



STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Department of Administration
BUDGET OFFICE
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Memorandum

To: The Honorable Donald L. Carcieri
Governor

Rosemary Booth Gallogly, Director
Department of Administration

From: Thomas A. Mullaney *Thomas A. Mullaney*
Executive Director/State Budget Officer

Date: November 15, 2010

Subject: FY 2011 First Quarter Report

The first quarter report for FY 2011 contains estimates of annual expenditures based upon analysis of expenditures through the first quarter of FY 2011 (July 1, 2010 through September 30, 2010), as well as caseload and medical assistance expenditure estimates and revenue estimates adopted at the November 8, 2010 and November 10, 2010 Caseload and Revenue Estimating Conferences. The fiscal year 2011 balance, based upon these assumptions, is estimated to show a \$4.7 million deficit.

Chapter 35-1-5 of the General Laws states that the Director of Administration shall "direct the State Budget Officer to project on a quarterly basis the anticipated year-end balance assuming current trends continue and the typical cyclical expenditure patterns prevail over the course of the year. A consolidated quarterly report incorporating the current status and projections shall be released to the public within forty-five days of the end of each quarter." This report demonstrates compliance with this section of the General Laws.

The Budget Office continues to review department and agency FY 2011 expenditure plans in conjunction with the FY 2012 budget process. Any changes recommended by the Governor to the FY 2011 enacted appropriations, or adopted revenues, will be incorporated in the supplemental appropriations act, which under current law, must be submitted to the General Assembly no later than February 3, 2011.

The projected budget deficit of \$4.7 million for FY 2011 is the result of an opening surplus of \$17.7 million (\$17.7 million more than the enacted opening surplus), a reappropriation of \$3.4 million, a current year revenue increase of \$17.5 million, spending in excess of enacted appropriations of \$41.6 million, which is offset by a \$1.0 million increase in reserve fund contributions. The surplus carried over from FY 2010 is the result of final pre-audited expenditures being less than final enacted appropriations by \$24.4 million, offset by a revenue shortfall of \$3.4 million and the General Assembly's reappropriation of \$3.4 million. The November Revenue Estimating Conference's estimates reflect recent revenue trends and expected collections based upon the economic forecast. On the revenue side, general revenue receipts are expected to be \$17.5 million more than enacted. The enacted revenues reflect the legislatively adopted revenues and the impact of H-8268/S-2987 which reduced the state's share of VLT receipts due to 24/7 operations by \$800,280. Taxes are expected to exceed the enacted estimates by \$21.85 million, while departmental revenues and other sources, including lottery revenues, are expected to be below enacted estimates by \$4.3 million. The November Revenue Estimating Conference estimates that revenues will be \$3.037 billion, which is \$17.5 million more than the enacted estimate of \$3.020 billion for FY 2010.

Table 1 demonstrates that available resources, net of reserve fund contributions, have been adjusted upward from the enacted budget by \$37.6 million. The opening surplus balance of \$17.7 million reflects the State Controller's preliminary closing for FY 2010. Expenditures increase by a net of \$41.6 million, including \$3.4 million of reappropriations from FY 2010 for the General Assembly, \$9.5 million in reduced costs estimated by the Caseload Estimating Conference, \$37.3 million attributable to the enhanced FMAP rate extended at a lower rate than assumed in the enacted budget, and \$10.4 million of other projected net changes in expenditures.

Table 2 shows the enacted budgets by agency, as contained in Article 1 of the FY 2011 Appropriations Act, and identifies the distribution of pension savings and projected other changes for each agency. The projected "other changes", which are discussed in more detail below, essentially reflect the extent to which an agency has or has not been able to stay within the enacted budget allotments.

Revenue Projections

The attached Table 3 displays the revenue estimates of November 10, 2010 Revenue Estimating Conference, as compared to those contained in the enacted budget. The revenue increases reflect a slow recovery in the economy, with anticipated modest decreases in unemployment through the remainder of FY 2011.

