286	613,158
West Greenwich	-		26,290	50,367	76,657
West Warwick	-	817,916	171,858	213,269	1,203,043
Woonsocket	147,213	828,531	193,184	367,796	1,536,724
Subtotal	\$33,080,409	\$10,384,458	\$7,698,411	\$10,000,000	\$61,163,278
Statewide Reference Library Resource Grant			1,012,378		1,012,378
Grant-In-Aid to Institutional Libraries			62,609		62,609
Library Construction Reimbursement			2,471,714		2,471,714
Motor Vehicle Excise Tax Reimbursement - Fire Districts					-
Total	\$33,080,409	\$10,384,458	\$11,245,112	\$10,000,000	\$64,709,979

Fiscal Year 2013 Pass Through Aid to Cities & Towns

City or Town	Public Service Corporation Tax	Meals and Beverage Tax	FY 2013 Total Shared Taxes State Aid	FY 2013 Total Shared & Appropriated Aid
Barrington	196,291	133,367	329,658	939,730
Bristol	276,252	352,587	628,839	1,536,112
Burrillville	192,019	185,870	377,889	823,377
Central Falls	233,190	95,942	329,132	781,493
Charlestown	94,198	113,384	207,582	294,905
Coventry	421,394	359,928	781,322	1,201,123
Cranston	967,459	1,468,362	2,435,821	9,679,046
Cumberland	403,245	381,900	785,145	1,260,300
East Greenwich	158,212	452,562	610,774	1,010,331
East Providence	566,091	788,612	1,354,703	2,382,724
Exeter	77,325	72,117	149,442	272,989
Foster	55,433	18,463	73,896	172,242
Glocester	117,293	62,415	179,708	342,743
Hopkinton	98,543	47,721	146,264	238,997
Jamestown	65,049	79,998	145,047	259,937
Johnston	346,235	476,976	823,211	1,308,739
Lincoln	253,999	675,167	929,166	1,351,147
Little Compton	42,026	34,793	76,819	128,562
Middletown	194,366	609,077	803,443	1,016,027
Narragansett	190,972	478,986	669,958	886,563
Newport	296,928	1,760,310	2,057,238	3,469,948
New Shoreham	12,649	252,547	265,196	346,152
North Kingstown	318,759	470,853	789,612	1,271,864
North Providence	386,059	397,961	784,020	2,850,423
North Smithfield	144,023	167,724	311,747	542,796
Pawtucket	856,267	696,568	1,552,835	4,417,044
Portsmouth	209,277	176,416	385,693	593,683
Providence	2,142,738	4,373,796	6,516,534	37,709,768
Richmond	92,766	114,719	207,485	289,735
Scituate	124,310	57,810	182,120	400,411
Smithfield	257,910	548,878	806,788	1,843,774
South Kingstown	368,741	576,548	945,289	1,460,895
Tiverton	189,913	168,507	358,420	557,780
Warren	127,704	237,119	364,823	497,433
Warwick	994,959	2,391,786	3,386,745	6,347,267
Westerly	274,242	621,426	895,668	1,508,826
West Greenwich	73,835	93,565	167,400	244,057
West Warwick	351,314	366,916	718,230	1,921,273
Woonsocket	495,674	538,347	1,034,021	2,570,745
Subtotal	\$12,667,660	\$20,900,023	\$33,567,683	\$94,730,961
Statewide Reference Library Resource Grant (Providence)				1,012,378
Grant-In-Aid to Institutional Libraries				62,609
Library Construction Reimbursement				2,471,714
Motor Vehicle Excise Tax Reimbursement - Fire Districts				-
Total	\$12,667,660	\$20,900,023	\$33,567,683	\$98,277,662