Budget Reserve Fund Resources

The FY 2011 budget enacted by the General Assembly included a \$22.0 million appropriation to replenish the Rhode Island Capital Plan Fund. Such an appropriation is required by law in the fiscal year following a transfer from the Budget Reserve Fund to the general fund, which occurred in FY 2009 to help balance that year's budget. Legislation was approved as part of the FY 2011 budget to delay this transfer one fiscal year from FY 2010

to FY 2011. The Budget Reserve Fund will be fully funded at \$128.3 million as of June 30, 2011, based on current revenue estimates.

Pay Reductions Days

After months of negotiations during the summer of 2009, the Administration signed a memorandum of settlement that reflected a negotiated two-year agreement delivering a portion of the savings needed to accomplish the undistributed \$48.7 million general revenue personnel savings included in the enacted FY 2010 Budget. This two-year agreement also has an impact on FY 2011. For FY 2011, the agreement resulted in a delay of the three percent (3.0%) cost of living increase that was to go into effect in July 2010 to January 2011 and also included four pay reduction days during the second half of FY 2011. These two components were projected to achieve \$18.6 million in general revenue savings in FY 2011. These savings were incorporated in the enacted budget for FY 2011 and as such are not identified separately in this report.

Personnel Vacancies

Although the Administration has not instituted a hiring freeze for FY 2011, the Budget Office and the Governor's Office have been jointly reviewing all requests to fill vacancies and has instituted hiring restrictions to only critical vacancies. The payroll projections included in this first quarter report are based upon the positions filled as of mid-October, with adjustments for some position refills for the balance of the fiscal year.

Medical Rate Correction

The FY 2011 enacted budget included savings in medical benefits for state employees based on a review of trend data at the time the budget was being developed. This review, however, did not take into account the fact that an opening surplus in the health insurance fund made medical "holidays" in FY 2010 possible and not due to favorable trends continuing in FY 2010. The revised planning values for FY 2011 adjust for this error and result in medical benefit rates being increased by approximately eleven percent (11.0%) from the enacted budget. Based on the total general revenue enacted funding for medical benefits of \$74,268,236, this increase could result in additional expenditures of approximately \$8.2 million. Other adjustments in personnel, including savings from vacancies and a slightly lower assessment for the Assessed Fring Benefit Fund would offset this increase to some degree. This first quarter report does not attempt to specifically identify the cost of this medical benefit rate correction by agency, but assumes that any changes have been factored into each agency's personnel projections.

The overall net projected general revenue spending for FY 2011, as compared to the enacted budget, is approximately \$41.5 million more than appropriated. Major expenditure changes include:

Agency/Major Item	Surplus/(Deficit)
Legislative Reappropriations	\$3,364,847
Legislative Redistricting	(\$1,500,000)

Administration – Energy/Utility Costs	(301,183)
Administration – Debt Service	(2,019,281)
Administration – Property Revaluation Program	(210,000)
Administration – Pension Savings Restoration	1,816,548
Revenue – Central Falls Receivership	923,249
Human Services - Caseload Estimating Conf. -Medical	(9,507,723)
Human Services – Caseload Estimating Conf. -SSI	1,326,513
Human Services – Caseload Estimating Conf. – FIP	2,289,536
Human Services – SSI Payment Take Over Costs	541,000
DCYF – Assistance and Grants	2,322,825
Health – HIV Formulary and Supportive Services	1,232,269
Health – Laboratory Management Information System	200,000
Education – Charter School Aid	280,658
Education – School Construction Aid	(2,751,718)
Higher Education Debt Service	(1,033,649)
Attorney General – Tobacco Litigation	500,000
Corrections – RIBCO Wage Adjustment	3,263,788
RIEMA – Flood Related Expenses	500,000
RIEMA – Indirect Cost Recovery Restoration	489,742
State Police – Trooper Pensions	692,907
State Police – Indirect Cost Recovery Restoration	375,345
FMAP – Reduction in Enhanced Medicaid Rate	37,289,357
Net All Other Changes	1,469,804
Total All Changes	41,554,834

Pension Reform Savings

During the 2010 session of the General Assembly, pension reform was enacted that changed cost of living adjustments for future retirees. This resulted in a change in the required annual contribution rate (ARC) for the state. For FY 2011, the rate for state employees upon which the Governor’s recommended budget was developed was 21.64%. The revised rate, after the reforms, is 20.78%. The reforms would also impact the rate for judges (from 24.06% to 16.19%) and for State Police Troopers (from 26.03% to 24.58%). The FY 2011 enacted budget included savings of \$5,654,329 under the Department of Administration to be distributed to agencies as part of the FY 2011 Supplemental Budget. Table 2 identifies the actual savings projected by agency based on the enacted budget and the rate changes listed above. As shown in this table, the total savings from the pension reforms are less than the savings included in the enacted budget by approximately \$1.8 million.

Legislative Budget

As required under Rhode Island General Law 35-3-15, the Governor recommended the reappropriation for unexpended and unencumbered balances of general revenue appropriations to the General Assembly. The total amount reappropriated was \$3,364,847. In addition, the General Assembly, as part of its FY 2011 revised budget submission, requested the withdrawal of the \$1.5 million that was included in the enacted budget for redistricting.

This report assumes that withdrawal.

Transition Expenses

The FY 2011 Enacted Budget included \$100,000 within the Department of Administration appropriation for expenses related to the transition of elected officials. As part of the Supplemental Budget, this funding will be reallocated to the three general officers that will have transition expenses this fiscal year. This report reflects the transfer of \$60,000 to the Governor's Office, \$20,000 to the Office of the General Treasurer and \$20,000 to the Office of the Attorney General.

FMAP Extension

The FY 2011 Enacted Budget was predicated on a six-month extension of the enhanced FMAP rate approved as part of the American Recovery and Reinvestment Act (ARRA). Although Congress did approve an extension of the enhanced FMAP rate, they did not approve it at the same level for the final two quarters of the state fiscal year. Instead, they enacted a phase down in the across the board increase from 6.2% currently to 3.2% in the third quarter of FY 2011 and 1.6% in the fourth quarter. This reduction in the FMAP rate requires the state to increase general revenue support for various Medicaid programs this fiscal year. Based on the revised projections for these programs by the affected agencies, a total of \$37.3 million will be required to make up for the lost federal resources.

Department of Administration

The projected expenditures for the Department of Administration show a net addition of \$2.2 million, including the restoration of the \$5.7 million negative appropriation for the pension reform savings described above. Adjusting for this statewide change, the department shows a reduction in expenditures of \$3.4 million attributable to other changes compared to the enacted budget.

The department is forecasting net debt service savings of \$2.0 million in FY 2011. Savings are projected for the following projects: Historic Structures Tax Credit, \$2.6 million and Energy Conservation COPS, \$1.7 million. These savings are offset by increases for General Obligation bonds, \$1.4 million, due to a larger issuance than originally planned at the end of FY 2010, and \$904,054 for performance-based debt due to increased employment by Fidelity Investments, which requires the state to contribute more to debt service on their Smithfield facilities.

The department is also forecasting savings of \$210,000 in the property revaluation program and approximately \$300,000 in utility savings.

Department of Revenue

The projected expenditures for the Department of Revenue show a net addition of just over \$1.0 million. This is primarily associated with the Central Falls Receivership, which is projected to cost approximately \$923,000 this fiscal year. This estimate includes \$270,000 for the receiver and \$457,000 for legal costs. In addition, the Department of Administration

and the Governor's Office have reassigned staff to assist the receiver in carrying out his duties. The cost of the personnel assigned to Central Falls is approximately \$196,000. These additional costs, however, would be offset by savings in the programs from which the state personnel were reassigned, and thus would not be a net add statewide.

Department of Children, Youth and Families

The projected expenditures for the Department of Children, Youth and Families show a \$2.2 million increase compared to the enacted budget. Net of the department's share of the loss of FMAP funds, the deficit is approximately \$805,000. According to the department, this is primarily attributable to savings from the System of Care budget initiative not being as large as the enacted budget assumed, although savings of close to \$5.89 million have been achieved. The department is actively working on a corrective action plan to address the current deficit projection that may include changes in residential care placements and emergency shelter placements and as such does not project any deficit above the FMAP funding restoration in its first quarter report. This statewide report also assumes the department will be successful in addressing any shortfall. Any program changes will be considered as part of the FY 2011 supplemental budget review.