Changes in State Aid - FY 2013 vs. FY 2012

City or Town	Payment In Lieu of Tax Exempt Property	Distressed Community Relief Fund	State Library Aid	Motor Vehicle Excise Tax Reimbursement Value of Exemption	Total Appropriated Difference	
Barrington	(15,423)	-	1,485	(8,070)	(22,008)	
Bristol	(42,491)	-	(360)	(1,674)	(44,525)	
Burrillville	(6,321)	(243,867)	1,939	(4,157)	(252,406)	
Central Falls	(909)	(2,464)	(15,222)	8,258	(10,337)	
Charlestown	-	-	(217)	(1,023)	(1,240)	
Coventry	-	-	4,220	(13,165)	(8,945)	
Cranston	(252,679)	1,201,480	(6,115)	11,339	954,025	
Cumberland	(28)	-	(1,969)	(5,694)	(7,691)	
East Greenwich	155,843	-	2,722	(2,609)	155,956	
East Providence	9,757	(757,468)	20,621	3,350	(723,741)	
Exeter	-	-	(310)	1,028	718	
Foster	(40)	-	(1,800)	(1,047)	(2,887)	
Glocester	-	-	(299)	(1,763)	(2,062)	
Hopkinton	-	-	487	(2,887)	(2,400)	
Jamestown	-	-	1,521	(934)	587	
Johnston	-	-	1,592	(8,812)	(7,220)	
Lincoln	-	-	2,732	(4,021)	(1,289)	
Little Compton	-	-	(217)	117	(100)	
Middletown	-	-	2,409	(5,613)	(3,204)	
Narragansett	-	-	(2,257)	(741)	(2,998)	
Newport	(27,615)	-	(3,000)	(5,269)	(35,884)	
New Shoreham	-	-	(565)	(187)	(752)	
North Kingstown	(122)	-	29	(5,649)	(5,742)	
North Providence	23,226	404,911	1,376	(2,496)	427,017	
North Smithfield	-	-	(484)	(5,367)	(5,851)	
Pawtucket	(36,606)	(108,049)	3,687	15,012	(125,956)	
Portsmouth	-	-	(198)	(3,860)	(4,058)	
Providence	345,596	(364,801)	(44,802)	97,964	33,957	
Richmond	-	-	2,067	(2,779)	(712)	
Scituate	-	-	(727)	(2,924)	(3,651)	
Smithfield	(36,188)	-	(1,816)	(7,314)	(45,318)	
South Kingstown	(9,394)	-	(6,450)	(4,389)	(20,233)	
Tiverton	-	-	15,529	(1,268)	14,261	
Warren	-	-	(451)	(1,995)	(2,446)	
Warwick	(90,933)	-	24,242	(9,297)	(75,988)	
Westerly	(10,339)	-	1,181	(6,411)	(15,569)	
West Greenwich	-	-	(203)	835	632	
West Warwick	-	(76,489)	(1,890)	(10,664)	(89,043)	
Woonsocket	(5,334)	(53,251)	1,513	(5,827)	(62,899)	
Subtotal	\$	-	\$	0	\$	0
Statewide Reference Library Resource Grant					-	
Grant-In-Aid to Institutional Libraries					-	
Library Construction Reimbursement					(350,058)	
Motor Vehicle Excise Tax Reimbursement - Fire Districts				-	-	
Total	\$0	\$0	\$0	(\$0)	(350,058)	

Changes in Pass Through and All Aid - FY 2013 vs. FY 2012 Revised

City or Town	Public Service Corporation Tax	Meals and Beverage Tax	Total Pass Through State Aid Difference	Total All State Aid Difference
Barrington	-	1,864	1,864	(20,144)
Bristol	-	4,927	4,927	(39,598)
Burrillville	-	2,597	2,597	(249,809)
Central Falls	-	1,341	1,341	(8,996)
Charlestown	-	1,585	1,585	345
Coventry	-	5,029	5,029	(3,916)
Cranston	-	20,518	20,518	974,543
Cumberland	-	5,337	5,337	(2,354)
East Greenwich	-	6,324	6,324	162,280
East Providence	-	11,020	11,020	(712,721)
Exeter	-	1,008	1,008	1,726
Foster	-	258	258	(2,629)
Glocester	-	872	872	(1,190)
Hopkinton	-	667	667	(1,733)
Jamestown	-	1,118	1,118	1,705
Johnston	-	6,665	6,665	(555)
Lincoln	-	9,434	9,434	8,145
Little Compton	-	486	486	386
Middletown	-	8,511	8,511	5,307
Narragansett	-	6,693	6,693	3,695
Newport	-	24,597	24,597	(11,287)
New Shoreham	-	3,529	3,529	2,777
North Kingstown	-	6,580	6,580	838
North Providence	-	5,561	5,561	432,578
North Smithfield	-	2,344	2,344	(3,507)
Pawtucket	-	9,734	9,734	(116,222)
Portsmouth	-	2,466	2,466	(1,592)
Providence	-	61,115	61,115	95,072
Richmond	-	1,603	1,603	891
Scituate	-	807	807	(2,844)
Smithfield	-	7,670	7,670	(37,648)
South Kingstown	-	8,056	8,056	(12,177)
Tiverton	-	2,355	2,355	16,616
Warren	-	3,313	3,313	867
Warwick	-	33,421	33,421	(42,567)
Westerly	-	8,684	8,684	(6,885)
West Greenwich	-	1,307	1,307	1,939
West Warwick	-	5,127	5,127	(83,916)
Woonsocket	-	7,523	7,523	(55,376)
Subtotal	-	292,046	292,046	\$292,046
Statewide Reference Library Resource Grant				-
Grant-In-Aid to Institutional Libraries				-
Library Construction Reimbursement				(350,058)
Motor Vehicle Excise Tax Reimbursement - Fire Districts				-
Total	\$0	\$292,046	\$292,046	(\$58,012)