Department of Health

The projected expenditures for the Department of Health show a \$2.9 million increase when compared to the enacted budget. Within the Medical Examiner's program, there are savings from the vacant Chief Medical Examiner position, which is not expected to be filled until March of 2011, but these savings are offset by the need to hire contract medical examiners at an additional cost of \$255,000. In addition, other medical and temporary clerical services will cost \$50,000 more than enacted. The Medical Examiner is also responsible for the cost of storing and returning to families the belongings of victims of the Station Nightclub Fire. This is projected to cost \$79,000 in FY 2011.

Within the Environmental Health and Health Services Regulation program, there is an increase of \$135,000 in legal fees associated with the potential sale and/or merger of a local hospital. This program also requires \$45,000 in additional funding for professional licensing exam testing fees, which is more in line with actual prior year costs.

The Health Laboratory has been working on implementation of a new Laboratory Information Management System. Funding was provided for this project in the FY 2010 budget, but it was not completed and thus these funds were not expended. The department projects the \$200,000 for the project will be expended in FY 2011, which will require a supplemental appropriation.

The Community & Family Health and Equity program is projecting a deficit of \$1.35 million. The majority of this deficit is in the AIDS Drug Assistance Program (ADAP), which has seen significant increases in both caseload and drug costs and lower than anticipated pharmaceutical rebates. The department is projecting additional costs of over \$1.2 million in this program.

Within the Infectious Disease and Epidemiology program, the department is requesting an increase of \$63,225 to fund an Influenza Hospitalization Surveillance project that is being funded by a private donation. This will result in an increase in revenues in the FY 2011 Supplemental Budget.

Department of Human Services – Caseload Conference

The November Caseload Estimating Conference projected increased costs of \$24.4 million, but this includes the impact of the change in the FMAP rate, as described above. Net of the FMAP change, the Conference estimates result in a decrease in general revenue costs of \$9.5 million. Department of Human Services caseload costs increase by \$18.8 million for Medical Benefit costs and an increase of \$3.6 million for cash assistance. Total funding for medical assistance decreases from \$1,612.1 million to \$1,592.4 million or \$19.8 million, but general revenue funding increases by the \$18.8 million because of the change in the FMAP rate, which requires the addition of \$28.3 million in general revenue funding.

The cash assistance programs for FY 2011 are estimated to total \$113.4 million in general revenues, an increase of \$3.6 million from the enacted level. Relative to enacted levels, child care slots are projected to increase in FY 2011 from an enacted total of 6,480 to an adopted caseload of 7,000. As a result of this increased caseload, general revenues in support of child care costs were increased by \$4.3 million. This increase includes the restoration of \$0.9 million in savings that were to be achieved from the Department coordinating with the Department of Revenue's Division of Motor Vehicles to verify an applicant's residency. This initiative has been delayed until the division's new computer system is fully operational.

The Supplemental Security Income (SSI) program for FY 2011 is estimated to have a caseload increase of 200 persons which will result in increased costs of \$222,504. In addition, the Department testified at the Caseload Conference that they would not be able to meet the statutorily required October 1, 2010 date for the take over by the department of the monthly state supplemental payments. This initiative has been delayed three months, which results in increased costs to the state of \$1.1 million. The Department has also identified approximately \$541,000 in additional operational costs associated with the take over of the SSI payments.

Department of Elementary and Secondary Education

The projected expenditures for the Department of Elementary and Secondary Education show a \$2.4 million decrease as compared to the enacted budget. This reduction is primarily due to savings in the School Construction Aid program of \$2.8 million, offset by additional costs for Charter School and Group Home aid of \$280,658 and \$30,000, respectively.

Department of Corrections

The Department of Corrections is projecting an overall deficit of \$2.1 million. The deficit is due to increased personnel costs attributable to an arbitrator's decision on the Rhode Island Brotherhood of Correctional Officers (RIBCO) contract. This decision resulted in retroactive

payments for cost of living increases back to FY 2006. These retroactive payments were paid in FY 2010 and/or a payable was set up for the payments that would fall into FY 2011. In addition, the arbitrator's decision also provided the uniformed members of RIBCO with an additional 2.95 percent base increase to bring their wages into parity with the Sheriffs. This base increase was not factored into the enacted funding for these positions in the FY 2011 budget and thus will require an additional \$3.3 million in general revenue funding this fiscal year.

These payroll cost increases are offset by savings in other personnel costs due to vacancies, savings in inmate costs due to a lower census and savings in various operating expenses.

Military Staff/Emergency Management Agency

The Military Staff is projecting a deficit of \$1.5 million compared to the enacted budget. This deficit is comprised of several major items. First, the Emergency Management Agency is estimating that the state's share of costs associated with the Spring floods in Rhode Island will require an additional \$500,000. This is the ten percent share to match FEMA funds.

The second major item contributing to the agency deficit is due to a withdrawal in the enacted budget that was intended to be offset by indirect cost recovery on federal funds. This primarily impacts the EMA federal grants, but the agency has not been able to secure an indirect cost rate agreement with the cognizant federal agency and does not anticipate this occurring in time to achieve any recovery this fiscal year. The agency also points out that each grant they receive allows the use of a certain percentage for overhead costs, the full value of which the EMA has utilized. Thus, even when an indirect cost rate is established, it will not result in additional resources to the agency, but will just change the origin of the funds. This requires restoration of \$489,742 in FY 2011.

Other increased costs include \$75,656 for National Guard activation for Hurricane Earl, \$223,752 of RISON maintenance contract cost increases and \$120,115 for additional utility costs associated with military properties.

Department of Public Safety

The Department of Public Safety is projecting an overall deficit of \$1.4 million as compared to the enacted budget. The largest component of this deficit is \$692,907 for the pay-as-you-go State Police pensions due to additional retirements not factored into the enacted budget calculations. The other major change also relates to a withdrawal in the enacted budget for indirect cost recovery, similar to the Military Staff. This primarily relates to grants received by the Justice Commission, which, as with the EMA grants, have a certain amount allocated for overhead and thus any new indirect cost rate would not result in any additional resources. This requires restoration of \$375,345 in FY 2011.

As you know, the Budget Office is currently reviewing the FY 2011 revised and FY 2012 budgets submitted by the departments and agencies and will work with them to take actions to minimize all state spending and to develop plans to reduce expenditures to meet the available

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resources not only for FY 2011, but also to address the projected FY 2012 current services level deficit.

If you have any questions, please feel free to contact me.

TAM: S/12budget/FY 2011 Revised/Q1/Q1report
Attachments

cc: The Honorable Lincoln Chafee
Governor-Elect

The Honorable Steven M. Costantino, Chairman
House Finance Committee

The Honorable Daniel DaPonte, Chairman
Senate Finance Committee

Sharon Reynolds Ferland, House Fiscal Advisor
Peter Marino, Senate Fiscal Advisor