Education Aid to Local Units of Government

Education Aid to Local Units of Governments totals \$916.4 million in FY 2013. This includes aid to the State Schools (Metropolitan Career and Technical School, Davies Career and Technical School, and the School for the Deaf), as well as state contributions for Teacher Retirement and Housing (school construction) Aid. Total education aid enacted in FY 2013 reflects an increase of \$70.9 million from the revised FY 2012 budget. FY 2013 represents year two of the education aid funding formula. As a result, distributed aid will now reflect aid to both districts and charter schools. Distributed education aid to districts increased by \$59.7 million while aid to charter schools increased by \$5.1 million. The majority of the increase between fiscal years is to replace \$32.3 million of expiring Education Jobs Fund federal grant money which was used in lieu of general revenue funding in FY 2012. The remaining increase results from fully funding year two of the funding formula and reducing the overall total amount of funding remaining to be transitioned for underfunded districts by increasing those district's FY 2013 base.

Non-Distributed Aid

Non-distributed aid increased by \$5.2 million from revised FY 2012 levels. The overall increase is driven by an increase in the Transportation categorical fund of \$1.1 million and the financing of three additional categorical funds not included in the FY 2012 revised budget; \$1.5 million for the Early Childhood Demonstration program, \$500,000 for the High Cost Special Education categorical fund and \$3.0 million for the Career and Technical categorical fund. Remaining non-distributed aid consists of \$240,000 for non-public textbook reimbursement, \$270,000 for school breakfast administrative fees and \$412,951 for the final year of the Regionalization Bonus.

State Schools

State financing of operations at the three state schools- the Davies Career and Technical School, the Rhode Island School for the Deaf, and the Met School- increased in the FY 2013 budget by a combined total of \$347,979. Please note that Davies and the Met fall under year two of the education aid funding formula.

Other Aid

The FY 2013 budget also includes increases in other aid of \$575,824; \$4.9 million for housing aid reimbursements which are mostly offset by a decrease of \$4.3 million in state contributions for teacher retirement.

Explanation of Tables- by Category and LEA

The following two tables display education aid first by category, and then by apportionment among the state's local and regional education authorities (LEAs). Note that FY 2013 is year two of the education aid funding formula passed into law by the 2010 session of the General Assembly.

“Distributed LEA Aid” consists of the various categories of aid that are directly distributed to school districts on a regular (usually monthly) basis, such as Formula Aid and Group Home Funding. For completeness, financing of the Central Falls School District is also displayed in this section. “Non-Distributed Aid” includes several categories of aid that are either utilized at the departmental level or are not distributed regularly to school districts. “State Schools” include the Metropolitan School, Davies, and the School for the Deaf. On each table, “Other Aid” includes allocations for School Construction Aid and state contributions to the Teachers’ Retirement Fund.

Education Aid by Category of Aid

Category of Education Aid	FY 2012 Revised	FY 2013 Enacted	Increase (Decrease)
Distributed LEA Aid			
Formula Aid	\$610,239,709	\$674,848,554	\$64,608,845
Group Home Funding	8,601,000	8,181,000	(420,000)
Central Falls School District	39,161,820	39,705,879	544,059
Subtotal	\$658,002,529	\$722,735,433	\$64,732,904
Non-Distributed Aid			
Textbook Expansion	\$265,698	\$240,000	(\$25,698)
School Breakfast	270,000	270,000	-
Telecommunications Access	350,000	-	(350,000)
Early Childhood Demonstration	-	1,450,000	1,450,000
Transportation Categorical	1,087,840	2,175,680	1,087,840
High Cost Special Ed Categorical	-	500,000	500,000
Career and Tech Categorical	-	3,000,000	3,000,000
Regionalization Bonus	851,241	412,951	(438,290)
Subtotal	\$2,824,779	\$8,048,631	\$5,223,852
State Schools			
Metropolitan School	\$11,642,563	\$11,648,256	\$5,693
School for the Deaf	5,867,878	6,244,881	377,003
Davies School	13,416,256	13,381,539	(34,717)
Subtotal	\$30,926,697	\$31,274,676	\$347,979
Other Aid			
Teachers' Retirement	\$84,113,207	\$79,768,447	(\$4,344,760)
School Housing Aid	69,648,322	74,568,906	4,920,584
Subtotal	\$153,761,529	\$154,337,353	\$575,824
Total Aid	\$845,515,534	\$916,396,093	\$70,880,559