Table 1 - FY 2011 General Revenue Budget Surplus

	FY2010 Final Revised ⁽¹⁾	FY2010 Preliminary Audit ⁽²⁾	FY2011 Enacted ⁽³⁾	FY2011 First Quarter Report ⁽⁴⁾	Change From Enacted
Surplus					
Opening Surplus	(\$62,286,104)	(\$62,286,104)	\$14,215	\$17,703,365	\$17,689,149
Reappropriated Surplus	998,144	998,143	-	3,364,847	\$3,364,847
Subtotal	(\$61,287,960)	(\$61,287,961)	\$14,215	\$21,068,212	\$21,053,996
General Taxes	2,378,626,289	2,319,424,182	2,246,700,000	2,317,150,000	70,450,000
Revenue estimators' revision	(80,026,289)		69,500,000	21,850,000	(47,650,000)
Changes to the Adopted Estimates	-		950,000	-	(950,000)
Subtotal	\$2,298,600,000	\$2,319,424,182	\$2,317,150,000	\$2,339,000,000	\$21,850,000
Departmental Revenues	335,532,188	333,128,045	221,000,000	345,226,745	124,226,745
Revenue estimators' revision	6,467,812	-	(200,000)	(10,526,745)	(10,326,745)
Changes to the Adopted Estimates	(9,756,822)	-	124,426,745	-	(124,426,745)
Subtotal	\$332,243,178	\$333,128,045	\$345,226,745	\$334,700,000	(\$10,526,745)
Other Sources					
Gas Tax Transfers	-	24,134	-	-	-
Revenue estimators' revision	-	-	-	-	-
Changes to the Adopted Estimates	-	-	-	-	-
Other Miscellaneous	9,000,000	12,528,073	4,500,000	5,331,000	831,000
Rev Estimators' revision-Miscellaneous	21,770,000	-	(169,000)	5,524,000	5,693,000
Changes to the Adopted Estimates	4,138,000	-	1,000,000	-	(1,000,000)
Lottery	348,700,000	344,672,747	356,900,000	346,138,520	(10,761,480)
Revenue Estimators' revision-Lottery	(1,000,000)	-	(5,300,000)	1,361,480	6,661,480
Changes to the Adopted Estimates	-	-	(5,461,480)	-	5,461,480
Unclaimed Property	5,000,000	5,867,150	5,300,000	6,000,000	700,000
Revenue Est revision-Unclaimed Property	600,000	-	700,000	(700,000)	(1,400,000)
Subtotal	\$388,208,000	\$363,092,104	\$357,469,520	\$363,655,000	\$6,185,480
Total Revenues	\$3,019,051,178	\$3,015,644,331	\$3,019,846,265	\$3,037,355,000	\$17,508,735
Transfer to Budget Reserve	(70,962,362)	(70,880,597)	(78,516,372)	(79,431,517)	(\$915,145)
Total Available	\$2,886,800,856	\$2,883,475,773	\$2,941,344,108	\$2,978,991,694	\$37,647,586
Actual/Enacted Expenditure:	\$2,885,788,497	\$2,862,407,561	\$2,942,118,704	\$2,942,118,704	\$0
Reappropriations	998,144	-	-	3,364,847	3,364,847
Caseload Conference Change:				(9,507,723)	(9,507,723)
FMAP Makeup				37,289,357	37,289,357
Other Changes in Expenditure:				10,408,353	10,408,353
Total Expenditures	\$2,886,786,641	\$2,862,407,561	\$2,942,118,704	\$2,983,673,538	\$41,554,834
Free Surplus	\$14,215	\$17,703,365	(\$774,596)	(\$4,681,844)	(\$3,907,248)
Reappropriations	-	(3,364,847)	-	-	-
Total Ending Balances	\$14,215	\$21,068,212	(\$774,596)	(\$4,681,844)	(\$3,907,248)
Budget Reserve and Cash					
Stabilization Account	\$112,357,073	\$112,227,612	\$126,834,140	\$128,312,451	\$1,478,311

⁽¹⁾ Reflects the FY 2010 final budget enacted by the General Assembly in June 2010, reflecting the revenue estimates adopted at the May 2010 Revenue Estimating Conference and further modified by legislative changes in the enacted budget.

⁽²⁾ Derived from the State Controller's preliminary closing report for FY 2010, reflecting a surplus of \$17,703,365.

⁽³⁾ Reflects the final FY 2011 budget enacted by the General Assembly in June 2010, reflecting the revenue estimates adopted at the May 2010 Revenue Estimating Conference and further modified by legislative changes in the enacted budget. Due to legislation approved separate from the budget that impacted VLT revenues, the enacted budget is actually out of balance by approximately \$775,000.

⁽⁴⁾ Reflects the enacted revenues and expenditures adjusted for revenue and caseload estimates adopted at the November 2010 Revenue and Caseload Estimating Conferences; also adjusts for the loss of enhanced FMAP compared to the amounts anticipated in the enacted budget.

⁽⁵⁾ Reflects the current services level budget including projected revenues from the Office of Revenue Analysis and projected expenditures as determined by the Budget Office, adjusted for revenue and caseload estimates adopted at the November 2010 Revenue and Caseload Estimating Conferences.

Table 2 - Summary of Changes to FY 2011 Enacted General Revenue Expenditures

	FY 2011 Enacted	Reappropriation	Redistribution of Pension Reform Savings	Other Changes	Total Projected Changes	Projected Expenditures	Change From Enacted
General Government							
Administration	324,063,375	-	\$5,324,070	(\$3,085,701)	2,238,369	326,301,744	\$2,238,369
Business Regulation	9,156,047	-	(\$47,913)	\$21,330	(26,583)	9,129,464	(26,583)
Labor and Training	7,117,031	-	(\$14,971)	(\$135,193)	(150,164)	6,966,867	(150,164)
Department of Revenue	35,479,085	-	(\$144,940)	\$1,184,607	1,039,667	36,518,752	1,039,667
Legislature	37,474,136	3,364,847	(\$138,166)	(\$1,500,000)	1,726,681	39,200,817	1,726,681
Lieutenant Governor	924,479	-	(\$4,993)	(\$23,118)	(28,111)	896,368	(28,111)
Secretary of State	6,908,707	-	(\$24,941)	\$48,631	23,690	6,932,397	23,690
General Treasurer	2,270,649	-	(\$9,972)	(\$1,366)	(11,338)	2,259,311	(11,338)
Board of Elections	3,957,971	-	(\$5,786)	(\$59,549)	(65,335)	3,892,636	(65,335)
Rhode Island Ethics Commission	1,482,659	-	(\$7,188)	\$11,159	3,971	1,486,630	3,971
Governor's Office	4,752,606	-	(\$24,029)	\$58,637	34,608	4,787,214	34,608
Commission for Human Rights	1,014,978	-	(\$4,499)	\$212,068	207,569	1,222,547	207,569
Public Utilities Commission	-	-	\$0	\$0	-	-	-
Subtotal - General Government	434,601,723	3,364,847	4,896,672	(3,268,495)	4,993,024	439,594,747	4,993,024
Human Services							
Office of Health & Human Services	3,420,163	-	(\$18,445)	(\$8,423)	(26,868)	3,393,295	(26,868)
Children, Youth, and Families	153,046,095	-	(\$265,404)	\$1,615,820	1,350,416	154,396,511	1,350,416
Elderly Affairs	10,100,599	-	(\$5,945)	\$5,922	(23)	10,100,576	(23)
Health	27,624,903	-	(\$107,599)	\$3,006,946	2,899,347	30,524,250	2,899,347
Human Services	715,328,654	-	(\$196,736)	\$23,223,779	23,027,043	738,355,697	23,027,043
Mental Health, Retardation, & Hosp.	163,684,244	-	(\$204,959)	\$7,816,352	7,611,393	171,295,637	7,611,393
Office of the Child Advocate	543,822	-	(\$2,929)	\$18,582	15,653	559,475	15,653
Comm. on Deaf & Hard of Hearing	362,824	-	(\$1,606)	\$3,584	1,978	364,802	1,978
RI Developmental Disabilities Council	-	-	\$0	\$0	-	-	-
Governor's Commission on Disabilities	367,229	-	(\$1,902)	\$2,108	206	367,435	206
Office of the Mental Health Advocate	440,950	-	(\$2,384)	\$167	(2,217)	438,733	(2,217)
Subtotal - Human Services	1,074,919,483	-	(807,909)	35,684,837	34,876,928	1,109,796,411	34,876,928
Education							
Elementary and Secondary	856,068,541	-	(\$150,222)	(\$2,290,838)	(2,441,060)	853,627,481	(2,441,060)
Higher Education - Board of Governors	163,606,843	-	(\$99,021)	(\$1,033,649)	(1,132,670)	162,474,173	(1,132,670)
RI Council on the Arts	1,668,346	-	(\$3,365)	\$18,122	14,757	1,683,103	14,757
RI Atomic Energy Commission	875,781	-	(\$4,652)	(\$21,489)	(26,141)	849,640	(26,141)
Higher Education Assistance Authority	6,723,347	-	(\$2,125)	(\$87,181)	(89,306)	6,634,041	(89,306)
Historical Preservation & Heritage Comm	1,348,717	-	(\$5,558)	\$13,089	7,531	1,356,248	7,531
Public Telecommunications Authority	1,035,967	-	(\$5,370)	(\$30,594)	(35,964)	1,000,003	(35,964)
Subtotal - Education	1,031,327,542	-	(270,313)	(3,432,540)	(3,702,853)	1,027,624,689	(3,702,853)
Public Safety							
Attorney General	\$21,209,730	-	(\$108,677)	\$345,335	236,658	21,446,388	236,658
Corrections	178,329,401	-	(\$637,010)	\$2,692,003	2,054,993	180,384,394	2,054,993
Judicial	84,575,255	-	(\$790,396)	\$1,158,259	367,863	84,943,118	367,863
Military Staff	2,782,435	-	(\$8,352)	\$1,478,442	1,470,090	4,252,525	1,470,090
Public Safety	67,024,490	-	(\$268,518)	\$1,708,427	1,439,909	68,464,399	1,439,909
Office Of Public Defender	9,590,261	-	(\$47,611)	(\$84,455)	(132,066)	9,458,195	(132,066)
Subtotal - Public Safety	363,511,572	-	(1,860,564)	7,298,011	5,437,447	368,949,019	5,437,447
Natural Resources							
Environmental Management	34,403,329	-	(\$126,721)	\$82,118	(44,603)	34,358,726	(44,603)
Coastal Resources Management Council	2,038,515	-	(\$10,801)	\$23,870	13,069	2,051,584	13,069
Water Resources Board	1,316,540	-	(\$3,816)	(\$14,362)	(18,178)	1,298,362	(18,178)
Subtotal - Natural Resources	37,758,384	-	(141,338)	91,626	(49,712)	37,708,672	(49,712)
Total	2,942,118,704	3,364,847	1,816,548	36,373,439	41,554,834	2,983,673,538	41,554,834