Education Aid to Local Units of Government

	FY 2012 Revised	FY 2013 Enacted	Increase/ (Decrease)
Distributed LEA Aid			
Barrington	\$2,282,481	\$3,321,232	\$1,038,751
Burrillville	12,406,292	12,957,679	551,387
Charlestown	1,604,513	1,677,912	73,399
Coventry	17,841,361	19,681,513	1,840,152
Cranston	32,511,574	38,942,794	6,431,220
Cumberland	12,101,575	13,786,524	1,684,949
East Greenwich	1,442,706	1,933,139	490,433
East Providence	24,248,207	26,920,637	2,672,430
Foster	1,181,984	1,209,152	27,168
Glocester	2,725,127	2,785,722	60,595
Hopkinton	5,374,182	5,560,369	186,187
Jamestown	351,708	358,137	6,429
Johnston	9,617,585	10,916,882	1,299,297
Lincoln	6,710,317	8,138,012	1,427,695
Little Compton	300,714	338,666	37,952
Middletown	8,969,558	9,282,092	312,534
Narragansett	1,423,886	1,661,461	237,575
Newport	10,205,734	10,657,837	452,103
New Shoreham	59,350	69,634	10,284
North Kingstown	10,188,035	10,755,311	567,276
North Providence	12,160,857	14,025,693	1,864,836
North Smithfield	4,421,801	5,116,230	694,429
Pawtucket	61,722,489	68,241,462	6,518,973
Portsmouth	5,488,899	5,379,137	(109,762)
Providence	177,121,396	197,728,206	20,606,810
Richmond	5,298,508	5,420,353	121,845
Scituate	3,017,177	3,500,030	482,853
Smithfield	4,734,817	4,953,864	219,047
South Kingstown	8,395,479	8,474,120	78,641
Tiverton	5,088,117	5,671,905	583,788
Warwick	32,262,908	34,407,725	2,144,817
Westerly	5,721,059	6,560,341	839,282
West Warwick	18,267,435	19,739,060	1,471,625
Woonsocket	42,973,255	46,715,235	3,741,980
Bristol/Warren	17,223,771	17,331,724	107,953
Exeter/W Greenwich	6,208,981	6,328,850	119,869
Chariho District	273,805	306,562	32,757
Foster/Glocester	4,917,950	5,091,550	173,600
Central Falls	39,161,820	39,705,879	544,059
Subtotal	\$616,007,413	\$675,652,631	\$59,645,218

Education Aid to Local Units of Government

	FY 2012 Revised	FY 2013 Enacted	Increase/ (Decrease)
Distributed Charter School Aid			
Beacon Charter School	\$1,636,386	\$1,694,108	\$57,722
Blackstone Academy	1,481,056	1,588,944	107,888
Compass School	579,438	585,087	5,649
Greene School	640,513	898,333	257,820
Highlander	2,591,368	2,733,717	142,349
International Charter School	2,762,161	2,876,846	114,685
Kingston Hill Academy	692,088	689,636	(2,452)
Learning Community	5,724,504	6,095,627	371,123
New England Laborers	1,648,397	1,610,314	(38,083)
Nurses Institute	1,130,376	1,621,866	491,490
Paul Cuffee Charter School	6,526,131	7,588,913	1,062,782
RIMA Blackstone Valley	3,957,168	6,076,368	2,119,200
Segue Institute for Learning	2,482,437	2,572,083	89,646
Textron	2,323,795	2,323,013	(782)
Times 2 Academy	7,111,479	7,054,405	(57,074)
Trinity Academy	707,819	1,073,542	365,723
Subtotal	\$41,995,116	\$47,082,802	\$5,087,686
 Distributed LEA Subtotal	 \$658,002,529	 \$722,735,433	 \$64,732,904
Non-Distributed Aid			
Textbook Expansion	\$265,698	\$240,000	(\$25,698)
School Breakfast	270,000	270,000	-
Telecommunications Access	350,000	-	(350,000)
Early Childhood Demonstration	-	1,450,000	1,450,000
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Total	\$845,515,534	\$916,396,093	\$70,880,559