Table 3 - November 2010 Revenue Estimating Conference Results

FY 2011	FY 2010 Preliminary	Growth from FY 2009	FY 2011 Enacted	Growth from FY 2010	FY 2011 Consensus	Growth from FY 2010	FY 2011 Consensus vs. FY 2011 Enacted
Personal Income Tax	\$ 898,113,113	-4.5%	\$ 937,900,000	4.4%	\$ 936,500,000	4.3%	\$ (1,400,000)
General Business Taxes							
Business Corporations	143,646,515	37.5%	119,000,000	-17.2%	123,300,000	-14.2%	4,300,000
Public Utilities Gross	95,792,717	-24.4%	98,000,000	2.3%	97,000,000	1.3%	(1,000,000)
Financial Institutions	4,058,897	-24.3%	1,000,000	-75.4%	250,000	-93.8%	(750,000)
Insurance Companies	95,921,454	22.9%	101,250,000	5.6%	98,200,000	2.4%	(3,050,000)
Bank Deposits	1,860,271	3.2%	2,200,000	18.3%	1,900,000	2.1%	(300,000)
Health Care Provider	40,254,281	-12.5%	39,800,000	-1.1%	40,500,000	0.6%	700,000
Sales and Use Taxes							
Sales and Use	803,394,856	-0.6%	787,000,000	-2.0%	805,500,000	0.3%	18,500,000
Motor Vehicle	48,285,182	0.7%	48,500,000	0.4%	51,800,000	7.3%	3,300,000
Motor Fuel	968,870	-26.9%	1,000,000	3.2%	1,100,000	13.5%	100,000
Cigarettes	138,315,461	6.0%	134,000,000	-3.1%	135,000,000	-2.4%	1,000,000
Alcohol	11,269,477	4.2%	11,700,000	3.8%	12,000,000	6.5%	300,000
Other Taxes							
Inheritance and Gift	29,056,952	3.4%	27,600,000	-5.0%	28,300,000	-2.6%	700,000
Racing and Athletics	1,492,221	-39.1%	1,300,000	-12.9%	1,250,000	-16.2%	(50,000)
Realty Transfer	6,993,915	2.7%	6,900,000	-1.3%	6,400,000	-8.5%	(500,000)
Total Taxes	2,319,424,182	-0.8%	2,317,150,000	-0.1%	2,339,000,000	0.8%	21,850,000
Departmental Receipts	333,128,045	4.5%	345,226,745	3.6%	334,700,000	0.5%	(10,526,745)
Gas Tax Transfer	24,134	-99.4%	-	-100.0%	-	-100.0%	-
Other Miscellaneous	12,528,073	-29.7%	5,331,000	-57.4%	10,855,000	-13.4%	5,524,000
Lottery	344,672,747	2.1%	346,938,800	0.7%	347,500,000	0.8%	561,200
Loss due to H-8268	-		(800,280)		-		800,280
Unclaimed Property	5,867,150	-27.1%	6,000,000	2.3%	5,300,000	-9.7%	(700,000)
Total General Revenues	3,015,644,331	-0.3%	3,019,846,265	0.1%	3,037,355,000	0.7%	17,508,735